



CAPITAL RESTRUCTURING PERSPECTIVES

*Quarterly Update
First Quarter 2020*



RESTRUCTURING • INVESTMENT BANKING • DISTRESSED ASSET SUPPORT SERVICES

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Q1 2020 Highlights

May 2020

To the Friends and Clients of SOLIC Capital Advisors (“SCA”):

We are pleased to share with you the SOLICConnect Capital Restructuring Perspectives quarterly update which includes perspectives relevant to restructuring and bankruptcy professionals, attorneys, workout groups, distressed debt investors, and other interested parties in the capital restructuring space.

In this edition, we provide perspectives on the restructuring market during the first quarter of 2020 which include:

- By the end of 2020, Moody’s and S&P are projecting default rates of 13.4% and 10.0%, respectively, levels not seen since 2009. According to Moody’s, the deterioration in credit conditions is the result of the confluence of the coronavirus outbreak, falling oil prices, and mounting recessionary conditions, which combined have created severe and extensive credit shocks across many sectors.
- The longest economic expansion in U.S. history came to an abrupt end in March, upending a record credit cycle during which the U.S. leveraged loan asset class doubled in size and became a dominant player in the capital markets.
- The S&P/LSTA Leveraged Loan Index plunged by 12.37% in March, the second steepest monthly decline in the 23-year history of the Index.
- The market saw a slew of amendments affording issuers added financial flexibility, some of which included new sponsor capital.
- Beyond amendments, middle market borrowers attempted to preserve liquidity by drawing down on revolvers and deferring facility rents and operating leases.
- Lenders have in certain instances demonstrated a willingness to offer up PIK interest in lieu of cash interest, relaxing cash sweep rules, allowance for the rewrite of EBITDA definitions, extending financials reporting deadlines, and waiving audit requirements.
- Direct lenders’ tolerance for leverage has decreased. For lenders with more than \$20 million in EBITDA, total debt/EBITDA fell to 4.0–5.0x from 4.5–6.0x in late 2019. Aggressive use of EBITDA add-backs impacts roughly two-thirds of middle market debt outstanding. This is resulting in actual leverage levels likely higher than the average reported leverage ratios.
- In the middle market, loan issuance all but ceased as the first quarter drew to a close. Markets turned volatile as COVID-19 widened into a pandemic and stalled activity globally.

We welcome your comments and hope you find our SOLICConnect report informative.

Raoul Nowitz
Managing Director
rnowitz@soliccapital.com

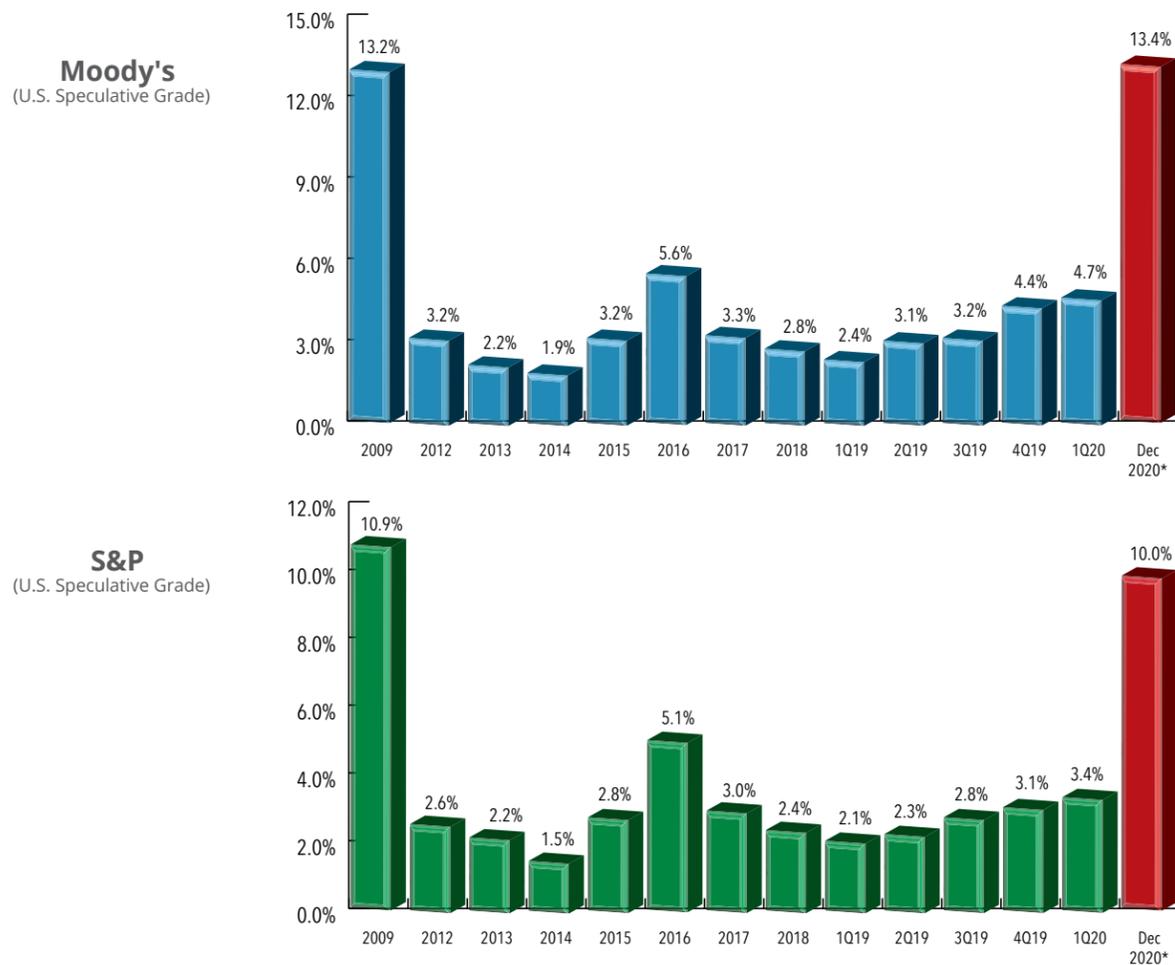
Neil F. Luria
Head of Restructuring
Senior Managing Director
nluria@soliccapital.com

Edward R. Casas
Chairman & CEO
Senior Managing Partner
ecasad@soliccapital.com

Perspectives

Defaults and Distress: As shown in the chart below, by the end of 2020, Moody's and S&P are projecting default rates of 13.4% and 10.0%, respectively, levels not seen since 2009. According to Moody's, the deterioration in credit conditions is the result of the confluence of the coronavirus outbreak, falling oil prices, and mounting recessionary conditions, which combined have created severe and extensive credit shocks across many sectors.

Comparative Default Rates



* Forecast
Note: 2014 default rates from Moody's and S&P exclude EFH



The longest economic expansion in U.S. history came to an abrupt end in March, upending a record credit cycle during which the U.S. leveraged loan asset class doubled in size and became a dominant player in the capital markets.

