candidates should be able to:

Demonstrate knowledge of distressed securities hedge funds. Including:

* Define distressed debt hedge funds.
* Explain the bankruptcy process.
* Discuss short sales of equity as writing naked call options.
* Discuss the process of searching for distressed undervalued securities.
* Explain the process for estimating returns from undervalued securities.
* Understand activist investors in distressed securities.
* Explain capital structure arbitrage.
* Discuss the process of buying a firm using distressed securities.
* Summarize the key observations on distressed returns that are consistent with economic reasoning.