
BCP SECURITIES

RECENT REPORTS

SEPTEMBER 2018

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LATEST REPORTS RELEASED



BCP RESEARCH: HIGH OCTANE PRIORITY LIST
24th SEPTEMBER - 229 PAGES

MEXICO HIGH YIELD FINANCIALS
4th SEPTEMBER - 22 PAGES

48 RESEARCH NOTES SENT ON THE MONTH



RESEARCH NOTES



9/28/2018- BCP Research: Black Sea T&D Bank (BSTDBK --- A2/A/-) --- 1H18 IFRS Results --- Notable Improvement

Summary: On September 24, 2018, Black Sea Trade & Development Bank (A2/A/-) published its 1H18 IFRS results (the bank reports semi-annually), which demonstrate a notable improvement as the bank ended ...

9/27/2018- BCP Research: Borets (BORFIN --- Ba3/BB-/BB-) --- 1H18 IFRS Results --- Higher Expenses, Lower EBITDA

Summary: On September 26, 2018, Borets (Ba3/BB-/BB-) released its 1H18 FRS financials and held a conference call; the company also repaid the remaining US\$133 mm...

9/25/2018- BCP Research: Evergrande to Major Shareholder in Holdco of China Grand Automotive

Summary: Chinese property developer China Evergrande Group (EVERRE) entered an agreement with Xinjiang Guanghui Industry Investment (Group) Co., Ltd. ("Guanghui group")...

9/24/2018- BCP Research: High Octane Priority List - September 2018 Edition

Summary: Our BCP High Octane Priority List picks declined on average 2% vs. a 7% decline in the Emerging Market Equity ETF since our October 2017 edition. Yet our returns...

9/21/2018- BCP Research: Offshore Drilling Holding (ODHGPR -/CCC-/CC) Positive Contract Cancellations, Maintain Neutral

Summary: Mexican oil rig operator, Offshore Drilling Holding (ODH) reached a settlement agreement with Pemex related to cancellation of two rig drilling contracts...

9/21/2018- BCP Research: Odebrecht (ODBR: Caa2/CCC/CC) 1H18 Results - Negative

Summary: Brazilian distressed engineering and construction company, Odebrecht, released negative 1H18 results with continued cash burn and high leverage...

9/20/2018- BCP Research: Industrias Unidas (UNIDAS - / - / -) 2Q18 Earnings Release - Strong, Reiterate Positive

Summary: Mexican copper products manufacturer, Industrias UNIDAS, released strong 2Q18 earnings. Revenues rebounded sequentially with higher volumes...

09/19/2018- BCP Research: Health and Happiness International Holdings Ltd (BTSDf Ba3/BB/-) - Positive 1H18 results

Summary: China vitamin and baby nutrition manufacturer Health and Happiness (H&H) International Holdings Ltd ("H&H") released positive...

9/18/2018 - BCP Research: Chandra Asri Petrochemical Tbk PT (TPIAJ Ba3/B+/BB-) - Mixed 2Q18 results

Summary: Indonesia's largest petrochemical company, Chandra Asri Petrochemical Tbk PT ("CAP") released mixed 2Q18 results...

9/18/2018- BCP Research: IMH (IMH --- B2/B/B) --- Consent Solicitation --- Re-sending

Summary: Today (September 17, 2018), reports appeared in local media, which were confirmed by the company...



RESEARCH NOTES



9/17/2018 - BCP Research: IMH (IMH --- B2/B/B) --- Consent Solicitation

Summary: Today (September 17, 2018), reports appeared in local media that IMH Group announced a buy back on the US\$500 mm IMHRUS 22s Eurobonds...

9/17/2018 - BCP Research: Lukoil (LUKOIL --- Baa3/BBB/BBB+) --- 2Q18 IFRS Results --- Above Expectations

Summary: On August 30, 2018, Lukoil released its 2Q18 IFRS results, which came in slightly above expectations...

9/17/2018 - BCP Research: Gazprom (GAZPRU --- Baa3/BBB-/BBB-) --- 2Q18 IFRS Results --- Profitability Surpasses the Estimate

Summary: On August 29, 2018, Gazprom, Russia's natural gas behemoth, released its 2Q18 IFRS financial results with profitability surpassing expectation as EBITDA came in 4.6% above the Bloomberg estimate...

9/17/2018 - BCP Research: Sibur (SIBUR --- Baa3/-/BB+) --- 2Q18 IFRS Results --- Sound

Summary: On August 7, 2018, Sibur, Russia's petrochemical company, announced its sound 2Q18 IFRS financial results – both...

9/17/2018 - BCP Research: Rosneft (ROSNRM --- Baa3/BB+/-) --- 2Q18 IFRS Results --- Better Than Expected

Summary: On August 7, 2018, Rosneft, Russia's largest oil company, released its better than expected 2Q18 IFRS financial results...

