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What Is the Difference Between Recharacterization and Equitable Subordination and How Can They Affect My Claim?

Creditor's Rights Toolkit

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When a company files for bankruptcy, creditors often wonder if they will get paid. The answer depends on the priority and treatment of each claim in the bankruptcy process.

This article will discuss the doctrines of recharacterization and equitable subordination and how they can delay or eliminate payment on a creditor's claim. To access this article and read other insights from our Creditor's Rights Toolkit, please click here.

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