



CreditRiskMonitor’s warning of Destination Maternity Corporation’s (“Destination Maternity”) 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 Destination Maternity Corporation (OTC: DESTQ) for more than a year.

The company ultimately filed for bankruptcy on October 21, 2019.

Business Name	2018			2019									
	O	N	D	J	F	M	A	M	J	J	A	S	O
Destination Maternity Corporation	4	4	3	3	3	3	3	2	1	1	1	1	1

BANKRUPT!

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	BANKRUPTCY RISK RELATIVE TO THE HISTORICAL AVERAGE	
	FROM	TO
10	0.00x	0.12x
9	0.12x	0.27x
8	0.27x	0.34x
7	0.34x	0.55x
6	0.55x	0.87x
5	0.87x	1.40x
4	1.40x	2.10x
3	2.10x	4.00x
2	4.00x	9.99x
1	9.99x	50.00x

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

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”](#)

COMPANY REPORT DETAIL

Destination Maternity Corporation

232 Strawbridge Dr

Phone: (856) 291-9700

MOORESTOWN, NJ 08057-4603 United States

Ticker: DESTQ

Filed for Bankruptcy on 10/21/2019
Case #19-12256, filed in the U.S. Bankruptcy Court for the District of Delaware

Latest Financial Statements as of 8/3/2019

Business Summary

Destination Maternity Corporation, formerly Mothers Work, Inc., is a designer and retailer of maternity apparel in the United States. The Company operates a chain of maternity apparel specialty stores. The Company operates through the design, manufacture, and sale of maternity apparel and related accessories segment. As of February 2, 2019, the Company operates 1,012 retail locations, including 458 stores in the United States, Canada and Puerto Rico, and 554 leased departments located within department stores and baby specialty stores throughout the United States and in Puerto Rico. The Company sells merchandise on the Internet, primarily through its Motherhood.com, APeanThePod.com and DestinationMaternity.com Websites. The Company also sells its merchandise through its Canadian Website, MotherhoodCanada.ca, through Amazon.com in the United States, and through Websites of certain of its retail partners.

(Source: 10-K)

Employees: 1,100 (as of 2/2/2019)

Incorporated: 10/23/1980

Federal Tax Id: 133045573

Credit Score History

Why are these scores different?

Auditor Information

Score/ Index	2018			2019											
	D	J	F	M	A	M	J	J	A	S	O	N	D		
FRISK® Score*	3	3	3	3	3	2	1	1	1	1	1	F	F		
DBT Index	6	5	4	3	5	3	5	3	2	3	2	DBT	DBT		
Z"-Score	-1.2		-1.47			-1.51			-1.62			Z"	Z"		

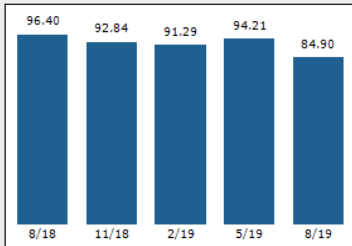
*FRISK® Scores are month-end

Last Audit: 2/2/2019

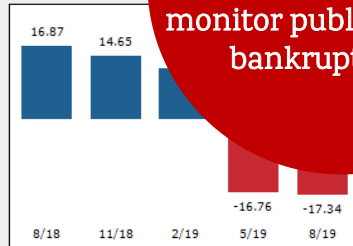
Auditors: KPMG

The FRISK® score is a 96% accurate method by which to monitor public company bankruptcy risk.