The S&P/LSTA Leveraged Loan Index plunged by 12.37% in March, the second steepest monthly decline in the 23-year history of the Index. Before COVID-19 swept the globe, the top three biggest losses for loans were during the global financial crisis following the Lehman Brothers bankruptcy in September 2008. Middle market loan default rates are likely to rise for virus exposed industries.

The market saw a slew of amendments affording issuers added financial flexibility, some of which included new sponsor capital. Amendments have reflected a range of options to help borrowers preserve cash, including pay-in-kind interest, delaying amortization payments, and reclassifying historical prepayments.

Beyond amendments, middle market borrowers attempted to preserve liquidity by drawing down on revolvers and deferring facility rents and operating leases. Many companies furloughed employees or closed operations.

Among other tools in their arsenal to boost liquidity, lenders have demonstrated a willingness to offer up reduced cash interest, allowing borrowers to pay in-kind. Additionally, lenders have agreed to relax cash sweep rules in certain instances that require sponsors to repay debt with excess cash in a given quarter. In certain cases, lenders have allowed borrowers to rewrite definitions of EBITDA, extending financials reporting deadlines and waiving audit requirements, giving borrowers breathing room.

Direct lenders' tolerance for leverage has decreased. For lenders with more than \$20 million in EBITDA, total debt/EBITDA fell to 4.0–5.0x from 4.5–6.0x in late 2019. Aggressive use of EBITDA add-backs impact roughly two-thirds of middle market debt outstanding. This is resulting in actual leverage levels likely higher than the average reported leverage ratios.

Perspectives

Companies backed by private equity sponsors and their private credit lenders are gearing up for negotiations about how to bridge revenue losses from coronavirus-related shutdowns. Lawyers are combing through loan covenants to identify how both sides may try to boost liquidity — including interest rate cuts, equity infusions, or added leverage. Conversations between sponsors and lenders in the early days of the pandemic were largely collegial and constructive. The crisis has highlighted the benefits of direct lending relative to the broadly syndicated loan from an efficiency perspective, namely allowing borrowers to negotiate with one or a handful of lenders, instead of a broader base of lenders.

Loan Issuance: The first quarter of 2020 was a period of extremes in the U.S. leveraged loan market. The year got off to a blistering start, as spreads snapped tighter and new-issue volume spiked to three-year highs. Issuers tapped the market opportunistically to address existing debt, and repricing volume tested its all-time peak. By early February, the market showed signs of balancing out, then spiraled downward through March and into quarter-end as the economic consequences of the spreading coronavirus sent repeated shock waves through financial markets.

In the middle market, loan issuance all but ceased as the first quarter drew to a close. Markets turned volatile as COVID-19 widened into a pandemic and stalled activity globally.

Recent Representative Transaction

Sale of Portfolios of Mortgage Loans



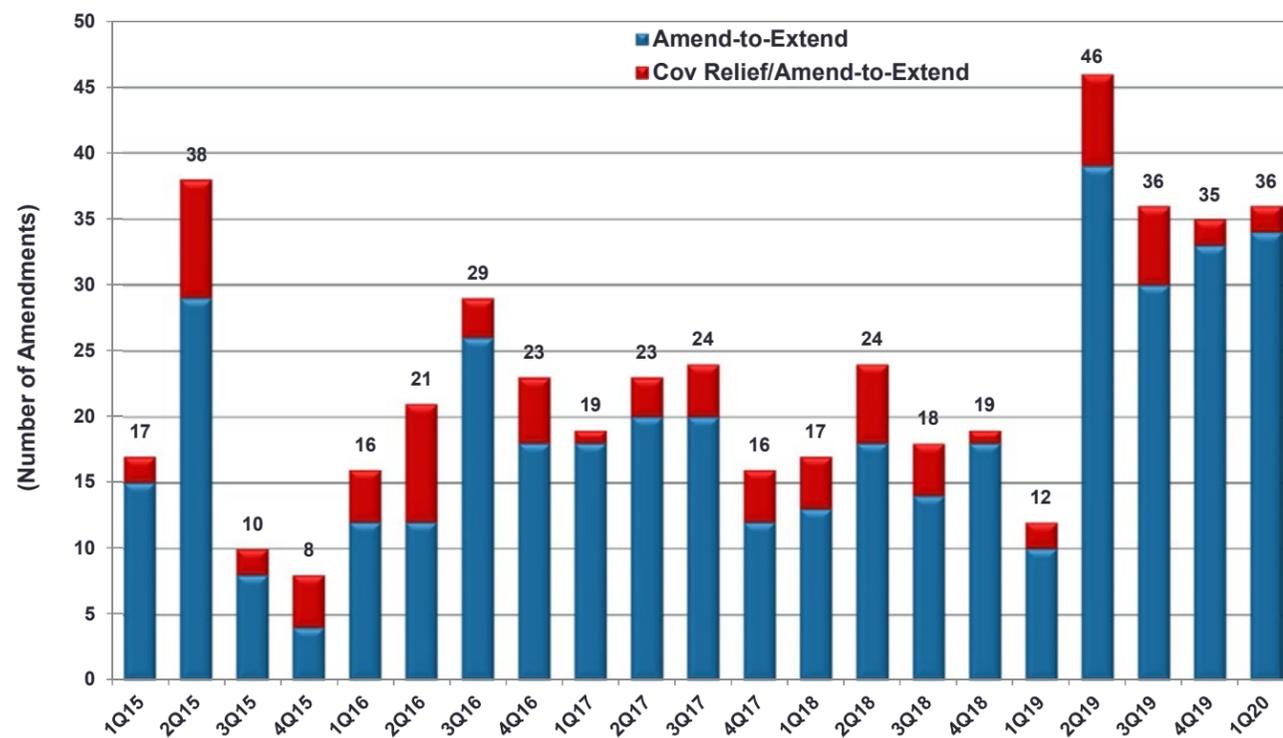
Sell Side Advisor

SOLIC Capital Advisors represented the plan trustee of The Taylor, Bean & Whitaker Plan Trust in the closing for sale of a pool of non-performing second lien residential mortgage loans through a competitive sale process. The Trust was established to effectuate the liquidation of the assets held by, and the distribution of proceeds to the beneficiaries of the Taylor, Bean & Whitaker Plan Trust.

