



LLOYDS AND L&G FUND FINANCE PARTNERSHIP PASSES £1.5BN

- Co-investment partnership with L&G has surpassed £1.5bn of participations since launching in December 2022.
- Model pairs bank-led origination with long-term institutional capital to scale financing for private markets.
- Reflects growing demand from fund managers for short-duration liquidity as private markets expand.

Lloyds is expanding the role of institutional capital in fund finance, with its co-investment partnership with L&G (Legal & General) surpassing £1.5bn of participations since launching in December 2022. The milestone reflects sustained demand for financing solutions across private markets.

The partnership combines Lloyds' origination and structuring capabilities with institutional capital from L&G, enabling financing to be deployed at scale across a diversified range of fund facilities. By partnering with global banks like Lloyds, L&G secures access to a strong pipeline of high-quality, short-dated investments, supporting the delivery of capital-efficient, investment-grade opportunities for clients – including insurers, pension schemes and other institutional investors – while continuing to scale its £2bn short-term alternative finance strategy.

Demand for these facilities has increased as private markets have expanded, with fund managers using liquidity to bridge capital calls and manage cash flows between fundraising cycles. These short-duration financing solutions play a key role across the fund lifecycle, helping sponsors manage liquidity efficiently while maintaining investment momentum.

The £1.5bn milestone demonstrates how bank-led origination and institutional capital can work together, to expand access to financing, a model expected to play an increasingly important role as banks and institutional investors continue to collaborate across private markets.

Jill Wilson, Managing Director, Financial Sponsors, Lloyds, said: “Surpassing £1.5bn with L&G reflects both the strength of this partnership and the depth of our experience supporting Financial Sponsor clients with innovative financing solutions. We have worked closely with clients in this market for many years, evolving our financing solutions as their needs change and supporting them by combining our origination capabilities with institutional capital to deliver funding at scale. This partnership is a strong example of our solutions-led approach and our focus on building long-term, sustainable relationships that support clients across market cycles.”

Matthew Taylor, Head of Alternative Debt, Asset Management, L&G, said: “This milestone underlines the growing importance of partnerships between banks and institutional investors in supporting the evolution of private markets. By working with Lloyds, we are able to access high-quality, short-duration assets for our clients, where we are seeing particularly strong demand from insurers for low-duration investments with robust credit quality. Structures like this are an important part of how we scale our short-term alternative finance strategy while supporting the financing needs of private market sponsors.”

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About Lloyds

Lloyds is the largest UK retail and commercial financial services provider with around 27 million customers and a presence in nearly every community. We are proud to support British businesses, with nearing one million UK businesses supported by our leading digital and relationship banking services.

Our support for businesses

- We're proud to support one million UK businesses with leading digital and relationship banking services.
- We offer a broad range of finance beyond term lending, spanning import and export trade finance, structured and asset finance, securitisation facilities and capital market funding.
- Our product specialists provide bespoke financial services and solutions, including tailored cash management, international trade, treasury and risk management services.
- To see the latest factsheet setting out how we support UK businesses please visit: [Supporting British businesses - Lloyds Banking Group plc](#)

About L&G's Asset Management business

L&G's Asset Management business is a major global investor across public and private markets, with £1.2 trillion in total assets under management (as at FY25) of which c. 43% (c. £0.5 trillion) is international. Our clients include individual savers, pension scheme members and global institutions.

We provide investment solutions from index-tracking and active funds to liquidity and liability-based risk management strategies.

Our investment philosophy and processes are focused on creating value over the long term. We believe that incorporating financially material sustainability criteria, when relevant to our clients, can create value and drive positive change. This reflects L&G's purpose: 'Investing for the long term. Our futures depend on it.'

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