

## Weekly Bankruptcy Analysis May 31 – June 6, 2021

*Written by:*

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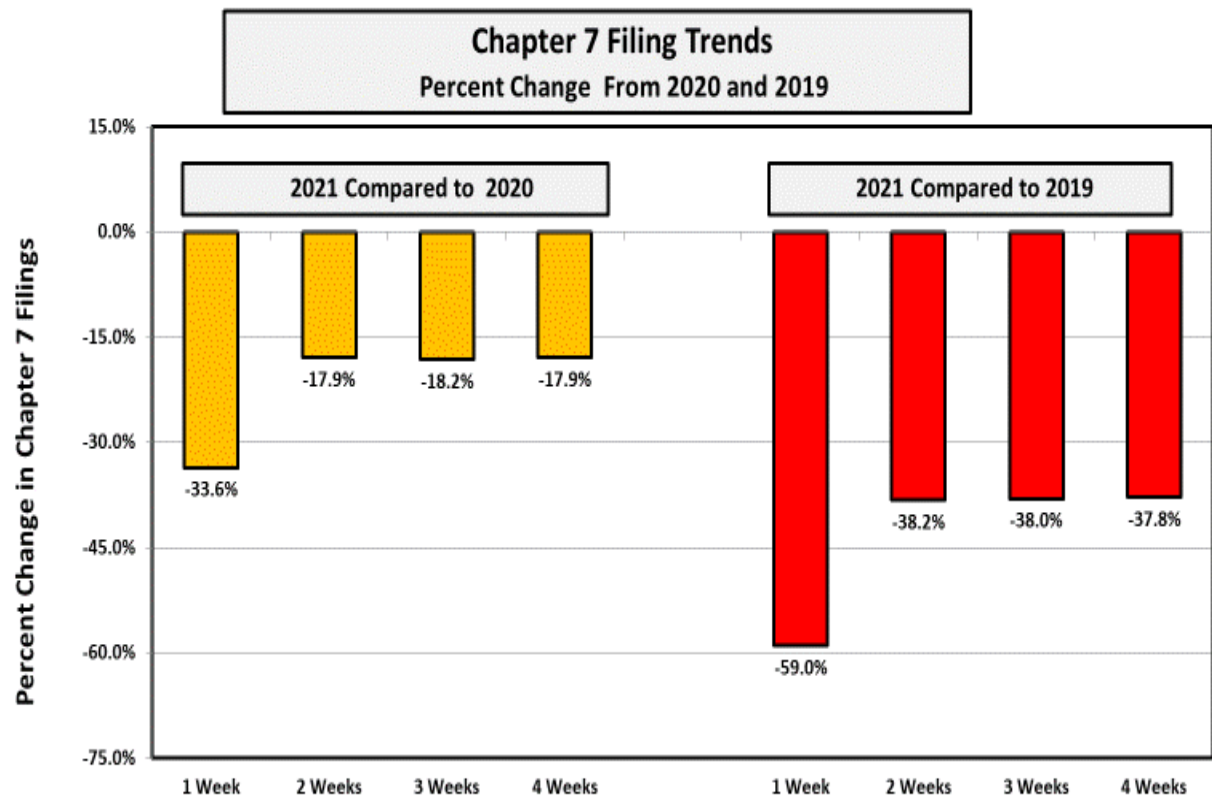
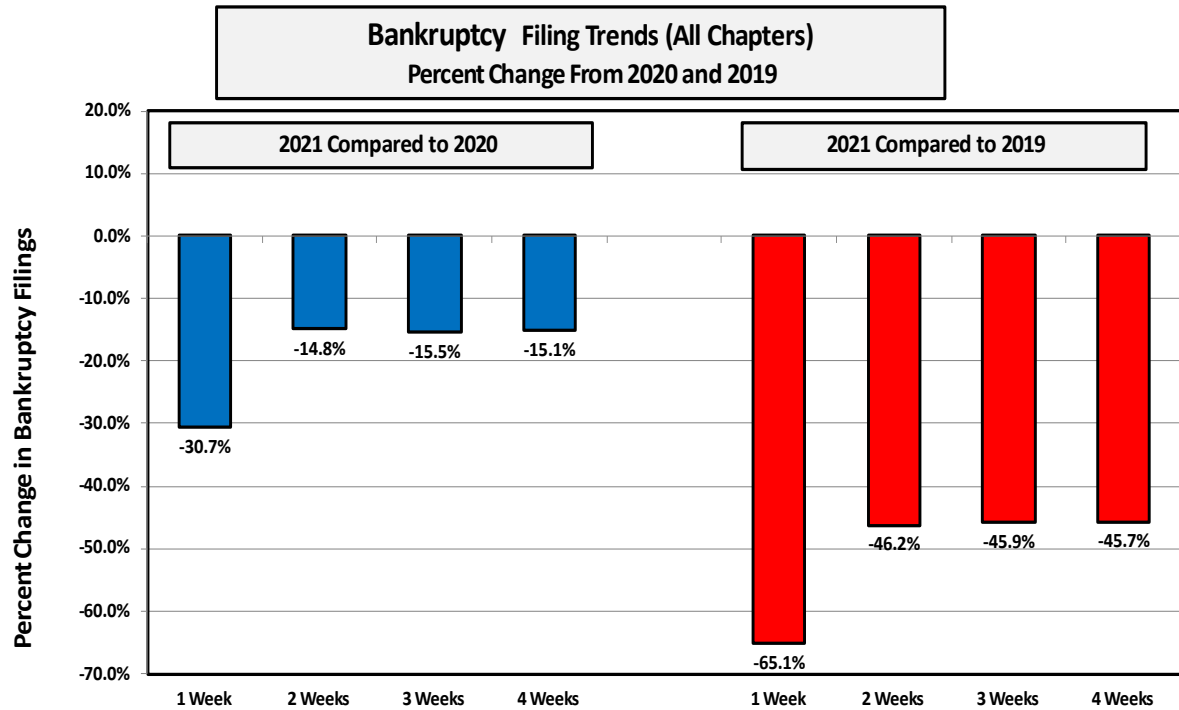
Less than 6,000 bankruptcy cases were filed during the week ending June 6, the lowest weekly total of the year. The Memorial Day Holiday on May 31 was a major factor behind the extremely low weekly total. (In 2020, Memorial Day was celebrated on May 25, and in 2019, it was on May 27.)

