



CAPITAL RESTRUCTURING PERSPECTIVES

*Quarterly Update
Third Quarter 2020*



RESTRUCTURING • INVESTMENT BANKING • DISTRESSED ASSET SUPPORT SERVICES

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Q3 2020 Highlights

November 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 third quarter of 2020 which include:

- At the end of Third Quarter 2020, Moody’s and S&P reported default rates of 9.0% and 6.2%, respectively. According to S&P, about 70% of corporate defaults are in four sectors: consumer products, oil and gas, retail and restaurants, and media and entertainment sectors. Default rates in 2021 are forecast to rise sharply to 12.0% (Moody’s: February 2021) and 12.5% (S&P: March 2021). The unprecedented pace at which funding markets normalized in 3Q2020 mitigated initial fears of elevated defaults.
- In 3Q 2020, oil & gas once again had the highest level of distressed activity, followed by air transportation, and leisure and retail.
- Quality deterioration within leveraged loans was well documented before the pandemic and the subsequent downgrade cycle with COVID-implications further weakened the ratings mix. The share of Index loans rated B- or lower at the corporate level stood at 32.5% at the end of September. This compares to just 11.2% five years ago. Loans from corporate issuers rated CCC or lower represent 10.1% of the Index in September, compared to just 3.5% five years ago.
- A sense of normalcy returned in 3Q2020 as market participants adjusted to the consequences of the pandemic. Borrowers returned cautiously, gaining confidence as financial markets stabilized. Lenders also adjusted credit documents and structures, for example tightening up the use of proceeds and shrinking sizes on unfunded credit facilities. Lenders were willing to finance deals at largely the same terms for companies viewed as resistant to the strain of shutdowns, with credit providers quickly coalescing around these sectors.
- 2020 so far has been split into three distinct phases: the first lasted until mid-March 2020, when capital markets were “white hot,” as competitive as ever, with numerous transactions securing financing at compressed yields and on aggressive terms. But that changed quickly due to COVID-19. From mid-March to the end of June, it was the equivalent in capital markets of “nuclear winter” with a focus on defensively managing exposures including the immediacy of capital infusions, private equity sponsorship contributions, amendments and restructurings. The market has subsequently “thawed” with a cautious read of elevated COVID-19 case counts and potential risk of return to some form of shutdown, as evidenced in Europe, likely to result in COVID-induced stress once again.
- During the quarter, SOLIC Capital Advisors served as Exclusive Financial Advisor to Sur La Table, a privately-held specialty retailer of kitchenware products based in the Northwest U.S. SOLIC professionals provided a review and assessment of the Company, identified and evaluated strategic alternatives, identified operational restructuring initiatives, and developed a comprehensive response plan to the COVID-19 pandemic. In addition, our professionals orchestrated a highly competitive solicitation process that included contacts with over 125+ strategic and financial buyers. Marquee Brands LLC and CSC Generation acquired the Sur La Table brand and all related intellectual property, increasing value by over 2x from initial LOI to sale valuation.

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

Raoul Nowitz
Managing Director
rnowitz@soliccapital.com

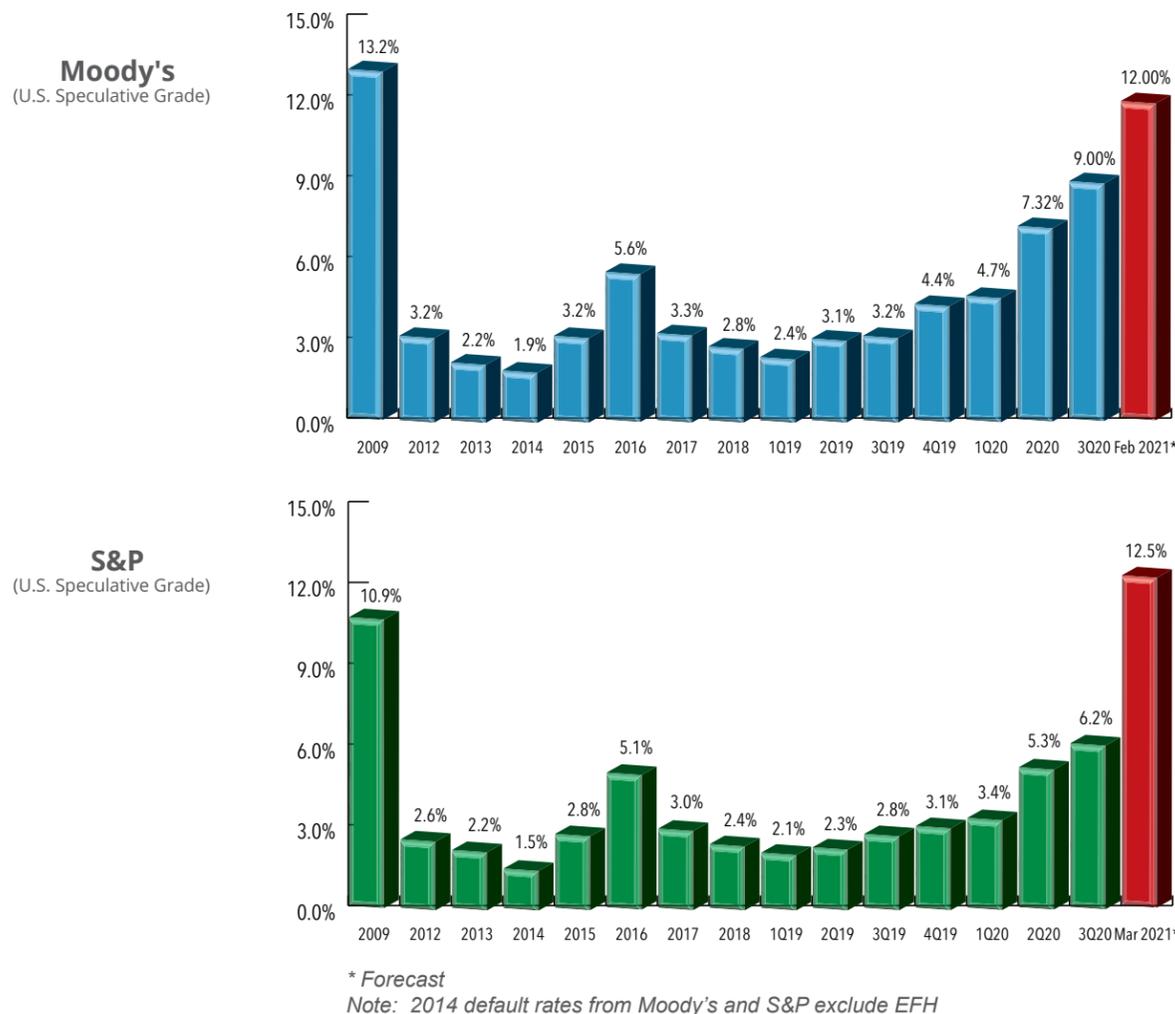
Neil F. Luria
Head of Restructuring
Senior Managing Director
nluria@soliccapital.com

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

Perspectives

Defaults and Distress: As shown in the chart below, at the end of Third Quarter 2020, Moody's and S&P reported default rates of 9.0% and 6.2%, respectively. According to S&P, about 70% of corporate defaults are in four sectors: consumer products, oil and gas, retail and restaurants, and media and entertainment sectors. Default rates in 2021 are forecasted to rise sharply to 12.0% (Moody's: February 2021) and 12.5% (S&P: March 2021).

