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BCP SECURITIES

# RECENT REPORTS

JULY 2023

# LATEST REPORTS RELEASED

BCP's HIGH YIELD SOVEREIGN REPORT  
9<sup>th</sup> JULY – 54 PAGES

39 RESEARCH NOTES SENT IN JULY



# RESEARCH NOTES



07/31/23 - BCP Research: Vale (VALEBZ: Baa3/BBB-/BBB) 2Q23 Results – Neutral

Summary: Brazilian mining company Vale reported neutral 2Q23 results and missed consensus. Consolidated revenue increased by 15% q/q to US\$9.7 bn. Iron rev...

07/31/23 - BCP Research: Sitios Lationamerica (SILAMX Baa3/BB+/BBB-) 2Q23 Earnings - Strong, reiterate 'Market Outperform'

Summary: Latin American tower company, Sitios Latinoamerica (SITES), reported strong 2Q23 earnings. Revenue increased by 15% q/q following the acquisition ...

07/31/23 - BCP Research: Pemex (PEMEX B1/BBB/B+) 2Q23 Earnings - Strong Government Support, reaffirm "Overweight"

Summary: Mexico's state oil company, Pemex, reported weak 2Q23 earnings. Total revenue increased by 4% q/q driven by the upstream business with upstream pr...

07/31/23 - BCP Research: QNB Finansbank (QNBFB B3/-/B-) relatively sound 2Q23 results

Summary: Turkish private bank QNB Finansbank reported solid 2Q23 results. Net income increased 11% q/q thanks to a considerable climb in trading income and...

07/28/23 - BCP Research: Seplat (SEPLLN Caa1/B/B-) softer 2Q23 results - Maintain "Positive"

Summary: Nigerian oil and gas upstream company Seplat reported softer 2Q23. Revenue dropped 35% q/q on lower prices coupled with a decline in production. E...

07/28/23 - BCP Research: Grupo Televisa (TELVIS Baa2/BBB+/BBB+) 2Q23 Earnings - Soft, reaffirm 'Market Underperform'

Summary: Mexican triple-play provider, Grupo Televisa, reported soft 2Q23 earnings and missed consensus. Revenue was flat q/q as higher cable revenue was o...

07/28/23 - BCP Research: Unigel (UNIGEL -/CCC+/CCC) Recent Developments

Summary: Per local news reports, it appears that Unigel may present an initial restructuring proposal to its advisors as early as next week. As we had prev...

07/28/23 - BCP Research: Garanti (GARAN Caa2/-/CCC+) solid 2Q23 results

Summary: Turkish bank Garanti reported solid 2Q23 results. Net income increased 19% q/q thanks to a rise of 25% q/q in interest income and +222% q/q in tr...

07/27/23 - BCP Research: Liverpool (LIVEPL -/BBB/BBB+) 2Q23 Earnings- Stable

Summary: Mexican department store retailer, Liverpool, reported stable 2Q23 earnings. Revenue increased by 12% y/y driven by the retail segment with growth...

07/27/23 - BCP Research: Total Play (TOTALP B2/-/B+) 2Q23 Earnings - Diminished Growth, downgrading to 'Neutral'

Summary: During 2Q23 conference call, Total Play changed abruptly its guidance for 2023. Increasing the capex guidance to MXN\$15.5 bn vs MXN\$14.0 bn prev. ...



# RESEARCH NOTES



07/27/23 - BCP Research: Compañía de Minas Buenaventura S.A.A. (B1/-/BB-) soft 2Q23 results

Summary: Peruvian mining company Compañía de Minas Buenaventura S.A.A., reported soft 2Q23 results. Revenue decreased 7% q/q, as a result of one off gains ...

07/27/23 - BCP Research: Alpek (ALPEKA Baa3/BBB-/BBB-) 2Q23 Earnings - Weak, reaffirm "Underperform"

Summary: Mexican petrochemical company, Alpek, reported weak 2Q23 earnings with both revenue and EBITDA missing consensus. Revenue decreased by 1% q/q as a...

