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BCP SECURITIES

# RECENT REPORTS

SEPTEMBER 2020

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# LATEST REPORTS RELEASED

HIGH YIELD EMERGING MARKETS SOVEREIGN  
14th SEPTEMBER – 59 PAGES

54 RESEARCH NOTES SENT IN SEPTEMBER



# RESEARCH NOTES



**09/30/20 - BCP Research: Eurotorg (EUOTG --- -/B-/B) --- Tender Offer & Consent Solicitation**

**Summary:** On September 30, 2020, Eurotorg, the largest grocery retail chain in Belarus, announced a cash tender offer for its EUOTG 8.75% 22s Eurobonds and...

**09/30/20 - BCP Research: China Evergrande Group (EVERRE B2/B/B) - Positive Outcome From Negotiation With Strategic Investors**

**Summary:** Evergrande announced that it had finished negotiation with strategic investors (“SIs”) representing a CNY 86bn investment with related put option ...

**09/29/20 - BCP Research: Metinvest (METINV --- B3/B/BB-) --- Tender Offer & Consent Solicitation - Early Results**

**Summary:** On September 29, 2020, Metinvest (B3/B/BB-) announced early results for a cash tender offer for US\$115 mm METINV 7.5% 21s and METINV 7.75% 23s Eur...

**09/29/20 - BCP Research: Pretium Resources Inc. (PVGCN) - 2Q20 Results, Positive - Rate Neutral**

**Summary:** Pretium Resources Inc. (“Pretium”) is a Canada-based gold and silver mining company, with operations focused primarily in wholly-owned underground...

**09/29/20 - BCP Research: Interpipe (INTHOL) --- Partial Bond Redemption**

**Summary:** Via a posting on the Luxembourg Stock Exchange, Interpipe (INTHOL), Ukraine’s leading producer of steel pipes and railway products, announced its ...

**09/28/20 - BCP Research: IMH Group (IMHRUS --- B2/ - /B) --- Tender Offer & New Issue**

**Summary:** IMH Group (B2/ - /B), a pig iron and coke producer with main production assets in Russia, announced a successful placement of a new US\$350 mm Euro...

**09/28/20 - BCP Research: Interpipe (INTHOL) --- 2Q20 Financial Results --- Weaker Sequentially, but Net Leverage remains below 1.0x**

**Summary:** On September 22, 2020, Interpipe (INTHOL), Ukraine’s leading producer of steel pipes and railway products, posted sequentially weaker 2Q20 financi...

**09/25/20 - BCP Research: LATAM High Yield Non Bank Financials - August Monthly Report**

**Summary:** As mentioned in previous reports, we see local MXN cebures monthly reports as an alternative proxy to track collections and insight on loan perfor...

**09/24/20 - BCP Research: Andrade Gutierrez (ANDRGI: //CCC-) 2Q20 Results - Weak**

**Summary:** Brazilian construction and engineering company, Andrade Gutierrez, released weak 2Q20 results amid COVID19 with positives in cash preservation. Ba...

**09/24/20 - BCP Research: Borets (BORFIN --- Ba3/BB-/BB-) --- 1H20 IFRS Results --- Slight Sequential Decline**

**Summary:** On September 24, 2020, Borets (Ba3/BB-/BB-) released its 1H20 IFRS results (the company reports semi-annually) and hosted an investor call. The co...

# RESEARCH NOTES



**09/24/20 - BCP Research: China Evergrande Group (EVERRE B2/B/B) - Evergrande Recent Volatility**

**Summary:** On Sept 3 &4, local media released a report from Evergrande Group to the Guangdong Provincial Gov't. The report was written four days after the re...

**09/24/20 - BCP Research: KazMunayGas (KZOKZ --- Baa3/BB/BBB- ) --- Tender Offer & Consent Solicitation**

**Summary:** On September 23, 2020, JSC KazMunayGas (KMG) announced offer to tender any & all of its KZOKZ 3.875% 22s and KZOKZ 4.4% 23s Eurobonds as well as a...

**09/24/20 - BCP Research: LATAM (LTMCI -/ -/ C) - Approval of Revised DIP Proposal - Upgrade LTMCI '24s to 'Positive'**

**Summary:** A revised shareholder sponsored DIP proposal was approved under LATAM Airlines' Chapter 11 process. Tranche A amendments allow for the Jefferies...