9/17/2018 - BCP Research: Dr Peng Telecom & Media Group Co Ltd (CHEDRP Ba3/BB/-) - Mixed 2Q18 results, management turnover

Summary: China broadband service provider Dr Peng Telecom & Media Group Co Ltd ("Dr Peng") released mixed 2Q18 results. Revenue and EBITDA...

9/14/2018 - BCP Research: Vostochny Bank (VOSEXP --- B3/-/-) --- 2Q18 IFRS Results --- Sequentially Weaker Profitability

Summary: On September 4, 2018, Vostochny Bank (B3/-/-), Russia's 33rd largest bank in terms of assets, posted its 2Q18 IFRS results (in Russian only)...

9/13/2018 - BCP Research: Sovcomflot (SCFRU --- Ba2/BB/BB) --- 2Q18 IFRS Results --- Good

Summary: On August 29, 2018, Sovcomflot, Russia's largest state shipping company, posted good 2Q18 IFRS results with both revenue and EBITDA gaining on an annual basis...

9/12/2018 - BCP Research: Eurotorg (EUROTG --- -/B-/B-) --- 1H18 IFRS Results --- Solid

Summary: On September 11, 2018, Eurotorg, the largest grocery retail chain in Belarus, reported solid 1H18 IFRS results (the company reports...

9/11/2018 - BCP Research: China Grand Automotive Services Co Ltd (CHGRAU -/-/-) - mixed 1H18 results

Summary: China car retailer China Grand Automotive Services Co Ltd ("Grand Auto") released mixed 1H18 results. Revenue and EBITDA increased by double digits y/y...



RESEARCH NOTES



9/11/2018- BCP Research: 361 Degrees International Ltd. (DEGREE -/BB/BB) - negative 1H18 results

Summary: China sportswear manufacturer 361 Degrees International Ltd. ("361") released negative 1H18 earnings. EBITDA dropped slightly y/y...

9/11/2018 - BCP Research: MIE Holdings Corporation (MIEHOL - / CC / C) - Positive 1H18 Results - remain 'Neutral'

Summary: Chinese oil and gas E&P, MIE Holdings Corporation ("MIEHOL"), released positive 1H18 results. Revenue and reported adj EBITDA soared h/h, as the company...

9/10/2018 - BCP Research: AlphaCredit (ALPHSA B1 / B+ / -) 2Q18 Earnings Release - Mixed, Higher Loans with Higher Debt

Summary: Mexican payroll lender AlphaCredit reported mixed 2Q18 earnings. The total loan portfolio increased by 12% q/q from strong payroll...

9/10/2018 - BCP Research: Industrias Metalurgicas Pescarmona (IMPISA - / - / -) 2Q18 results - downgrade to 'Neutral'

Summary: Argentine turbine and power equipment manufacturer IMPISA reported 2Q18 results, the first ones following its debt restructuring. Activity ...

9/07/2018 - BCP Research: VEB (VEBBNK --- Ba1/BBB-/BBB-) --- 2Q18 IFRS Results --- Weak

Summary: On August 24, 2018, VEB (Ba1/BBB-/BBB-), Russia's state development bank, published weak 2Q18 IFRS results continuing ...

9/07/2018 - BCP Research: YASAR HOLDING (YASAR Caa1/-/B-) neutral 2Q18 results

Summary: Turkish consumer company Yasar Holding reported neutral 2Q18 results. Revenue and EBITDA jumped y/y in TRY, while growing at single ...

9/07/2018 - BCP Research: Cresud (CRESAR -/-/-) neutral 4Q18 results

Summary: Argentine agribusiness and holding company Cresud reported neutral 4Q18 results (Cresud fiscal year ends in June). With no dividends...

9/06/2018- BCP Research: RusAgroBank (RSHB --- Ba2/-/BB+) --- 2Q18 IFRS Results --- Sequentially Weaker

Summary: On August 29, 2018, RusAgroBank, Russia's 4th largest state bank by assets size, published its 2Q18 IFRS results: on a semi-annual basis...

9/06/2018 - BCP Research: Gazprombank (GPBRU --- Ba2/BB+/BB+) --- 2Q18 IFRS Results --- Profitability Offset by Growing Opex

Summary: On August 29, 2018, Gazprombank, Russia's 3rd largest bank by assets, announced 2Q18 IFRS results: the bank posted a 2Q18 ...



RESEARCH NOTES



9/06/2018 - BCP Research: China Evergrande Group (EVERRE B2/B/B-) - Positive 1H18 Results

Summary: China real estate developer China Evergrande Group ("EVERRE") released positive 1H18 preliminary results. Both revenue and EBITDA more than doubled...

9/06/2018 - BCP Research: Credivalores (CREDVA -/B+/B+) soft 2Q18 results

Summary: Colombian non-bank consumer lender, Credivalores, reported soft 2Q18 results. NIM contracted and provisions increased, leading to a 71% sequential ...

