

The road to a bailout

●] Size of proposed or announced bailout

Nov. 18-19: U.S. auto executives ask Congress to pass a **\$25 billion** aid package. They are lambasted for arriving in Washington in private jets, and a Senate vote on the matter is scrapped.

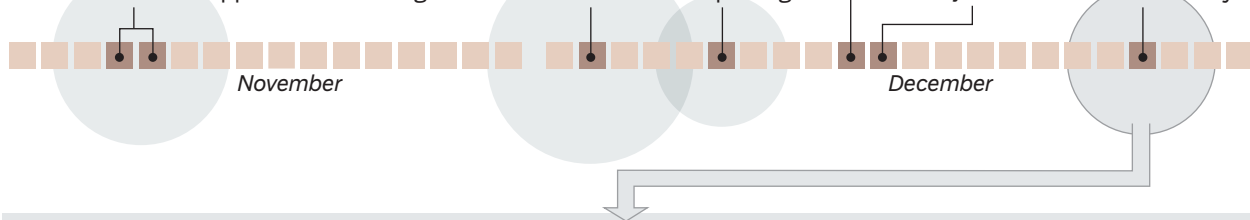
Dec. 2: Auto executives plead for a second time, increasing their request to **\$34 billion** in loans. Instead of jets, they drive to Washington in fuel-efficient cars.

Dec. 6: Democrats approve a **\$14 billion** bailout package.

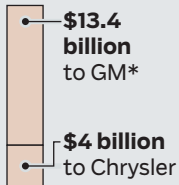
Dec. 10: The House approves the bill.

Dec. 11: The Senate rejects it.

Friday: President Bush approves **\$17.4 billion** in loans for the auto industry.



THE PACKAGE



STIPULATIONS FOR THE COMPANIES

- **Deadline:** Must prove that they are financially viable by March 31 or they will be forced to pay back the loans.
- **Labor:** Must eliminate the job bank and make wages competitive with foreign automakers.
- **Debt:** Must swap two-thirds of debt for equity.

- **Stock:** Must provide the government with warrants to buy stock at a specific price.
- **Accounting:** Must allow the government to inspect their books and records.
- **Perks:** Must limit executive compensation and get rid of perks such as corporate jets.

*\$9.4 billion released over this month and next month and the remaining \$4 billion to be released at a later date

SOURCES: Tribune reporting, the White House