1. Bond Cash Flows: RRR issued 250,000 bonds at $1,000 par value that will mature in 25 years and will pay a coupon interest rate of 6% every year. Indicate the total cash flows for the corporation and the bondholder for the next twenty years. Use the following table.

|  |  |  |
| --- | --- | --- |
| Time Period | Total Cash flow (Corp.) | Total Cash flow (Bondholder) |
| 0 |  |  |
| 1-25 |  |  |
| 25 |  |  |