Name:\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_

**BAF3M**

**Types of Business & Forms of Ownership**

i) Using the class slides, Google, or the class text, provide the key differences between a Service business and a Merchandising business.

Service Business:  **Provides a service for $. (eg. laser tag, summer camp, etc)**

Merchandising Business: **Purchases an item for wholesale and resells it at a (usually) higher retail price.**

ii) What are the key differences between a Sole Proprietorship, a Partnership, and a Corporation?

Sole Proprietorship:  **One owner**.  **Full liability.**

Partnership:  **Two or more owners.**  **Full liability.**

Corporation:  **Ownership through shares.**  **Limited liability.**

**Instructions**: Rewrite the following businesses in their appropriate categories.

[Section Break]

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|  |  |
| --- | --- |
| **Service Business**  Video Store Accounting Firm Hair Salon Catering Company Sushi Restaurant Movie Theatre Lawyers Office   | **Merchandising Business**  Motorcycle Dealership Walmart Clothing Store Music Store Grocery Store  |
| **Manufacturing Business**  Computer Manufacturer Food-Processing Company Farm Equipment Manufacturer Car Manufacturer      | **Non Profit Organization**  Charities Churches Amateur Sports Organization Green Peace  |

**i)** Place the following businesses under their appropriate forms of ownership.

**ii)** Give one of your own examples in each category as well.

[Section Break]

Sole Proprietorship

Alf’s Home Bakery

Dr. Joe Dimitry, Dentist

Rustic Pottery – Miriam Daily, Owner

Rosa’s Pizza

Partnership

McPhearson & Scott, Chartered Accountants

Bucchino and Magalli, Barristers and Solicitors

Café Crème – Solange Dion and Alex Boucher, owners

Hakala and Sons Service Centre

Corporation

Pool People Ltd.

The Dental Group, Ltd.

Gunn’s Auto Service Ltd.

Uni Electrical and Mechanical Ltd.

Building Resources Ltd., Costruction Consultants

[Section Break]