



CreditRiskMonitor’s warning of Pyxus International Inc.’s (“Pyxus”) bankruptcy risk was determined by a combination of factors:

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MONTHLY AVERAGE FRISK® SCORE

CreditRiskMonitor's FRISK® score had been warning of financial stress at Pyxus International (OTC: PYXSQ) for more than a year. We issued a special High Risk Report, dated October 25, 2019 as conditions continued to deteriorate and become more troubling. **The company ultimately filed for bankruptcy on June 15, 2020.**

Fourth quarter sales fell by 8.2% year-over-year, EBIT declined by 6.6%, and net losses doubled. Working capital decreased by 17%.

Pyxus announced a relocation of processing operations to Phillip Morris, which involved employee layoffs. Such restructurings are a red flag.

Moody's downgraded Pyxus' corporate family rating (CFR) from Caa2 to Caa1, and changed the outlook from stable to negative.

Business Name	2019							2020					
	J	J	A	S	O	N	D	J	F	M	A	M	J
Pyxus International, Inc.	1	1	1	1	1	1	1	1	1	1	1	1	1

BANKRUPT!

Total kilos of tobacco sold in 2Q declined 40% due to destroyed U.S. crop size attributable to Hurricane Florence.

Management announced strategic alternatives and hired three restructuring advisers; one law firm and two financial advisers.

The FRISK® score is 96% accurate* in predicting the risk of corporate failure/bankruptcy over a 12-month horizon. All FRISK® scores are recalculated every night for each subsequent 12-month period.

FRISK® SCORE: PROBABILITY OF BANKRUPTCY WITHIN 12 MONTHS

	FRISK®	FROM	TO
BEST	10	0.00%	0.12%
	9	0.12%	0.27%
	8	0.27%	0.34%
	7	0.34%	0.55%
	6	0.55%	0.87%
WORST	5	0.87%	1.40%
	4	1.40%	2.10%
	3	2.10%	4.00%
	2	4.00%	9.99%
	1	9.99%	50.00%

While the risk of bankruptcy varies at each FRISK® score, 96% of public companies that eventually go bankrupt enter the FRISK® "red zone" prior to filing. **A FRISK® score of 5 or less is an important warning sign.**

*FRISK® score accuracy of 96% is based on backtesting of U.S. public companies; results may vary by country.

THE FRISK® SCORE COMPONENTS

At the core of the CreditRiskMonitor® process is our 96% accurate FRISK® score, which indicates a company's level of financial stress on a scale of 1 to 10, based on the probability of bankruptcy over a 12-month horizon. When available, the FRISK® score incorporates a number of powerful risk indicators including:

A “Merton” type model using stock market capitalization and volatility

Financial ratios, including those used in the Altman Z”-Score Model

Bond agency ratings from Moody’s, Fitch, & DBRS Morningstar

Crowdsourced CreditRiskMonitor® Usage Data

[Crowdsourcing](#) has enhanced the accuracy and timeliness of the FRISK® score. We collect and analyze data patterns from thousands of CreditRiskMonitor® subscribers, including professionals from more than 35% of the Fortune 1000 and other large corporations worldwide.

The crowdsourcing advantage is even more powerful in our FRISK® score since many of the professionals who use our service are credit managers:

- Credit managers control one of the largest sources of working capital going into a company
- They are not held to the same “Fair Disclosure” restrictions that prevent non-disclosed information sharing on public companies
- Credit managers use a variety of non-public information sources such as their own company’s management and sales representatives to be alerted to concerns in a public company’s performance
- It is commonly known credit managers confidentially share information with other credit managers, thus collectively, their behavior helps to provide advanced insight to financial problems in public companies

[Read more in Credit Research Foundation’s quarterly journal article, “Assessing Public Company Financial Risk by Crowdsourcing the Research of Credit Professionals”](#)

DO NOT MISS THIS – MANAGEMENT DISCUSSION AND ANALYSIS (MD&A)

Making misleading or fraudulent statements in an MD&A is against the law – and Sarbanes-Oxley subjects CEOs and CFOs to heavy fines or even jail time for doing so. A vital feature of the CreditRiskMonitor service is the ability to quickly access a Company’s Management Discussion and Analysis (MD&A) history. Let it sink in: there are no two people in the world with better knowledge of a company’s liquidity risk than the CEO and CFO. More than any credit manager. More than any trade group. And they’re personally liable if they’re lying.

According to the Financial Accounting Standards Board (FASB), “MD&A should provide a balanced presentation that includes both positive and negative information about the topics discussed.”