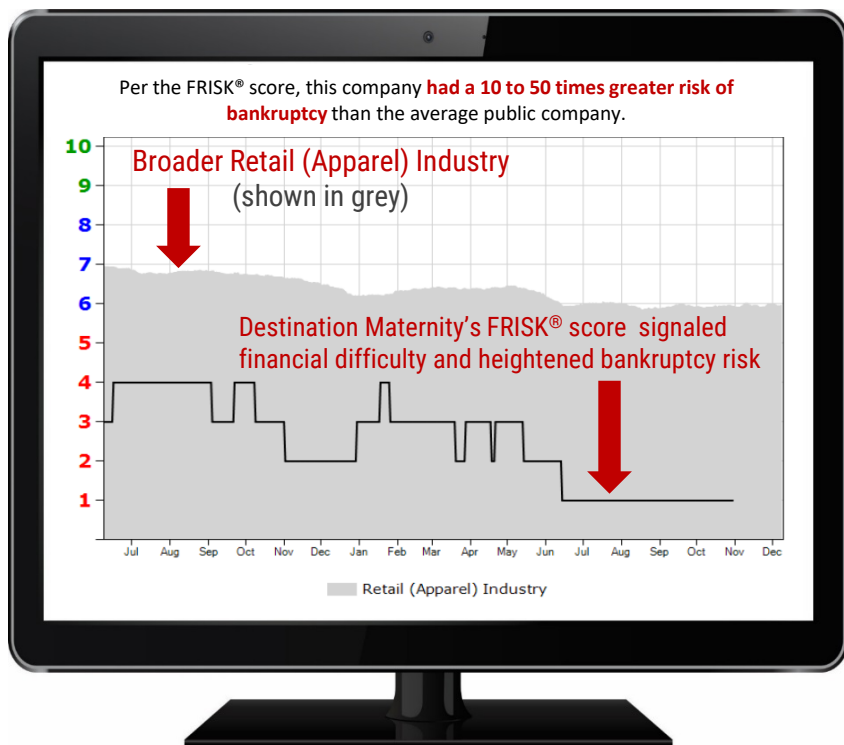
Net Sales(millions)



Working Capital (m)



FRISK® DEEP DIVE



The FRISK® score relative to the broader Retail Apparel 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	FRISK® score
1	Ascena Retail Group Inc	United States	1
2	J. Crew Group, Inc.	United States	1
3	TXM SA	Poland	1
4	Christopher & Banks Corporation	United States	2
5	Hubstyle SA	Poland	2
6	J.Jill Inc	United States	2
7	Le Chateau Inc.	Canada	2
8	Reitmans (Canada) Limited	Canada	2
9	RTW Retailwinds Inc	United States	2
10	Sequential Brands Group Inc	United States	2

FRISK® Stress Index - SIC classification: Women's clothing stores

Primary industry codes only Primary and secondary industry codes

Businesses From: All Businesses CLEAR

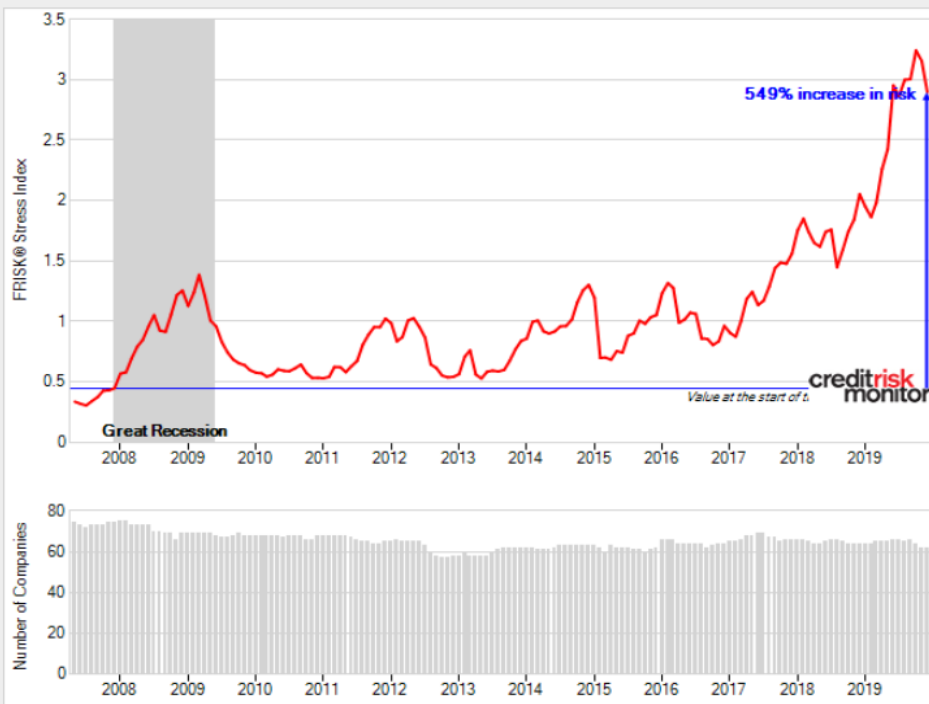
In Industry: SIC 5621: Women's clothing stores