Distressed Market Indicators

Count of Amend & Extend by Quarter

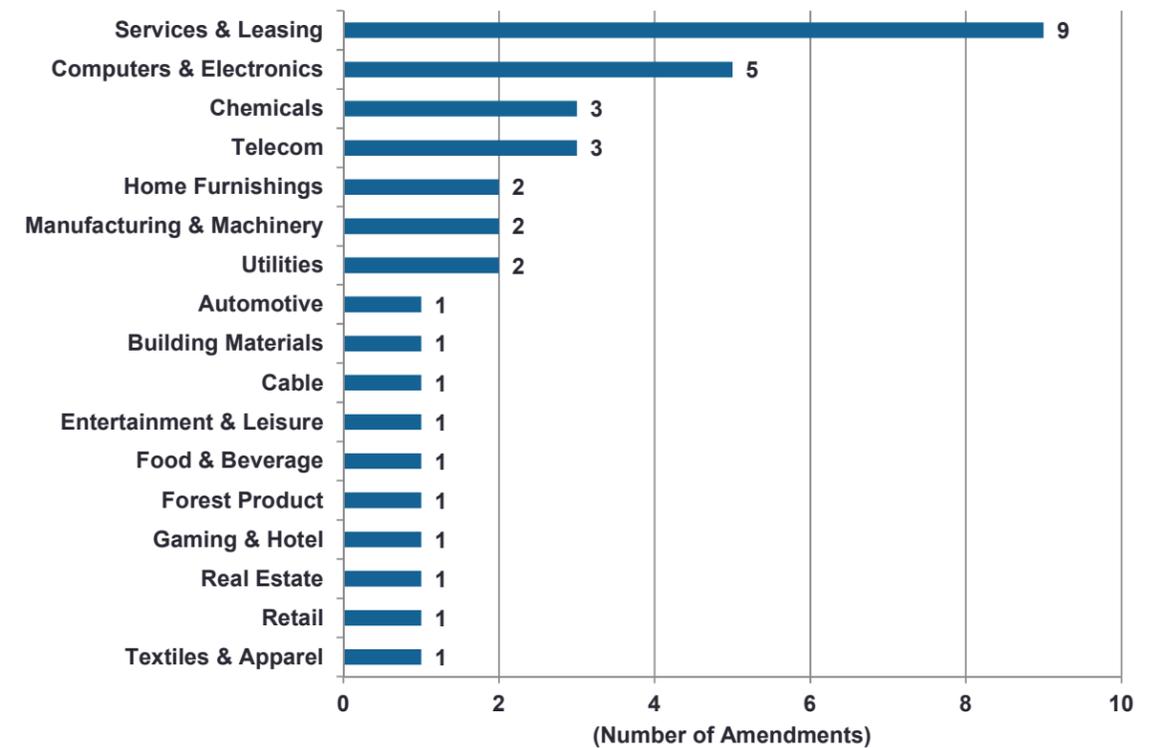
Thirty-six (36) amend-to-extends were observed during the First Quarter 2020, continuing the high level of activity seen during the past year, with one-quarter (29%) of these extending for at least 36 months.



Source: LCD, an offering of S&P Global Market Intelligence

Amend & Extend by Industry – First Quarter 2020

Amend & Extend activity during First Quarter 2020 was spread across a variety of industry sectors with the highest number observed in the Services & Leasing (9) and Computers & Electronics (5) sectors.

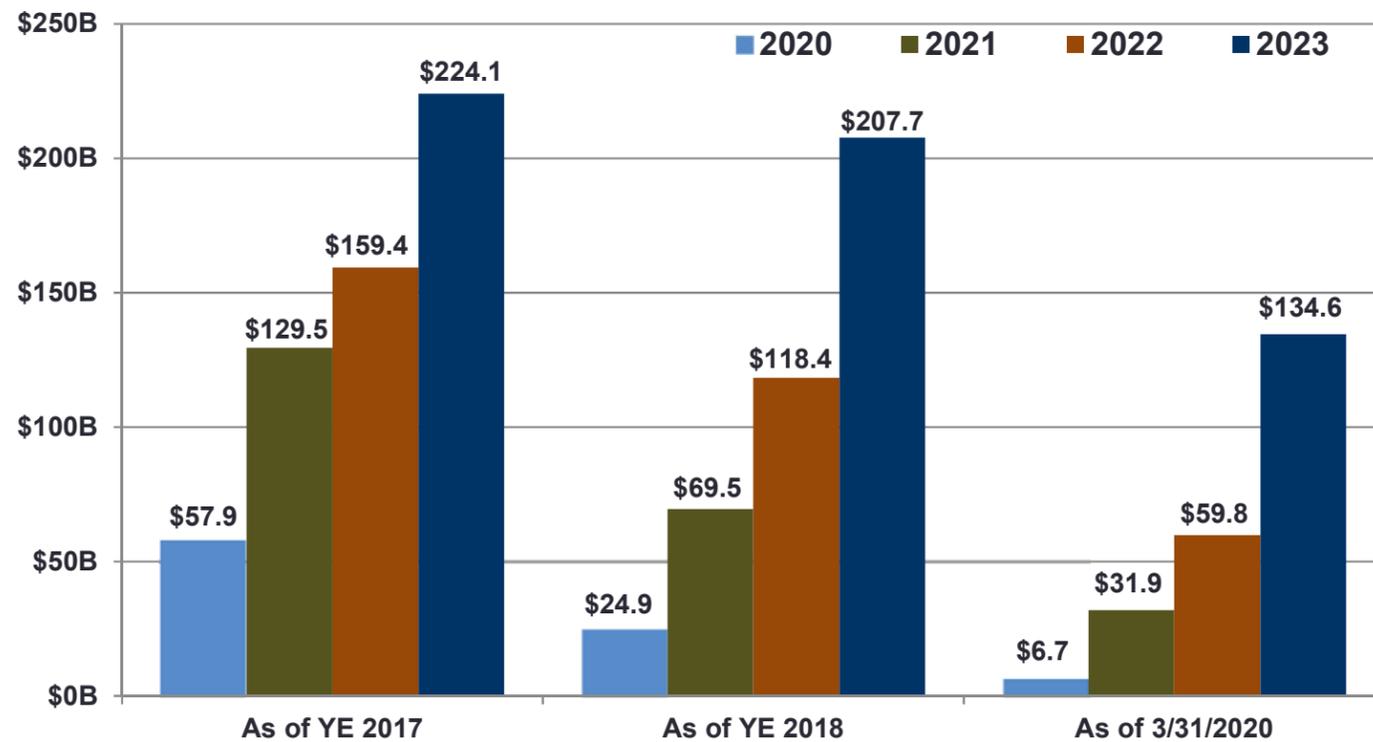


Source: LCD, an offering of S&P Global Market Intelligence

Distressed Market Indicators (cont)

