Errata for “Why Do Firms Issue Equity? by Amy Dittmar and Anjan Thakor

1. Page 10, condition (7) in the paper should read

$$q[H - M] > \frac{IT}{1 - T}$$

2. Page 50, in the second line of the paragraph directly below equation (A5), the inequality after “we must have” should read “$$W(\text{inn}|H, \rho) \geq W(\text{mund})$$” rather than “$$W(\text{inn}|I, \rho) \geq W(\text{mund}).$$”

3. Page 50, in equation (A7), in the proof of Lemma 2, the term $$\{1 - T\}$$ on the right-hand side of the inequality should be deleted.

4. Page 50, in the proof of Lemma 2, in the line directly below (A7), it should be “$$\rho = 0$$” rather than “$$\rho = 9.$”

5. Page 51, the line below equation (A10) should read “Comparing (A9) and (A10), …” instead of “Comparing (A8) and (A10), …”