Report

- Overview
- Company News
- Risk Ratings
- Important Information
- Annual Financials
- Year/Year Interim
- Sequential Quarters
- Liquidity (MD&A)**
- SEC Filings
- Peer Analysis
- Payments
- Public Filings
- General Info
- Access History
- Credit Limit
- Update Portfolio
- Print/Save Report
- Currency Converter

Pyxus International, Inc.
8001 Aerial Center Pkwy
Morrisville, NC 27560-8413 United States
Phone: (919) 379-4300

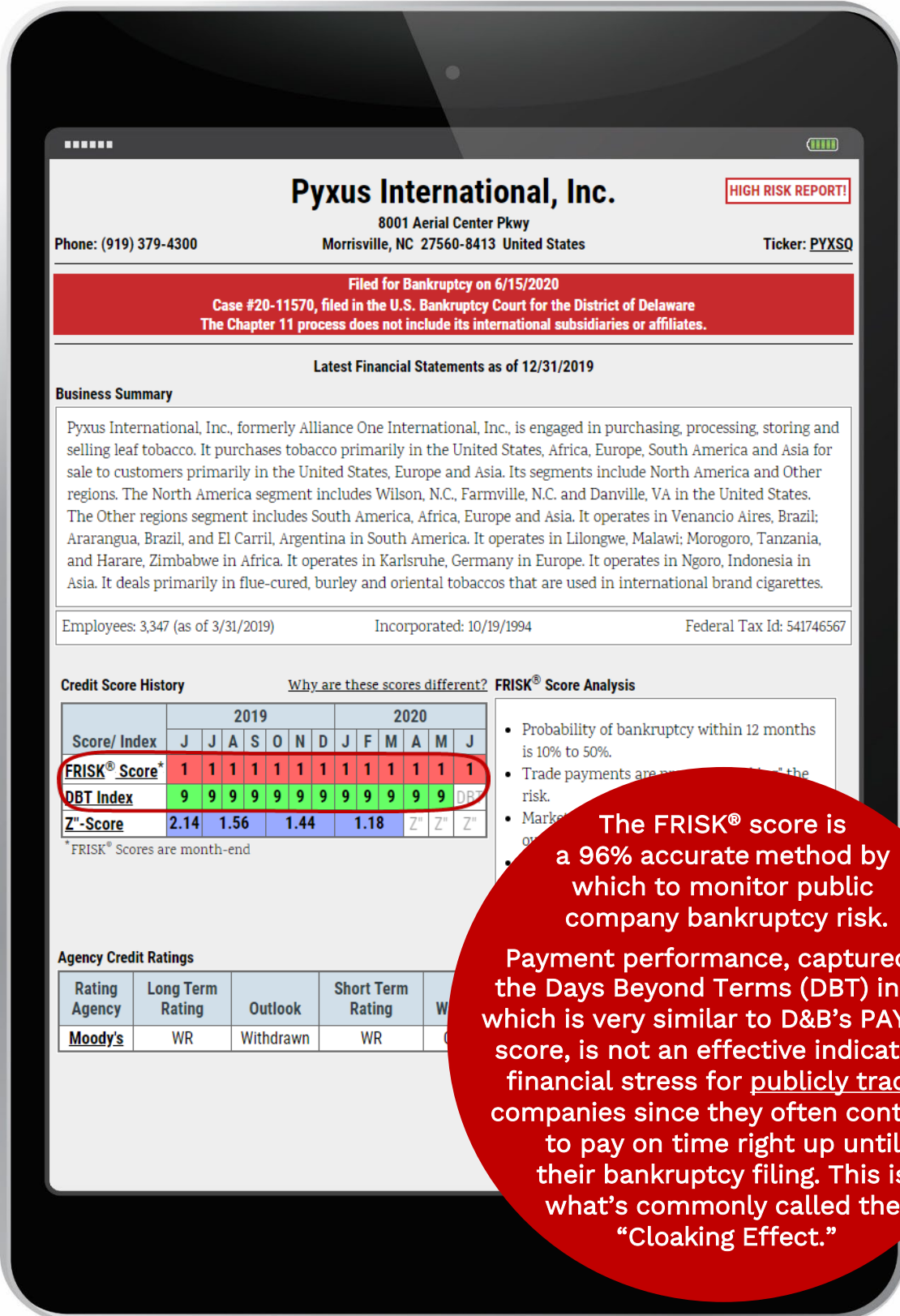
Filed for Bankruptcy on 6/15/2020
Case #20-11570, filed in the U.S. Bankruptcy Court for the District of Delaware
The Chapter 11 process does not include its international subsidiaries or affiliates.

Our liquidity requirements are affected by various factors from our core tobacco leaf business, including crop seasonality, foreign currency and interest rates, green tobacco prices, customer mix, crop size, and quality. Our leaf tobacco business is seasonal, and purchasing, processing, and selling activities have several associated peaks where cash on-hand and outstanding indebtedness may vary significantly compared to fiscal year-end. Additionally, as we continue our transformation journey our liquidity requirements are increasingly affected by branding, marketing, and advertising expenses to support growth of the Other Products and Services segment, and legal and professional costs incurred to evaluate and develop plans for a potential partial monetization of interests in subsidiaries in the Other Products and Services segment and to support our existing long-term debt.

