

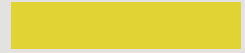
# RESOLUTE INDEX

BANKRUPTCY | RECEIVERSHIP

**Q4 2021  
and  
EOY Review**

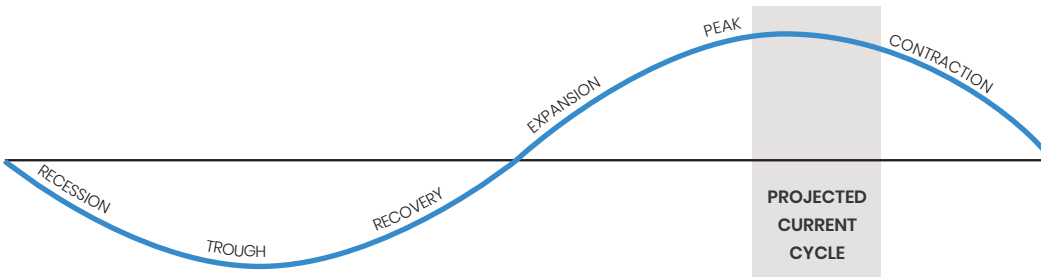
Evidence suggests the leniency lenders showed in 2020 due to the Coronavirus Pandemic is ending. Receiverships among middle market businesses in Arizona doubled in 2021 compared to 2020. While receiverships increased, bankruptcies are down in Arizona in 2021 after filings slowed during the second half of the year. In fact, bankruptcy filings in the state are at their lowest point in more than a decade.

## WORKOUT TREND



## State of the Workout Environment

Projected outlook for the turnaround industry



## ARIZONA MIDDLE MARKET BANKRUPTCY

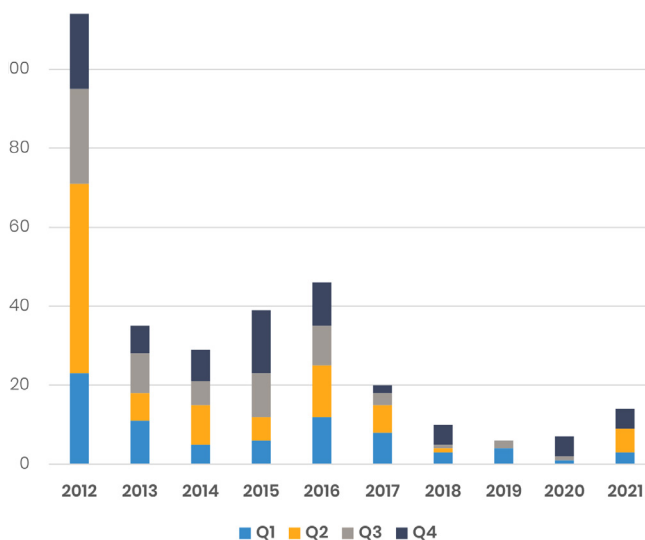
**4**  
Q4  
**-4**  
(As compared to Q3 2021)

## ARIZONA MIDDLE MARKET RECEIVERSHIP

**5**  
Q4  
**+5**  
(As compared to Q3 2021)

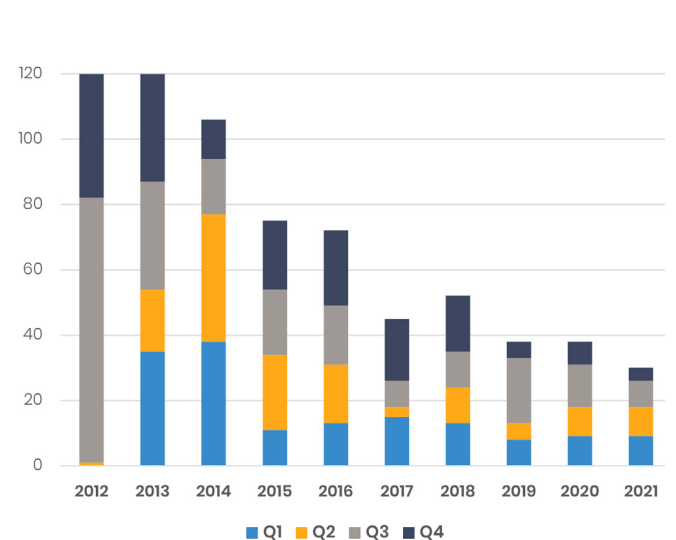
## Arizona Middle Market Receiverships by Year

