
BCP SECURITIES

RECENT REPORTS

SEPTEMBER 2019

BEN HOUGH, HEAD OF CORPORATE RESEARCH
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LATEST REPORTS RELEASED

PEMEX: TURNING THE CORNER
30th SEPTEMBER - 29 PAGES

ARGENTINA, BACK TO THE FUTURE ?
16th SEPTEMBER – 24 PAGES

HIGH YIELD EMERGING MARKET SOVEREIGNS
23rd SEPTEMBER – 48 PAGES

39 RESEARCH NOTES SENT IN SEPTEMBER



RESEARCH NOTES



09/30/2019- BCP Research: DTEK (DTEKUA --- Caa2/-/C) --- 2Q19 Financial Results --- Weak

Summary: On September 27, 2019, DTEK Energy (Caa2/ - /C), Ukraine's largest utility and a member of SCM Group, announced weak 2Q19 financial results ...

09/27/2019- BCP Research: Avianca (PFAVHC -/CCC*/-C) - NY Court Rules in Favor of Kingsland (Kingsland vs. Efromovich), Maintain 'Positive'

Summary: Today Avianca disclosed that in a hearing held in New York State between Kingsland Holdings Limited ("Kingsland") and ...

09/27/2019- BCP Convertible Research: Gol (GOLLBZ: /B-/B+) - If the Shoe Fits... Delta Exits minority stake in Gol, AA the Eligible Bachelor - Maintain 'Outperform'

Summary: Yesterday, minority Gol shareholder, Delta, announced it would sell its stake in Gol and acquire a 20% stake in LATAM. The news comes as...

09/26/2019- BCP Research: Avianca (PFAVHC -/CCC*/-C) - Participation Deadline Extended to October 10th, Maintain 'Positive'

Summary: Avianca has once again announced the extension of its Early Participation Deadline to October 10th 2019...

9/26/2019- BCP Research: O1 Properties (OPRORU --- B3/CCC/-) --- 1H19 IFRS Results --- Sequential Improvement, But...

Summary: On September 23, 2019, O1 Properties (B3/CCC/ -), Russian real estate investment company, posted sequentially improved 1H19 IFRS results...

09/26/2019- BCP Research: Borets (BORFIN --- Ba3/BB-/BB-) --- 1H19 IFRS Results --- Weak, First Look

Summary: On September 26, 2019, Borets (Ba3/BB-/BB-) posted weak 1H19 IFRS results. The company's revenue declined 15% y/y and...

09/23/2019- BCP Convertible Research: Sibanye-Stillwater (SGLSJ Ba3/B+/-) - 1H19 Results & Initial Thoughts, Upgrade to 'Positive'

Summary: Sibanye-Stillwater ("Sibanye") is a platinum group metals ("PGM") and gold mining company with operations in both South Africa and the United States...

09/20/2019- - BCP Research: Development Bank of Belarus (DBBYRB --- - /B/B) --- 1H19 IFRS Results --- Solid

Summary: On September 20, 2019, The Development Bank of the Republic of Belarus (- /B/B), announced solid 1H19 IFRS results...

09/20/2019- BCP Research: Kaisa Group Holdings Limited (KAISAG B2/-/B) - Positive 1H19 Preliminary Results

Summary: China residential property developer, Kaisa Group Holdings Limited ("Kaisa") released positive 1H19 preliminary results...

09/20/2019- BCP Research: Global Ports (GLPRLI --- Ba3/-/BB+) --- 1H19 IFRS Results --- Sound

Summary: On September 20, 2019, Global Ports (Ba3/-/BB+), Russia's leading container terminal operator, posted sound 1H19 IFRS results...



RESEARCH NOTES



09/19/2019- BCP Research: Sovcombank (SOVCOM --- Ba3/BB-/BB) --- Initial Thoughts

Summary: On September 18, 2019, information appeared that Sovcombank (Ba3/BB-/BB), Russia's 14th largest bank by asset size, plans to hold investor meetings...

09/18/2019 - BCP Research: Alliance Oil (VOSTOK --- -/NR/WD) --- 2Q19 IFRS Results --- Weak

Summary: On September 13, 2019, Alliance Oil, a Russia-based private oil producer and refiner, issued weak 2Q19 IFRS financial results...

09/17/2019 - BCP Research: Metinvest (METINV --- B3/B/BB-) --- Rating Upgrade

Summary: On September 17, 2019, S&P and Fitch upgraded their respective ratings of Metinvest. S&P upgraded the company's credit rating and its issue ratings...

09/17/2019 - BCP Research: Unicomer (UNICMR -/BB-/BB-) 1Q20 Earnings - Weak, Impacted by IFRS 16

Summary: Central American and Caribbean retailer and financial services provider, Grupo Unicomer, reported weak 1Q20 earnings...

