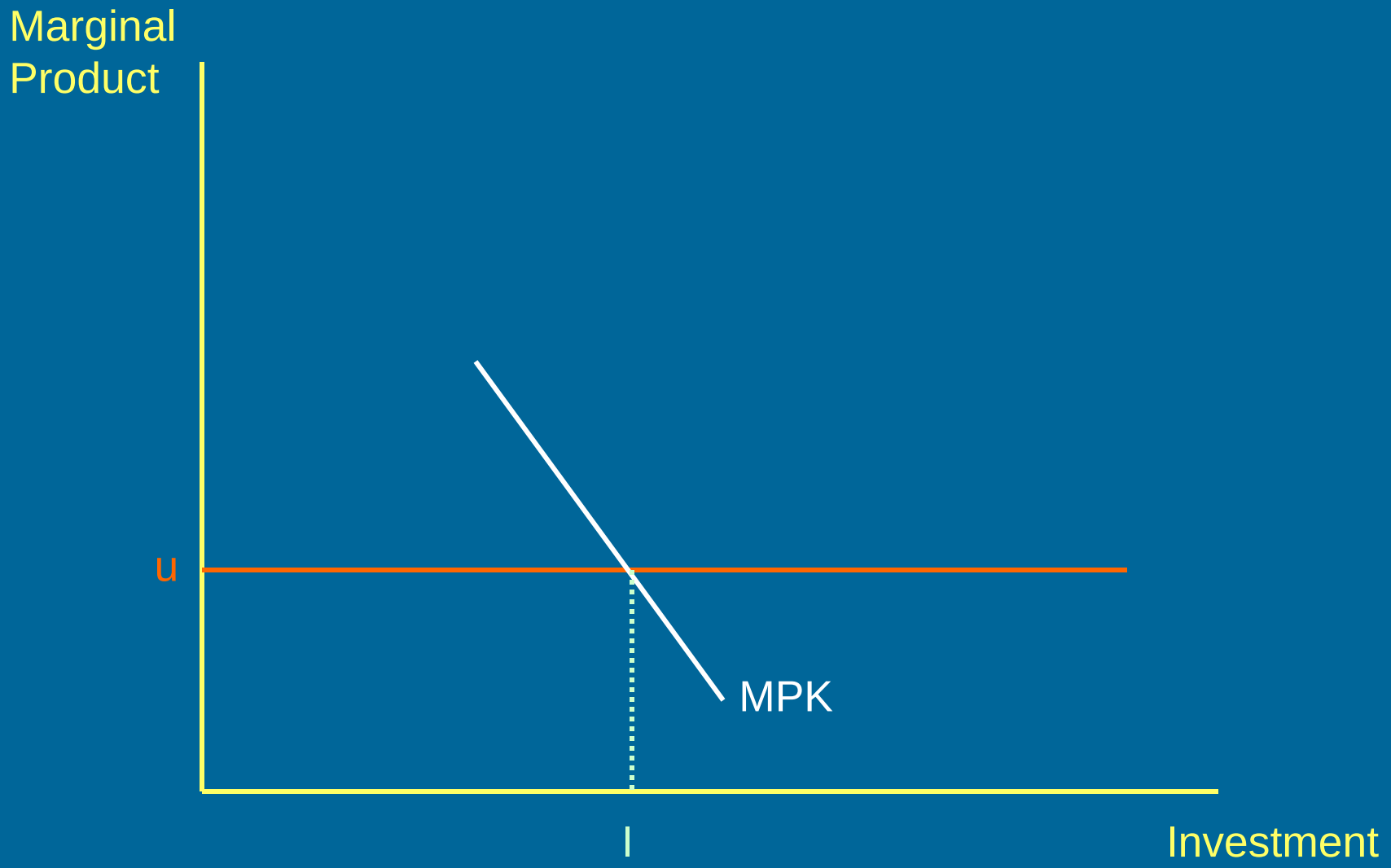
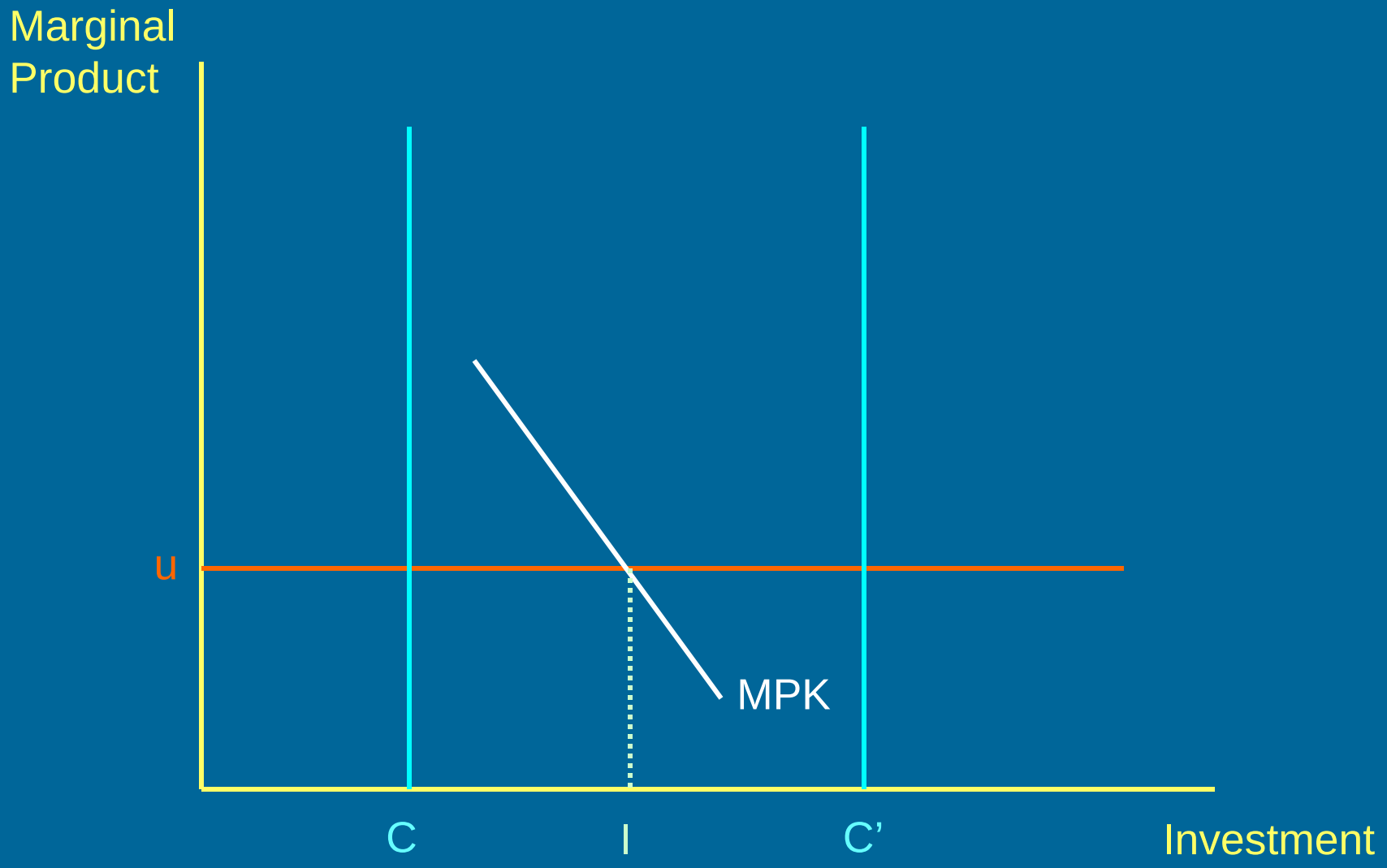
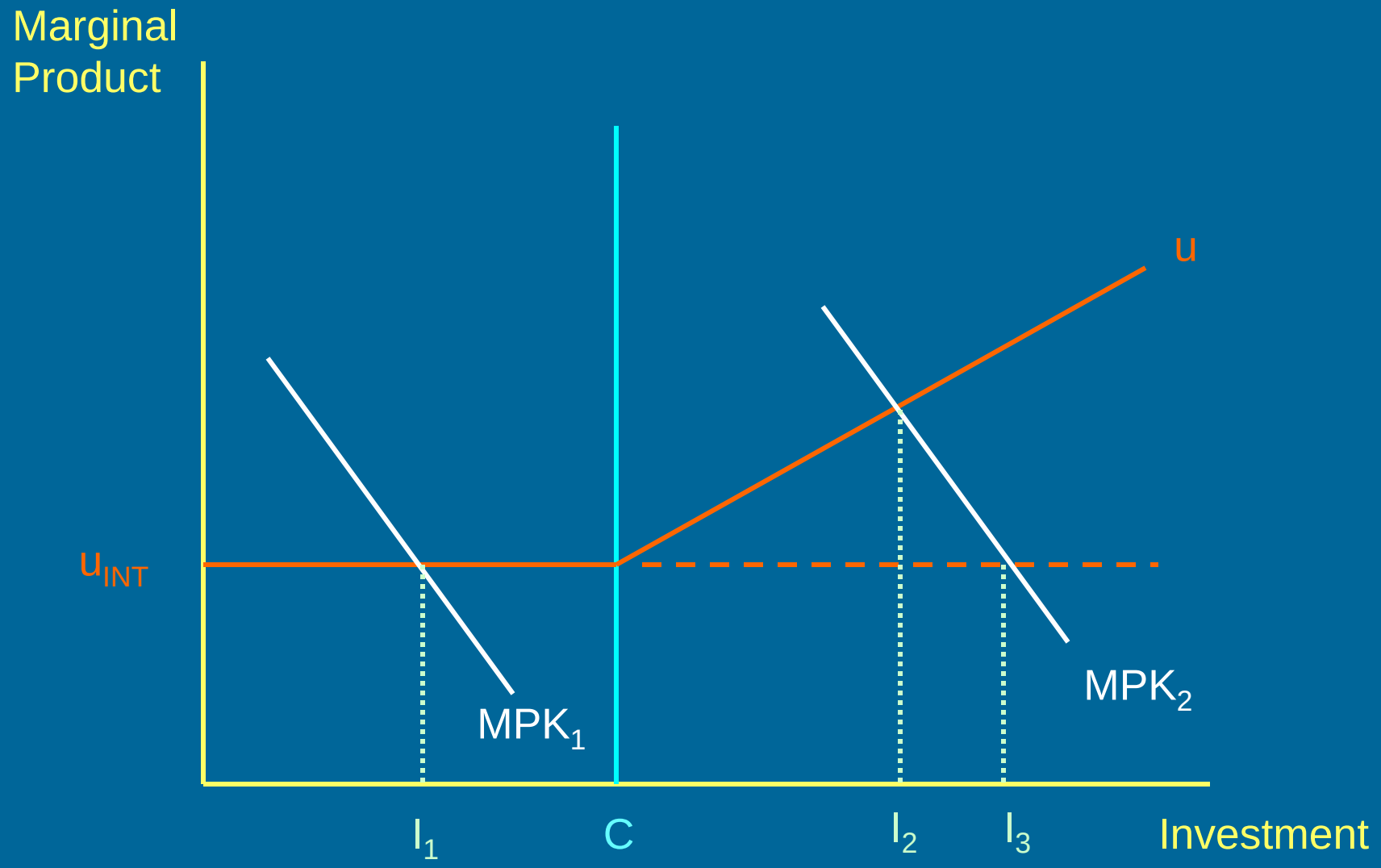