Cumulative Maturity Wall

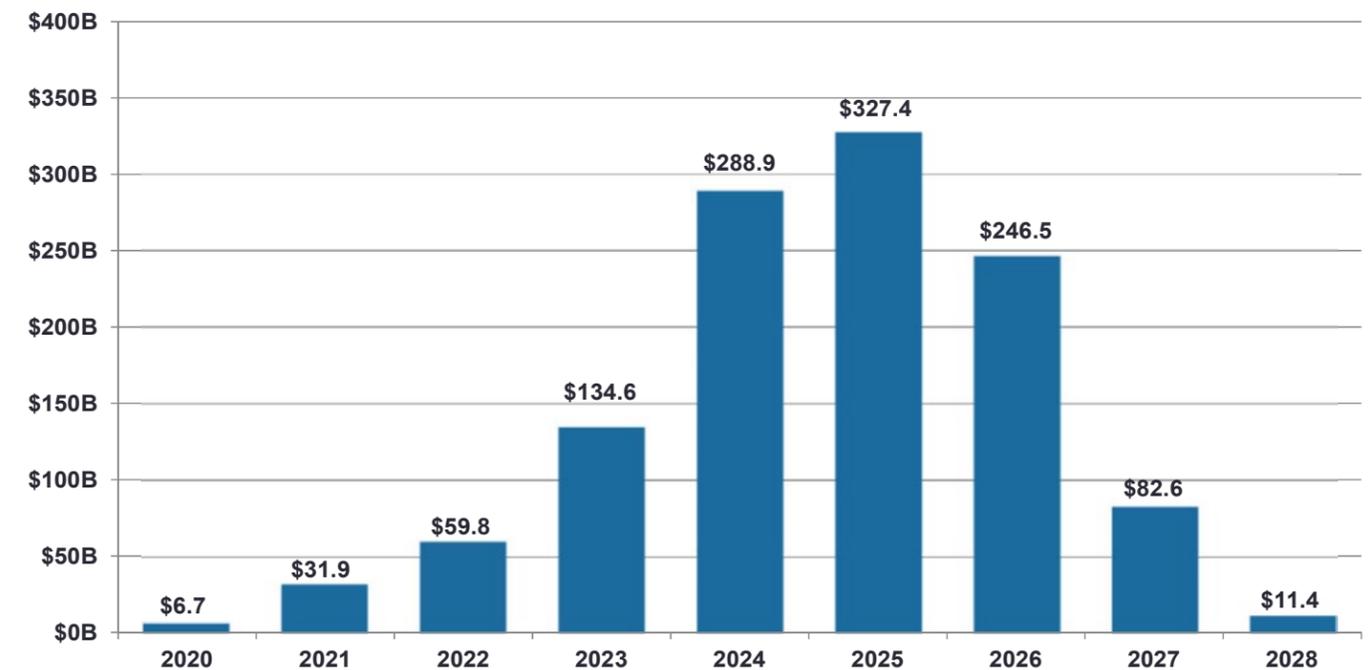
The amount of loans set to mature in the next several years remains negligible, with just under \$40 billion due before year-end 2021. The maturity wall for 2022, meanwhile, has fallen by about one-half from the end of 2018, with \$59.8 billion of leveraged loans set to come due as reported as of 3/31/2020, versus \$118.4 billion reported at the end of 2018.



Source: S&P/LSTA Leveraged Loan Index
S&P/LSTA Leveraged Loan Index consists of all loans that are in the index, namely Term loans (both amortizing and institutional), acquisition loans (after they are drawn down) and bridge loans, and senior secured

Current Loan Maturities by Year

This chart represents a snapshot of current loan maturities by year per the S&P/LSTA Leveraged Loan Index. Borrowers continue to chip away at the maturity wall, with just under \$40 billion due before year-end 2021 and maturities ramping up sharply to \$289 billion in 2024 and \$327 billion in 2025, according to LCD.

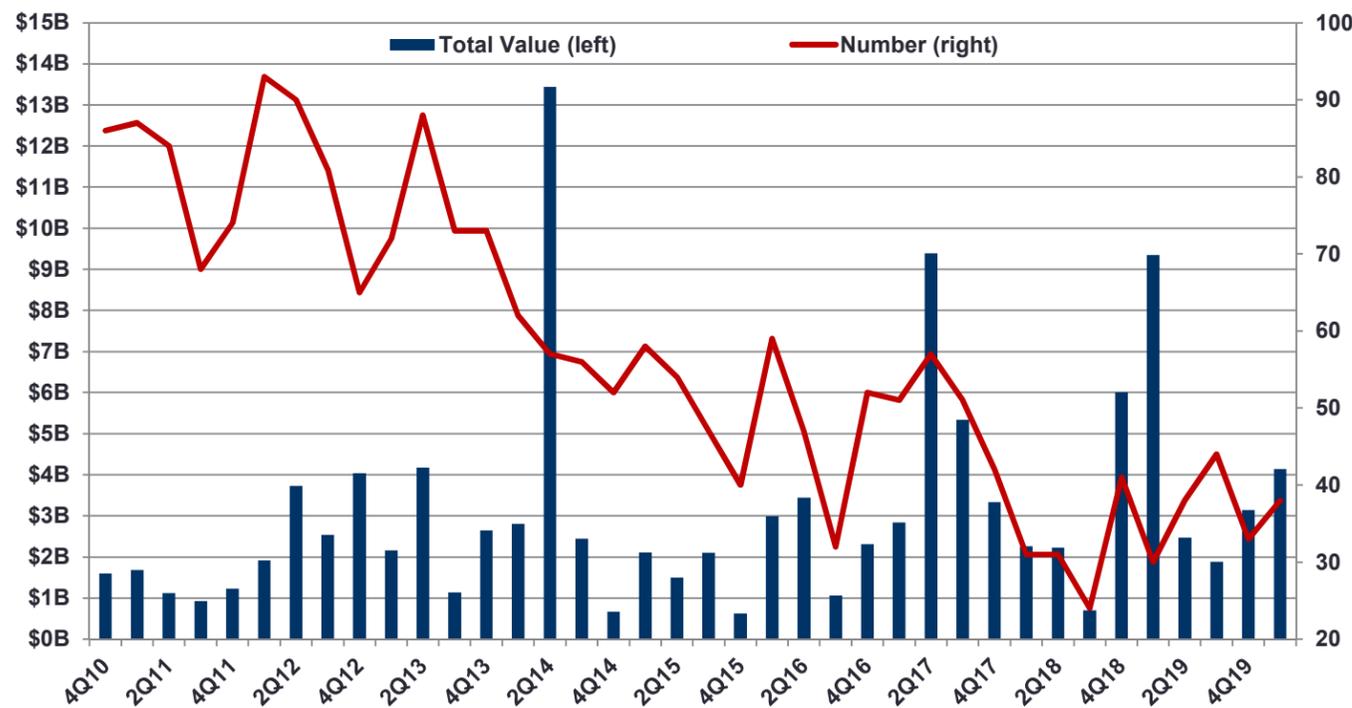


Source: S&P/LSTA Leveraged Loan Index
S&P/LSTA Leveraged Loan Index consists of all loans that are in the index, namely Term loans (both amortizing and institutional), acquisition loans (after they are drawn down) and bridge loans, and senior secured