09/17/2019 - BCP Research: Anton Oilfield Services Group (ANTOIL B1/-/B) - Positive 1H19 Results

Summary: Chinese oil & gas service provider, Anton Oilfield Services Group ("Antoil"), released positive preliminary 1H19 earnings...

09/17/2019- BCP Research: Capital Controls Impact on Argentine USD Local Law Bonds

Summary: Yesterday, Argentine Central Bank issued a communication (A 6782) excluding the National Treasury from capital controls that impact local law bond payments...

09/17/2019 - BCP Research: Metinvest (METINV --- B3/B-/B+) --- 2Q19 Results --- Sequentially Improved; Tender Offer for 2023s

Summary: On September 16, 2019, Metinvest (B3/B-/B+) released its sequentially improved 2Q19 results. Revenue declined on an annual basis...

09/16/2019 - BCP Research: Oi (OIBRBZ: -/B-) - Telecom Bill Approval

Summary: Last week, the telecom bill reform, which modernizes the sector's framework, was approved in the upper and lower houses...

09/16/2019 - BCP Research: KIO Networks (KIONET B1/BB-/B-) 2Q19 Earnings – Neutral

Summary: Mexican IT services company, KIO Networks, released neutral 2Q19 earnings. Revenue decreased q/q due to early-stage new projects...



RESEARCH NOTES



09/13/2019 - BCP Research: China Evergrande Group (EVERRE B2/B/B+) - Negative Preliminary 1H19 Results

Summary: China residential property developer China Evergrande Group ("EVERRE") released negative 1H19 preliminary results...

09/12/2019 - BCP Research: Avianca (PFAVHC -/CCC*/-C) - Threshold met for US\$250 mm UAL/Kingsland financing, maintain 'Positive'

Summary: In a separate statement this morning, Kingsland and United affirmed the company had achieved sufficient participation (86.4%) required for...

09/12/2019 - BCP Research: Cencosud (CENSUD: Baa3/BBB-) - Tender Offer Announced

Summary: Today, Latin-American retail conglomerate, Cencosud, announced a cash tender offer, for up to US\$900mm...

09/12/2019 - BCP Research: Avianca (PFAVHC -/CCC*/-C) - Extension of Early Participation Deadline, Maintain 'Positive'

Summary: Avianca announced this morning that it will extend its Early Participation Deadline to September 25th 2019...

09/12/2019 - BCP Research: Capex (CAPXAR -/B-/CCC+) mixed 1Q20 results

Summary: Argentine electricity generator and oil and gas upstream company Capex reported mixed 1Q20 results...

09/11/2019 - BCP Research: AK Bars Bank (AKBARS --- B1/-/-) --- 1H19 IFRS Results --- Net Profit is Weaker Sequentially

Summary: Recently, AK Bars Bank (B1/-/-), Russia's 19th largest bank by asset size and a leading financial institution of the Republic of Tatarstan...

09/11/2019 - BCP Research: Transkapitalbank (TRACAP --- B3/-/-) --- 2Q19 IFRS Results --- Sequential Improvement

Summary: On September 9, 2019, Transkapitalbank (B3/-/-), Russia's 49th largest bank by asset size, posted its 2Q19 IFRS financials (in Russian only)...

09/11/2019 - BCP Research: Pemex (PEMEX Baa3/BBB+/BB+) Reiterate Market Overweight on Quasi-Sovs

Summary: Today, Pemex announced a US\$5bn equity capitalization from the Federal Government, effectively raising the total support measures to US\$9.5 bn YTD...

09/11/2019 - BCP Research: IRSA Propiedades Comerciales (IRCPAR -/B/B+) Soft 4Q19 Results

Summary: Argentine REIT IRSA Commercial Properties reported soft 4Q19 results (for the fiscal year ending June 2019)...

09/23/2019 - BCP Convertible Research: Huazhu Hotels Group (HTHT): - 2Q19 Results, Neutral

Summary: Chinese hotel operator, Huazhu Hotels Group ("Huazhu"), released 2Q19 earnings showing modest y/y and sequential growth in revenue and Adjusted EBITDA...



RESEARCH NOTES



09/10/2019 - BCP Research: Grupo Idesa (IDESA -/CCC/CCC) 2Q18 Earnings - Neutral, updated Fair Value

Summary: Mexican petrochemical company, Grupo IDESA, released neutral 2Q19 earnings...

09/10/2019 - BCP Convertible Research: Petropavlovsk (POGLN - /B-/B-) - 1H19 Results, Solid - Attractive Outright Convert

Summary: On September 10, 2019, Petropavlovsk (-/B-/B-), a Top-5 Russian gold miner, posted solid 1H19 financial results generally in line with the Bloomberg estimate...

09/10/2019 - BCP Research: Dr Peng Telecom & Media Group Co Ltd (CHEDRP Caa1/-/-) - Reply to Regulator's Inquiry - Maintain "Positive" rating

Summary: On Sept 3, Dr Peng Telecom & Media Group Co Ltd ("Dr Peng") replied to the inquiry of the Shanghai Stock Exchange, releasing more details about...

