



CreditRiskMonitor's warning of Pier 1 Import's ("Pier 1") 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 Pier 1 Imports, Inc. (OTC: PIRRQ) for more than a year.

We issued a special High Risk Report, dated April 25, 2019, as conditions continued to deteriorate and become more troubling. We also spotlighted the Company in a retail industry blog we published on May 8, 2019.

The company ultimately filed for bankruptcy on February 17, 2020

Business Name	2019											2020	
	F	M	A	M	J	J	A	S	O	N	D	J	F
Pier 1 Imports, Inc.	2	2	2	2	1	1	1	1	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 Morningstar

Crowdsourced CreditRiskMonitor® Usage Data

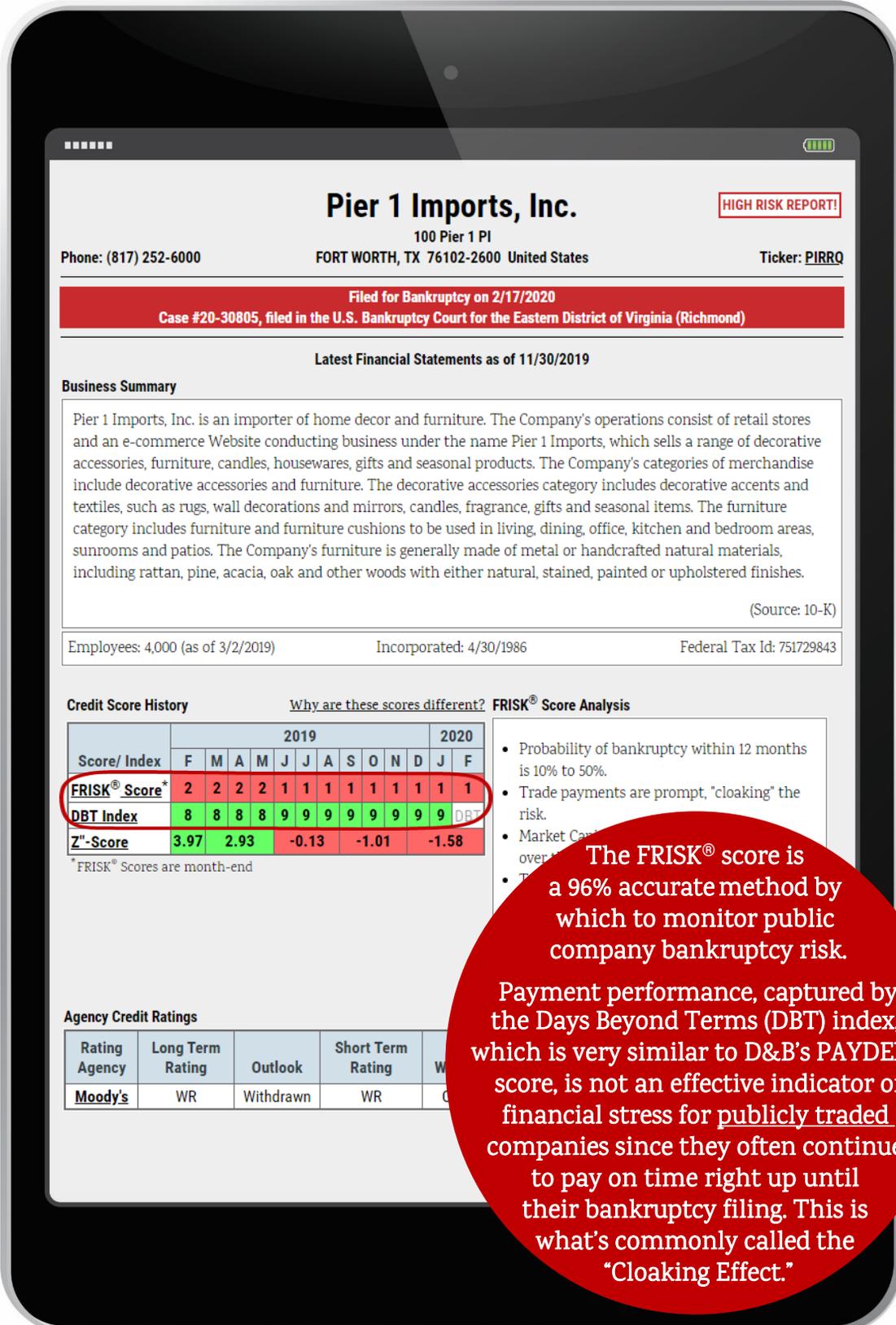
Crowdsourcing has enhanced the accuracy and timeliness of the FRISK® score. We collect and analyze data patterns from thousands of CreditRiskMonitor® subscribers, including professionals from more than 35% of the Fortune 1000 and other large corporations worldwide.

