



Freedom You cannot build character and courage by taking away Man's initiative and independence.

Introduction to Business
Chapter 6

(A) sole proprietorship, (B) partnership, (C) corporation, (D) intermediary, (E) cooperative, (F) unlimited liability, (G) limited liability, (H) nonprofit organization, (I) wholesaler, (J) processors, (K) manufacturers, (L) franchise, (M) producer, (N) retailer, (O) stock.

1. A _____ is a business organization with two or more owners who share the risks and rewards.
2. Shares of ownership in a corporation are called _____.
3. A _____ buys and resells goods.
4. A business owned by one person is called a _____.
5. A business that is treated by law as a separate entity is a _____.
6. Businesses that change raw goods into more finished products are called _____.
7. _____ turn raw or processed goods into finished products.
8. _____ is full legal and financial responsibility for a business.
9. _____ is financial responsibility only for what the owners of a corporation have invested.
10. A contractual agreement to sell a company's products or services in a designated geographic area is a _____.
11. A business whose main purpose is to provide a service rather than to earn a profit is called a _____.
12. _____ is a group of small businesses banded together into a type of corporation.
13. A _____ is a business that gathers raw products in their natural state.
14. A type of business that buys goods in large amounts and resells them to other businesses in smaller lots is called a _____.

15. A type of business that buys goods from wholesalers or manufacturers and sells them directly to the public is called a _____.
16. List four advantages of a business organized as a sole proprietorship.
17. How many people must be involved in a partnership? Is there a limit on the number of partners a business can have?
18. Sole proprietorships and partnerships both have unlimited liability for their business debts. What does that mean to the owners.
19. What happens when a partner leaves the business or dies?
20. What is the major advantage of a corporation? Explain your answer.
21. Identify the types of business and explain each one.
22. What is another name for an intermediary?
23. Currently, service businesses employ what percentage of the workforce.

Profit in business comes from repeat customers, customers that boast about your project or service, and that bring friends with them.

W. Edwards Deming