Distressed Market Indicators (cont)

DIP Financings

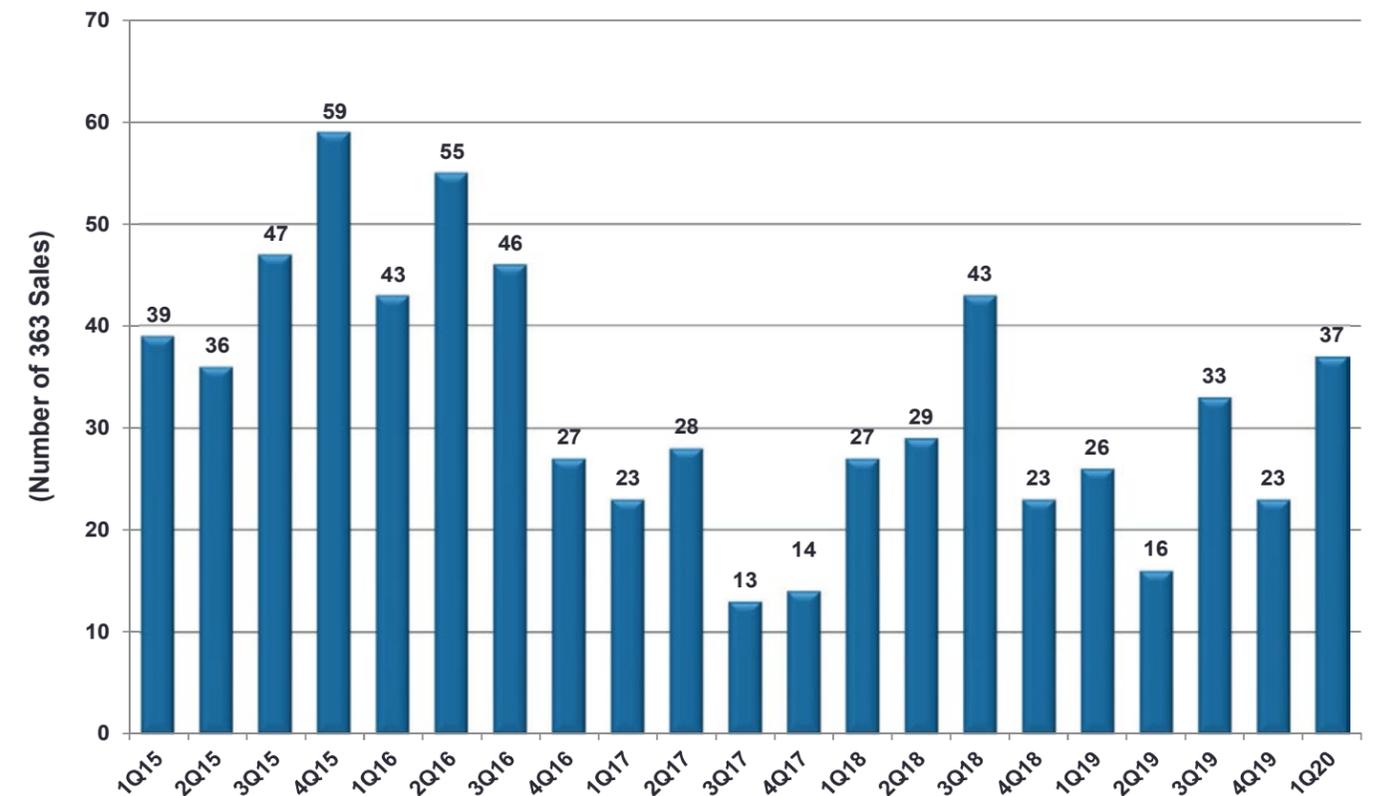
The volume of DIP financings reached \$4.1 billion in First Quarter 2020, in excess of the volumes observed during previous three quarters. McDermott's International's DIP of \$2.1 billion accounted for about one-half (51%) of this total.



Note: 2Q14 and 2Q17 surges due to Energy Future Holdings' DIP issuance
Sources: LCD, an offering of S&P Global Market Intelligence, The Deal, and PACER

Section 363 Sales

According to The Deal, thirty-seven (37) Section 363 sales were announced and/or closed during the First Quarter 2020, which is 40% higher when compared to the same quarter in 2019. It should be noted that two entities accounted for a significant number of these sales including Lucky's Market (9 transactions) and Southern Foods Group (5 transactions). Please see page 18 for details.



Source: The Deal



Select Bankruptcies

Bankruptcy filings during the Fourth Quarter 2020 were across a variety of industry sectors with a number of these in the health care, retail, and energy sectors. Filings included:

Debtor Name	Petition Date	Liabilities	Assets	Industry	Jurisdiction
Pinnacle Regional Hospital, Inc.	2/12/2020	\$10,000,001 to \$50 million	\$10,000,001 to \$50 million	General Medical and Surgical Hospitals	Kansas
Randolph Hospital, Inc.	3/6/2020	\$50,000,001 to \$100 million	\$100,000,001 to \$500 million	General Medical and Surgical Hospitals	North Carolina Middle
Tri-Point Oil & Gas Production Systems, LLC	3/16/2020	\$50,000,001 to \$100 million	\$10,000,001 to \$50 million	Oil and Gas Extraction	Texas Southern
Art Van Furniture, LLC	3/8/2020	\$100,000,001 to \$500 million	\$100,000,001 to \$500 million	Furniture Stores	Delaware
Borden Dairy Company	1/5/2020	\$100,000,001 to \$500 million	\$100,000,001 to \$500 million	Dairy Product Manufacturing	Delaware
CraftWorks Restaurants & Breweries, Inc.	3/3/2020	\$100,000,001 to \$500 million	\$100,000,001 to \$500 million	Restaurants and Other Eating Places	Delaware
Dean & DeLuca Brands, Inc.	3/31/2020	\$100,000,001 to \$500 million	\$10,000,001 to \$50 million	Grocery Stores	New York Southern
Fairway Group Holdings Corp.	1/23/2020	\$100,000,001 to \$500 million	\$100,000,001 to \$500 million	Grocery Stores	New York Southern
Hygea Health Holdings, Inc.	2/19/2020	\$100,000,001 to \$500 million	\$10,000,001 to \$50 million	Offices of Physicians	Delaware
Modell's Sporting Goods, Inc.	3/11/2020	\$100,000,001 to \$500 million	\$10,000,001 to \$50 million	Sporting Goods Stores	New Jersey
Thomas Health System, Inc.	1/10/2020	\$100,000,001 to \$500 million	\$1,000,001 to \$10 million	General Medical and Surgical Hospitals	West Virginia Southern
VIP Cinema, LLC	2/18/2020	\$100,000,001 to \$500 million	\$100,000,001 to \$500 million	Other Miscellaneous Manufacturing	Delaware
Bluestem Brands, Inc.	3/9/2020	\$500,000,001 to \$1 billion	\$500,000,001 to \$1 billion	Electronic Shopping and Mail-Order Houses	Delaware