Country: All Countries

UPDATE RESULTS

Scale: Auto

Total Companies in all months: 105



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 5621 (Women's clothing stores) has increased 549% since 2007. Destination Maternity was among the weakest names in the industry as evidenced by its FRISK® score of 1.

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

Analysis: SIC classification: Women's clothing stores

Calendar Year/Quarter: 2019.2

Businesses in Peer Group: 761	Ranking Within Peer Group	Number Of Peers Ranked	Company Value	Peer Group Range		
				Low	Median	High
Credit Ratings						
Z-Score	174	191	-1.62	-141.78	3.44	32.07
Performance ratios:						
Net Sales (Thousands of U.S. Dollars)	31	38				
Gross Margin % Of Sales	84	205				
Gross Margin % Of Sales -- TTM	73	207				
SGA % Of Sales	168	199				
SGA % Of Sales -- TTM	174	204				
Operating Margin % Of Sales	172	209				
Operating Margin % Of Sales -- TTM	180	210				
EBITDA Margin Of Sales	102	117				
EBITDA Margin Of Sales -- TTM	114	133				
Net Profit Margin % Of Sales	173	209	-4.16	-122.39	2.90	36.64
Net Profit Margin % Of Sales -- TTM	171	210	-3.83	-138.37	2.39	43.53
Pre-tax Income % Of Sales	173	209	-4.13	-158.91	4.17	41.30
Effective Tax Rate	30	208	-0.88	-595.48	20.35	1,051.15
Depreciation % Of Prop/Plant/Equipment	37	191	7.81	0.00	17.74	828.57
Capital Expense % Of Prop/Plant/Equipment	21	149	2.96	0.02	9.73	2,000.96
Interest Coverage	85	104	0.95	-37.67	6.96	720.11
Interest Coverage -- TTM	101	122	1.09	-568.37	7.62	51,723.40
Liquidity ratios:						
Cash Ratio	197	200	0.01	0.00	0.29	15.27
Quick Ratio	176	184	0.08	-1.16	0.61	17.22
Current Ratio	178	200	0.83	0.28	1.54	23.34
Efficiency ratios:						
Accounts Receivable Turnover	47	191	42.94	-3.66	16.11	2,055.68
Days Sales Outstanding	67	209				
% of Inventory Financed by Vendors	118	171				
% of Inventory Financed by Vendors -- TTM	125	180				
Inventory Turnover	130	202				
Inventory Turnover -- TTM	132	203				
Days Sales in Inventory	130	201				
Inventory to Working Capital	169	194				
Accounts Payable Turnover	74	183				
Accounts Payable Turnover -- TTM	75	184				
Leverage & debt coverage:						
Total Debt to Equity Ratio	153	169	2.26	0.00	0.40	253.05
Debt to Tangible Equity Ratio	135	156	2.26	0.00	0.45	28.53
Total Debt to Assets Ratio	79	178	0.18	0.00	0.21	1.10
Short-Term Debt % of Total Debt	99	158	55.98	0.00	42.70	100.00
Short-Term Debt % of Working Capital	149	163	-156.53	-1,084.59	15.89	28,381.23
Liabilities to Net Worth Ratio	169	177	11.37	0.04	1.16	45.32
Total Liabilities to Equity Ratio	187	191	11.37	0.04	1.06	585.17
TTM EBITDA to Total Debt	88	114	0.12	-6.40	0.34	6,525.66
Net Debt to TTM EBITDA	97	104	8.24	-50.03	1.49	24.82

