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]

[Section Break]

|  |  |
| --- | --- |
| **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]