**09/23/20 - BCP Research: Noble Group Limited (NBLACT, NOBLET, NBLETD) - Tender Offer on NOBLET '23s and NBLACT '22s and 2Q20 Results**

**Summary:** Noble Trading Co ("Trading Co") - whose asset portfolio backs Noble's Trade Finance & Hedging Facilities, NOBLET 23s and NBLETD 25s - released we...

**09/23/20 - BCP Research: Province of Mendoza (MENDOZ Ca/D/-) announcement of agreement for restructuring**

**Summary:** Yesterday, the Province of Mendoza announced that it has reached an agreement with the 24s ad-hoc committee. According to the release, the group c...

**09/22/20 - BCP Research: Tinkoff Bank (AKBHC --- Ba3/-/BB) --- In Talks To Sell 100% of Tinkoff Bank to Yandex**

**Summary:** On September 22, 2020, Tinkoff (Ba3/-/BB), Russia's 16th largest bank by asset size and the second largest (after Sberbank) credit card issuer in ...

**09/22/20 - BCP Research: Scorpio Tankers (STNG -/-/-) Bond Repurchases, Reaffirm Outright**

**Summary:** Scorpio Tankers (STNG), one of the world's largest oil product tanker issuers, continues to appear as an attractive "busted" convert. STNG repurch...

**09/18/20 - BCP Research: Summary Argentine Corporate Exposure to F/X Measures**

**Summary:** Following the recent f/x measures implemented in Argentina we are summarizing corporate exposure to the policies. On Tuesday the Central Bank mand...

**09/16/20 - BCP Research: thoughts on recent f/x measures in Argentina**

**Summary:** Yesterday, the Argentine Central Bank, the AFIP and the CNV issued a series of measures that further tightened the access to f/x in the country. A...

**09/16/20 - BCP Research: Unicomer (UNICMR -/BB-/BB-) 1Q21 Earnings - Sound FCF**

**Summary:** Central American and Caribbean retailer and financial services provider, Grupo Unicomer, reported mixed 1Q21 (June-end) earnings. Retail revenue d...

# RESEARCH NOTES



09/16/20 - BCP Research: Borets (BORFIN --- Ba3/BB-/BB-) --- Tender Offer & Consent Solicitation ---Results & New Bond

Summary: On September 15, 2020, Borets (Ba3/BB-/BB) announced that at the moment it expects the financing condition to be satisfied on September 17, 2020, ...

09/15/20 - BCP Research: AlphaCredit (ALPHSA B2/B+/-) 2Q20 Earnings - Weak, maintain Outperform

Summary: Mexican payroll lender AlphaCredit reported weak 2Q20 earnings. Total loans were 13% lower q/q, as ALPHA wrote-off 15% of total loans which were c...

09/15/20 - BCP Research: Metinvest (METINV --- B3/B/BB-) --- Tender Offer & Consent Solicitation

Summary: On September 15, 2020, Metinvest (B3/B/BB-) announced a cash tender offer for US\$115 mm METINV 7.5% 21s and US\$505 mm METINV 7.75% 23s Eurobonds s...

09/15/20 - BCP Research: First Majestic Silver (FRCN) - 2Q20 Results, Weak - Fairly Valued, maintain 'Neutral'

Summary: Mexico-based silver miner, First Majestic Silver ("Majestic"), released weak 2Q20 results, in line with expectations, with lower production driven...

09/15/20 - BCP Research: Nostrum Oil & Gas (NOGLN --- LD/CCC+/-) --- 2Q20 IFRS Results --- Weaker Yet; Talks are in Process

Summary: Nostrum Oil (LD/CCC+/-) released another weak quarterly results: 2Q20 revenue was negatively impacted by lower yet production volumes (-5% q/q to ...

09/14/20 - BCP Research: Oi (OIBRBZ: /B-/CCC+) Approval of Proposed Amendment

Summary: Last week, Oi creditors approved the company's amendment proposal to the RJ plan. Class III creditors' approval was reached despite opposition fro...

09/14/20 - BCP Research: Province of Cordoba (PDCAR Ca/CCC/CCC) thoughts on restructuring offer - maintain Positive on PDCAR 27s

Summary: On September 11, the Province of Cordoba presented an exchange offer for its existing 21s, 24s and 27s, together totaling US\$1,685mm. According to...

09/11/20 - BCP Research: LATAM (LTMCI -/ -/ C) - Court Ruling Favors Bondholders

Summary: Yesterday, the judge presiding over Latam Airlines' Chapter 11 process ruled in favor of bondholders objecting to the shareholder sponsored DIP f...