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”](#)

COMPANY REPORT DETAIL



Pier 1 Imports, Inc.

HIGH RISK REPORT!

100 Pier 1 PI
 Phone: (817) 252-6000 FORT WORTH, TX 76102-2600 United States Ticker: PIRRO

Filed for Bankruptcy on 2/17/2020
 Case #20-30805, filed in the U.S. Bankruptcy Court for the Eastern District of Virginia (Richmond)

Latest Financial Statements as of 11/30/2019

Business Summary

Pier 1 Imports, Inc. is an importer of home decor and furniture. The Company's operations consist of retail stores and an e-commerce Website conducting business under the name Pier 1 Imports, which sells a range of decorative accessories, furniture, candles, housewares, gifts and seasonal products. The Company's categories of merchandise include decorative accessories and furniture. The decorative accessories category includes decorative accents and textiles, such as rugs, wall decorations and mirrors, candles, fragrance, gifts and seasonal items. The furniture category includes furniture and furniture cushions to be used in living, dining, office, kitchen and bedroom areas, sunrooms and patios. The Company's furniture is generally made of metal or handcrafted natural materials, including rattan, pine, acacia, oak and other woods with either natural, stained, painted or upholstered finishes.

(Source: 10-K)

Employees: 4,000 (as of 3/2/2019) Incorporated: 4/30/1986 Federal Tax Id: 751729843

Credit Score History

Why are these scores different? **FRISK® Score Analysis**

Score/ Index	2019												2020		
	F	M	A	M	J	J	A	S	O	N	D	J	F	J	F
FRISK® Score*	2	2	2	2	1	1	1	1	1	1	1	1	1	1	1
DBT Index	8	8	8	8	9	9	9	9	9	9	9	9	9	9	9
Z"-Score	3.97	2.93			-0.13									-1.58	

*FRISK® Scores are month-end

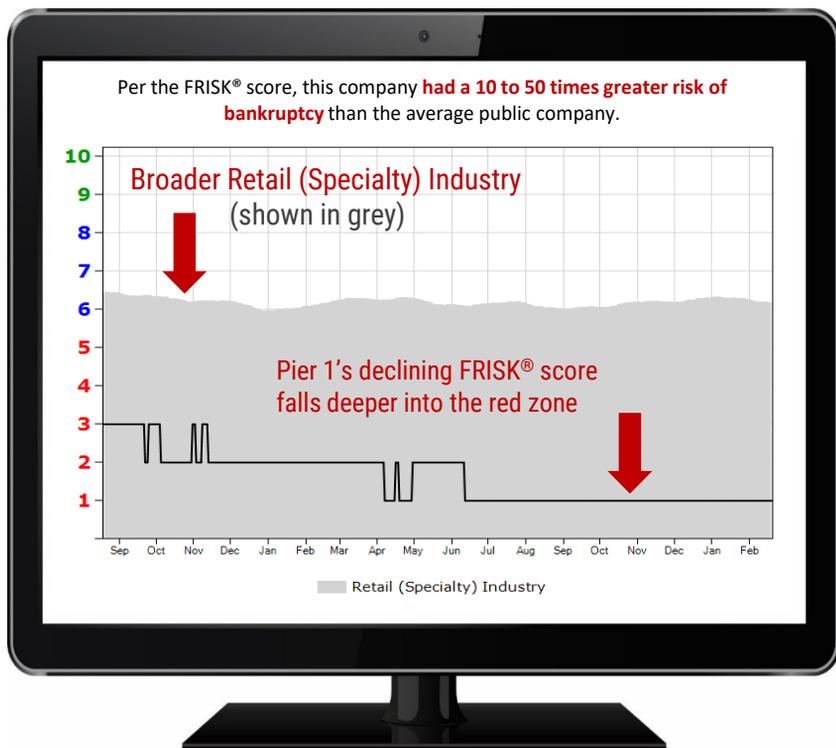
- Probability of bankruptcy within 12 months is 10% to 50%.
- Trade payments are prompt, "cloaking" the risk.
- Market Cap over the last 12 months
- T...