07/27/23 - BCP Research: JSW Steel (JSTLIN: BA1/--/BB) 1Q24 Results – Soft

Summary: JSW Steel Limited ("JSTLIN"), the second largest Indian steel producer reported soft 1Q24 results (Jun 2023-end), with no cash flow and balance sh...

07/27/23 - BCP Research: Akbank (AKBNK B3/-/B-) strong 2Q23 results

Summary: Turkish private bank Akbank is the second bank to report in 2Q23 after YapıKredi reported on Monday. Unlike YapıKredi, Akbank reported strong resu...

07/26/23 - BCP Research: Terrafina (TERRAF Baa3/-/BBB-) 2Q23 Earnings – Stable

Summary: Mexican industrial REIT, Terrafina, reported stable 2Q23 earnings. Revenue was 5% higher q/q due to higher pricing and GLA, with stable occupancie...

07/26/23 - BCP Research: Grupo Elektra (EKT -/-/BB+) 2Q23 Earnings Stable - Reiterate "Market Outperform"

Summary: Mexican leading retailer and financial services provider, Grupo Elektra, reported stable 2Q23 earnings. Revenue increased by 14% y/y driven by a 5...

07/25/23 - BCP Research: NagaCorp (NAGACL B3/B/--) - Sound 1H23 Abbreviated results and plans for the 24s

Summary: Cambodian casino operator Nagacorp ("NAGACL") announced sound abbreviated 1H23 results, with no cash flow statement. Total gross revenue and repor...

07/25/23 - BCP Research: TelevisaUnivision (UVN B1/B+/-) 2Q23 Earnings – Strong

Summary: Leading Spanish-language broadcaster, TelevisaUnivision, reported strong 2Q23 earnings. Revenue increased by 11% y/y mainly driven by higher adver...

07/25/23 - BCP Research: Nemak (TNEMAK Ba1/BB+/BBB-) 2Q23 Earnings – Mixed

Summary: Mexican autoparts maker, Nemak, reported mixed 2Q23 earnings. Revenue increased by 11% driven by revenue growth across all geographies due to high...

07/25/23 - BCP Research: Capex (CAPXAR -/CCC-/B-) thoughts on the exchange proposal

Summary: Yesterday, Capex launched a proposal to exchange its 6.875% 24s into new 9.25% 28s through two options, one that involves a partial upfront cash p...



# RESEARCH NOTES



07/24/23 - BCP Research: Grupo KUO (KUOBMM -/BB/BB) 2Q23 Earnings – Weak

Summary: Mexican conglomerate, Grupo KUO, reported weak 2Q23 earnings. Revenue decreased by 7% y/y as the lower chemical revenue more than offset higher co...

07/24/23 - BCP Research: Yapikredi (YKBNK B2/-/B) mixed 2Q23 results

Summary: Turkish private bank Yapikredi reported mixed 2Q23 results. Net income decline continued (-4% q/q), though at a much lower pace than in the previo...

07/24/23 - BCP Research: Arcelik (ACKAF -/BB/BB-) sound 2Q23 results

Summary: Turkish white goods producer Arcelik reported sound 2Q23 results. Revenue in USD terms increased 9% y/y, driven by a stronger demand and higher re...

07/21/23 - BCP Research: Digicel (DLLTD) Preliminary 1Q24 (June-end) Earnings - Reiterate Outperform

Summary: Caribbean telecom provider, Digicel, published 1Q24 (June-end) preliminary figures. Revenue increased by 2% q/q mainly driven by the FX appreciati...

07/21/23 - BCP Research: First Bank of Nigeria (FBNNL -/B-/B-) sound 2Q23 results - Maintain 'Outperform'

Summary: Nigeria-based First Bank of Nigeria reported sound 2Q23 results. Net income grew by almost 3x q/q due to high results from financial instruments, ...

07/19/23 - BCP Research: Kernel (KERPW --- - /SD/CC) --- Recent Developments

Summary: On July 19, 2023, the Russian Federation (RF) launched a series of missile strikes against the port infrastructure in Odesa (Ukraine) and neighbor...