Our primary sources of liquidity include collections from our securitized receivables, and short-term borrowing. We have historically financed our non-U.S. tobacco operations with uncommitted lines of credit. These foreign lines of credit are seasonal in nature, renewed at the discretion of the lenders, and the lenders have the right to cease making loans and disbursements at any time. These lines of credit are typically renewed at the discretion of the lenders and are continually analyzed in order to manage risk.

Management disclosed potential asset sales to address maturing debt. Additionally, its primary financing sources were uncommitted, indicating lenders could cease providing loans at any time. Contact your account manager to discuss these important red flags.

COMPANY REPORT DETAIL



Pyxus International, Inc.

HIGH RISK REPORT!

8001 Aerial Center Pkwy
 Morrisville, NC 27560-8413 United States
 Phone: (919) 379-4300 Ticker: **PYXSQ**

Filed for Bankruptcy on 6/15/2020
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Latest Financial Statements as of 12/31/2019

Business Summary

Pyxus International, Inc., formerly Alliance One International, Inc., is engaged in purchasing, processing, storing and selling leaf tobacco. It purchases tobacco primarily in the United States, Africa, Europe, South America and Asia for sale to customers primarily in the United States, Europe and Asia. Its segments include North America and Other regions. The North America segment includes Wilson, N.C., Farmville, N.C. and Danville, VA in the United States. The Other regions segment includes South America, Africa, Europe and Asia. It operates in Venancio Aires, Brazil; Ararangua, Brazil, and El Carril, Argentina in South America. It operates in Lilongwe, Malawi; Morogoro, Tanzania, and Harare, Zimbabwe in Africa. It operates in Karlsruhe, Germany in Europe. It operates in Ngoro, Indonesia in Asia. It deals primarily in flue-cured, burley and oriental tobaccos that are used in international brand cigarettes.

Employees: 3,347 (as of 3/31/2019) Incorporated: 10/19/1994 Federal Tax Id: 541746567

Credit Score History

[Why are these scores different?](#)

FRISK® Score Analysis

Score/ Index	2019						2020						
	J	J	A	S	O	N	D	J	F	M	A	M	J
FRISK® Score*	1	1	1	1	1	1	1	1	1	1	1	1	1
DBT Index	9	9	9	9	9	9	9	9	9	9	9	9	9
Z"-Score	2.14	1.56				1.44		1.18	Z"	Z"	Z"		

- Probability of bankruptcy within 12 months is 10% to 50%.
- Trade payments are...
- Market...

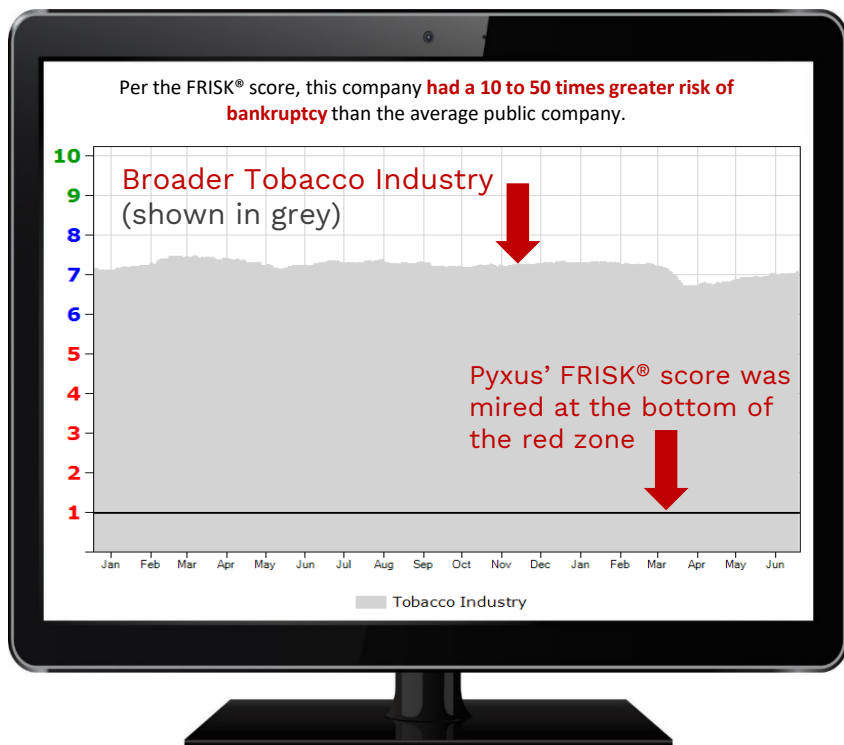
*FRISK® Scores are month-end

Agency Credit Ratings

Rating Agency	Long Term Rating	Outlook	Short Term Rating
Moody's	WR	Withdrawn	WR

The FRISK® score is a 96% accurate method by which to monitor public company bankruptcy risk. Payment performance, captured by the Days Beyond Terms (DBT) index, which is very similar to D&B's PAYDEX® score, is not an effective indicator of financial stress for publicly traded companies since they often continue to pay on time right up until their bankruptcy filing. This is what's commonly called the "Cloaking Effect."