09/10/20 - BCP Research: Nitrogenmuvek (NITROG --- -/B-/B-) --- 1H20 IFRS Results --- Strong

Summary: On September 10, 2020, Nitrogenmuvek, a Hungarian fertilizer producer, posted strong 1H20 results and hosted an investor call (the company reports...

09/10/20 - BCP Research: Tianqi Lithium Corp (Caa2/-/-) - Negative 2Q20 Financials - Talison Stake Intact

Summary: Chinese lithium miner Tianqi Lithium Corp ("Tianqi") released negative 2Q20 results. In 2Q20, revenue decreased 7% q/q and calculated EBITDA decre...

# RESEARCH NOTES



09/10/20 - BCP Research: Borets (BORFIN --- Ba3/BB-/BB-) --- Tender Offer & Consent Solicitation --- Results

Summary: On September 10, 2020, Borets (Ba3/BB-/BB) announced results of a tender offer & consent solicitation for any and all of its outstanding US\$330 mm...

09/10/20 - BCP Research: Fidelity Bank (FIDBAN -/B-/B-) overall sound 2Q20 results

Summary: Nigeria-based Fidelity Bank reported overall sound 2Q20 results. NPLs remained unchanged q/q at 4.8%, although provisioning expanded 173% q/q. Int...

09/09/20 - BCP Research: Eurotorg (EUROTG --- -/B-/B) --- 1H20 IFRS Results --- Decent

Summary: On September 8, 2020, Eurotorg, the largest grocery retail chain in Belarus, reported decent 1H20 financial results and hosted an investor call. T...

09/09/20 - BCP Research: China Grand Automotive Services Group Co Ltd (CHGRAU B1-/B+) - Mixed 2Q20 Results

Summary: China's largest car retailer China Grand Automotive Services Group Co Ltd ("Grand Auto") released mixed 2Q20 results. Revenue decreased 10% y/y. C...

09/09/20 - BCP Research: PT Alam Sutera Realty Tbk (ASRIIJ Caa1/CCC-CCC-) - Mixed 2Q20 Financials - Liquidity Tight vs. Upcoming Maturities

Summary: Indonesian commercial and residential real-estate developer, PT Alam Sutera Realty Tbk ("Alam Sutera") announced mixed 2Q20 results. Total revenue...

09/09/20 - BCP Research: Arcor (ARCOR Caa2-/B-) positive 1H20 results

Summary: Argentine food conglomerate Arcor released positive 1H20 results. EBITDA during the first six months of the year improved 92% y/y on much stronger...

09/08/20 - BCP Research: Metinvest (METINV --- B3/B/BB-) --- 2Q20 Financial Results --- Better Than Expected

Summary: On September 8, 2020, Metinvest (B3/B/BB-) posted better than expected 2Q20 financial results: revenue declined only slightly (-4% q/q to US\$2,432...

09/08/20 - BCP Research: MHP (MHPSA --- -/B/B+) --- 2Q20 IFRS Results --- Stable

Summary: On September 4, 2020, MHP, Ukraine's largest poultry producer, released its 2Q20 IFRS results and held a conference call. Revenue declined just 4%...

09/08/20 - BCP Research: DTEK Energy (DTEKUA --- Ca/-/C) --- 2Q20 Financial Results --- Near Term Bottom?

Summary: On September 2, 2020, DTEK Energy (Ca/ - /C), Ukraine's largest utility and a member of SCM Group, posted unaudited, abbreviated 2Q20 financial re...

09/04/20 - BCP Research: 21Vianet Group Inc (VNET B2/B+/B+) - Positive 2Q20 Results - Raised US\$703mm YTD

Summary: Chinese Internet Data Center 21Vianet Group Inc ("VNET") released positive 2Q20 financials. Cabinets increased 11% q/q. Revenue increased 3% q/q. ...

# RESEARCH NOTES



09/03/20 - BCP Research: BANTRAB (BANTRB B2/-/BB-) 2Q20 Earnings - Stable

Summary: Guatemalan bank, Banco de los Trabajadores (Bantrab), reported stable 2Q20 earnings. Gross loans increased by 1% q/q in USD terms to US\$1.9 bn dri...

09/03/20 - BCP Research: Grupo Idesa (IDESA -/CCC+/-) 2Q20 Earnings - Mixed

Summary: Mexican petrochemical company, Grupo IDESA, reported mixed 2Q20 earnings. Revenue declined by 29% q/q due to weaker demand across the petrochemica...