07/19/23 - BCP Research: Capex (CAPXAR -/CCC-/B-) FY23 results

Summary: Argentine electricity generator CAPEX released its FY23 results (period ended April 2023). Revenue in real terms grew 9% pushed by the oil and gas...

07/18/23 - BCP Research: America Movil (Baa1/A-/A-) 2Q23 Earnings – Stable

Summary: Mexico's Telecom giant, America Movil, reported stable 2Q23 earnings yet it missed consensus. Revenue increased by 2% q/q in USD terms driven by t...

07/18/23 - BCP Research: Light (LIGTBZ: -/-/C) Restructuring Proposal Submitted - Maintain LIGTBZ 26s as "Positive"

Summary: Last Friday, Light submitted its initial restructuring proposal to creditors. The plan sets an official starting point for the negotiations to tak...

07/17/23 - BCP Research: Usina Coruripe (CORURI: B1/B-/B-) 4Q23 Results – Sound

Summary: Brazilian sugar and ethanol producer Usina Coruripe reported sound 4Q23 (March-end) results. Revenue increased by 29% y/y driven by the sugar segm...





# RESEARCH NOTES

07/12/23 - BCP Research: Damac (DAMACR --- - /BB- /-) --- 1Q23 Financial Results --- Strong

Summary: Damac (-/BB- /-), Dubai-based real estate developer, posted strong 1Q23 financial results. Revenue increased 56% q/q thanks to further improvement...

07/12/23 - BCP Research: Interpipe (INTHOL --- - /-/CCC) --- 1Q23 Financial Results --- Solid; Maintain 'Positive'

Summary: Interpipe (- /- /CCC), Ukraine's leading producer of steel pipes and railway products, posted solid 1Q23 financial results. Although the company's...

07/07/23 - BCP Research: Energo-Pro (ENGPRO --- - /B+/BB-) --- Initial Thoughts on the Credit

Summary: Czech-based Energo-Pro a.s. (-/ B+/BB-) is a private energy generator and a distributor and supplier of electricity in the Black Sea region. The c...

07/06/23 - BCP Research: Kernel (KERPW --- - /SD/CC) --- 3Q23 IFRS Results --- Softer

Summary: Kernel (-/SD/CC) posted softer 3Q23 (March 2023-end) IFRS financial results and did not have an investor call. Kernel's revenue declined 33% q/q o...

07/06/23 - BCP Research: Digicel (DLLTD) Signed RSA and 4Q23 (March End) Results - Weak

Summary: Last week, Digicel signed and RSA with a Steering Committee and a Crossover AdHoc Group of DL/DIFL (Caribbean business) debt holders and reported ...

07/05/23 - BCP Research: Lithium Americas (LACCN -/-/-) News on Business Separation

Summary: Lithium Americas Corp. (LACCN) released further news related to the separation process. Recall that in May 2023, the Board made a unanimous decisi....

07/05/23 - BCP Research: Avia Solutions Group (AVIASG --- - /BB-/BB) --- 1Q23 IFRS Results --- Weak

Summary: Avia Solutions Group (-/BB-/BB), a leading European aviation services provider, reported another weak quarter. The company's 1Q23 revenue declined...

07/05/23 - BCP Research: Auna (AUNASA -/B/B) 1Q23 Results – Positive

Summary: Latam healthcare service provider, Auna, reported positive 1Q23 earnings. Revenue in USD increased by 14% q/q and 84% y/y primarily due to the con....

07/03/23 - BCP Research: Georgian Railway (GRAIL - -/BB-/BB-) --- 1Q23 Financial Results --- Weaker

Summary: Saqartvelos Rkinigza (- /BB- /BB-), the state-owned national railway company of the Republic of Georgia, released simultaneously 4Q22 and 1Q23 fin...



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"Market Outperform" – The bond's total return is expected to exceed the total return of the VanEck Emerging Markets High Yield Bond ETF ('EMLH 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.

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

"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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