# Figure 1 Static Demand for Capital
## Perfect capital markets



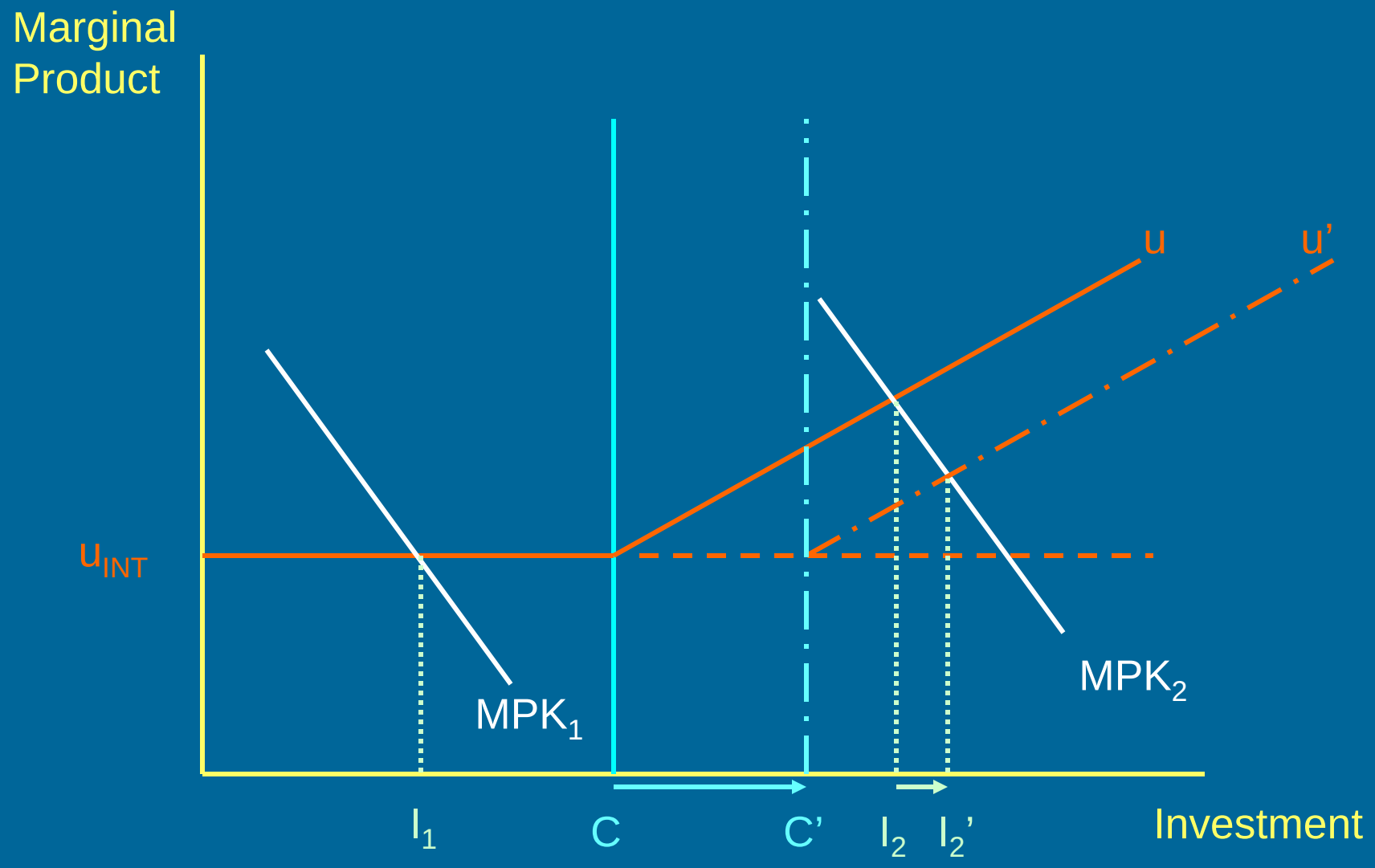