Comparative Default Rates



The unprecedented pace at which funding markets normalized in 3Q2020 mitigated initial fears of elevated defaults.

In 3Q 2020, oil & gas once again had the highest level of distressed activity, followed by air transportation, and leisure and retail.

Quality deterioration within leveraged loans was well documented before the pandemic and the subsequent downgrade cycle with COVID-implications further weakened the ratings mix. The share of Index loans rated B- or lower at the corporate level stood at 32.5% at the end of September. This compares to just 11.2% five years ago. Loans from corporate issuers rated CCC or lower represent 10.1% of the Index in September, compared to just 3.5% five years ago.

Proposed changes under the Biden presidential tax plan could have significant impacts on bankruptcy and distressed debt transactions. Campaign proposals tend to evolve considerably between election and enactment, and any tax bill will likely face immense legislative and political hurdles.

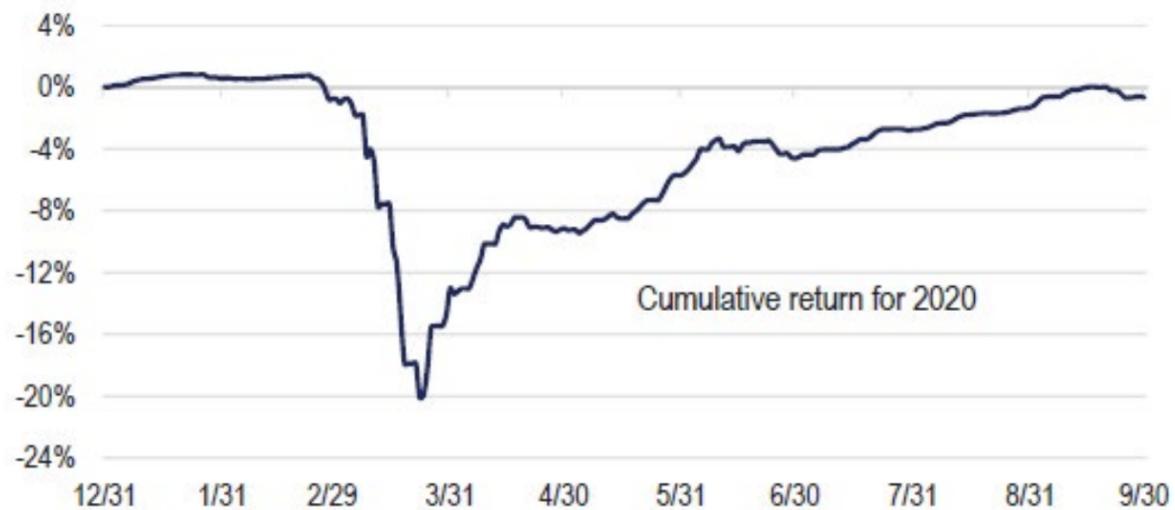
Financing Perspectives: A sense of normalcy returned in 3Q2020 as market participants adjusted to the consequences of the pandemic. Borrowers returned cautiously, gaining confidence as financial markets stabilized. Lenders also adjusted credit documents and structures, for example tightening up the use of proceeds and shrinking sizes on unfunded credit facilities. Lenders were willing to finance deals at largely the same terms for companies viewed as resistant to the strain of shutdowns, with credit providers quickly coalescing around these sectors.

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..|| Perspectives

Recent Representative Transaction

Loans Complete the Trek Back from COVID-Induced Losses



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

The average spread over Libor on new institutional loans from issuers rated B+/B fell to L+388 bps at 3Q2020 quarter-end, the lowest since February 2020. The all-in spread, which includes upfront fees and any Libor floor benefit, dropped 112 bps from Q2, to 487 bps.



Sur La Table is a privately-held specialty retailer based in the Northwest U.S., that sells kitchenware products, including cookware, cutlery, cooks' tools, bakeware, glassware and bar, and housewares.

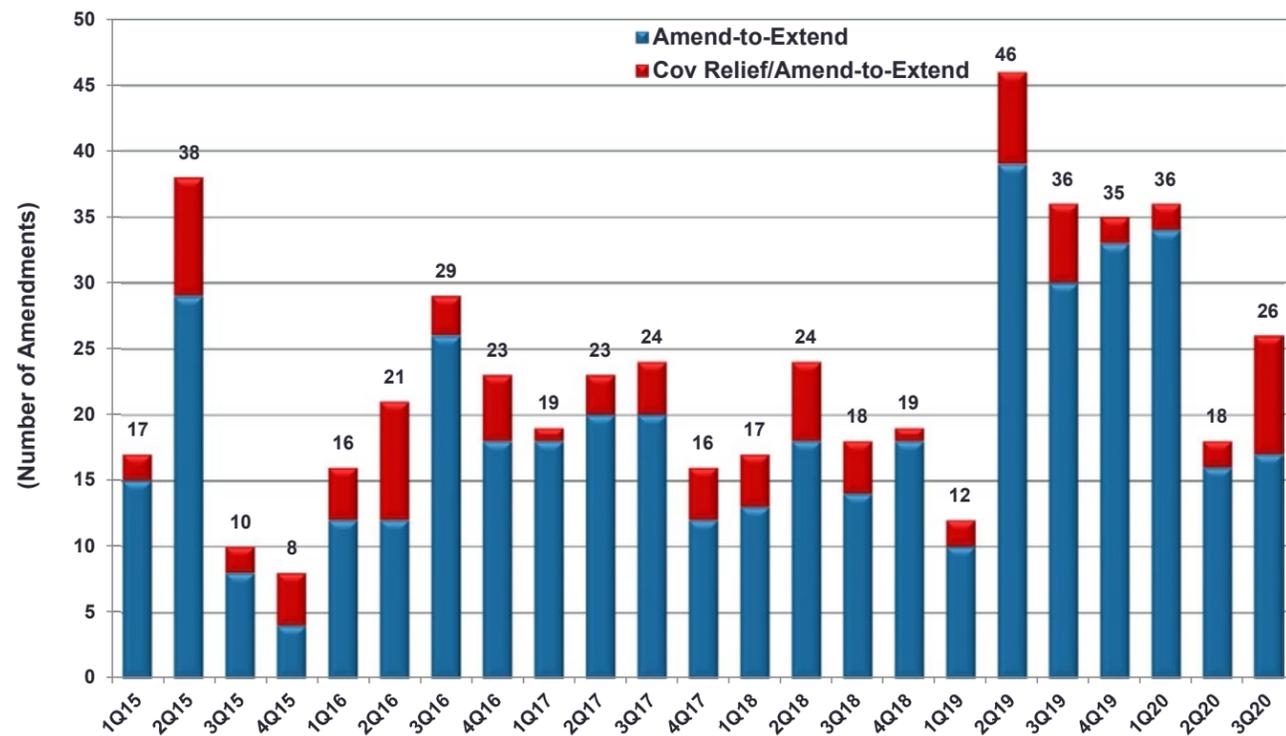
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Distressed Market Indicators