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."

Agency Credit Ratings

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

FRISK® DEEP DIVE



The FRISK® score relative to the broader Retail (Specialty) 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	Kirkland's, Inc.	United States	1
2	Pier 1 Imports, Inc.	United States	1
3	Imaginarium SA	Spain	2
4	Kitchen Culture Holdings Ltd	Singapore	2
5	Lorenzo International Limited	Singapore	2
6	Sequential Brands Group Inc	United States	2
7	Stein Mart, Inc.	United States	2
8	TXM SA	Poland	2
9	Westwing Group AG	Germany	2
10	21LADY Co., Ltd.	Japan	3

FRISK® Stress Index - SIC classification: Miscellaneous homefurnishings stores located in All Countries

Primary industry codes only
 Primary and secondary industry codes

Businesses From: All Businesses CLEAR

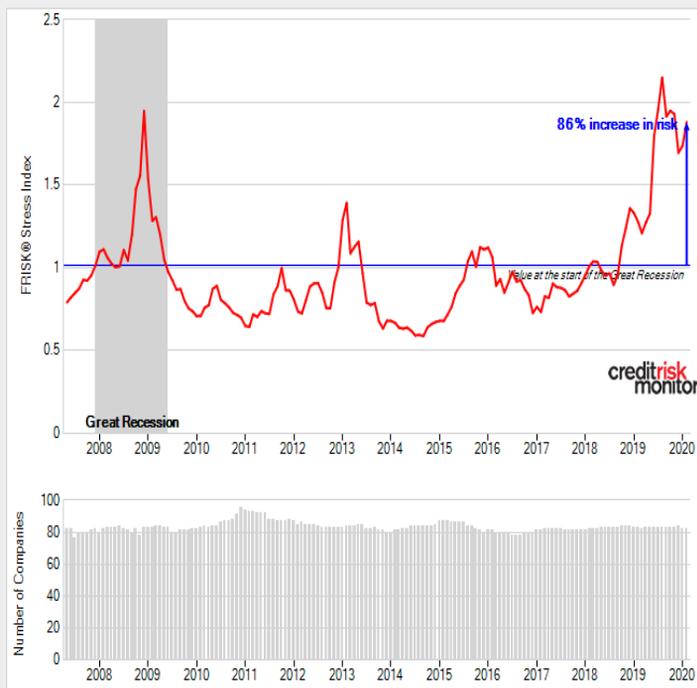
In Industry: SIC 5719: Miscellaneous homefurnishings stores

Country: All Countries

UPDATE RESULTS

Scale: Auto

Total Companies in all months 131



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 5719 (Miscellaneous home furnishings stores) has increased 86% since 2007. Pier 1 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