Debtor Name	Petition Date	Liabilities	Assets	Industry	Jurisdiction
Lucky's Market Operating Company, LLC	1/27/2020	\$500,000,001 to \$1 billion	\$100,000,001 to \$500 million	Grocery Stores	Delaware
Pier 1 Imports, Inc.	2/17/2020	\$500,000,001 to \$1 billion	\$500,000,001 to \$1 billion	Home Furnishings Stores	Virginia Eastern
RentPath, LLC	2/12/2020	\$500,000,001 to \$1 billion	\$100,000,001 to \$500 million	Activities Related to Real Estate	Delaware
American Commercial Lines International LLC	2/7/2020	\$1,000,000,001 to \$10 billion	\$1,000,000,001 to \$10 billion	Inland Water Transportation	Texas Southern
Foresight Energy LP	3/10/2020	\$1,000,000,001 to \$10 billion	\$1,000,000,001 to \$10 billion	Coal Mining	Missouri Eastern
McClatchy News Services, Inc.	2/13/2020	\$1,000,000,001 to \$10 billion	\$500,000,001 to \$1 billion	Newspaper Publishers	New York Southern
McDermott International, Inc.	1/21/2020	\$1,000,000,001 to \$10 billion	\$1,000,000,001 to \$10 billion	Support Activities for Mining	Texas Southern

Source: Federal Judiciary

Select DIP Financings

Thirteen (13) DIP financings over \$30 million were announced during the First Quarter 2020 across a range of industry sectors, including five in energy and two in the business services sector.

Debtor Name	Industry	DIP Date	Amount (\$ millions)	Margin Over LIBOR	Term/Length of Agreement (months)	Upfront Fee
American Commercial Lines Inc. ^[1]	Transportation	2/7/2020	\$690.0	468	6	-
Bluestem Brands Inc.	Retail	3/9/2020	\$125.0	600	6	-
Foresight Energy LP	Energy	3/10/2020	\$175.0	110	6	3.00%
Internap Technology Solutions Inc.	Technology	3/17/2020	\$75.0	100	6	-
McClatchy Co.	Media	2/13/2020	\$50.0	350	18	-
McDermott International Inc.	Business Services	1/23/2020	\$2,067.0	900	9	2.25%
Murray Metallurgical Coal Holdings LLC	Energy	2/11/2020	\$50.0	700	6	4.00%
Pier 1 Imports Inc. ^[2]	Consumer	2/17/2020	\$241.0	385	6	-
Pioneer Energy Services Corp	Energy	3/25/2020	\$75.0	200	6	-
RentPath LLC	Business Services	2/12/2020	\$74.0	700	6	2.00%
Sanchez Energy Corporation	Energy	1/8/2020	\$200.0	800	6	-
Southland Royalty Co. LLC	Energy	1/27/2020	\$70.0	550	6	1.25%
VIP Cinema Holdings Inc.	Manufacturing	2/18/2020	\$33.0	600	3	-

[1] Represents the weighted average of two facilities with a margin over LIBOR of 450 and 700.

[2] Represents the weighted average of two facilities with a margin over LIBOR of 800 and 300.

Sources: LCD, an offering of S&P Global Market Intelligence, The Deal, and PACER

Pricing in the First Quarter demonstrated a margin range of 450-550 over LIBOR. On the high end of size, the McDermott International DIP approximated 900 bps over LIBOR.

Summary Comparison

	Margin Over LIBOR	Term/Length of Agreement (months)	Upfront Fee
First Quarter 2020:			
Mean (\$100MM+)	544	7	2.63%
Median (\$100MM+)	534	6	2.63%
Mean (\$30-\$100MM)	457	7	2.42%
Median (\$30-\$100MM)	550	6	2.00%
First Quarter 2019:			
Mean (\$100MM+)	981	8	3.00%
Median (\$100MM+)	1,000	9	3.00%
Mean (\$30-\$100MM)	660	6	2.00%
Median (\$30-\$100MM)	600	6	2.00%

Sources: LCD, an offering of S&P Global Market Intelligence, The Deal, Debtwire, and PACER

Section 363 Sales

According to *The Deal*, thirty-seven (37) Section 363 sales were announced during the First Quarter 2020, including Lummus Technology (\$2.7 billion), RentPath (\$588 million), and Southern Foods (\$534 million combined).

Date Announced	Target	Buyer	Industry	Deal Value (\$ in millions)
2/6/2020	Approach Resources Inc.	Alpine Energy Capital LLC	Energy	\$192.5
Description	Alpine Energy Capital LLC has agreed to acquire Approach Resources Inc. for \$192.5 million.			
1/27/2020	BL Restaurants Holding LLC	Antares Capital LP	Retail - Restaurants	\$82.5
Description	Antares Capital LP through BLH Acquisition Co. LLC has agreed to acquire BL Restaurants Holding LLC for \$82.5 million.			
3/8/2020	Bluestem Brands Inc.	BLST Acquisition Co. LLC	Retail	\$300.0
Description	BLST Acquisition Co. LLC has agreed to acquire Bluestem Brands Inc. for \$300 million.			
3/31/2020	BroadVision Inc.	ESW Capital LLC	Technology - Computer hardware & software	\$16.9
Description	ESW Capital LLC, which held a 23.65% stake, has agreed to acquire the remaining portion BroadVision Inc. for \$16.9 million.			
3/29/2020	Carbo Ceramics Inc.	Wilks Brothers LLC	Technology; Manufacturing	na
Description	Wilks Brothers LLC has agreed to acquire Carbo Ceramics Inc. through a debt-for-equity exchange pursuant to a plan of reorganization in a Chapter 11 bankruptcy case.			
3/3/2020	CraftWorks Holdings LLC	Fortress Credit Co. LLC	Retail - Restaurants	\$138.0
Description	Fortress Credit Co. LLC has agreed to acquire CraftWorks Holdings LLC from Centerbridge Partners LP for \$138 million.			



