# Module: Permanent Debt and Equity Financing

### Topics

This includes the following five topics:

Topic 1: Commercial Lending

Topic 2: Leasing

Topic 3: Corporate Bond Financing

Topic 4: Equity Financing

Topic 5: Government Financing Programs

## Topic 1: Commercial Lending

This topic further examines the different commercial lenders, their lending products, and the process they follow in originating and monitoring loans.

### Readings

Introduction, Section 1.1

#### **Learning Problems**

Credit Assessment of All-Weather

**Answer Keys**

Credit Assessment of All-Weather

## Topic 2: Leasing

This module explores leasing as an alternative to commercial lending when financing the acquisition of fixed assets.

### Readings

Section 1.2

#### **Learning Problems**

Capitalizing Leases at Secure Transport

Capitalizing Leases at Wilson

Capitalizing Leases at Porta Power

Capitalizing Leases at Acme

Calculating Lease Payments at Stead Leasing

Lease or Buy at Hawkeye

Lease or Buy at Shaw

Lease or Buy at Anzio

Lease or Buy at Olesen

Lease or Buy at Halo

Specified Leasing Property

**Answer Keys**

Capitalizing Leases at Secure Transport

Capitalizing Leases at Wilson

Capitalizing Leases at Porta Power

Capitalizing Leases at Acme

Calculating Lease Payments at Stead Leasing

Lease or Buy at Hawkeye

Lease or Buy at Shaw

Lease or Buy at Anzio

Lease or Buy at Olesen

Lease or Buy at Halo

Specified Leasing Property

## Topic 3: Corporate Bond Financing

This topic investigates the different sources of debt financing available to new start-ups, SMEs, and large companies.

### Readings

Section 1.3

#### **Learning Problems**

Bond Refunding at Acme

Bond Refunding at Hansen Brothers

**Answer Keys**

Bond Refunding at Acme

Bond Refunding at Hansen Brothers

## Topic 4: Equity Financing

This topic investigates the different sources of equity financing available to new start-ups, SMEs, and large companies.

### Readings

Section 1.4

#### **Learning Problems**

Preferred Share Refunding at Spencer

Classifying Assets and Liabilities

Rights Offering at Quaker

**Answer Keys**

Preferred Share Refunding at Spencer

Classifying Assets and Liabilities

Rights Offering at Quaker

**Topic 5: Government Financing Programs**

This topic examines the major government lending programs aimed at helping SMEs and companies engaged in international trade.

**Readings**

Sections 1.5 and 1.6

#### **Learning Problems**

Appropriate Forms of Debt and Equity Financing

**Answer Keys**

Appropriate Forms of Debt and Equity Financing

## Module Summary

This module examined the major sources of permanent debt and equity financing available to businesses in Canada.