

# GUIDED READING Activity 8-2

For use with textbook pages 213–216

## **S**OLE PROPRIETORSHIPS AND PARTNERSHIPS

### REGALLING THE FACTS

**Directions:** Use the information in your textbook to answer the questions.

#### Sole Proprietorships

1. What is a sole proprietorship?

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2. Who is a proprietor?

\_\_\_\_\_

3. What is the biggest advantage and disadvantage of a sole proprietorship?

Advantage: \_\_\_\_\_

Disadvantage: \_\_\_\_\_

4. Why can it be difficult to finance growth under a sole proprietorship?

\_\_\_\_\_

\_\_\_\_\_

#### Partnerships

5. What is a partnership?

\_\_\_\_\_

\_\_\_\_\_

6. What are the advantages and disadvantages of management under a partnership?

Advantages: \_\_\_\_\_

Disadvantages: \_\_\_\_\_

7. How is a limited partnership different from a general partnership?

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\_\_\_\_\_

8. What is a joint venture?

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