Bankruptcy Filings May 31 - June 6, 2021			
Type of Case	Number Filed	Week Last Two Years	
		2020	2019
Total	5,995	-30.7%	-65.1%
- Chapter 7	4,287	-33.6%	-59.0%
- Chapter 11	96	-39.6%	-47.8%
- Chapter 13	1,608	-20.8%	-75.3%
- Other Cases*	4	-55.6%	-77.8%
* Chapters 9, 12 and 15			

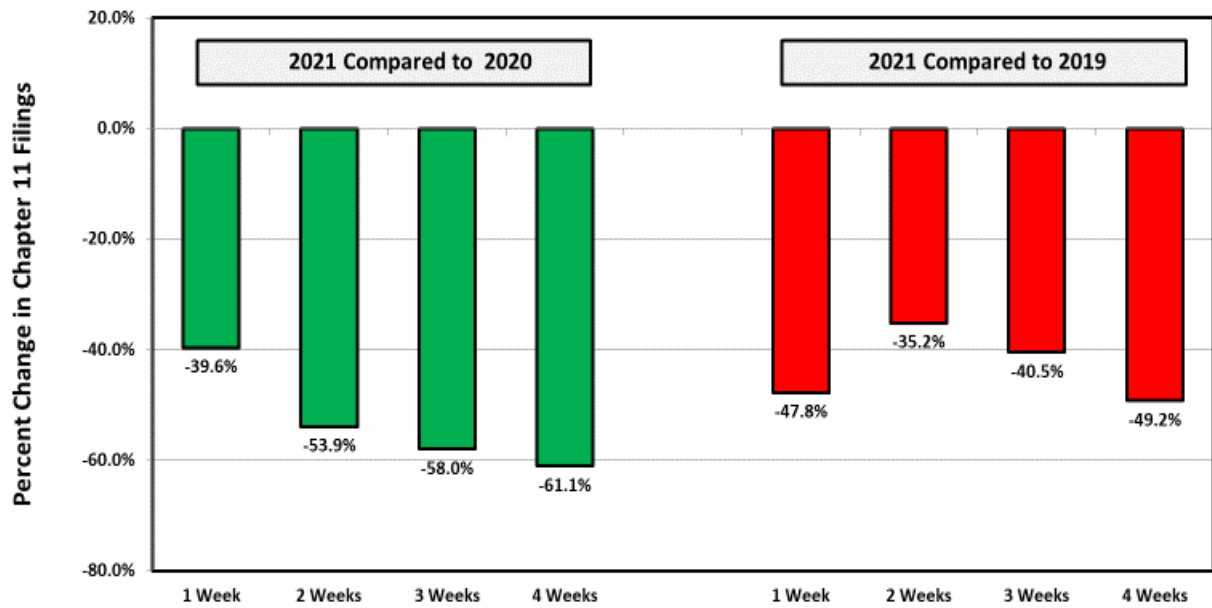
The following charts show recent weekly filing trends by chapter compared to 2020 and 2019.