9/06/2018 - BCP Research Note: Otkritie Bank (NMOSRM --- B1/-/-) --- 1H18 IFRS Results --- Decent

Summary: Otkritie Bank, Russia's 8th largest state bank by assets size, quietly posted its 1H18 IFRS results (signed on August 17, 2018...

9/06/2018 - BCP Research: Unigel (UNIGEL - / B+ / B+) 2Q18 Earnings – Mixed

Summary: Brazilian petrochemical company, Unigel, reported mixed 2Q18 results. Overall revenues increased sequentially in line with international reference ...

9/06/2018 - BCP Research: United Bank for Africa (UBANL B2/B/B) mixed 2Q18 results

Summary: Nigeria's United Bank for Africa reported mixed 2Q18 results. Asset quality deteriorated, as NPLs increased 50bps q/q to 7.2%. Lower ...

9/06/2018 - BCP Research: IRSA Propiedades Comerciales (IRCPAR -/B/B+) mixed 4Q18 results

Summary: IRSA Propiedades Comerciales reported mixed 4Q18 results (IRSA fiscal year ends in June). Revenue lagged inflation levels, increasing results...

9/06/2018 - BCP Research: Petrotrin (PETRTT B1/ BB/ -): Discerning the Pathway Forward

Summary: Petrotrin 19s have dropped nearly five points since the company reported plans to close its refinery business. All signs point to a government ...

9/05/2018 - BCP Research: Kaisa Group Holdings Limited (KAISAG) - mixed 1H18 Results

Summary: China property developer, Kaisa Group Holdings Limited ("Kaisa") released mixed 1H18 preliminary results. Revenue and EBITDA decreased h/h by double digits ...

9/04/2018 - BCP Research: IMH Group (IMHRUS --- B2/B/B) --- 1H18 IFRS Results --- Solid

Summary: Recently (August 23, 2018), IMH Group (B2/B/B), a pig iron and coke producer with main production assets in Russia, posted solid 1H18 IFRS results...



RESEARCH NOTES



9/04/2018 - BCP Research: KIO Networks (KIONET B1 / BB- / -) 2Q18 Earnings Release – Mixed, Higher EBITDA and FCF Burn

Summary: Mexican IT services company, KIO Networks, released mixed 2Q18 earnings. EBITDA increased by double digits both y/y and sequentially...

9/04/2018 - BCP Research: Banco BTG (BTGPBZ - Ba2/ - /BB-) 2Q18 - sound results

Summary: Banco BTG (BTGPBZ) reported sound 2Q18 results. Top line improvements pushed by investment banking and asset management ...

9/04/2018 - BCP Research: Eldorado (ECELUP: -/B-/B) Acquisition falling through

Summary: Today, after expiration of the closing deadline, J&F announced it exercised the right to terminate the agreement ...

9/04/2018 - BCP Research: Russian Railways (RAILRU --- Baa3/BBB-/BBB-) --- 1H18 Financial Results --- Sound

Summary: On August 29, 2018, Russian Railways, Russia's natural railway transportation monopoly, published (in Russian only) its 1H18 ...

9/04/2018 - BCP Research: Cencosud (CENSUD: Baa3/-/BBB-) - 2Q18 - Neutral Results

Summary: Latin-American retail conglomerate, Cencosud, released neutral 2Q18 earnings. Results were negatively impacted by the depreciation of ...

9/04/2018 - BCP Research: *New Report Available* Mexico High Yield Financials

Summary: Within our EM High Yield coverage universe, Mexico has a unique concentration of non-bank lenders. We have remained cautious on these names ...

9/03/2018 - BCP Research: Georgian Oil & Gas (GEOROG --- -/B+/BB-) --- 1H18 Financial Results --- Leverage Creeping Up

Summary: On August 31, 2018, Georgian Oil & Gas Corp (GOGC), the Republic of Georgia's state company, posted its 1H18 unaudited financial ...

9/03/2018 - BCPBCP Research: Sistema (AFKSRU --- -/B+/BB-) --- 2Q18 Financial Results --- EBITDA Surpasses the Estimate

Summary: On August 30, 2018, Sistema, Russia's leading diversified holding company, announced its 2Q18 IFRS results and held a ...

9/03/2018 - BCP Research: DTEK (DTEKUA --- Ca/-/-) --- 2Q18 Financial Results --- Sequential EBITDA Decline

Summary: On August 31, 2018, DTEK, Ukraine's largest utility and a member of SCM Group, released its abbreviated 2Q18 financial ...

9/03/2018 - BCP Research: Metinvest (METINV --- Caa1/B-/B) --- May & June 2018 Reports and Prelim. 2Q18 Financial Results --- Solid; 'Market Outperform'

Summary: Last week, Metinvest (Caa1/B-/B), posted in quick succession its monthly updates for May and June 2018, which allowed ...



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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.

"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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