Count of Amend & Extend by Quarter

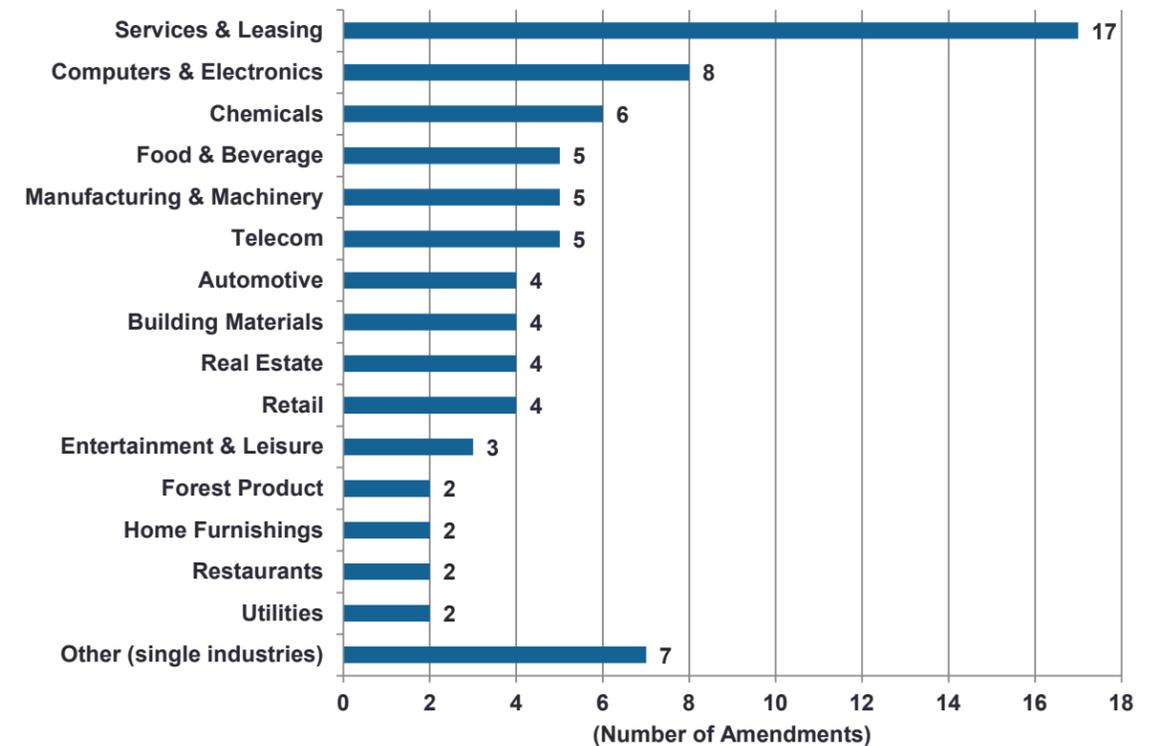
Twenty-six (26) amend-to-extends were observed during the Third Quarter 2020, increasing by 44% when compared to the previous quarter. Interestingly, about one-third (35%) of these also included covenant relief.



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

Amend & Extend by Industry – YTD September 2020

Amend & Extend activity during Third Quarter 2020 was spread across a variety of industry sectors with the highest number observed in the Services & Leasing (8) sector.

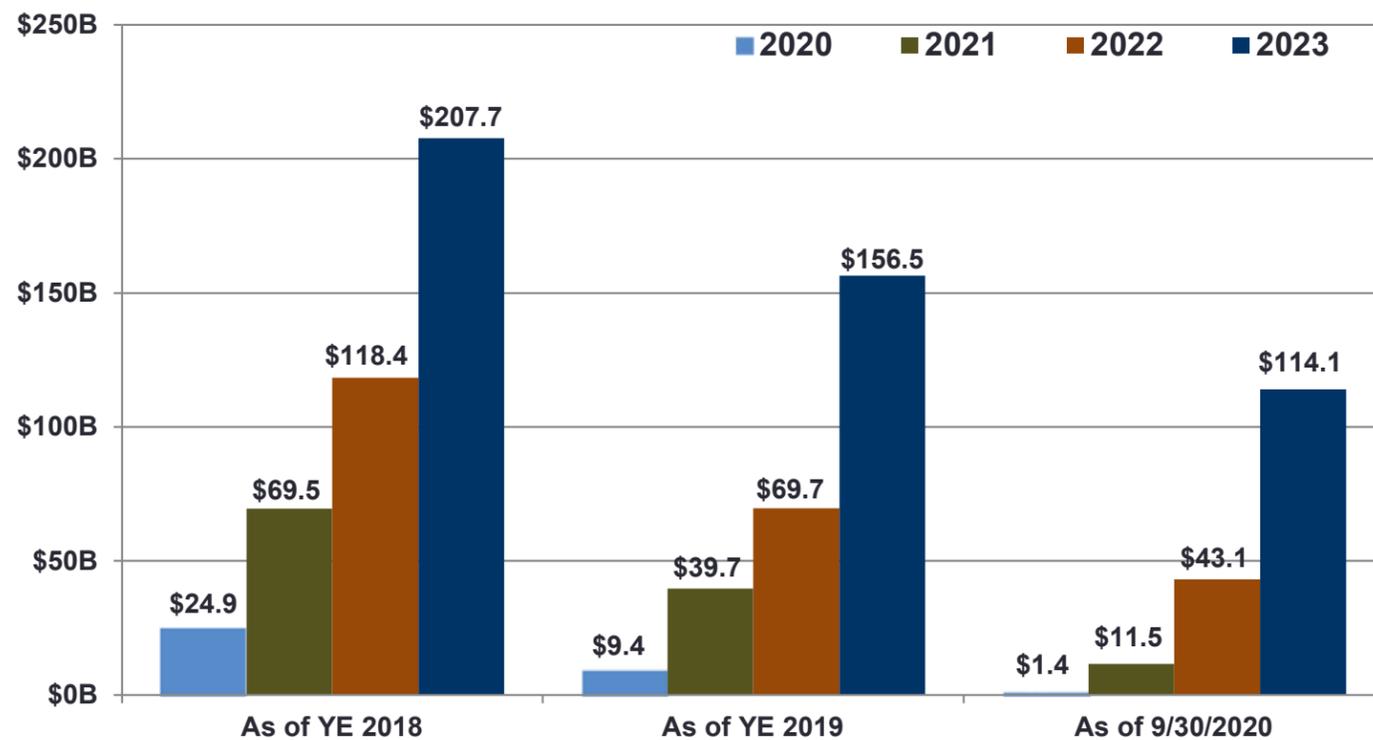


Source: LCD, an offering of S&P Global Market Intelligence

Distressed Market Indicators (cont)

Cumulative Maturity Wall

The amount of loans set to mature in the next several years remains negligible, with just under \$13 billion due before year-end 2021. During the last decade and in the shadow of the pandemic, maturity profiles have been extended along with refinancings at historically attractive funding costs. The 2023 maturity wall has reduced to \$114 billion, from \$156 billion at the end of 2019.

