

Financial Contracts and the Theory of Debt

Anne P. Villamil *

Uncertainty and Information in Economics

Singapore

June 14, 2005

Outline of Part 1

1. Introduction
2. Finance in GE
3. Overview of the Literature
4. Debt Contracts
 - (a) Risk Sharing is not Enough
 - (b) CSV Model

*Department of Economics, University of Illinois, 1206 S. 6th Street, Champaign, IL 61820 USA, avillami@uiuc.edu.