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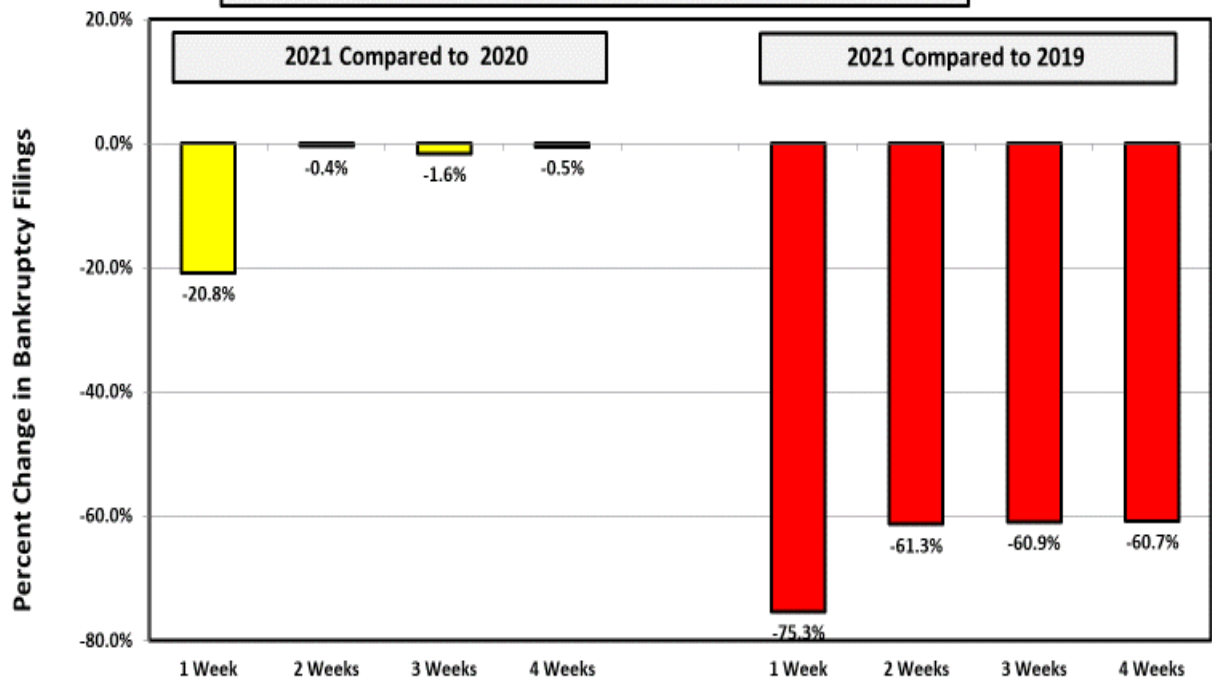
<sup>1</sup> Ed Flynn is a consultant with ABI and serves as a coordinating editor for the *ABI Journal*. He previously worked for more than 30 years at the Executive Office for U.S. Trustees and the Administrative Office of the U.S. Courts.



### Chapter 11 Filing Trends Percent Change From 2020 and 2019



### Chapter 13 Filing Trends Percent Change From 2020 and 2019



## Chapter 11 Cases

For the eighth consecutive week, fewer than 100 chapter 11 cases were filed nationwide. Excluding child cases, filings were down by more than 40 percent from the same week last year and were down by over 60 percent from the same week in 2019.

