

# **The Corporate Choice Among Common Stock, Convertible Bonds and Straight Debt: Firm's Cash Flow Interpretation in Thailand.**

## **ABSTRACT**

This study aims to investigate the relationship between firms' financial health and external source of fund for firms' financing in relation to common stocks, convertible bonds and straight debts. In this study, a cash flow statement which illustrates all firm's activities namely operation, investment and financing is primarily used to indicate firm's financial health. Based on cash basis, a cash flow statement can reflect a firm's performance better than a profit and loss statement based on accrual basis. Besides, cash flow is more difficult to perform accounting manipulation.