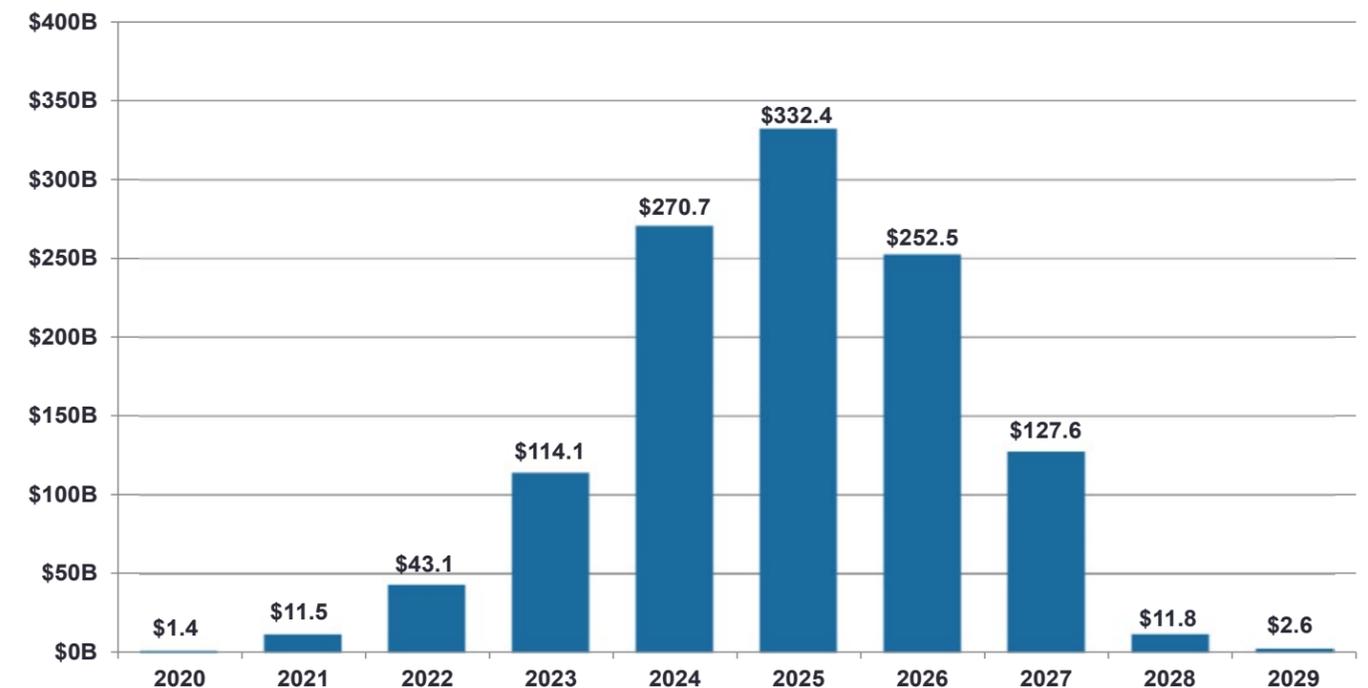


Source: S&P/LSTA Leveraged Loan Index
S&P/LSTA Leveraged Loan Index consists of all loans that are in the index, namely Term loans (both amortizing and institutional), acquisition loans (after they are drawn down) and bridge loans, and senior secured



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 maturities ramping up sharply to \$271 billion in 2024 and \$332 billion in 2025, according to LCD.

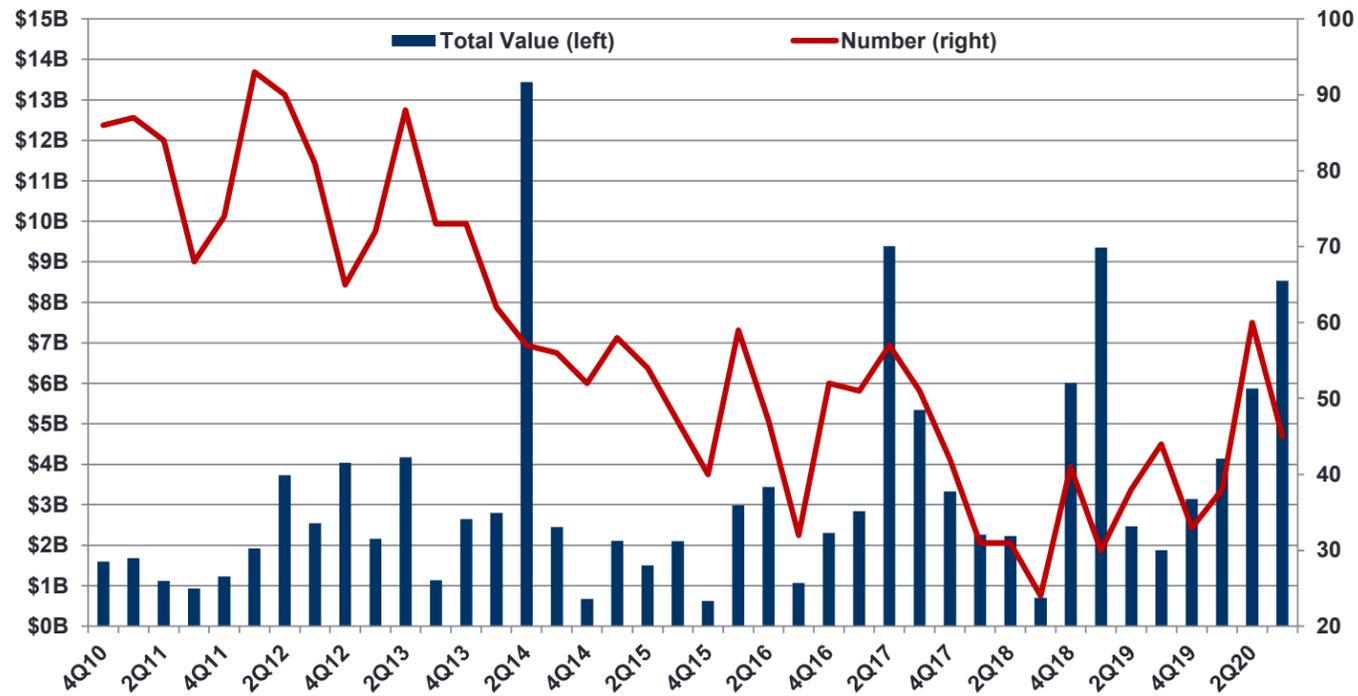


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Distressed Market Indicators (cont)