FRISK® DEEP DIVE



The FRISK® score relative to the broader Tobacco industry raised an additional red flag signaling heightened risk relative to peers, as well...

MAKING IMMEDIATE ATTENTION REQUIRED.

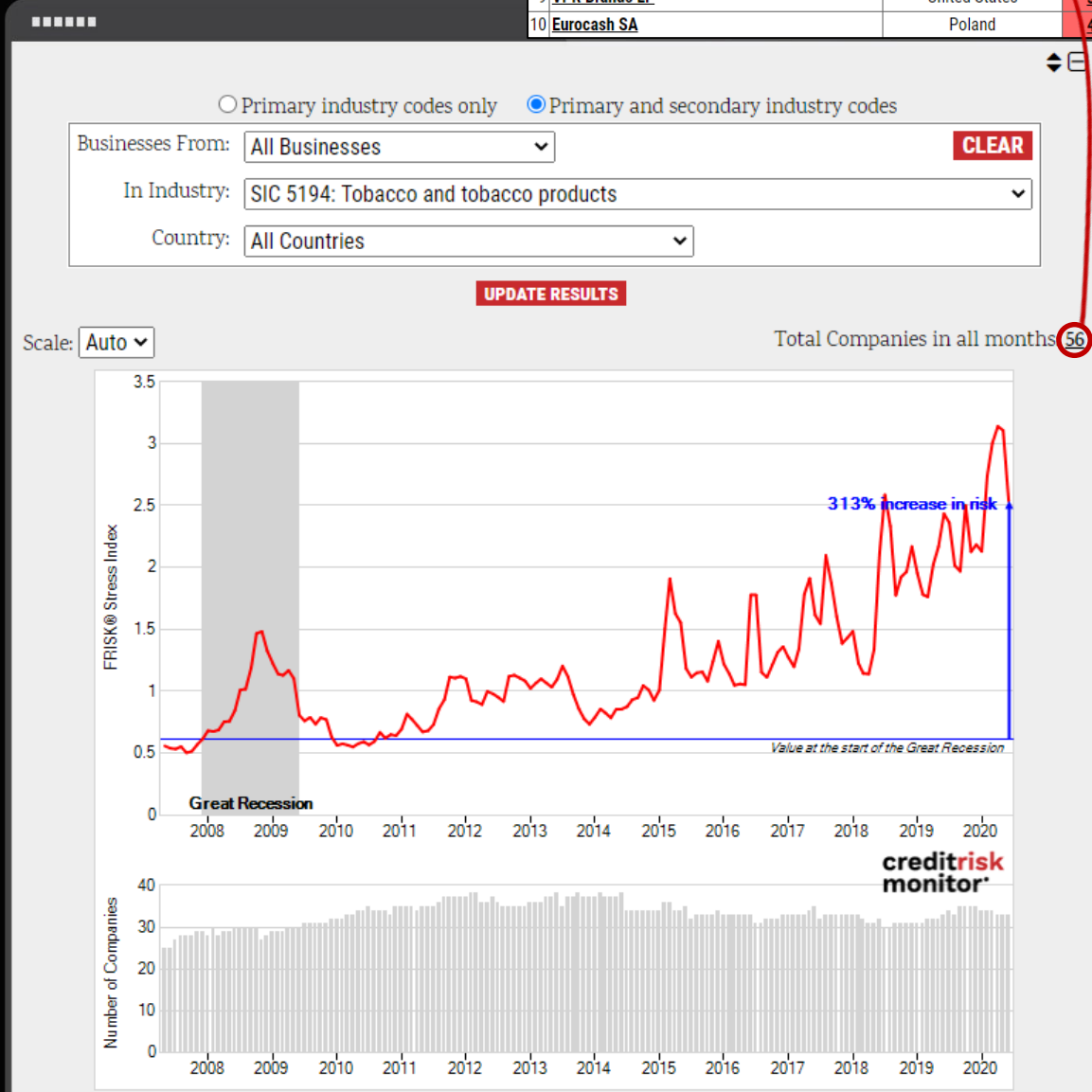
ADJUSTED MARKET CAP VOLATILITY



One of the inputs of the FRISK® score is a company's market cap volatility, adjusted for dividends, over the course of a year. Incorporating this information allows us to capture the "wisdom of markets" on a daily basis. This ensures our subscribers are getting the most up to date view of the risks they face since stocks tend to be more liquid and faster moving than bond prices and ratings.

FRISK® STRESS INDEX

#	Business Name	Country	Current FRISK® score
1	Pyxus International, Inc. HIGH RISK REPORT!	United States	1
2	Tisak dd	Croatia	2
3	LifeBrandz Ltd	Singapore	2
4	China Fortune Investments (Holding) Ltd	Hong Kong	2
5	Gaby Inc	Canada	2
6	Vector Group Ltd	United States	2
7	Societe Ivoirienne des Tabacs SA	Ivory Coast / Cote d'Ivoire	3
8	Silver Base Group Holdings Limited	Hong Kong	3
9	VPR Brands LP	United States	3
10	Eurocash SA	Poland	4



The FRISK® Stress Index shows the collective probability of failure in a group of companies (such as an industry, country or portfolio) over the next 12 months. It is designed to show trends in risk level across groups of companies and is shown on a zero to 50 scale, with 50 being the most risky.

