1. Cash in flows today, cash out flows in future as make up dividends, repurchase shares.

\[ r\left(\frac{1}{12}\right) = \left(\frac{0.023}{12}\right)^{12}; r\left(\frac{1}{12}\right) = (1 + r\left(\frac{1}{12}\right))^{12} - 1 \]

+53 higher

+7/18 4. Reduce profit, increase cash flow

5. Systematic risk is less than the market

+15 6. Increased fallen

7. \[ (\pm 1.06 + (60 - 65)) \times 100 \]

+8/41 8. Falls. offset by falling beta (or stock price decreases or call with expiration period)

+8/41 9. Internal finds then debt then issue stock

+15/10. Own firm's assets + short call on firm's assets