Rank	Company Name	Country
1	Sequential Brands Group Inc	United States
2	Kaiser China Culture Co Ltd	China
3	Restoque Comercio e Confecos de Roups SA	Brazil
4	Second Chance Properties Ltd	Singapore
5	Kering	France

Rank	Company Name	Country
1	PAS Group Ltd	Australia
2	Rnb Retail and Brands AB (publ)	Sweden
3	Mosaic Brands Ltd	Australia
4	Cheetah Holdings Berhad	Malaysia
5	American Eagle Outfitters	United States

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

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

QUARTERLY PERFORMANCE RATIOS

Operating and net losses in all but one of the last five fiscal quarters

Recurring poor interest coverage ratio signaled heightened default risk

Performance Ratios - Sequential Quarters

(Thousands of U.S. Dollars)

Period Ended	3 mos 8/3/2019	3 mos 5/4/2019	3 mos 2/2/2019	3 mos 11/3/2018	3 mos 8/4/2018
Net Sales \$	\$84,901	\$94,213	\$91,291	\$92,837	\$96,395
% change	-9.88%	3.20%	-1.67%	-3.69%	-6.62%
Gross Margin \$	\$43,648	\$51,597	\$44,223	\$48,656	\$49,865
% change	-15.41%	16.67%	-9.11%	-2.42%	-10.00%
% of sales	51.41%	54.77%	48.44%	52.41%	51.73%
change as % of incremental sales	n/m	252.36%	n/m	n/m	n/m
SG&A \$	\$45,153	\$48,490	\$47,750	\$48,629	\$50,095
% change	-6.88%	1.55%	-1.81%	-2.93%	-3.40%
% of sales	53.18%	51.47%	52.31%	52.38%	51.97%
change as % of incremental sales	n/m	25.33%	n/m	n/m	n/m
Operating margin \$	(\$2,164)	\$1,576	(\$5,378)	(\$2,826)	(\$2,825)
% change	-237.31%	129.30%	-90.30%	-0.04%	-297.97%
% of sales	-2.55%	1.67%	-5.89%	-3.04%	-2.93%
change as % of incremental sales	n/m	237.99%	n/m	n/m	n/m
EBITDA \$	\$1,275	\$5,129	(\$1,662)	\$1,002	\$1,086
% change	-75.14%	408.60%	-265.87%	-7.73%	-80.17%
% of sales	1.50%	5.44%	-1.82%	1.08%	1.13%
change as % of incremental sales	n/m	232.41%	n/m	n/m	n/m
EBIT \$	(\$2,164)	\$1,576	(\$5,378)	(\$2,826)	(\$2,825)
% change	-237.31%	129.30%	-90.30%	-0.04%	-297.97%
% of sales	-2.55%	1.67%	-5.89%	-3.04%	-2.93%
change as % of incremental sales	n/m	237.99%	n/m	n/m	n/m
Pre-tax income \$	(\$3,504)	\$161	(\$6,673)	(\$4,058)	(\$3,969)
% change	-2,276.40%	102.41%	-64.44%	-2.24%	-1,570.00%
% of sales	-4.13%	0.17%	-7.31%	-4.37%	-4.12%
change as % of incremental sales	n/m	233.88%	n/m	n/m	n/m
Net income (loss) \$	(\$3,535)	\$130	(\$6,402)	(\$4,114)	(\$4,025)
% change	-2,819.23%	102.03%	-55.62%	-2.21%	-1,980.84%
% of sales	-4.16%	0.14%	-7.01%	-4.43%	-4.18%
change as % of incremental sales	n/m	223.55%	n/m	n/m	n/m
Tax expense \$	\$31	\$31	(\$271)	\$56	\$56
Effective tax rate	-0.88%	19.25%	4.06%	-1.38%	-1.41%
Depreciation expense \$	\$3,439	\$3,553	\$3,716	\$3,828	\$3,911
% of sales	4.05%	3.77%	4.07%	4.12%	4.06%
% of capital expenses	264.13%	143.38%	321.45%	436.49%	271.98%
% of PP&E, net (annualized)	7.81%	12.36%	27.88%	26.78%	25.72%
Capital expenditures \$	\$1,302	\$2,478	\$1,156	\$877	\$1,438
% change	-47.46%	114.36%	31.81%	-39.01%	26.03%
% of PP&E, net (annualized)	2.96%	8.62%	8.67%	6.14%	9.46%
% of working capital (annualized)	-30.55%	-391.55%	35.10%	22.26%	33.61%
Interest coverage ratio	0.95	3.62	(1.28)	0.81	0.95
% change	-73.75%	382.45%	-257.80%	-14.32%	-79.95%
Free cash flow \$	\$4,711	(\$7,074)	\$4,445	(\$14,135)	\$6,867
% change	166.60%	-259.15%	131.45%	-305.84%	290.75%
Source:	10-Q 9/17/2019	10-Q 6/12/2019	10-K 4/16/2019	10-Q 12/11/2018	10-Q 9/10/2018