The average probability of failure for SIC code 5194 (Tobacco and tobacco products) has increased 313% since 2007. Pyxus

International was among the weakest names in the industry as evidenced by its FRISK® score of 1.

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PEER ANALYSIS ON ALTERNATE SUPPLIERS AND CUSTOMERS

The Peer Analysis expands to provide a ranking of a company's competitors, which can help provide options for alternate suppliers or new customers

Group: 743		Ranking Within Peer Group	Number Of Peers Ranked	Company Value	Peer Group Range		
Credit Ratings				Low	Median	High	
Z-Score	591	607	Rank	Company Name			
Performance ratios:				1	Vinataba Trading & Investment JSC		
Net Sales (Thousands of U.S. Dollars)	55	78	2	Pobis TNC Co Ltd			
Gross Margin % Of Sales	531	635	3	Philip Morris International Inc.			
Gross Margin % Of Sales -- TTM	546	651	4	British American Tobacco Bangladesh			
SGA % Of Sales	220	628	5	Carreras Limited			
SGA % Of Sales -- TTM	240	646					
Operating Margin % Of Sales	537	649					
Operating Margin % Of Sales -- TTM	587	660					
EBITDA Margin Of Sales	278	321					
EBITDA Margin Of Sales -- TTM	438	494					
Net Profit Margin % Of Sales	614	649					
Net Profit Margin % Of Sales -- TTM	641	660					
Pre-tax Income % Of Sales	617	649					
Effective Tax Rate	108	651					
Depreciation % Of Prop/Plant/Equipment	214	527					
Capital Expense % Of Prop/Plant/Equipment	279	479					
Interest Coverage	237	248					
Interest Coverage -- TTM	409	425					
Liquidity ratios:				Rank	Company Name		
Cash Ratio	577	619	1	Reysas Tasimacilik ve Lojistik Tcrt AS			
Quick Ratio	591	612	2	LifeBrandz Ltd			
Current Ratio	492	619	3	Hoang Long Group			
Efficiency ratios:				4	China Tobacco International HK Co Ltd		
Accounts Receivable Turnover	327	654	5	Carreras Limited			
Days Sales Outstanding	335	649					
% of Inventory Financed by Vendors	499	525					
% of Inventory Financed by Vendors -- TTM	543	565					
Inventory Turnover	577	645					
Inventory Turnover -- TTM	582	647					
Days Sales in Inventory	579	627					
Inventory to Working Capital	539	608					
Accounts Payable Turnover	83	571					
Accounts Payable Turnover -- TTM	80	576					
Leverage & debt coverage:							
Total Debt to Equity Ratio	533	534					
Debt to Tangible Equity Ratio		503					
Total Debt to Assets Ratio	535	535					
Short-Term Debt % of Total Debt	217	498					
Short-Term Debt % of Working Capital	456	526					
Liabilities to Net Worth Ratio		587					
Total Liabilities to Equity Ratio	617	618					
TTM EBITDA to Total Debt	398	415					
Net Debt to TTM EBITDA	421	422					
Green - Ranked in Upper Quartile of Peer Group							
White - Ranked in the Middle Two Quartiles of Peer Group							
Red - Ranked in Lower Quartile of Peer Group							
Orange - Confidential							
Grey - Data is Not Available							
TTM = trailing 12 months							
N/A = Not Available							

Pyxus International demonstrated bottom quartile ranking in key financial ratios (shown in red) versus its industry peers.

QUARTERLY PERFORMANCE RATIOS

Razor thin operating margins and recurring net losses

Insufficient interest coverage ratio & negative free cash flow

Performance Ratios - Sequential Quarters

(Thousands of U.S. Dollars)