Types of Chapter 11 Cases Filed			
	May 31 - June 6		
	2021	2020	2019
<b>Total Filed</b>	<b>96</b>	<b>159</b>	<b>184</b>
<b>Solo Cases</b>	<b>43</b>	<b>81</b>	<b>120</b>
<b>Parent cases</b>	<b>7</b>	<b>8</b>	<b>10</b>
<b>Child cases</b>	<b>46</b>	<b>70</b>	<b>54</b>
<b><i>Filed By Individuals</i></b>	<b><i>13</i></b>	<b><i>31</i></b>	<b><i>37</i></b>
<b>Subchapter V Cases</b>	<b>24</b>	<b>33</b>	<b>NA</b>

## Notable Case Filings

Four large cases were filed last week, including one involving a very large gold mine in Kyrgyzstan, a large construction services firm, a hospital, and a medical products manufacturer. Two of the large cases were filed in the Southern District of Texas, one in the Southern District of New York and one in Delaware.

Notable Case Filings May 31 - June 6, 2021				
Company Name	Industry	Date Filed	Court of Filing	Number of Related Cases
Kumtor Gold Company CSJC	Central Asian gold mine	5/31/2021	New York Southern	1
Avadim Health, Inc.	Medical products manufacturer	5/31/2021	Delaware	4
Heights Hospital, LLC	Medical facility	6/1/2021	Texas Southern	0
Katerra, Inc	Construction	6/6/2021	Texas Southern	32

## Chapter 11 Filings Down Sharply in 2021

Chapter 11 activity has slowed considerably in 2021 compared to 2020. The following chart compares chapter 11 filings from January to May 2021 with filings during the same five months in 2020.

<b>Chapter 11 Cases Filed January to May 2021 Compared to 2020</b>			
<b>Year -----&gt;</b>	<b>2021</b>	<b>2020</b>	<b>Percent Change</b>
<b>Total Filed</b>	<b>2,090</b>	<b>3,408</b>	<b>-38.7%</b>
<b>Solo Cases</b>	<b>1,219</b>	<b>1,575</b>	<b>-22.6%</b>
<b>Parent Cases</b>	<b>135</b>	<b>148</b>	<b>-8.8%</b>
<b>Child Cases</b>	<b>736</b>	<b>1,685</b>	<b>-56.3%</b>
<b>Percent Child Cases</b>	<b>35.2%</b>	<b>49.4%</b>	
<b><i>Delaware, Texas Southern, &amp; New York Southern</i></b>			
<b>Total Filed</b>	<b>665</b>	<b>1,511</b>	<b>-56.0%</b>
<b>Solo Cases</b>	<b>104</b>	<b>123</b>	<b>-15.4%</b>
<b>Parent Cases</b>	<b>36</b>	<b>73</b>	<b>-50.7%</b>
<b>Child Cases</b>	<b>525</b>	<b>1,315</b>	<b>-60.1%</b>
<b>Percent Child Cases</b>	<b>78.9%</b>	<b>87.0%</b>	
<b><i>All Other Districts</i></b>			
<b>Total Filed</b>	<b>1,425</b>	<b>1,897</b>	<b>-24.9%</b>
<b>Solo Cases</b>	<b>1,115</b>	<b>1,452</b>	<b>-23.2%</b>
<b>Parent Cases</b>	<b>99</b>	<b>75</b>	<b>32.0%</b>
<b>Child Cases</b>	<b>211</b>	<b>370</b>	<b>-43.0%</b>
<b>Percent Child Cases</b>	<b>14.8%</b>	<b>19.5%</b>	

Total chapter 11 filings are down by almost 40 percent so far in 2021. In 2020, nearly half of the chapter 11 cases filed that year were related filings by subsidiaries of a parent case. Filings of ‘child’ cases are down by 56 percent so far in 2021, while filings of solo and parent cases are down by a more modest 21 percent.

Most of the larger cases with multiple related filings were filed in Delaware, the Southern District of Texas or the Southern District of New York. Total chapter 11 filings are down by 56 percent in these three districts this year. In all other judicial districts, total chapter 11 filings are down by about one-quarter so far in 2021.

See ABI Headlines for news of the latest filings at <https://www.abi.org/newsroom/headlines>.