QUARTERLY LEVERAGE RATIOS

Increasing total debt in relation to tangible net worth signaled heightened risk

Short-term debt as a percentage of working capital was negative in the last two quarters

Leverage Ratios - Sequential Quarters

(Thousands of U.S. Dollars)

Period Ended	8/3/2019	5/4/2019	2/2/2019	11/3/2018	8/4/2018
Total debt \$	\$48,484	\$52,751	\$46,556	\$49,133	\$35,983
% change	-8.09%	13.31%	-5.24%	36.55%	-15.73%
Stockholders' equity \$	\$21,426	\$24,816	\$27,151	\$33,361	\$37,415
% change	-13.66%	-8.60%	-18.61%	-10.84%	-9.17%
Total debt to equity ratio	2.26	2.13	1.71	1.47	0.96
% change	6.45%	23.97%	16.42%	53.15%	-7.23%
Tangible net worth \$	\$21,426	\$24,816	\$26,338	\$32,498	\$36,536
% change	-13.66%	-5.78%	-18.96%	-11.05%	-9.27%
Total debt to tangible net worth	2.26	2.13	1.77	1.51	0.98
% change	6.45%	20.26%	16.91%	53.51%	-7.12%
Total assets \$	\$265,139	\$275,795	\$146,174	\$160,105	\$152,739
% change	-3.86%	88.68%	-8.70%	4.82%	-3.07%
Total debt to assets ratio	0.18	0.19	0.32	0.31	0.24
% change	-4.39%	-39.94%	3.78%	30.26%	-13.06%
Tangible assets \$	\$265,139	\$275,795	\$145,361	\$159,242	\$151,860
% change	-3.86%	89.73%	-8.72%	4.86%	-3.05%
Short-term debt \$	\$27,141	\$30,457	\$24,772	\$26,429	\$12,181
% change	-10.89%	22.95%	-6.27%	116.97%	-39.83%
Short-term debt % of total debt	55.98%	57.74%	53.21%	53.79%	33.85%
% change	-3.04%	8.51%	-1.08%	58.90%	-28.60%
Short-term debt % of working capital	-156.53%	-181.74%	211.80%	180.43%	72.21%
% change	13.87%	-185.81%	17.39%	149.88%	-38.10%
Total liabilities \$	\$243,713	\$250,979	\$119,023	\$126,744	\$115,324
% change	-2.90%	110.87%	-6.09%	9.90%	-0.90%
Total liabilities to equity ratio	11.37	10.11	4.38	3.80	3.08
% change	12.47%	130.71%	15.38%	23.26%	9.10%
Total liabilities to tangible net worth ratio	11.37	10.11	4.52	3.90	3.16
% change	12.47%	123.80%	15.87%	23.56%	9.21%
Total debt to EBITDA ratio (annualized)	9.51	2.57	n/a	12.26	8.28
% change		n/a	n/a	47.99%	324.99%
Source:			10-K 4/16/2019	10-Q 12/11/2018	10-Q 9/10/2018