Period Ended	3 mos 12/31/2019	3 mos 9/30/2019	3 mos 6/30/2019	3 mos 3/31/2019	3 mos 12/31/2018
Net Sales \$	\$363,260	\$382,981	\$276,670	\$591,242	\$524,487
% change	-5.15%	38.43%	-53.21%	12.73%	32.82%
Gross Margin \$	\$55,127	\$60,220	\$39,712	\$85,505	\$74,711
% change	-8.46%	51.64%	-53.56%	14.45%	51.84%
% of sales	15.18%	15.72%	14.35%	14.46%	14.24%
change as % of incremental sales	n/m	19.29%	n/m	16.17%	19.68%
SG&A \$	\$45,911	\$47,263	\$49,377	\$54,060	\$41,680
% change	-2.86%	-4.28%	-8.66%	29.70%	6.89%
% of sales	12.64%	12.34%	17.85%	9.14%	7.95%
change as % of incremental sales	n/m	-1.99%	n/m	18.55%	2.07%
Operating margin \$	\$8,143	\$14,463	(\$6,929)	\$30,620	\$40,636
% change	-43.70%	308.73%	-122.63%	-24.65%	213.16%
% of sales	2.24%	3.78%	-2.50%	5.18%	7.75%
change as % of incremental sales	n/m	20.12%	n/m	-15.00%	21.34%
EBITDA \$	\$16,551	\$23,248	\$1,881	\$39,480	\$49,130
% change	-28.81%	1,135.94%	-95.24%	-19.64%	122.39%
% of sales	4.56%	6.07%	0.68%	6.68%	9.37%
change as % of incremental sales	n/m	20.10%	n/m	-14.46%	20.86%
EBIT \$	\$8,143	\$14,463	(\$6,929)	\$30,620	\$40,636
% change	-43.70%	308.73%	-122.63%	-24.65%	213.16%
% of sales	2.24%	3.78%	-2.50%	5.18%	7.75%
change as % of incremental sales	n/m	20.12%	n/m	-15.00%	21.34%
Pre-tax income \$	(\$23,615)	(\$19,501)	(\$39,587)	(\$1,709)	\$7,651
% change	-21.10%	50.74%	-2,216.38%	-122.34%	135.40%
% of sales	-6.50%	-5.09%	-14.31%	-0.29%	1.46%
change as % of incremental sales	n/m	18.89%	n/m	-14.02%	22.58%
Net income (loss) \$	(\$21,993)	(\$16,518)	(\$61,797)	(\$9,980)	(\$5,095)
% change	-33.15%	73.27%	-519.21%	-95.88%	90.67%
% of sales	-6.05%	-4.31%	-22.34%	-1.69%	-0.97%
change as % of incremental sales	n/m	42.59%	n/m	-7.32%	38.22%
Tax expense \$	(\$914)	\$2,699	\$23,453	\$10,940	\$15,527
Effective tax rate	3.87%	-13.84%	-59.24%	-640.14%	202.94%
Depreciation expense \$	\$8,408	\$8,785	\$8,810	\$8,860	\$8,494
% of sales	2.31%	2.29%	3.18%	1.50%	1.62%
% of capital expenses	59.18%	49.00%	45.54%	57.84%	61.47%
% of PP&E, net (annualized)	9.77%	10.40%	11.54%	13.10%	12.97%
Capital expenditures \$	\$14,207	\$17,928	\$19,344	\$15,317	\$13,819
% change	-20.76%	-7.32%	26.29%	10.84%	2.66%
% of PP&E, net (annualized)	16.51%	21.23%	25.34%	22.64%	21.09%
% of working capital (annualized)	12.18%	14.48%	14.08%	10.03%	8.73%
Interest coverage ratio	0.51	0.66	0.06	1.18	1.45
% change	-21.87%	1,083.27%	-95.30%	-18.25%	131.42%
Free cash flow \$	(\$143,650)	(\$105,781)	(\$189,266)	\$74,895	\$67,005
% change	-35.80%	44.11%	-352.71%	11.78%	141.96%
Source:	10-Q 2/10/2020	10-Q 11/7/2019	10-Q 8/9/2019	10-K 6/14/2019	10-Q 2/11/2019

QUARTERLY LEVERAGE RATIOS

Total debt to equity ratio steadily worsens as accumulated deficit sequentially expands

Tangible net worth falls and eventually turns negative, weakening collateral base

Leverage Ratios - Sequential Quarters

(Thousands of U.S. Dollars)

Period Ended	12/31/2019	9/30/2019	6/30/2019	3/31/2019	12/31/2018
Total debt \$	\$1,483,132	\$1,483,767	\$1,420,834	\$1,327,679	\$1,480,767
% change	-0.04%	4.43%	7.02%	-10.34%	-2.52%
Stockholders' equity \$	\$92,034	\$111,635	\$130,565	\$192,019	\$218,367
% change	-17.56%	-14.50%	-32.00%	-12.07%	-4.29%
Total debt to equity ratio	16.12	13.29	10.88	6.91	6.78
% change	21.25%	22.14%	57.39%	1.96%	1.84%
Tangible net worth \$	(\$9,940)	\$8,635	\$25,240	\$85,902	\$114,184
% change	-215.11%	-65.79%	-70.62%	-24.77%	-4.95%
Total debt to tangible net worth	n/a	171.83	56.29	15.46	12.97
% change	n/a	205.25%	264.22%	19.18%	2.55%
Total assets \$	\$1,949,047	\$1,978,868	\$1,965,575	\$1,859,275	\$2,023,719
% change	-1.51%	0.68%	5.72%	-8.13%	0.03%
Total debt to assets ratio	0.76	0.75	0.72	0.71	0.73
% change	1.49%	3.72%	1.23%	-2.41%	-2.56%
Tangible assets \$	\$1,847,073	\$1,875,868	\$1,860,250	\$1,753,158	\$1,919,536
% change	-1.54%	0.84%	6.11%	-8.67%	0.24%
Short-term debt \$	\$580,671	\$582,708	\$521,162	\$429,293	\$583,572
% change	-0.35%	11.81%	21.40%	-26.44%	-4.96%
Short-term debt % of total debt	39.15%	39.27%	36.68%	32.33%	39.41%
% change	-0.31%	7.07%	13.44%	-17.95%	-2.50%
Short-term debt % of working capital	129.29%	120.48%	102.78%	72.56%	92.68%
% change	7.31%	17.22%	41.65%	-21.71%	-3.86%
Total liabilities \$	\$1,857,013	\$1,867,233	\$1,835,010	\$1,667,256	\$1,805,352
% change	-0.55%	1.76%	10.06%	-7.65%	0.58%
Total liabilities to equity ratio	20.18	16.73	14.05	8.68	8.27
% change	20.63%	19.01%	61.86%	5.02%	5.09%
Total liabilities to tangible net worth ratio	n/a	216.24	72.70	19.41	15.81
% change	n/a	197.43%	274.59%	22.76%	5.82%
Total debt to EBITDA ratio (annualized)	22.40	15.96	188.84	8.41	7.53
% change		-91.55%	2,146.15%	11.58%	-56.17%
Source:			10-Q 8/9/2019	10-K 6/14/2019	10-Q 2/11/2019