DIP Financings

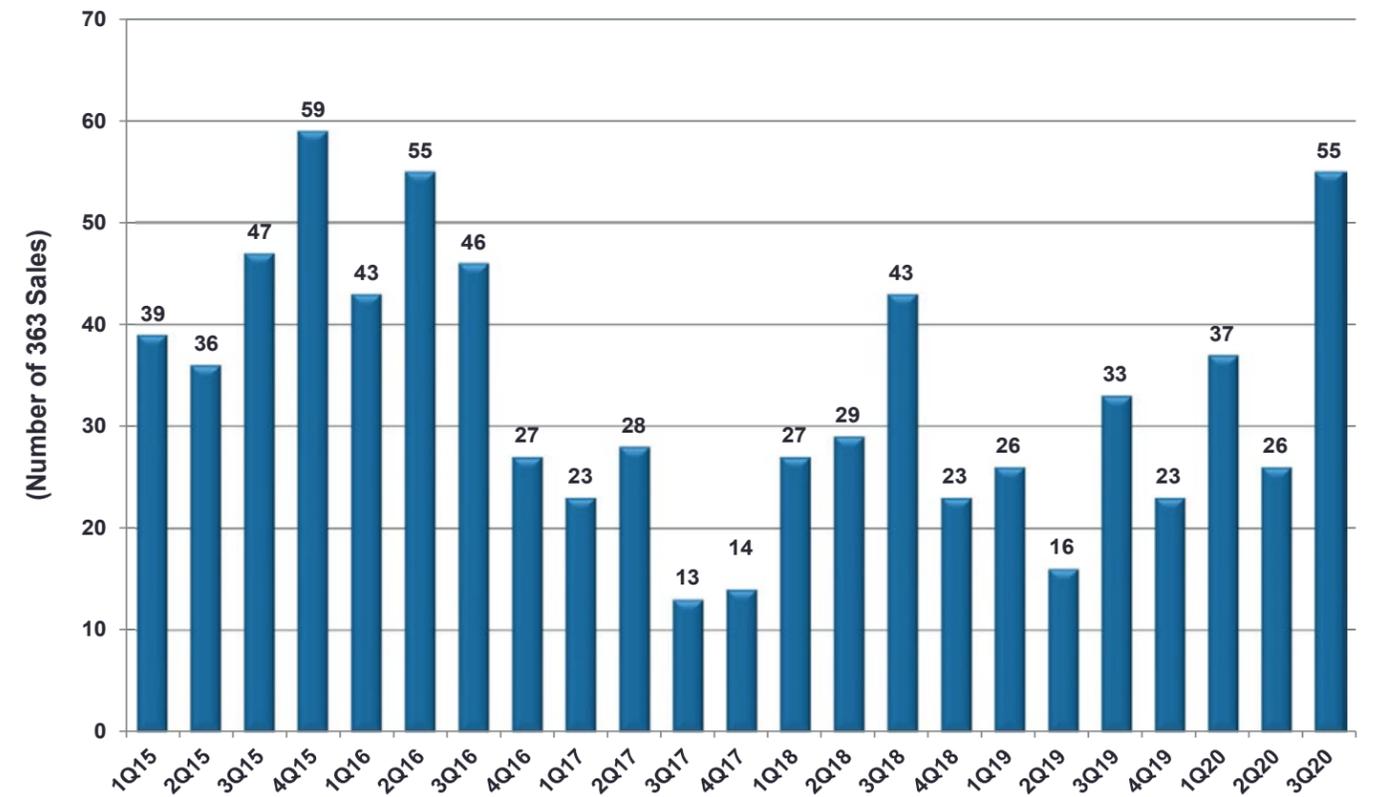
The volume of DIP financings reached \$8.5 billion in Third Quarter 2020, in excess of the activity observed during previous five quarters with *The Deal* reporting 45 DIP financings during the quarter. Frontier Communications (\$1.8 billion) and California Resources (\$1.1 billion) accounted for one-third (34%) 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*, fifty-five (55) Section 363 sales were announced and/or closed during the Third Quarter 2020, a level not seen since mid-2016.



Source: *The Deal*



Select Bankruptcies

During the first three quarters of 2020, chapter 11 business bankruptcy filings are up 33% over the same period last year. According to Epiq, opportunistic investors are providing much needed capital to supplement the lending capabilities of more constrained traditional banks. And, the most over-leveraged distressed companies could face a formal restructuring due to lack of credit support and overall sector decline. Bankruptcy filings during the Third Quarter 2020 were across a variety of industry sectors including:

Debtor Name	Petition Date	Liabilities	Assets	Industry	Jurisdiction
Destination Hope, Inc.	08/28/2020	\$10,000,001 to \$50 million	\$500,001 to \$1 million	Residential Mental Health & Substance Abuse Facilities	Florida Southern
Eastern Niagara Hospital, Inc.	07/08/2020	\$10,000,001 to \$50 million	\$10,000,001 to \$50 million	General Medical and Surgical Hospitals	New York Western
IM Long Island Restaurant Group, LLC	07/28/2020	\$10,000,001 to \$50 million	\$50,000,001 to \$100 million	Restaurants and Other Eating Places	New York Southern
Oculus Skin, Laser and Longevity Centre, Inc.	07/13/2020	\$10,000,001 to \$50 million	\$50,000,001 to \$100 million	Other Ambulatory Health Care Services	Georgia Northern
Wellness Management Company, LLC	09/17/2020	\$50,000,001 to \$100 million	\$0 to \$50,000	Other Ambulatory Health Care Services	Florida Southern
Benevis Corp. and Benevis Affiliates, LLC	08/02/2020	\$100,000,001 to \$500 million	\$100,000,001 to \$500 million	Office Administrative Services	Texas Southern
Lord & Taylor LLC	08/02/2020	\$100,000,001 to \$500 million	\$100,000,001 to \$500 million	Clothing Stores	Virginia Eastern
Sur La Table, Inc.	07/08/2020	\$100,000,001 to \$500 million	\$100,000,001 to \$500 million	Home Furnishings Stores	New Jersey
Vivus Digital Health Corporation	07/07/2020	\$100,000,001 to \$500 million	\$100,000,001 to \$500 million	Pharmaceutical and Medicine Manufacturing	Delaware
Brooks Brothers Group, Inc.	07/08/2020	\$500,000,001 to \$1 billion	\$500,000,001 to \$1 billion	Clothing Stores	Delaware
California Pizza Kitchen, Inc.	07/29/2020	\$500,000,001 to \$1 billion	\$100,000,001 to \$500 million	Restaurants and Other Eating Places	Texas Southern

Debtor Name	Petition Date	Liabilities	Assets	Industry	Jurisdiction
Stein Mart, Inc.	08/12/2020	\$500,000,001 to \$1 billion	\$500,000,001 to \$1 billion	Clothing Stores	Florida Middle
Town Sports International, LLC	09/14/2020	\$500,000,001 to \$1 billion	\$500,000,001 to \$1 billion	Other Amusement and Recreation Industries	Delaware
AnnTaylor, Inc.	07/23/2020	\$1,000,000,001 to \$10 billion	\$1,000,000,001 to \$10 billion	Clothing Stores	Virginia Eastern
Briggs & Stratton Corporation	07/20/2020	\$1,000,000,001 to \$10 billion	\$1,000,000,001 to \$10 billion	Electrical Equipment Manufacturing	Missouri Eastern
California Resources Corporation	07/15/2020	\$1,000,000,001 to \$10 billion	\$1,000,000,001 to \$10 billion	Oil and Gas Extraction	Texas Southern
EnSCO Drilling	08/19/2020	\$1,000,000,001 to \$10 billion	\$10,000,000,001 to \$50 billion	Oil and Gas Extraction	Texas Southern
Garrett Motion Inc.	09/20/2020	\$1,000,000,001 to \$10 billion	\$1,000,000,001 to \$10 billion	Motor Vehicle Parts Manufacturing	New York Southern
Noble Corporation plc	07/31/2020	\$1,000,000,001 to \$10 billion	\$1,000,000,001 to \$10 billion	Oil and Gas Extraction	Texas Southern
Tailored Brands, Inc.	08/02/2020	\$1,000,000,001 to \$10 billion	\$1,000,000,001 to \$10 billion	Clothing Stores	Texas Southern

Source: Federal Judiciary

Select DIP Financings

Nineteen (19) DIP financings over \$30 million were announced during the Third Quarter 2020 across a range of industry sectors, including six in both the energy and retail sectors.