Calendar Year/Quarter: 2019.3

Businesses in Peer Group: 249

	Ranking Within Peer Group	Number Of Peers Ranked	Company Value	Peer Group Range		
				Low	Median	High
Credit Ratings						
Z-Score	48	59	-1.01	-25.01	2.07	13.98
Performance ratios:						
Net Sales (Thousands of U.S. Dollars)	10	17	304,590	489	340,023	27,223,000
Gross Margin % Of Sales	56	61	16.69	-17.49	37.05	70.54
Gross Margin % Of Sales -- TTM	56	63				
SGA % Of Sales	46	58				
SGA % Of Sales -- TTM	47	62				
Operating Margin % Of Sales	64	65				
Operating Margin % Of Sales -- TTM	63	67				
EBITDA Margin Of Sales	34	35				
EBITDA Margin Of Sales -- TTM	35	38				
Net Profit Margin % Of Sales	64	65				
Net Profit Margin % Of Sales -- TTM	63	67				
Pre-tax Income % Of Sales	64	66	-32.17	-133.33	3.81	245.75
Effective Tax Rate	6	64	-2.63	-65.90	24.73	469.00
Depreciation % Of Prop/Plant/Equipment	20	61	7.23	1.25	12.16	110.33
Capital Expense % Of Prop/Plant/Equipment	6	47	1.85	0.22	10.03	169.31
Interest Coverage	33	35	-15.39	-42.38	5.39	2,513.00
Interest Coverage -- TTM	35	37	-11.11	-2,232.29	4.39	196.70
Liquidity ratios:						
Cash Ratio	64	66				
Quick Ratio	56	57				
Current Ratio	56	66				
Efficiency ratios:						
Accounts Receivable Turnover	10	58				
Days Sales Outstanding	18	65				
% of Inventory Financed by Vendors	31	55				
% of Inventory Financed by Vendors -- TTM	33	55				
Inventory Turnover	36	65				
Inventory Turnover -- TTM	37	66				
Days Sales in Inventory	36	60	117.92	17.33	111.26	534.18
Inventory to Working Capital	55	65	-4.37	-5.04	0.95	18.19
Accounts Payable Turnover	25	55	7.60	0.00	6.50	35.44
Accounts Payable Turnover -- TTM	26	58	7.25	0.00	6.37	23.35
Leverage & debt coverage:						
Total Debt to Equity Ratio		61		0.00	0.69	9.90
Debt to Tangible Equity Ratio		54		0.00	0.71	10.39
Total Debt to Assets Ratio	34	66	0.27	0.00	0.26	0.73
Short-Term Debt % of Total Debt	18	60	18.16	0.10	27.75	100.00
Short-Term Debt % of Working Capital	57	60	-76.37	-391.96	19.36	2,388.96
Liabilities to Net Worth Ratio		54		0.15	1.88	25.31
Total Liabilities to Equity Ratio		61		0.15	1.70	25.31
TTM EBITDA to Total Debt	35	38	-0.65	-45.57	0.25	63.94
Net Debt to TTM EBITDA		30		-1.48	2.35	21.89

Rank	Company Name	Country
1	Ethan Allen Interiors Inc.	United States
2	NuZee Inc	United States
3	TJX Companies Inc	United States
4	Williams-Sonoma, Inc.	United States
5	YOONG ONN CORPORATION BERHAD	Malaysia

Rank	Company Name	Country
1	Shenzhen Weije Decoration Group Co Ltd	China
2	Lewis Group Limited	South Africa
3	NuZee Inc	United States
4	SYF Resources Bhd	Malaysia
5	Smiths City Group Ltd	New Zealand

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

Pier 1 Imports, Inc. demonstrates bottom quartile ranking in key financial ratios (shown in red) versus its industry peers.

