

**1. What are the three primary types of business organizations?**  
 Sole Proprietorship, Partnership, Corporation

**2. How do you determine if a business is a sole proprietorship?**  
 One owner, unlimited liability, no separate legal entity

Feature	Sole Proprietorship
Ownership	One owner
Liability	Unlimited liability
Formation	Simple and inexpensive
Continuity	Limited by the owner's life
Taxation	Pass-through taxation
Transferability	Difficult to transfer
Raising Capital	Limited sources
Control	Owner has complete control

Feature	Partnership
Ownership	Two or more owners
Liability	Unlimited liability for all partners
Formation	Requires a partnership agreement
Continuity	Continues as long as partners remain
Taxation	Pass-through taxation
Transferability	Requires consent of other partners
Raising Capital	Multiple sources
Control	Shared among partners

**3. How do you determine if a business is a partnership?**  
 Two or more owners, shared liability, no separate legal entity

**4. How do you determine if a business is a corporation?**  
 Separate legal entity, limited liability, complex formation

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Ownership	Two or more owners
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**7. How do you determine if a business is a corporation?**  
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