Debtor Name	Industry	DIP Date	Amount (\$ mil-lions)	Margin Over LIBOR	Term/Length of Agreement (months)	Upfront Fee
24 Hour Fitness Worldwide Inc	Leisure	7/20/2020	\$500.0	1,000	12	3.00%
Ascena Retail Group Inc.	Retail	7/23/2020	\$318.0	175	6	-
Briggs & Stratton Corp. [1]	Manufacturing	7/20/2020	\$678.0	487	9	-
Brooks Brothers Group Inc.	Retail	7/8/2020	\$80.0	-	6	-
Bruin E&P Partners LLC	Energy	7/17/2020	\$230.0	600	-	2.00%
California Pizza Kitchen Inc.	Retail	7/30/2020	\$107.3	1,000	5	-
California Resources Corp. [2]	Energy	7/16/2020	\$1,133.0	708	6	1.00%
CEC Entertainment Inc.	Retail	9/8/2020	\$200.0	1,000	6	2.00%
Denbury Resources Inc.	Energy	7/31/2020	\$615.0	350		0.12%
Frontier Communications Corp	Telecom	9/29/2020	\$1,750.0	500	-	-
Global Eagle Entertainment Inc.	Media	7/22/2020	\$80.0	1,000	6	3.00%
Hi-Crush Inc.	Energy	7/12/2020	\$40.0	1,100	-	2.00%
KB US Holdings Inc.	Retail	8/24/2020	\$100.0	800	4	-
Oasis Petroleum Inc.	Energy	9/30/2020	\$450.0	550	6	-
Shiloh Industries Inc.	Automotive	8/30/2020	\$123.5	-	4	-
Tailored Brands Inc.	Retail	8/3/2020	\$500.0	250	6	-
TNT Crane & Rigging Inc.	Construction	8/23/2020	\$45.0	900	6	2.00%
TriVascular Sales LLC	Healthcare	7/6/2020	\$130.8	1,000	3	2.00%
Whiting Petroleum Corp.	Energy	9/1/2020	\$750.0	375	-	-

3Q2020 Pricing reflective of residual impact of COVID-impacted DIP financing market in challenged sectors.

Summary Comparison

	Margin Over LIBOR	Term/Length of Agreement (months)	Upfront Fee
Third Quarter 2020:			
Mean (\$100MM+)	628	6	1.69%
Median (\$100MM+)	575	6	2.00%
Mean (\$30-\$100MM)	1,000	6	2.33%
Median (\$30-\$100MM)	1,000	6	2.00%
Third Quarter 2019:			
Mean (\$100MM+)	549	5	--
Median (\$100MM+)	548	6	--
Mean (\$30-\$100MM)	510	4	0.75%
Median (\$30-\$100MM)	700	4	0.75%

[1] Represents the weighted average of two facilities with a margin over LIBOR of 700 and 350

[2] Represents the weighted average of two facilities with a margin over LIBOR of 900 and 550

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

Section 363 Sales

According to The Deal, fifty-five (55) Section 363 sales were announced during the Third Quarter 2020, including JC Penney (\$1.8 billion), Global Eagle Entertainment (\$675 million), and Briggs & Stratton (\$550 million).

Date Announced	Target	Buyer	Industry	Deal Value (\$ in millions)
8/21/2020	Arena Energy LP	Investor Group	Energy - Oil and Natural Gas	\$64.2
Description	An investor group including individual investor(s) and San Juan Offshore LLC has acquired Arena Energy LP for \$64.16 million.			
9/16/2020	Ascena Retail Group Inc. - intellectual property and related assets of Catherines plus-size brand	FullBeauty Brands Operations LLC	Retail - Clothing	\$40.8
Description	FullBeauty Brands Operations LLC has agreed to acquire intellectual property and related assets of Catherines plus-size brand from Ascena Retail Group Inc. for \$40.8 million.			
7/20/2020	BJ Services LLC - certain hydraulic fracturing assets	Baker Hughes Co.; CSL Capital Management LLC	Business Services	na
Description	Baker Hughes Co. and CSL Capital Management LLC has agreed to acquire BJ Services LLC - certain hydraulic fracturing assets from for an undisclosed amount.			
7/20/2020	Briggs & Stratton Corp.	KPS Capital Partners LP	Manufacturing	\$550.0
Description	KPS Capital Partners LP has agreed to acquire Briggs & Stratton Corp. for \$550 million.			
7/23/2020	Brooks Brothers Group Inc.	Investor Group	Retail	\$325.0
Description	An investor group including BlackRock Inc., General Atlantic LLC, Leonard Green & Partners LP, Lion Capital LLP and SPARC Group LLC has agreed to acquire Brooks Brothers Group Inc. for \$325 million.			
7/14/2020	Congoleum Corp.	Investor Group	Manufacturing; Construction	na
Description	An investor group including Frontier Cap Partners LLC, Paul Capital Partners and Simpron International Ltd. has agreed to acquire Congoleum Corp. for an undisclosed amount.			



Date Announced	Target	Buyer	Industry	Deal Value (\$ in millions)
9/11/2020	Cosmoledo LLC	MK USA LLC	Retail - Restaurants	\$3.0
Description	MK USA LLC has agreed to acquire Cosmoledo LLC for \$3 million.			
7/6/2020	Echo Energy Partners I LLC	HPS Investment Partners LLC	Energy	\$33.0
Description	HPS Investment Partners LLC has agreed to acquire Echo Energy Partners I LLC from Echo Investment Partners LLC for \$32.96 million.			
7/5/2020	Endologix Inc.	Deerfield Partners LP	Healthcare - Medical Devices	na
Description	Deerfield Partners LP has agreed to acquire Endologix Inc. for an undisclosed amount.			
7/9/2020	Exide Holdings Inc. - North American operations	EX Holdings Inc.	Manufacturing	\$170.0
Description	EX Holdings Inc. has agreed to acquire Exide Holdings Inc. - North American operations from Exide Holdings Inc. for \$170 million.			
7/23/2020	Exide Technologies - Americas business	Atlas Holdings LLC	Manufacturing; Energy	\$178.6
Description	Atlas Holdings LLC has agreed to acquire Exide Technologies - Americas business from Z Capital Group LLC and Exide Holdings Inc. for \$178.6 million.			
7/17/2020	Fairway Group Holdings Corp. - stores in Red Hook and Douglaston	Bogopa Enterprises Inc.	Retail	\$1.8
Description	Bogopa Enterprises Inc. has agreed to acquire stores in Red Hook, Brooklyn, and Douglaston, Queens from Fairway Group Holdings Corp., a subsidiary of Goldman Sachs Group Inc. and Brigade Capital Management LP, for \$1.78 million.			
7/22/2020	Fairway Group Holdings Corp. - stores in Red Hook and Douglaston	Seven Seas Red Hook LLC	Retail	\$4.2
Description	Seven Seas Red Hook LLC has agreed to acquire stores in Red Hook, Brooklyn, and Douglaston, Queens from Fairway Group Holdings Corp., a subsidiary of Goldman Sachs Group Inc. and Brigade Capital Management LP, for \$4.2 million.			



