SESSION 14
LONG-TERM DEBT

Objectives:
1. Understand the terminology of long-term debt including par value, stated versus effective interest rate, discounts, premiums, and mortgages.
2. Understand how long-term debt affects the financial statements over time

Reading Assignment:
Pratt: Chapter 11, through p. 484; Appendix B “The Time Value of Money” (p. 689+)
Intel: p. 27

Class Preparation Questions
None.

Optional Problems
E11-3, E11-5, E11-7, E11-9, E11-19