

Section Answer Keys

Chapter 33 Entrepreneurial Concepts

Section 33.2 Business Ownership

Review Key Concepts

1. Four ways to become a business owner are: start a new business, purchase a franchise, purchase an existing nonfranchise business, and take over a family business.
2. Four legal forms of business organization are sole proprietorship, partnership, corporation, and limited liability company. Sole proprietorship is the most common form of business organization.
3. Advantages of a limited liability company: It has certain tax benefits, and its owners are shielded from personal liability.

Practice Academics

Social Studies

4. A trademark is a symbol, word, phrase, or design that identifies the source of goods; it can be used legally only by the owner of the trademark. A copyright protects an original artistic or literary work. A patent protects an invention.

Mathematics

5. The friend works 3,000 hours annually, which is the equivalent of 75 40-hour work weeks. ($12 \times 5 \times 50 = 3,000$; $3,000 \div 40 = 75$)