Section 363 Sales (cont)

Date Announced	Target	Buyer	Industry	Deal Value (\$ in millions)
7/14/2020	GGI Holdings LLC	RSG Group GmbH	Leisure - Recreation	\$100.0
Description	RSG Group GmbH has agreed to acquire GGI Holdings LLC for \$100 million.			
7/22/2020	Global Eagle Entertainment Inc.	Investor Group	Media	\$675.0
Description	An investor group including Apollo Global Management Inc., Arbour Lane Capital Management LP, BlackRock Financial Management Inc., Eaton Vance Management, Mudrick Capital Management LP and Sound Point Capital Management LP has agreed to acquire Global Eagle Entertainment Inc. for \$675 million.			
7/28/2020	Goodrich Quality Theaters Inc.	Investor Group	Leisure - Recreation	na
Description	An investor group including AP Gibsonton LLC, Mason Asset Management Inc. and Tivoli Enterprises Inc. has acquired Goodrich Quality Theaters Inc. for an undisclosed amount.			
7/23/2020	Hopedale Mining LLC	Alter Domus (US) LLC	Energy - Coal	\$40.0
Description	Permira-backed Alter Domus (US) LLC, a parent of Pledge Servicing Partners LLP, has agreed to acquire Hopedale Mining LLC from Rhino Resource Partners LP for \$40 million.			
9/9/2020	J.C. Penney Co. Inc. - retail and operating assets	Investor Group	Retail - Department store	\$1,750.0
Description	An investor group including Brookfield Property Partners LP and Simon Property Group Inc. has agreed to acquire retail and operating assets from J.C. Penney Co. Inc. for \$1.75 billion.			
8/22/2020	Klausner Lumber One LLC	Timber One Acquisition Holdings LLC.	Agriculture; Construction	\$61.0
Description	Timber One Acquisition Holdings LLC., a subsidiary of Binderholz GmbH, has agreed to acquire Klausner Lumber One LLC for \$61 million.			
9/8/2020	Las Vegas Monorail Co.	Las Vegas Convention and Visitors Authority	Leisure; Transportation	\$24.1
Description	Las Vegas Convention and Visitors Authority has agreed to acquire Las Vegas Monorail Co. for \$24.11 million.			



Date Announced	Target	Buyer	Industry	Deal Value (\$ in millions)
7/16/2020	Latex Foam International LLC	Artilat NV	Consumer Products	na
Description	Artilat NV has acquired Latex Foam International LLC for an undisclosed amount.			
9/15/2020	LSC Communications Inc.	Atlas Holdings LLC	Business Services - Communication	na
Description	Atlas Holdings LLC has agreed to acquire LSC Communications Inc. for an undisclosed amount.			
7/3/2020	Lucky Brand Dungarees LLC	SPARC Group LLC	Consumer Products	\$191.6
Description	SPARC Group LLC has agreed to acquire Lucky Brand Dungarees LLC from Lantern Capital Partners LP and Leonard Green & Partners LP for \$191.6 million.			
7/15/2020	LVI Intermediate Holdings Inc.	Kismet New Vision Holdings LLC	Healthcare	\$35.0
Description	Kismet New Vision Holdings LLC has agreed to acquire LVI Intermediate Holdings Inc., doing business as Vision Group Holdings, for \$35 million.			
8/6/2020	Matchbox Food Group LLC - seven restaurants and intellectual property	Thompson Hospitality Corp.	Retail - Restaurants	\$14.0
Description	Thompson Hospitality Corp. has agreed to acquire seven restaurants and intellectual property from Matchbox Food Group LLC for \$14 million.			
8/10/2020	Modell's Sporting Goods Inc. - intellectual property assets	Modell's Sporting Goods Online Inc.	Retail	\$3.6
Description	Modell's Sporting Goods Online Inc., a subsidiary of Retail Ecommerce Ventures LLC, has agreed to acquire intellectual property assets from Modell's Sporting Goods Inc. for \$3.64 million.			
9/16/2020	Murray Energy Holdings Co.	American Consolidated Natural Resources Inc.	Energy - Coal	na
Description	American Consolidated Natural Resources Inc. has acquired Murray Energy Holdings Co. for an undisclosed amount.			



Section 363 Sales (cont)

Date Announced	Target	Buyer	Industry	Deal Value (\$ in millions)
8/25/2020	Northwest Co. LLC	Investor Group	Retail - Clothing	\$31.5
Description	An investor group including Ashford Partners LLC and Ashford Textiles LLC has agreed to acquire Northwest Co. LLC for \$31.46 million.			
8/6/2020	Paper Store LLC	TPS Group Holdings LLC	Retail	\$38.5
Description	TPS Group Holdings LLC has acquired Paper Store LLC from WestView Capital Partners LP for \$38.5 million.			
7/22/2020	Patriot Well Solutions LLC	White Deer Energy LP	Business Services	\$12.0
Description	White Deer Energy LP has acquired Patriot Well Solutions LLC for \$12 million.			
7/21/2020	Permian Holdings Inc.	New Mountain Finance Corp.	Energy - Oil and Natural Gas	\$30.0
Description	New Mountain Finance Corp. has agreed to acquire Permian Holdings Inc. for \$30 million.			
7/6/2020	Pier 1 Imports Online Inc.	Retail Ecommerce Ventures LLC	Internet Commerce	\$31.0
Description	Retail Ecommerce Ventures LLC has agreed to acquire Pier 1 Imports Online Inc. from Pier 1 Imports Inc. for \$31 million.			
8/7/2020	Prysm Inc.	ESW Capital LLC	Technology - Computer hardware and software	\$12.0
Description	ESW Capital LLC has agreed to acquire Prysm Inc. for \$12 million.			
7/10/2020	Ravn Air Group Inc. - 14 Cessna 207 aircraft	YR-Leasing LLC	Automotive - Aerospace	\$1.5
Description	YR-Leasing LLC has agreed to acquire 14 Cessna 207 aircraft from Ravn Air Group Inc., which is backed by W Capital Partners and J.F. Lehman & Co. Inc., for \$1.49 million.			



Date Announced	Target	Buyer	Industry	Deal Value (\$ in millions)
7/10/2020	Ravn Air Group Inc. - six Cessna 208 aircraft and three facilities	Tatonduk Outfitters Ltd.	Automotive - Aerospace	\$5.6
Description	Tatonduk Outfitters Ltd. has agreed to acquire six Cessna 208 aircraft and three facilities from Ravn Air Group Inc., which is backed by W Capital Partners and J.F. Lehman & Co. Inc., for \$5.58 million.			
7/10/2020	Ravn Air Group Inc. - two facilities	Riverside Apartments LLC	Automotive - Aerospace	\$1.6
Description	Riverside Apartments LLC has agreed to acquire two facilities from Ravn Air Group Inc., which is backed by W Capital Partners and J.F. Lehman & Co. Inc., for \$1.55 million.			
7/10/2020	Ravn Air Group Inc. - 15 Cessna 207 and 208 aircrafts	Grant Aviation Inc.	Automotive - Aerospace	\$10.3
Description	Grant Aviation Inc. has agreed to acquire 15 Cessna 207 and 208 aircrafts from Ravn Air Group Inc., which is backed by W Capital Partners and J.F. Lehman & Co. Inc., for \$10.3 million.			
7/10/2020	Ravn Air Group Inc. - Beech 1900C aircraft	Alaskan Express Service Inc.	Automotive - Aerospace	\$5.1
Description	Jordan Co.-backed Alaskan Express Service Inc., which is a subsidiary of American Fast Freight Inc., has agreed to acquire Beech 1900C aircraft from Ravn Air Group Inc., which is backed by W Capital Partners and J.F. Lehman & Co. Inc., for \$5.07 million.			
7/10/2020	Ravn Air Group Inc. - four Cessna 208 aircraft and facilities	Wright Air Service Inc.	Automotive - Aerospace	\$12.8
Description	Wright Air Service Inc. has agreed to acquire four Cessna 208 aircraft and facilities from Ravn Air Group Inc., which is backed by W Capital Partners and J.F. Lehman & Co. Inc., for \$12.8 million.			
7/10/2020	Ravn Air Group Inc. - three lots of facilities	Bering Air Inc.	Automotive - Aerospace	\$2.9
Description	Bering Air Inc. has agreed to acquire three lots of facilities from Ravn Air Group Inc., which is backed by W Capital Partners and J.F. Lehman & Co. Inc., for \$2.88 million.			