In business filings with \$1MM+ in liabilities



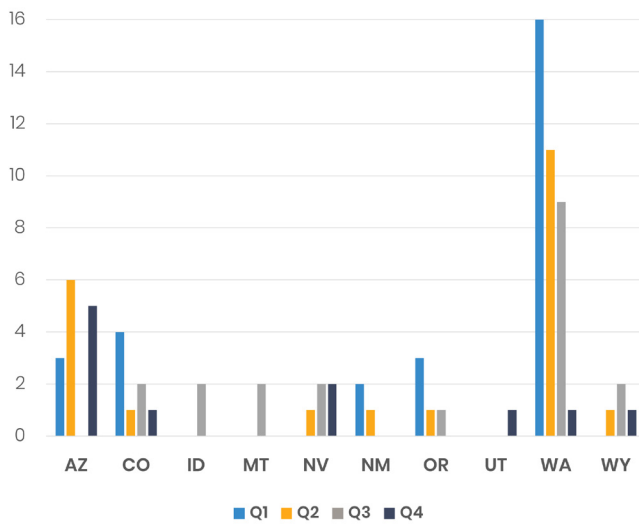
## Arizona Middle Market Bankruptcies by Year

In business filings with \$1MM+ in liabilities



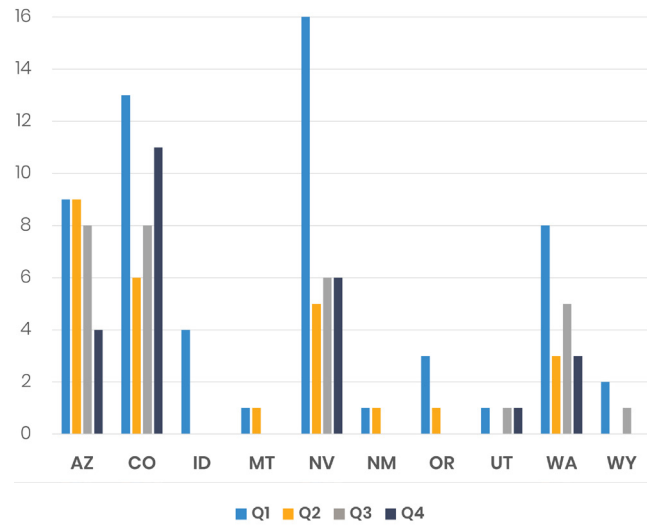
## Rocky Mountain West Middle Market Receiverships 2021

In business filings with \$1MM+ in liabilities



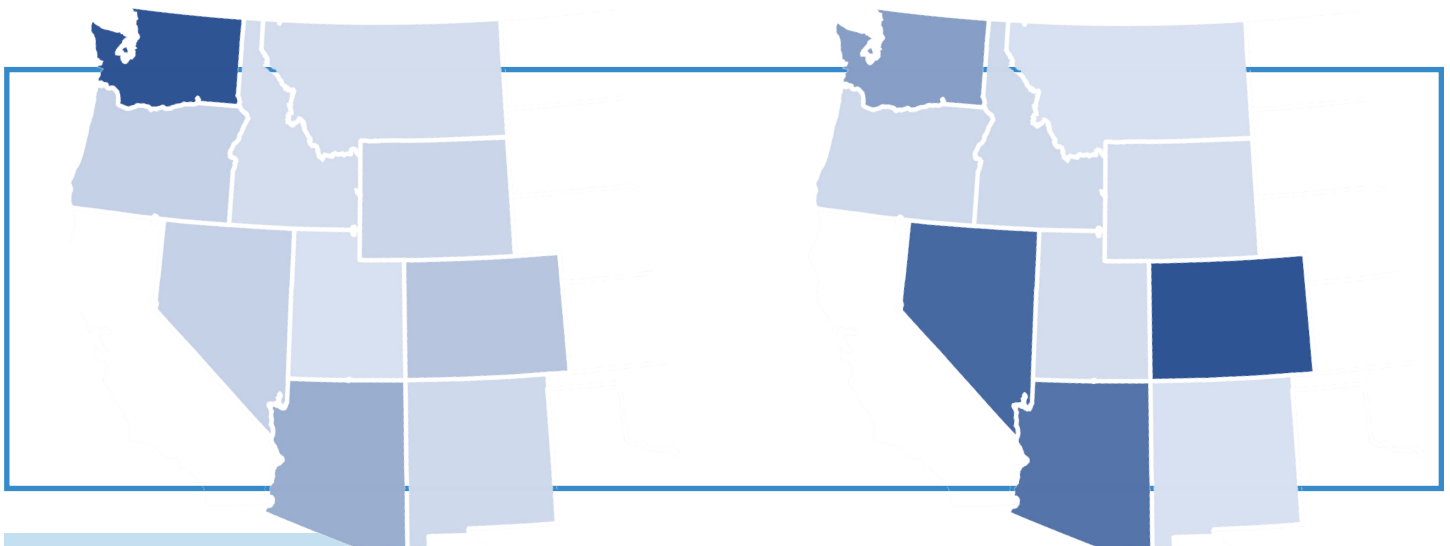
## Rocky Mountain West Middle Market Bankruptcies 2021