QUARTERLY PERFORMANCE RATIOS

Operating and net losses in each of the last five fiscal quarters

Insufficient interest coverage ratio & negative free cash flow

Performance Ratios - Sequential Quarters

(Thousands of U.S. Dollars)

Period Ended	3 mos 11/30/2019	3 mos 8/31/2019	3 mos 6/1/2019	3 mos 3/2/2019	3 mos 12/1/2018
Net Sales \$	\$358,416	\$304,590	\$314,324	\$412,506	\$413,232
% change	17.67%	-3.10%	-23.80%	-0.18%	16.29%
Gross Margin \$	\$110,270	\$50,838	\$78,820	\$106,766	\$130,492
% change	116.90%	-35.50%	-26.18%	-18.18%	39.55%
% of sales	30.77%	16.69%	25.08%	25.88%	31.58%
change as % of incremental sales	110.42%	n/m	n/m	n/m	63.88%
SG&A \$	\$151,405	\$131,872	\$142,982	\$158,718	\$147,012
% change	14.81%	-7.77%	-9.91%	7.96%	2.70%
% of sales	42.24%	43.29%	45.49%	38.48%	35.58%
change as % of incremental sales	36.29%	n/m	n/m	n/m	6.67%
Operating margin \$	(\$53,311)	(\$93,055)	(\$76,565)	(\$65,335)	(\$28,943)
% change	42.71%	-21.54%	-17.19%	-125.74%	53.67%
% of sales	-14.87%	-30.55%	-24.36%	-15.84%	-7.00%
change as % of incremental sales	73.84%	n/m	n/m	n/m	57.90%
EBITDA \$	(\$39,344)	(\$79,240)	(\$62,250)	(\$49,933)	(\$14,583)
% change	50.35%	-27.29%	-24.67%	-242.41%	69.36%
% of sales	-10.98%	-26.02%	-19.80%	-12.10%	-3.53%
change as % of incremental sales	74.12%	n/m	n/m	n/m	57.03%
EBIT \$	(\$53,311)	(\$93,055)	(\$76,565)	(\$65,335)	(\$28,943)
% change	42.71%	-21.54%	-17.19%	-125.74%	53.67%
% of sales	-14.87%	-30.55%	-24.36%	-15.84%	-7.00%
change as % of incremental sales	73.84%	n/m	n/m	n/m	57.90%
Pre-tax income \$	(\$58,706)	(\$97,978)	(\$81,581)	(\$69,026)	(\$32,565)
% change	40.08%	-20.10%	-18.19%	-111.96%	50.06%
% of sales	-16.38%	-32.17%	-25.95%	-16.73%	-7.88%
change as % of incremental sales	72.96%	n/m	n/m	n/m	56.39%
Net income (loss) \$	(\$58,956)	(\$100,551)	(\$81,713)	(\$68,801)	(\$50,441)
% change	41.37%	-23.05%	-18.77%	-36.40%	1.27%
% of sales	-16.45%	-33.01%	-26.00%	-16.68%	-12.21%
change as % of incremental sales	77.28%	n/m	n/m	n/m	1.12%
Tax expense \$	\$250	\$2,573	\$132	\$167	\$17,876
Effective tax rate	-0.43%	-2.63%	-0.16%	-0.24%	-54.89%
Depreciation expense \$	\$13,967	\$13,815	\$14,315	\$15,402	\$14,360
% of sales	3.90%	4.54%	4.55%	3.73%	3.48%
% of capital expenses	375.36%	391.03%	510.16%	309.40%	246.61%
% of PP&E, net (annualized)	6.55%	7.23%	12.29%	39.87%	35.05%
Capital expenditures \$	\$3,721	\$3,533	\$2,806	\$4,978	\$5,823
% change	5.32%	25.91%	-43.63%	-14.51%	-56.82%
% of PP&E, net (annualized)	1.74%	1.85%	2.41%	12.89%	14.21%
% of working capital (annualized)	-16.32%	-31.81%	11.79%	9.50%	10.35%
Interest coverage ratio	(7.04)	(15.39)	(12.09)	(10.80)	(4.03)
% change	54.22%	-27.22%	-12.00%	-168.21%	69.60%
Free cash flow \$	(\$40,338)	(\$70,036)	(\$45,543)	(\$65,429)	(\$48,675)
% change	42.40%	-53.78%	30.39%	-34.42%	-15.30%
Source:	10-Q 1/6/2020	10-Q 10/9/2019	10-Q 7/10/2019	10-K 4/29/2019	10-Q 1/9/2019