09/10/2019 - BCP Research: PrivatBank (PRBANK --- Caa2/WD/B-) --- 2Q19 IFRS Financials --- Net Profit is 40% Up Sequentially

Summary: In the second half of August 2019, PrivatBank, Ukraine's largest bank, posted its 1H19 IFRS Financials (in Ukrainian only)...

09/09/2019 - BCP Research: USJ (USJACU: /CCC-) 1Q20 Results - Improved First Read

Summary: Brazilian sugar and ethanol company, USJ, released improved 1Q20 results...

09/09/2019 BCP Research: GTLK (GTLKOA - Ba1/BB/BB+) - 1H19 IFRS Results - Expansion Continues

Summary: On August 30, 2019, GTLK, a Russian state-owned leasing company, posted 1H19 IFRS financials...

09/09/2019 - BCP Research: Rede D'Or (RDEDOR: /BB) 2Q19 Results - Sound

Summary: Brazilian private hospital company, Rede D'Or, released sound 2Q19 financial results...

09/09/2019 - BCP Research: Russian Railways (RAILRU --- Baa2/BBB-/BBB) --- 1H19 Financial Results --- Solid

Summary: On August 30, 2019, Russian Railways (Baa2/BBB-/BBB), Russia's national railway transportation monopoly, posted 1H19 IFRS results...

09/09/2019 - BCP Research: Gazprom (GAZPRU --- Baa2/BBB-/BBB) --- 2Q19 IFRS Results --- Neutral

Summary: On August 29, 2018, Gazprom, Russia's state owned natural gas producer, released neutral 2Q19 financial results...

09/06/2019 - BCP Research: MHP (MHPSA --- -/B/B) --- 2Q19 IFRS Results --- Sequentially Improved EBITDA

Summary: On September 6, 2019, MHP, Ukraine's largest poultry producer, released (after postponing twice) its 2Q19 IFRS results...



RESEARCH NOTES



09/06/2019 - BCP Research: Russian Standard Bank (RUSB) --- 2Q19 IFRS Financials --- Sequentially Stronger

Summary: On August 30, 2019, Russian Standard Bank (RUSB), posted its 2Q19 IFRS financials (unaudited), in Russian only...

09/05/2019 - BCP Research: Odebrecht (ODBR: -/C) - Further new on initial agreement - Directionally Positive, Remain 'Neutral'

Summary: Recent reports have further detailed ODBRs negotiated agreement with bondholders, which allegedly has the approval of 45% of creditors...

09/05/2019 - BCP Research: Cencosud (CENSUD: Baa3/BBB-) - 2Q19 Mixed Results

Summary: Latin-American retail conglomerate, Cencosud, released mixed 2Q19 earnings...

09/05/2019 - BCP Research: Caixa Econômica Federal (CAIXBR - /BB-) Sound 2Q19 Results

Summary: Brazilian government owned bank, Caixa Econômica Federal (CAIXBR), reported sound 2Q19 results...

09/05/2019 - BCP Research Note: Otkritie Bank (NMOSRM --- Ba2/-/-) --- 2Q19 IFRS Results --- Sequentially Weaker

Summary: Recently, Otkritie Bank, Russia's 7th largest state bank by assets, posted its 2Q19 IFRS results (in Russian only)...

09/04/2019 - BCP Research: Grupo Embotellador Atic (AJECBV: /B/B) 2Q19 Results - Strong

Summary: Peruvian bottler, Grupo Embotellador Atic, released 2Q19 results showing strong y/y performance at both its core LatAm and consolidated operations...

09/04/2019 - BCP Research: Sovcomflot (SCFRU --- Ba1/BB+/BB+) --- 2Q19 IFRS Results --- Improved Net Leverage

Summary: On August 29, 2019, Sovcomflot (Ba1/BB+/BB+), Russia's largest state shipping company, posted weak IFRS results...

09/04/2019 - BCP Research: VEB (VEBBNK --- Ba1/BBB-/BBB-) --- 2Q19 IFRS Results --- In the Red, Yet Capitalization Improved

Summary: On August 29, 2019, VEB (Ba1/BBB-/BBB-), Russia's state development bank, posted abbreviated 2Q19 IFRS results...

09/04/2019 - BCP Research: Vostochny Bank (VOSEXP) --- 2Q19 IFRS Results --- Lower Net Profit

Summary: On August 29, 2019, Vostochny Bank, Russia's 33rd largest bank in terms of assets, published (in Russian only) its 2Q19 IFRS results...

09/03/2019 - BCP Research: Fidelity Bank (FIDBAN -/B-/B-) mixed 2Q19 results - reaffirm Outperform

Summary: Nigeria-based Fidelity Bank reported mixed 2Q19 results. NPLs deteriorated 50bps q/q to 5.4%, with the bank reaffirming guidance of below 6.0% for the year...



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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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