Date Announced	Target	Buyer	Industry	Deal Value (\$ in millions)
1/23/2020	Fairway Group Holdings Corp. - five New York city stores and distribution center	Village Super Market Inc.	Retail - Supermarkets	\$76.0
Description	Village Super Market Inc. has agreed to acquire the five New York city stores and distribution center from Fairway Group Holdings Corp. for \$76 million.			
3/26/2020	Fairway Group Holdings Corp. - Georgetown store; Midwest Bank and Trust Co.	Seven Seas Georgetowne LLC	Retail - Department store	\$5.0
Description	Seven Seas Georgetowne LLC has agreed to acquire Georgetown store from Fairway Group Holdings Corp. for \$5 million.			
2/4/2020	Filtration Services Group LLC	Blue Box Air LLC	Services - Business services	na
Description	Blue Box Air LLC has acquired Filtration Services Group LLC for an undisclosed amount.			
2/3/2020	Forever 21 Inc.	Authentic Brands Group LLC; Brookfield Property REIT Inc.; Simon Property Group Inc.	Retail	\$81.1
Description	An investor group including Authentic Brands Group LLC, Brookfield Property REIT Inc. and Simon Property Group Inc. has acquired Forever 21 Inc. for \$81.1 million.			
2/21/2020	Furie Operating Alaska LLC	GFR Holdings LLC; Melody Capital Partners LP	Energy - Oil production & Natural Gas exploration	\$17.0
Description	An investor group including GFR Holdings LLC and Melody Capital Partners LP has agreed to acquire Furie Operating Alaska LLC from Energy Capital Partners LLC for \$17 million.			
2/24/2020	High Ridge Brands Co. - hair care and skin cleansing business	Tengram Capital Partners LLC	Consumer and household products	\$7.5
Description	Tengram Capital Partners LLC through its affiliate has acquired hair care and skin cleansing business from High Ridge Brands Co. for \$7.5 million.			



Section 363 Sales (cont)

Date Announced	Target	Buyer	Industry	Deal Value (\$ in millions)
2/24/2020	High Ridge Brands Co. - oral care business	Perrigo Co. plc	Consumer and household products	\$113.0
Description	Perrigo Co. plc through its affiliate has acquired oral care business from High Ridge Brands Co. for \$113 million.			
2/24/2020	Just One More Restaurant Corp.	Golden Nugget Inc.	Retail - Restaurants	\$50.0
Description	Golden Nugget Inc. an affiliate of Landry's Inc. has agreed to acquire Just One More Restaurant Corp. from Bruce Bozzi Sr. and Walter Ganzi Jr. for \$50 million.			
3/30/2020	Lucky's Market Parent Co. LLC - Boulder and Fort Collins stores	LM Acquisition Co. LLC	Retail - Department store	\$1.6
Description	LM Acquisition Co. LLC has agreed to acquire Boulder and Fort Collins stores from Lucky's Market Parent Co. LLC for \$1.6 million.			
3/30/2020	Lucky's Market Parent Co. LLC - Cleveland and Columbus stores	Dave's Supermarket Inc.	Retail - Department store	\$1.7
Description	Dave's Supermarket Inc. has agreed to acquire Cleveland and Columbus stores from Lucky's Market Parent Co. LLC for \$1.72 million.			
3/30/2020	Lucky's Market Parent Co. LLC - Columbia store	Schnuck Supermarkets Inc.	Retail - Department store	\$0.9
Description	Schnuck Supermarkets Inc. has agreed to acquire Columbia store from Lucky's Market Parent Co. LLC for \$0.86 million.			
3/30/2020	Lucky's Market Parent Co. LLC - five Florida stores	Publix Super Markets Inc.	Retail	\$11.5
Description	Publix Super Markets Inc. has agreed to acquire five Florida stores from Lucky's Market Parent Co. LLC for \$11.48 million.			
3/30/2020	Lucky's Market Parent Co. LLC - five leased stores and one owned property in Florida	ALDI Inc.	Retail	\$7.8
Description	ALDI Inc. has agreed to acquire Lucky's Market Parent Co. LLC - five leased stores and one owned property in Florida from Lucky's Market Parent Co. LLC for \$7.8 million.			



Date Announced	Target	Buyer	Industry	Deal Value (\$ in millions)
3/30/2020	Lucky's Market Parent Co. LLC - four Florida stores	Winn-Dixie Stores Inc.; Lone Star Funds	Retail	\$2.4
Description	Winn-Dixie Stores Inc. has agreed to acquire four Florida stores from Lucky's Market Parent Co. LLC for \$2.4 million.			
3/30/2020	Lucky's Market Parent Co. LLC - Orlando distribution center	Dollar General Corp.	Retail	\$1.0
Description	Dollar General Corp. has agreed to acquire Orlando distribution center from Lucky's Market Parent Co. LLC for \$1 million.			
3/30/2020	Lucky's Market Parent Co. LLC - Traverse City store	Oryana Food Cooperative Inc.	Retail - Department store	\$0.9
Description	Oryana Food Cooperative Inc. has agreed to acquire Traverse City store from Lucky's Market Parent Co. LLC for \$0.86 million.			
3/30/2020	Lucky's Market Parent Co. LLC - two leased stores	Seabra Foods LLC; individual investor(s)	Retail	\$1.5
Description	Seabra Foods LLC and Carlos Alvarez, owner of Hitchcock's Markets, have agreed to acquire one leased store each from Lucky's Market Parent Co. LLC for \$1.525 million.			
1/21/2020	Lummus Technology Inc.	Chatterjee Management Co.; Rhone Group LLC	Technology; Energy	\$2,725.0
Description	An investor group including Chatterjee Management Co. and Rhone Group LLC has agreed to acquire Lummus Technology Inc. from McDermott International Inc. for \$2.725 billion.			
3/30/2020	MBH Highland LLC; Alamo Iron Works Inc.	Leeds Equity Partners LLC; Summit BHC West Virginia LLC; DSKT LLC; FFL Partners LLC	Healthcare	\$10.0
Description	An investor group including Leeds Equity Partners LLC, Summit BHC West Virginia LLC, DSKT LLC and FFL Partners LLC has agreed to acquire MBH Highland LLC for \$10 million.			



Section 363 Sales (cont)

Date Announced	Target	Buyer	Industry	Deal Value (\$ in millions)
2/11/2020	Murray Metallurgical Coal Holdings LLC - Maple Eagle mining complex in Powellton	Panther Creek Mining LLC	Metals	\$30.8
Description	Panther Creek Mining LLC has agreed to acquire Murray Metallurgical Coal Holdings LLC - Maple Eagle mining complex in Powellton from Murray Metallurgical Coal Holdings LLC for \$30.75 million.			
3/3/2020	P-D Valmiera Glass USA Corp. - Phase I and Phase II	SG ADFORS America Inc.	Manufacturing	\$17.5
Description	SG ADFORS America Inc. has agreed to acquire P-D Valmiera Glass USA Corp. - Phase I and Phase II from Valmieras Stikla Skiedra AS for \$17.5 million.			
2/11/2020	RentPath LLC	CoStar Group Inc.	Services - Business services	\$588.0
Description	CoStar Group Inc. has agreed to acquire RentPath LLC from Providence Equity Partners LLC and TPG Capital LP for \$588 million.			
3/31/2020	Southern Foods Group LLC - 10 facilities	Prairie Farms Dairy Inc.	Food; Retail	\$75.0
Description	Prairie Farms Dairy Inc. has agreed to acquire 10 facilities from Southern Foods Group LLC, doing business as Dean Foods, for \$75 million.			
3/31/2020	Southern Foods Group LLC - 44 Dean's fluid and frozen facilities	Dairy Farmers of America Inc.	Food	\$433.0
Description	Dairy Farmers of America Inc. has agreed to acquire 44 Dean's fluid and frozen facilities from Southern Foods Group LLC, doing business as Dean Foods, for \$433 million.			
3/31/2020	Southern Foods Group LLC - Miami facility	Mana Saves McArthur LLC	Food; Retail	\$16.5
Description	Mana Saves McArthur LLC has agreed to acquire Miami facility from Southern Foods Group LLC, doing business as Dean Foods, for \$16.5 million.			