QUARTERLY LEVERAGE RATIOS

Tangible net worth turned negative indicating heightened risk

Inadequate liquidity to meet increase in short-term liabilities

Leverage Ratios - Sequential Quarters

(Thousands of U.S. Dollars)

Period Ended	11/30/2019	8/31/2019	6/1/2019	3/2/2019	12/1/2018
Total debt \$	\$624,129	\$316,338	\$267,304	\$247,624	\$199,011
% change	97.30%	18.34%	7.95%	24.43%	-0.15%
Stockholders' equity \$	(\$147,698)	(\$89,676)	\$9,223	\$89,529	\$157,186
% change	-64.70%	-1,072.31%	-89.70%	-43.04%	-24.13%
Total debt to equity ratio	n/a	n/a	28.98	2.77	1.27
% change	n/a	n/a	947.84%	118.46%	31.60%
Tangible net worth \$	(\$147,698)	(\$89,676)	\$9,223	\$89,529	\$157,186
% change	-64.70%	-1,072.31%	-89.70%	-43.04%	-24.13%
Total debt to tangible net worth	n/a	n/a	28.98	2.77	1.27
% change	n/a	n/a	947.84%	118.46%	31.60%
Total assets \$	\$1,150,239	\$1,190,399	\$1,238,939	\$656,290	\$745,292
% change	-3.37%	-3.92%	88.78%	-11.94%	-7.42%
Total debt to assets ratio	0.54	0.27	0.22	0.38	0.27
% change	104.22%	23.12%	-42.80%	41.31%	7.84%
Tangible assets \$	\$1,150,239	\$1,190,399	\$1,238,939	\$656,290	\$745,292
% change	-3.37%	-3.92%	88.78%	-11.94%	-7.42%
Short-term debt \$	\$182,875	\$57,438	\$22,000	\$2,000	\$2,000
% change	218.39%	161.08%	1,000.00%	0.00%	0.00%
Short-term debt % of total debt	29.30%	18.16%	8.23%	0.81%	1.01%
% change	61.37%	120.61%	918.98%	-19.63%	0.15%
Short-term debt % of working capital	-170.60%	-76.37%	-161.23%	0.98%	0.93%
% change	-123.38%	52.63%	-16,550.48%	5.51%	9.06%
Total liabilities \$	\$1,297,937	\$1,280,075	\$1,229,716	\$566,761	\$588,106
% change	1.40%	4.10%	116.97%	-3.63%	-1.63%
Total liabilities to equity ratio	n/a	n/a	133.33	6.33	3.74
% change	n/a	n/a	2,006.18%	69.20%	29.66%
Total liabilities to tangible net worth ratio	n/a	n/a	133.33	6.33	3.74
% change	n/a	n/a	2,006.18%	69.20%	29.66%
Source:			10-Q 7/10/2019	10-K 4/29/2019	10-Q 1/9/2019

Creditors' degree of protection from loss declined as the total debt to assets ratio worsened

QUARTERLY LIQUIDITY RATIOS AND RATES OF RETURN

Working capital drastically decreased; turned negative

Meager cash, quick, & current ratios

Liquidity Ratios - Sequential Quarters

(Thousands of U.S. Dollars)