Short-term debt exceeded total working capital, underscoring its financing challenges

QUARTERLY LIQUIDITY RATIOS AND RATES OF RETURN

Continuous decline in working capital

Weak cash and quick ratios

Liquidity Ratios - Sequential Quarters

(Thousands of U.S. Dollars)

Period Ended	12/31/2019	9/30/2019	6/30/2019	3/31/2019	12/31/2018
Current assets \$	\$1,254,003	\$1,295,605	\$1,290,822	\$1,238,508	\$1,431,616
% change	-3.21%	0.37%	4.22%	-13.49%	0.72%
% of short-term debt	215.96%	222.34%	247.68%	288.50%	245.32%
Current liabilities \$	\$804,879	\$811,954	\$783,755	\$646,842	\$801,963
% change	-0.87%	3.60%	21.17%	-19.34%	2.23%
Working capital \$	\$449,124	\$483,651	\$507,067	\$591,666	\$629,653
% change	-7.14%	-4.62%	-14.30%	-6.03%	-1.14%
% of sales (annualized)	30.91%	31.57%	45.82%	25.02%	30.01%
Cash \$	\$72,230	\$172,523	\$164,135	\$192,043	\$209,160
% change	-58.13%	5.11%	-14.53%	-8.18%	78.82%
% of short-term debt	12.44%	29.61%	31.49%	44.73%	35.84%
Cash ratio	0.09	0.21	0.21	0.30	0.26
% change	-57.79%	1.48%	-29.47%	13.84%	74.92%
Quick assets \$	\$252,634	\$374,969	\$357,211	\$482,140	\$477,907
% change	-32.63%	4.97%	-25.91%	0.89%	45.75%
% of short-term debt	43.51%	64.35%	68.54%	112.31%	81.89%
Quick ratio	0.31	0.46	0.46	0.75	0.60
% change	-32.03%	1.32%	-38.85%	25.09%	42.56%
Current ratio	1.56	1.60	1.65	1.91	1.79
% change	-2.36%	-3.11%	-13.98%	7.26%	-1.48%
Source:	10-Q 2/10/2020	10-Q 11/7/2019	10-Q 8/9/2019	10-K 6/14/2019	10-Q 2/11/2019

Unable to generate any positive returns

Rate of Return - Sequential Quarters

(Thousands of U.S. Dollars)

Period Ended	3 mos 12/31/2019	3 mos 9/30/2019	3 mos 6/30/2019	3 mos 3/31/2019	3 mos 12/31/2018
Return on equity	-19.70%	-12.65%	-32.18%	-4.57%	-2.23%
% change	-55.72%	60.69%	-604.17%	-104.66%	88.52%
Return on net tangible equity	-254.70%	-65.44%	-71.94%	-8.74%	-4.24%
% change	-289.18%	9.03%	-723.07%	-106.08%	86.65%
Return on total assets	-1.12%	-0.84%	-3.23%	-0.51%	-0.25%
% change	-33.71%	74.08%	-528.66%	-104.13%	90.43%
Return on tangible assets	-1.18%	-0.88%	-3.42%	-0.54%	-0.27%
% change	-33.62%	74.15%	-529.33%	-104.55%	90.43%
Source:	10-Q 2/10/2020	10-Q 11/7/2019	10-Q 8/9/2019	10-K 6/14/2019	10-Q 2/11/2019

YEAR-OVER-YEAR STATEMENT OF CASH FLOWS

Negative cash from operating activities

Statement of Cash Flows - Year-over-Year - Standardized - Year to Date

(Thousands of U.S. Dollars)

