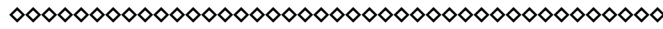


Name \_\_\_\_\_

# FORMS OF BUSINESS OWNERSHIP



Directions: Use this table to answer the questions below.

<u>Forms</u>	<u>Ownership</u>	<u>Profits &amp; Losses</u>
Proprietorship	One owner	Owner takes all profit and all risk for losses
Partnership	Two or more owners	Owners share profits and losses
Corporation	Acts as a legal person regardless of the number of owners	Owners share the profits. Owner liability is limited to investment.

1. In which form of business ownership do you think the owner or owners would have the most freedom and flexibility to make decisions? \_\_\_\_\_  
The least? \_\_\_\_\_
2. Which form of ownership offers the owner or owners the most protection against the loss of invested money? \_\_\_\_\_ Why? \_\_\_\_\_  
\_\_\_\_\_
3. List one advantage and one disadvantage of each for of ownership. \_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_
4. Imagine you have \$10,000 to invest in either a proprietorship (with you as the owner), a partnership, or a corporation. List several questions you would want to ask yourself before deciding how to invest your money. \_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_  
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