Reading Assignment Class 9 (October 18, 2006):

A. From *Corporate Finance* by William Bratton

**Part II - Senior Securities**

Section A — *Bondholders’ Rights*

- Part 3 -- Creditor Protection in Law

Section C — *Convertible Securities and Warrants*


Part 2 -- Conflicts of Interest


Section B — *Preferred Stockholders’ Rights*

- Part 1 -- Preferred Stock Financing
  - Read subparts (A) and (B), “Preferred Stock Defined” and “The Preferred Stock Contract,” pp. 353-360.

- Part 2 -- Claims to Dividends
  - Read subparts (A) and (B), “Preferred Stock Dividend Provisions” and “Board Discretion to Withhold Payment,” pp. 362-367.

- Part 3 -- Claims to Principal
Appendices