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Proskauer Advises APS, STORY3 and Nexus on Growth Recapitalization for Rent the Runway

August 21, 2025

STORY3 and Nexus Partner with APS to Enhance Rent the Runway's Capital Structure

NEW YORK, August 21, 2025 – Proskauer advised Aranda Principal Strategies ("APS"), STORY3 Capital Partners ("STORY3") and Nexus Capital Management ("Nexus") on its growth recapitalization for Rent the Runway, Inc. ("RTR"), the disruptor that created the fashion rental category and forever changed the fashion ecosystem.

The recapitalization is expected to dramatically enhance RTR's balance sheet and financial flexibility through a large reduction in balance sheet debt, a meaningful reduction in the interest expense and a favorable maturity extension on its remaining debt balance. APS will convert a substantial portion of its original debt investment into common equity ownership, and APS, STORY3 and Nexus will contribute new capital to further support the business and its growth initiatives. Rent the Runway will continue to operate as a public company and trade under the ticker symbol RENT on Nasdaq. The transaction is expected to close by December 31, 2025, subject to customary closing conditions, including approval by RTR's stockholders.

The Proskauer team was led by partner Ji Hye You and special finance counsel Sean Murray (Private Credit) and partners Michael Ellis and Anya Hodes (M&A). It also included associates Laura Addicott, Timothy Dean, Lauren Altus and John Campanella (M&A); partner Andrea Rattner and associate David Deutsch (Compensation & Benefits); partners David Miller and Jean Bertrand and senior counsel Martine Seiden Agatston (Tax); partners Frank Zarb and Louis Rambo (Capital Markets); and associate Peter Luu (Private Credit).

About Proskauer

The world’s leading organizations and global players choose Proskauer to represent them when they need it the most. With 800+ lawyers in key financial centers around the world, we are highly regarded for our expertise combined with our pragmatic and commercial approach. Proskauer is the place to turn when a matter is complex, innovative and game-changing. We work seamlessly across practices, industries and jurisdictions with asset managers, private equity and venture capital firms, Fortune 500 and FTSE companies, major sports leagues, entertainment industry legends and other industry-redefining companies.

The Firm’s Private Credit Group is made up of cross-disciplinary finance and restructuring experts exclusively dedicated to private credit investors. It includes over 110 finance and restructuring lawyers focused on representing credit funds, business development companies, and other direct lending funds in the restructuring of “clubbed” and syndicated credits, preferred equity, special situations and alternative investments. Over the past five years, Proskauer has been involved in over 1,600 deals for more than 100 private credit clients across the U.S. and Europe with an aggregate transaction value exceeding $420 billion.

Our premier M&A practice is distinguished by the combination of our transactional strength and deep sector knowledge. We are a destination firm for large-cap and middle-market deals with extensive expertise in the structural, cultural and procedural issues that are often at the center of complex, cross-border transactions. From London to New York, Paris to Los Angeles and across the globe, organizations turn to our lawyers for their most significant and transformative transactions. Our multi-disciplinary team offers actionable insights, sophisticated strategies and creative solutions that drive commercial success for our clients.

Related Professionals

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