Period Ended	9 mos 12/31/2019	9 mos 12/31/2018	9 mos 12/31/2017	9 mos 12/31/2016	9 mos 12/31/2015
			Restated 12/31/2018		Reclassified 12/31/2016
Cash Flows from Operating Activities:					
Net income	(\$101,213)	(\$61,256)	\$56,647	(\$62,747)	(\$35,395)
Depreciation/depletion	26,003	26,887	24,845	25,859	21,018
Non-cash Items	6,453	2,345	7,123	5,032	26,943
Changes in working capital	(318,461)	(306,469)	(518,817)	(10,408)	(357,572)
Total cash from operating activities	(387,218)	(338,493)	(430,202)	(42,264)	(345,006)
Cash Flows from Investing Activities:					
Capital expenditures	(51,479)	(35,327)	(17,395)	(9,483)	(13,356)
Other investing cash flow items, total	171,095	173,626	175,323	837	2,463
Total cash from investing activities	119,616	138,299	157,928	(8,646)	(10,893)
Cash Flows from Financing Activities:					
Financing cash flow items	(6,646)	(5,531)	(5,082)	(17,691)	(5,022)
Issuance/retirement of debt, net	156,693	148,416	13,198	165,681	411,101
Total cash from financing activities	150,047	142,885	8,116	147,990	406,079
Foreign exchange effects	(5,277)	5,160	978	(310)	1,201
Net change in cash	(122,832)	(52,149)	(263,180)	96,770	51,381
Net cash-beginning balance	197,810	268,033	475,419	199,720	143,849
Net cash-ending balance	\$74,978	\$215,884	\$212,239	\$296,490	\$195,230
Supplemental Disclosures:					
Cash interest paid	\$80,191	\$81,622	\$79,083	\$64,322	\$58,240
Cash taxes paid, supplemental	\$13,768	\$19,650	\$12,719	\$7,147	\$12,445
Source:	10-Q 2/10/2020	10-Q 2/11/2019	10-Q 2/11/2019	10-Q 2/6/2017	10-Q 2/6/2017

NEWS ALERTS: A TIMELINE OF CONCERNING NEWS ITEMS

<p>Q4 2019 filing – Annual report disclosed that its domestic pension fund was still substantially underfunded to the tune of 60%, even worse than the 57% reported in the prior comparable period. Two years of contributions were estimated to draw down nearly \$14 million in cash and cash equivalents.</p>		
06/14/2019	Canada Newswire	Pyxus International, Inc. Reports Fourth Quarter and Fiscal Year 2019 Results
<p>Pyxus International's management team stated in its Q1 2020 conference call that its EBITDA guidance was impacted by a third-party cannabis supply arrangement not materializing and also considered potential affects from new tariffs that would be applied to its imported products. Downward revisions or ambiguous language pertaining to financial forecasts are an important red flag.</p>		
08/08/2020	CQ Transcriptions LLC	Q1 2020 Pyxus International, Inc. Earnings Call - Final
<p>Q2 2020 filing – Total sales declined by 3% against the previous comparable fiscal period and a net loss was maintained. Additionally, working capital sequentially declined by 18%, primarily as notes payable due to its lenders increased by \$61.6 million and work-in-process inventory declined by \$53.5 million.</p>		
11/13/2019	CRMZ News Service	Pyxus International, Inc. – updated financials available
<p>Moody's analyst team outlined that the company's business profile was challenged by declining volume of cigarette sales and that its liquidity would continue to weaken absent debt repayments or refinancing of pending maturities. At the time, Pyxus was experiencing steep cash flow shortfalls and soon would be unable to fund operations.</p>		
01/27/2020	Moody's Investors Service	Moody's downgrades Pyxus to Caa2; outlook is negative
<p>Pyxus announced that two of its leadership members would exit the company. On February 18, Bryan Mazur, their Executive Vice President of Global Specialty Products, was terminated effective immediately. Daniel Castle, a director, also resigned effective February 19, 2020. Senior turnover in combination with financial stress is a major red flag prior to a bankruptcy filing.</p>		
02/24/2020	CRMZ News Service	Pyxus International, Inc. files (8-K) Disclosing Changes in Directors or Principal Officers
<p>Pyxus' Board of Directors initiated a process to evaluate strategic alternatives, which could include a sale, recapitalization, or other transaction. Distressed operators that announce strategic alternatives as an option often end up pursuing bankruptcy restructurings.</p>		
03/25/2020	Canada Newswire	Pyxus International, Inc. Announces Review of Strategic Alternatives
<p>The vast majority of Pyxus International's lenders had agreed to support the decision to pursue a prepackaged restructuring support agreement, which typically involves less down time in bankruptcy court processes. According to the proposed plan, second lien noteholders would convert \$635 million of outstanding debt into equity or cash. Pyxus also obtained approximately \$207 million in DIP financing to sustain operations, refinance debt, and pay legal expenses.</p>		
06/15/2020	Dow Jones & Company, Inc.	Pyxus International, Inc. Files For Chapter 11 Bankruptcy

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