Period Ended	11/30/2019	8/31/2019	6/1/2019	3/2/2019	12/1/2018
Current assets \$	\$426,585	\$414,757	\$424,712	\$473,527	\$552,323
% change	2.85%	-2.34%	-10.31%	-14.27%	-4.68%
% of short-term debt	233.27%	722.10%	1,930.51%	23,676.35%	27,616.15%
Current liabilities \$	\$533,779	\$489,963	\$438,357	\$269,465	\$337,008
% change	8.94%	11.77%	62.68%	-20.04%	-2.21%
Working capital \$	(\$107,194)	(\$75,206)	(\$13,645)	\$204,062	\$215,315
% change	-42.53%	-451.16%	-106.69%	-5.23%	-8.30%
% of sales (annualized)	-7.48%	-6.17%	-1.09%	12.37%	13.03%
Cash \$	\$11,077	\$10,007	\$30,496	\$54,878	\$71,109
% change	10.69%	-67.19%	-44.43%	-22.83%	-39.10%
% of short-term debt	6.06%	17.42%	138.62%	2,743.90%	3,555.45%
Cash ratio	0.02	0.02	0.07	0.20	0.21
% change	1.96%	-70.69%	-65.83%	-3.46%	-37.72%
Quick assets \$	\$47,566	\$35,616	\$49,012	\$76,067	\$107,392
% change	33.55%	-27.33%	-35.57%	-29.17%	-23.81%
% of short-term debt	26.01%	62.01%	222.78%	3,803.35%	5,369.60%
Quick ratio	0.09	0.07	0.11	0.28	0.32
% change	22.56%	-34.97%	-60.40%	-11.42%	-22.08%
Current ratio	0.80	0.85	0.97	1.76	1.64
% change	-5.59%	-12.63%	-44.86%	7.22%	-2.52%
Source:	10-Q 1/6/2020	10-Q 10/9/2019	10-Q 7/10/2019	10-K 4/29/2019	10-Q 1/9/2019

Unable to generate any positive returns

Rate of Return - Sequential Quarters

(Thousands of U.S. Dollars)

Period Ended	3 mos 11/30/2019	3 mos 8/31/2019	3 mos 6/1/2019	3 mos 3/2/2019	3 mos 12/1/2018
Return on equity	n/a	-1,090.22%	-91.27%	-43.77%	-24.35%
% change	n/a	-1,094.50%	-108.52%	-79.77%	-22.38%
Return on net tangible equity	n/a	-1,090.22%	-91.27%	-43.77%	-24.35%
% change	n/a	-1,094.50%	-108.52%	-79.77%	-22.38%
Return on total assets	-5.04%	-8.28%	-8.62%	-9.82%	-6.51%
% change	39.15%	4.00%	12.17%	-50.87%	-0.51%
Return on tangible assets	-5.04%	-8.28%	-8.62%	-9.82%	-6.51%
% change	39.15%	4.00%	12.17%	-50.87%	-0.51%
Source:	10-Q 1/6/2020	10-Q 10/9/2019	10-Q 7/10/2019	10-K 4/29/2019	10-Q 1/9/2019

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 11/30/2019	9 mos 12/1/2018	9 mos 11/25/2017	9 mos 11/26/2016	9 mos 11/28/2015
Cash Flows from Operating Activities:					
Net income	(\$241,220)	(\$130,032)	(\$3,428)	\$3,488	\$20,959
Depreciation/depletion	42,097	44,121	45,934	45,250	41,416
Deferred taxes	2,337	(1,361)	5,663	(5,694)	2,033
Non-cash Items	28,816	5,817	7,195	16,610	7,742
Changes in working capital	22,113	43,108	(62,402)	(54,581)	(30,286)
Total cash from operating activities	(145,857)	(38,347)	(7,038)	5,073	41,864
Cash Flows from Investing Activities:					
Capital expenditures	(10,060)	(31,466)	(41,057)	(32,019)	(39,559)
Other investing cash flow items, total	2,808	6,363	1,757	1,081	102
Total cash from investing activities	(7,252)	(25,103)	(39,300)	(30,938)	(39,457)
Cash Flows from Financing Activities:					
Financing cash flow items	14,246	0	(1,261)	0	585
Total cash dividends paid	n/a	0	(16,753)	(16,871)	(17,992)
Issuance/retirement of stock, net	554	1,104	(8,374)	(9,778)	(69,999)
Issuance/retirement of debt, net	94,500	(1,500)	(1,500)	23,500	33,500
Total cash from financing activities	109,300	(396)	(27,888)	(3,149)	(53,906)
Foreign exchange effects	8	(424)	n/a	n/a	n/a
Net change in cash	(43,801)	(64,270)	(74,226)	(29,014)	(51,499)
Net cash-beginning balance	54,878	135,379	154,460	115,221	100,064
Net cash-ending balance	\$11,077	\$71,109	\$80,234	\$86,207	\$48,565
Source:	10-Q 1/6/2020	10-Q 1/9/2019	10-Q 1/3/2018	10-Q 1/4/2017	10-Q 1/6/2016

