

Income associated  
with owning and  
managing an equity  
portfolio

### 1. Dividend income

- regular dividend
- special dividend
- optional stock dividend

### 2. Securities lending income

Stock lender receives:

- fee from borrower:
- income from reinvesting cash collateral

Common stock lenders:

### 3. Ancillary investment strategies

- dividend capture
- writing options
  - covered calls

- cash-secured puts

OUTCOMES:

- if Stock price  $>$  Exercise price:

- if Stock price  $<$  Exercise price: