

Name: _____

Economics

Date: _____

Ms. Weiss

CHAPTER 8: Business Organizations

Section 1 - Sole Proprietorships

1. What is the most common form of business organization?
2. Define sole proprietorship
3. What percentage of businesses are sole proprietorships?
4. What percentage of sales do sole proprietorships generate?
5. What are five major advantages of sole proprietorships? Briefly discuss each one.
 - a.
 - b.
 - c.
 - d.
 - e.
6. What are three major disadvantages of sole proprietorships? Briefly discuss each one.
 - a.
 - b.
 - c.

Section 2: Partnerships

1. Define partnership
2. What percentage of businesses in the U.S. are partnerships?
3. What percentage of sales do they account for?
4. What are three types of partnerships? What is the major difference between each?
 - a.
 - b.
 - c.

5. Identify and describe four major advantages of partnerships.
 - a.
 - b.
 - c.
 - d.
6. Identify and describe two major disadvantages of partnerships
 - a.
 - b.

Section 3 Corporations

1. What is a corporation?
2. What role do stocks play in corporations?
3. What percentage of businesses in the U.S. are corporations?
4. What percentage of products sold in the U.S. do they account for?
5. What percentage of income in the U.S. do they account for?
6. What is the major difference between a closely held corporation and a publicly held corporation?
7. Identify and describe two major advantages of corporations:
 - a. From the stockholder's point of view:
 - i.
 - ii.
 - b. From the corporations point of view:
 - i.
 - ii.
8. Identify an describe four major disadvantages of corporations
 - a.
 - b.
 - c.
 - d.