Total liabilities to tangible net worth ratio substantially worsened

QUARTERLY LIQUIDITY RATIOS AND RATES OF RETURN

Working capital turned negative

Declining & meager key liquidity ratios

Liquidity Ratios - Sequential Quarters

(Thousands of U.S. Dollars)

Period Ended	8/3/2019	5/4/2019	2/2/2019	11/3/2018	8/4/2018
Current assets \$	\$85,806	\$91,988	\$89,378	\$97,832	\$86,950
% change	-6.72%	2.92%	-8.64%	12.52%	-2.40%
% of short-term debt	316.15%	302.03%	360.80%	370.17%	713.82%
Current liabilities \$	\$103,145	\$108,747	\$77,682	\$83,184	\$70,080
% change	-5.15%	39.99%	-6.61%	18.70%	-2.30%
Working capital \$	(\$17,339)	(\$16,759)	\$11,696	\$14,648	\$16,870
% change	-3.46%	-243.29%	-20.15%	-13.17%	-2.81%
% of sales (annualized)	-5.11%	-4.45%	3.20%	3.94%	4.38%
Cash \$	\$1,142	\$1,193	\$1,154	\$1,247	\$1,317
% change	-4.27%	3.38%	-7.46%	-5.32%	-34.31%
% of short-term debt	4.21%	3.92%	4.66%	4.72%	10.81%
Cash ratio	0.01	0.01	0.01	0.02	0.02
% change	0.91%	-26.17%	-0.67%	-20.21%	-32.86%
Quick assets \$	\$8,154	\$10,000	\$9,099	\$8,508	\$8,154
% change	-18.46%	9.90%	6.95%	4.34%	-25.15%
% of short-term debt	30.04%	32.83%	36.73%	32.19%	66.94%
Quick ratio	0.08	0.09	0.12	0.10	0.12
% change	-14.02%	-21.43%	14.47%	-12.11%	-23.37%
Current ratio	0.83	0.85	1.15	1.18	1.24
% change	-1.66%	-26.48%	-2.17%	-5.21%	-0.10%
Source:	10-Q 9/17/2019	10-Q 6/12/2019	10-K 4/16/2019	10-Q 12/11/2018	10-Q 9/10/2018

Unable to generate meaningful returns

Rate of Return - Sequential Quarters

(Thousands of U.S. Dollars)

Period Ended	3 mos 8/3/2019	3 mos 5/4/2019	3 mos 2/2/2019	3 mos 11/3/2018	3 mos 8/4/2018
Return on equity	-14.24%	0.48%	-19.19%	-11.00%	-9.77%
% change	-3,075.10%	102.50%	-74.53%	-12.53%	-1,956.96%
Return on net tangible equity	-14.24%	0.49%	-19.70%	-11.26%	-10.00%
% change	-2,985.90%	102.51%	-74.95%	-12.65%	-1,955.14%
Return on total assets	-1.31%	0.06%	-4.18%	-2.63%	-2.59%
% change	-2,221.75%	101.47%	-58.95%	-1.38%	-2,040.31%
Return on tangible assets	-1.31%	0.06%	-4.20%	-2.64%	-2.61%
% change	-2,218.31%	101.47%	-58.93%	-1.36%	-2,040.07%
Source:	10-Q 9/17/2019	10-Q 6/12/2019	10-K 4/16/2019	10-Q 12/11/2018	10-Q 9/10/2018

NEWS ALERTS: A TIMELINE OF CONCERNING NEWS ITEMS

Destination Maternity reported Q4 2018 declines in sales and gross profit compared to the same period last year. These declines were attributed to soft e-commerce site conversion results, challenging in-store trends, and an aggressive approach to rightsizing total inventory which negatively impacted margin performance.

4/26/2019	CRMZ News Service	Destination Maternity Corp -- updated financials available
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In a decision designed to improve performance and deliver profitable growth, Destination Maternity's Board of Directors unanimously determined that the Company would benefit from new CEO leadership. This was the Company's fifth CEO change in the past five years!

6/12/2019	Business Wire	Destination Maternity Corporation Announces Senior Leadership Transition and Appoints New Board Member
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Destination Maternity's working capital turned substantially negative indicating that the Company could face difficulty in meeting its short-term financial obligations.