NEWS ALERTS: A TIMELINE OF CONCERNING NEWS ITEMS

Pier 1 received notice that it was no longer in compliance with continued NYSE listing standards pertaining to market capitalization and shareholders' equity. Violation of listing standards is often a serious sign of financial or managerial trouble.

8/8/2019	Business Wire	Pier 1 Imports, Inc. Addresses NYSE Continued Listing Criteria
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For the period ended 8/31/19, Pier 1 reported significant sales, operating, net income, and working capital declines compared to last year's comparable period amounts.

9/27/2019	CRMZ News Service	Pier 1 Imports Inc -- updated financials available
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Pier 1 announced plans to close up to 450 stores, cut jobs, and warned about its ability to continue as a going concern. "Going concern" is a term that refers to a company's ability to make enough money to stay afloat or avoid bankruptcy.

1/6/2020	CRMZ News Service	Pier 1 to close stores and cut jobs, raises going concern doubts
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Moody's downgrades Pier 1's credit ratings due to the high likelihood of near-term default as a result of the company's approaching April 2021 term loan maturity, ongoing EBITDA losses, and weak liquidity.

1/9/2020	Moody's Investors Service	Moody's downgrades Pier 1's CFR to Ca; negative outlook
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New CEO Robert Riesbeck's previous turnaround posts showed a history of slashing costs and closing stores - tactics that ultimately didn't help companies avoid bankruptcy.

1/15/2020	Toronto Star Newspapers	Pier 1 hires CEO whose past plans failed
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Pier 1 Imports, Inc. filed for Chapter 11 bankruptcy to facilitate the sale of the Company.

2/18/2020	GlobeNewswire	Pier 1 Imports Inc: Chapter 11 Petition filed on 2/17/2020
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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

- Overview
- Company News
- Risk Ratings
- Important Information
- Annual Financials
- Year/Year Interim
- Sequential Quarters
- Liquidity (MD&A)**
- SEC Filings
- Peer Analysis
- Payments
- Public Filings
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Pier 1 Imports, Inc.
100 Pier 1 Pl
FORT WORTH, TX 76102-2600 United States
Phone: (817) 252-8000
Ticker: PIR

Filed for Bankruptcy on 2/17/2020
Case #20-30805, filed in the U.S. Bankruptcy Court for the Eastern District of Virginia (Richmond)

Management Discussion and Analysis

For the period ended 11/30/2019

Given the Company's current cash position, expected operating cash flows and borrowings available under the Revolving Credit Facility, **the Company has substantial doubt regarding its ability to have sufficient liquidity to fund its obligations and working capital needs through the next 12 months.**

If the Company's independent registered public accounting firm includes a qualification or exception regarding the Company's ability to continue as a going concern in its audit report and opinion regarding the Company's annual consolidated financial statements, without an amendment from its lenders, an event of default under existing debt agreements would be triggered.

ABOUT THIS REPORT/CONTACT CREDITRISKMONITOR®



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