09/03/20 - BCP Research: Borets (BORFIN --- Ba3/BB-/BB- ) --- Tender Offer & Consent Solicitation

Summary: On September 3, 2020, Borets (Ba3/BB-/BB-), a global leader in producing and selling of electric submersible pumping (ESP) systems, announced a te...

09/03/20 - BCP Research: China Hongqiao Group Limited (HONGQI B2/-/BB-) - Weak Preliminary 1H20 Results

Summary: China's largest aluminium producer China Hongqiao Group Limited ("Hongqiao") released weak preliminary 1H20 results. No cash flow statement was di...

09/02/20 - BCP Research: Grupo Embotellador Atic (AJECBV: /B/B+) 2Q20 Results, Positive Liquidity Management - Maintain 'Market Outperform'

Summary: Peruvian bottler, Grupo Embotellador Atic ("ATIC") released 2Q20 results, with lower volumes and pricing driven by COVID-19 and f/x fluctuation, ...

09/02/20 - BCP Research: RosAgroBank (RSHB --- Ba1/-/BBB-) --- 2Q20 IFRS Results --- Sequentially Stronger Bottom Line

Summary: On September 2, 2020, RusAgroBank (Ba1/ - /BBB-), a Russian state owned bank and sixth largest bank by assets overall, reported sequentially stron...

09/02/20 - BCP Research: Anton Oilfield Services Group (ANTOIL B1/-/B) - Negative 2H20 Financials

Summary: Chinese oil & gas service provider, Anton Oilfield Services Group ("Antoil"), released negative 1H20 preliminary results. Orders Backlog / LTM Rev...

09/02/20 - BCP Research: Rede D'Or (RDEDOR: BB-/BB) 2Q20 Results - Weak

Summary: Brazilian private hospital company, Rede D'Or, released weak 2Q20 financial results amid COVID19 crisis. Revenue decreased 19% y/y to R\$2.8bn, whi...

09/02/20 - BCP Research: Hilong Holding Ltd (HILOHO Caa3/-/-) - Sound 1H20 Results - Maintain Positive Rating

Summary: Chinese oil and gas drill pipe manufacturer and oilfield service provider Hilong Holding Ltd ("Hilong") released sound 1H20 results. Revenue decre...

09/01/20 - BCP Research: Credit Bank of Moscow (CRBKMO --- Ba3/BB-/BB) --- 2Q20 IFRS Results --- Sound, Despite Sequentially Weaker Net Profit

Summary: On September 1, 2020, Credit Bank of Moscow (Ba3/BB-/BB), Russia's second largest private bank and 7th largest overall, released its 2Q20 financia...

# RESEARCH NOTES



09/01/20 - BCP Research: Dar Al Arkan (DARALA --- B1/-/-) --- 2Q20 Financial Results --- Sequentially Improved EBITDA

Summary: On August 31, 2020, Dar Al Arkan (B1/-/-), the largest real estate developer (land-trading company) by market value in the Kingdom of Saudi Arabia...

09/01/20 - BCP Research: Gol (GOLLBZ: -/ CCC-/ CCC-) - Repayment of Term Loan B - Maintain 'Positive' on Gol '24s

Summary: Brazilian airline, Gol issued a press release announcing the repayment of Term Loan B ("TLB"), the Delta guaranteed maturity that came due yester...

09/01/20 - BCP Research: Car Inc. (CARINC Caa1/ CCC/-) - Mixed 2Q20 Earnings - Maintain Outperform on 22s

Summary: China's largest car rental company Car Inc. ("Carinc") reported mixed 2Q20 results. Revenue and reported EBITDA decreased 27% and 70% y/y, respect...

09/01/20 - BCP Research: Banco Macro (BMAAR - Ca/-/CC) relatively stable 2Q20 results

Summary: Argentine private bank Banco Macro (BMAAR) reported relatively stable 2Q20 results. Recall starting 1Q20, inflation adjustment per IAS 29 and IFRS...





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"Market Outperform" – The bond's total return is expected to exceed the total return of the J.P. Morgan Corporate Emerging Markets Bond Index series ("CEMBI") Broad Diversified High-Yield Index over the next 3 – 6 months.

"Market Perform" – The bond's total return is expected to be in line with the total return of the CEMBI Broad Diversified High-Yield Index over the next 3 – 6 months.

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"Not Rated" or no comment – Currently, the analyst does not have adequate conviction about the bond's total return relative to the CEMBI Broad Diversified High-Yield Index over the next 3 – 6 months.



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