id: 0 question: Fill in the blanks with the correct words: An American waterfall distributes performance fees on a(n) basis and is more advantageous to the A: deal-by-deal; LPs B: aggregate fund; LPs C: deal-by-deal; GP answer: C explanation: C is correct. American waterfalls, also known as deal-by-deal waterfalls, pay performance fees after every deal is completed and are more advantageous to the GP because they get paid sooner (compared with European, or whole-of-fund, waterfalls).