In business filings with \$1MM+ in liabilities



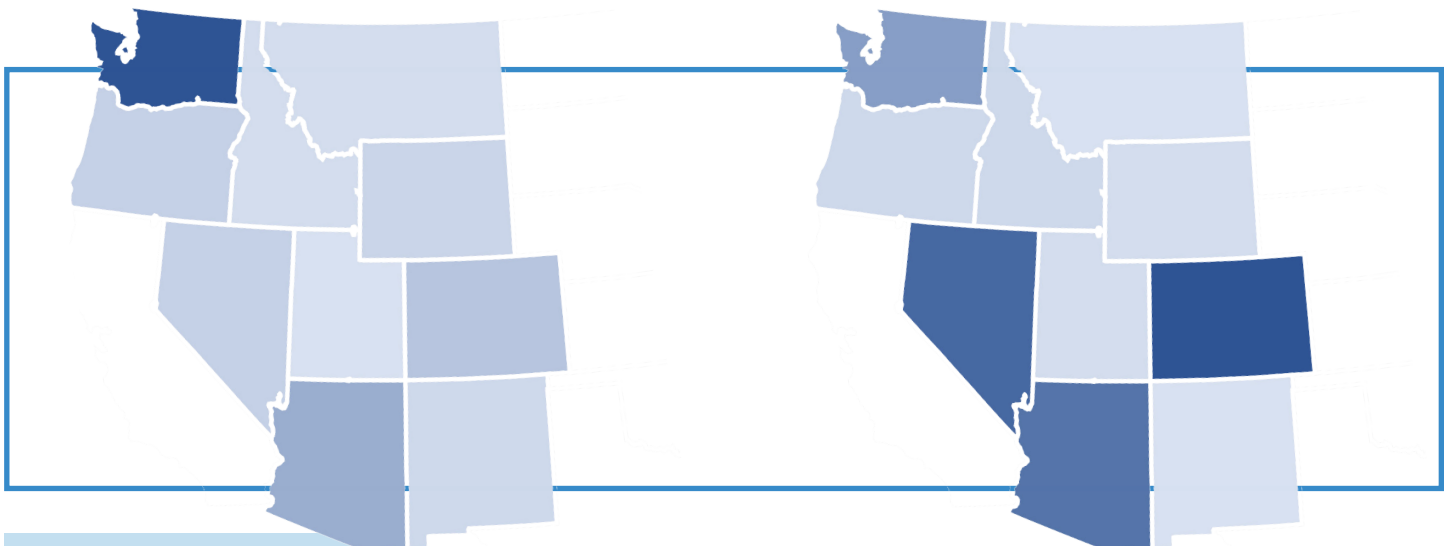
## Heat Map: Rocky Mountain West Middle Market Receiverships 2021

In business filings with \$1MM+ in liabilities



## Heat Map: Rocky Mountain West Middle Market Bankruptcies 2021

In business filings with \$1MM+ in liabilities



## Takeaways

It appears infusions of cash from PPP loans and the eventual forgiveness of those loans kept many companies afloat during the past 18 months. Bankruptcies during the second half of 2021 are down in all Rocky Mountain West states, with the exception of Nevada, compared to the second half of 2020. Middle Market businesses in Colorado filed the most bankruptcies, followed closely by Nevada and Arizona. Washington state is a clear outlier with 37 receiverships in 2021. The next closest state was Arizona with 14 middle market receiverships and then Colorado with eight. Utah and Montana fared the best during 2021, tying for the fewest bankruptcies and receiverships in the region.