6/18/2019	CRMZ News Service	Destination Maternity Corp -- updated financials available
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Destination Maternity announced that the company would be cutting jobs as part of the company's efficiency and profitability initiatives. Such spending cuts are a financial distress red flag indicator.

6/25/2019	CRMZ News Service	Destination Maternity to cut jobs
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Destination Maternity received notice from Nasdaq that it was no longer in compliance with listing share price minimums and had 180 days to regain compliance. Violation of share price minimums is often a serious sign of financial or managerial trouble.

9/18/2019	CRMZ News Service	DESTINATION MATERNITY CORP FILES (8-K) Disclosing Notice of Delisting or Failure to Satisfy a Continued Listing Rule or Standard; Transfer of Listing
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Grim Q2 2019 financial results, associated liquidity restraints, and a going concern opinion prompted Destination Maternity to explore a possible sale or merger.

9/18/2019	CRMZ News Service	Destination Maternity Considers Sale After Bleak Quarter
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Faced with better-capitalized competition and an onerous debt load, Destination Maternity Corporation filed for bankruptcy.

10/21/2019	CRMZ News Service	Destination Maternity Files For Chapter 11 Bankruptcy
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MANAGEMENT DISCUSSION AND ANALYSIS

One key feature of the CreditRiskMonitor service is the ability to quickly access a Company's Management Discussion and Analysis (MD&A) history.

The MD&A represents the thoughts and opinions of management, and provides a forecast of future operations, and therefore these statements can't typically be falsified. 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."

Sarbanes-Oxley subjects CEOs and CFOs to jail and monetary penalties for certifying misleading or fraudulent reports

Report	Destination Maternity Co.
Overview	232 Strawbridge Dr MOORESTOWN, NJ 08057-4603 United States
Company News	Phone: (856) 291-9700 Ticker: DESTQ
Risk Ratings	Filed for Bankruptcy on 10/21/2019 Case #19-12256, filed in the U.S. Bankruptcy Court for the District of Delaware
Important Information	
Annual Financials	Management Discussion and Analysis
Year/Year Interim	For the period ended 8/3/2019
Sequential Quarters	
Liquidity (MD&A)	Based on the Company's current operating plan, the Company faces significant liquidity constraints. We currently have no committed sources of additional capital funding and there is no assurance that additional funding will be available to us in the future. These factors raise substantial doubt about our ability to continue as a going concern, and we may be forced to curtail or cease altogether our operations. Our ability to continue as a going concern will depend upon our ability to accomplish one or more of the following: significantly reduce our costs, engage in a strategic alternative, which includes the potential sale of the business or certain of its assets, and/or raise additional capital in the very near term. The Company has engaged financial advisors to assist us in exploring financial and strategic alternatives. In an effort to reduce costs and better position the Company for operational profitability, on September 16, 2019, the Company adopted a plan to close approximately 50 underperforming stores. The Company has made provisions to have sufficient inventory available through the anticipated duration of the Company's exploration of financial and strategic opportunities. If we are unable to accomplish one or more of these alternatives in the near term, we may not be able to continue to be able to service our debt, and the lenders could declare an event of default under our Term Loan Agreement and/or Credit Facility, which could result in us having to seek bankruptcy protection. In the event of a bankruptcy, our stockholders may lose their entire investment in our company. As a result, our primary goal in the near-term is to successfully complete the review of strategic alternatives and consummate a transaction or series of transactions to allow us to continue our operations. Our ability to identify and complete such a strategic alternative is highly speculative.
SEC Filings	
Peer Analysis	
Payments	
Public Filings	
General Info	
Access History	
Update Portfolio	
Print/Save Report	
Currency Converter	
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CreditRiskMonitor Bankruptcy Case Studies provide post-filing analyses of public company bankruptcies. Our case studies educate subscribers about methods they can apply to assess bankruptcy risk using CreditRiskMonitor's proprietary FRISK® score, robust financial database and timely news alerts.

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