Date Announced	Target	Buyer	Industry	Deal Value (\$ in millions)
3/31/2020	Southern Foods Group LLC - Reno facility	Producers Dairy Foods Inc.	Food; Retail	\$2.1
Description	Producers Dairy Foods Inc. has agreed to acquire Reno facility from Southern Foods Group LLC, doing business as Dean Foods, for \$2.1 million.			
3/31/2020	Southern Foods Group LLC - Uncle Matt's Organic juice products and ice pops	Harmoni Inc.	Food - Beverage	\$7.3
Description	Harmoni Inc. has agreed to acquire Uncle Matt's Organic juice products and ice pops from Southern Foods Group LLC, doing business as Dean Foods, for \$7.25 million.			
2/9/2020	Valeritas Holdings Inc.	Zealand Pharma A/S	Healthcare - Medical Devices	\$23.0
Description	Zealand Pharma A/S has acquired Valeritas Holdings Inc. from CRG LP and Welsh, Carson, Anderson & Stowe LP for \$23 million.			
3/31/2020	Verity Health System Of California Inc. - St. Vincent Medical Center	Chan Soon-Shiong Family Foundation	Healthcare	\$135.0
Description	Chan Soon-Shiong Family Foundation has agreed to acquire Verity Health System Of California Inc. - St. Vincent Medical Center from Verity Health System Of California Inc. for \$135 million.			
3/16/2020	Veterinary Care Inc.	Destination Pet LLC	Healthcare	\$47.0
Description	LetterOne Holding SA-backed Destination Pet LLC has acquired Veterinary Care Inc. for \$47 million.			
2/4/2020	Video Corp. of America	York Telecom Corp.	Technology	\$4.6
Description	York Telecom Corp. through its subsidiary York-VCA LLC has agreed to acquire Video Corp. of America for \$4.6 million.			

Source: *The Deal*



Amend & Extend Deals

Thirty-six (36) Amend & Extend deals were announced during the First Quarter 2020, with over two-thirds (69%) of these locking in for extended periods (24 months or longer).

Name	Amend Deal Date	S&P Loan Rating	Moody's Loan Rating	Extension
Aaron's Inc	1/22/2020	NR	NR	28 months
AMN Healthcare Services Inc	2/14/2020	BBB-	NR	24 months
APX Group	1/31/2020	B-	B2	14 months
Atlantic Power Corp	3/18/2020	BB	Ba2	36 months
Authentic Brands	1/30/2020	B	B1	na
Boise Cascade LLC	3/13/2020	NR	NR	58 months
CenturyLink Inc. (TL 6/17)	1/17/2020	BBB-	Ba3	26 months
CenturyLink Inc. (RC/TLA 6/17)	1/31/2020	BBB-	Ba3	26 months
Charter NEX Films Inc	1/27/2020	B	B2	12 months
Churchill Downs Inc	3/16/2020	BB+	Ba2	21 months
Cooper-Standard Automotive Inc	3/24/2020	NR	NR	43 months
Custom Truck One Source	2/3/2020	B+	B2	24 months
CyrusOne	3/31/2020	B+	B1	30 months
Eastern Power LLC	1/17/2020	BB-	Ba3	24 months
First Eagle Investment Management	1/16/2020	BB+	Ba2	26 months
Floor & Decor	2/3/2020	BB-	Ba2	41 months
Gardner Denver Inc	1/27/2020	BB+	Ba3	31 months
Griffon Corp	1/30/2020	BB+	Baa3	48 months
Helen of Troy Limited	3/13/2020	NR	NR	39 months
Herbalife International Inc	3/19/2020	NR	NR	19 months
Hudson River Trading LLC	2/6/2020	BB-	Ba2	24 months
Jane Street Group	1/28/2020	BB-	Ba3	29 months



Name	Amend Deal Date	S&P Loan Rating	Moody's Loan Rating	Extension
Liberty Latin America	1/31/2020	NR	NR	31 months
Match Group (Amend Add-on 9/17)	1/30/2020	BBB-	Ba2	60 months
Match Group (RC 11/15)	2/13/2020	BB+	Ba2	16 months
Micro Focus	2/19/2020	BB-	B1	19 months
NMI Holdings Inc	3/20/2020	BB-	Ba3	21 months
Octave Music Group	2/4/2020	B+	B1	42 months
Ocwen Financial (12/16)	1/10/2020	B+	B2	17 months
Ocwen Financial (Add-on 4/19)	1/27/2020	B+	B2	17 months
PQ Corp (2/18)	2/5/2020	BB-	B1	24 months
PQ Corp (5/16)	3/23/2020	B+	B1	36 months
Repay Holdings	2/11/2020	NR	NR	60 months
Samsonite IP Holdings	3/30/2020	BBB-	Ba1	23 months
Sprint Corp	1/27/2020	BB-	Ba2	12 months
Station Casinos Inc	2/7/2020	BB-	Ba3	24 months

Source: LCD, an offering of S&P Global Market Intelligence

 **NOTES**

Notes

- Sources: S&P, Moody's, The Deal, and others as indicated.
- The charts and graphs used in this report have been compiled by SOLIC Capital Advisors solely for purposes of illustration.

For further information regarding our Restructuring services, please contact: Edward R. Casas, Chairman & CEO/Senior Managing Partner, ecasas@soliccapi.com

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About SOLIC

LEADERSHIP TEAM

Edward R. Casas
Chairman & CEO
Senior Managing Partner

Neil F. Luria
Head of Restructuring
Senior Managing Director

Gregory F. Hagood
Head of Investment Banking
Senior Managing Director

Robert E. Annas
Senior Managing Director

Kim J. Brady
Emeritus Senior Advisor

Matthew M. Caine
Managing Director

George N. Koutsonicolis
Managing Director

Raoul Nowitz
Managing Director

S. Waite Popejoy
Managing Director

Matthew E. Rubin
Senior Managing Director

Jeremy Stillings
Managing Director

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SOLIC Capital Office Locations

1603 Orrington Avenue
Suite 1600
Evanston, Illinois 60201

3284 Northside Parkway, NW
Suite 450
Atlanta, Georgia 30327

425 W. New England Avenue
Suite 300
Winter Park, Florida 32789