# Figure 2 Static Demand for Capital
## Perfect capital markets



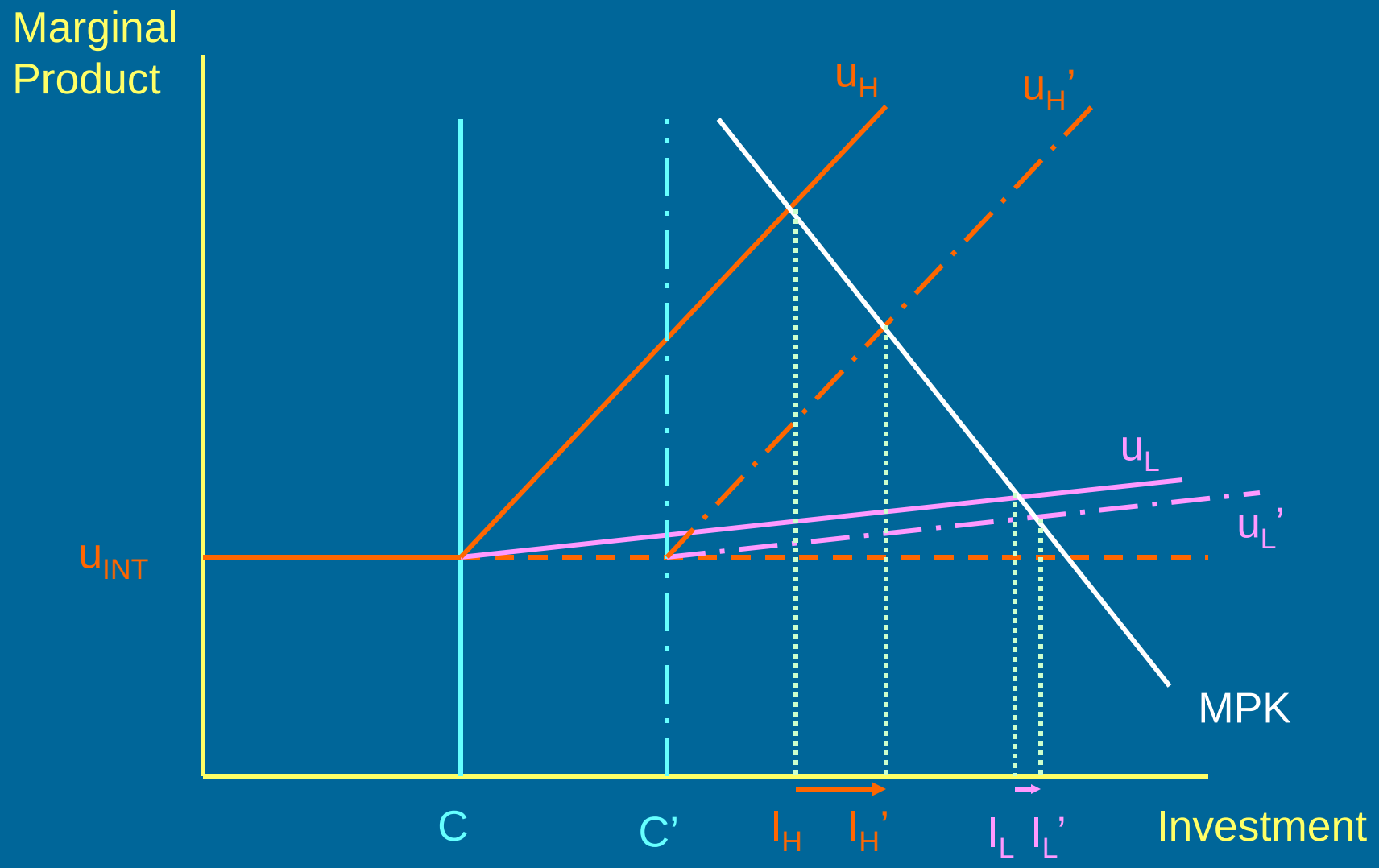
# Figure 3 Static Demand for Capital
## Increasing cost premium for external finance



# Figure 4 A Cash Flow Shock



# Figure 5 Cost Premia $u_H > u_L$



# Figure 6 The Kaplan-Zingales Case