Section 363 Sales (cont)

Date Announced	Target	Buyer	Industry	Deal Value (\$ in millions)
9/9/2020	Remington Outdoor Co. Inc. - ammunition assets	JJE Capital Holdings LLC	Manufacturing	\$65.0
Description	JJE Capital Holdings LLC has agreed to acquire ammunition assets from Remington Outdoor Co. Inc. for \$65 million.			
9/30/2020	Remington Outdoor Co. Inc. - Marlin firearms assets	Sturm, Ruger & Co.	Manufacturing	\$30.0
Description	Sturm, Ruger & Co. has agreed to acquire Marlin firearms assets from Remington Outdoor Co. Inc. for \$30 million.			
9/29/2020	Remington Outdoor Co. Inc. - Remington brand and manufacturing facilities in Lonoke, Arkansas	Vista Outdoor Inc.	Manufacturing	\$81.4
Description	Vista Outdoor Inc. has acquired Remington brand and manufacturing facilities in Lonoke, Arkansas from Remington Outdoor Co. Inc. for \$81.4 million.			
9/29/2020	Remington Outdoor Co. Inc. - various assets	Investor Group	Manufacturing	\$12.8
Description	An investor group including Franklin Armory Holdings Inc., Roundhill Group LLC, Sierra Bullets LLC, Sportsman's Warehouse Inc. and Sturm, Ruger & Co. has agreed to acquire various assets from Remington Outdoor Co. Inc. for \$12.8 million.			
8/31/2020	RTW Retailwinds Inc. - e-commerce business, related intellectual property and certain other assets	Saadia Group LLC	Internet Commerce	\$40.0
Description	Saadia Group LLC has agreed to acquire e-commerce business, related intellectual property and certain other assets from RTW Retailwinds Inc., a portfolio company of Irving Place Capital Management LP for \$40 million.			
9/21/2020	Rubie's Costume Co. Inc.	Investor Group	Manufacturing - Textiles	\$133.0
Description	An investor group including Alimentation Couche-Tard Inc. and Circle K Stores Inc. has agreed to acquire Rubie's Costume Co. Inc. for \$133 million.			



Date Announced	Target	Buyer	Industry	Deal Value (\$ in millions)
9/1/2020	Security First Corp.	ESW Capital LLC	Technology - Computer hardware and software	\$6.0
Description	ESW Capital LLC has agreed to acquire Security First Corp. for \$6 million.			
8/30/2020	Shiloh Industries Inc.	Grouper Holdings LLC	Automotive	\$218.0
Description	Grouper Holdings LLC, a subsidiary of MiddleGround Capital has agreed to acquire Shiloh Industries Inc. for \$218 million.			
8/13/2020	Suitable Technologies Inc. - certain computer related assets	MagicHeart Investments LLC	Technology	\$0.1
Description	MagicHeart Investments LLC has agreed to acquire certain computer related assets from Suitable Technologies Inc. for \$0.1 million.			
8/13/2020	Suitable Technologies Inc. - Beam telepresence robot and technology platform	Blue Ocean Robotics ApS	Technology	\$0.4
Description	Blue Ocean Robotics ApS has agreed to acquire Beam telepresence robot and technology platform from Suitable Technologies Inc. for \$0.4 million.			
8/12/2020	Sur La Table Inc. - brand and intellectual property assets	Marquee Brands LLC	Food	\$23.4
Description	Marquee Brands LLC has agreed to acquire brand and intellectual property assets from Sur La Table Inc. for \$23.38 million.			
8/12/2020	Sur La Table Inc. - operating assets	CSC Generation Inc.	Food	na
Description	CSC Generation Inc. has agreed to acquire operating assets from Sur La Table Inc., a subsidiary of SLT Holdco Inc., which is backed by Investcorp SA, for an undisclosed amount.			



Section 363 Sales (cont)

Date Announced	Target	Buyer	Industry	Deal Value (\$ in millions)
7/13/2020	Templar Energy LLC	Presidio Petroleum LLC	Energy - Exploration	\$91.0
Description	Morgan Stanley Energy Partners-backed Presidio Petroleum LLC has acquired Templar Energy LLC from Ares Management LP and Bain Capital LLC for \$91 million.			
8/6/2020	Watson Grinding & Manufacturing Co.	MOGAS Industries Inc.	Manufacturing	na
Description	MOGAS Industries Inc. has acquired Watson Grinding & Manufacturing Co. for an undisclosed amount.			
8/10/2020	Yuma Energy Inc.	Tamboran Resources Ltd.	Energy - Exploration	\$0.3
Description	Tamboran Resources Ltd. has agreed to acquire 97% stake in Yuma Energy Inc. for \$0.3 million.			

Source: The Deal



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Amend & Extend Deals

Twenty-six (26) Amend & Extend deals were announced during the Third Quarter 2020, with about one-half (54%) of these locking in for extended periods (24 months or longer).

Name	Amend Deal Date	S&P Loan Rating	Moody's Loan Rating	Extension
AgroFresh Inc.	7/8/2020	B-	B3	41 months
Alight Solutions	7/20/2020	B	B1	29 months
Ascensus Inc.	8/6/2020	B-	B2	44 months
Avantor Performance Materials Inc.	7/6/2020	B+	Ba2	33 months
Avaya Inc. (Amend 7/18)	9/16/2020	B	B2	36 months
Avaya Inc. (ABL RC 12/17)	9/28/2020	NR	NR	33 months
Brinker International Inc.	7/23/2020	B-	B3	15 months
CIBT Inc	7/20/2020	NR	Caa1	21 months
Columbus McKinnon	9/8/2020	BB-	Ba3	19 months
Darling International Inc.	9/18/2020	BB+	Ba2	45 months
Diebold Nixdorf	7/27/2020	B-	B3	15 months
Dun & Bradstreet Corp	9/11/2020	B-	B2	19 months
Fortress Investment Group	9/18/2020	NR	NR	30 months
Micro Focus	9/3/2020	BB-	B1	19 months
Nielsen Company	7/17/2020	BBB-	Ba3	23 months
nThrive Inc.	7/13/2020	CCC+	Caa1	13 months
Park Hotels & Resorts	9/14/2020	BB-	NR	24 months
PRA Group	8/26/2020	NR	NR	24 months
Reynolds Group Holdings Ltd	9/17/2020	B+	B1	36 months
Sequa Corp	7/14/2020	CCC+	Caa2	24 months
Shoes for Crews LLC (RC 12/15)	7/28/2020	D	NR	15 months
Shoes for Crews LLC (TL 12/15)	7/28/2020	D	NR	15 months



Name	Amend Deal Date	S&P Loan Rating	Moody's Loan Rating	Extension
Six Flags Theme Parks Inc.	8/26/2020	B-	Ba2	12 months
TI Automotive	9/14/2020	BB-	B1	30 months
Vistra Holdings Sarl	9/15/2020	CCC+	B2	36 months
Xenia Hotels & Resorts	7/1/2020	NR	NR	12 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

Matthew E. Rubin
Senior Managing Director

Matthew M. Caine
Managing Director

George N. Koutsonicolis
Managing Director

Raoul Nowitz
Managing Director

S. Waite Popejoy
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