



## Section 1: Guided Reading and Review

# Sole Proprietorships

### A. As You Read

As you read Section 1, supply the missing information in the spaces provided.

#### Sole Proprietorships

1. Owned and managed by: \_\_\_\_\_
2. Percentage of U.S. businesses: \_\_\_\_\_
3. Percentages of U.S. sales generated: \_\_\_\_\_

List and explain the advantages of sole proprietorships.

4. \_\_\_\_\_
5. \_\_\_\_\_
6. \_\_\_\_\_
7. \_\_\_\_\_
8. \_\_\_\_\_

List and explain the disadvantages of sole proprietorships.

9. \_\_\_\_\_
10. \_\_\_\_\_
11. \_\_\_\_\_

### B. Reviewing Key Terms

Find the term that does not belong in each set and explain how it does not relate to the other three.

12. (*business license*, certificate of occupancy, *business organization*, registration of business name) \_\_\_\_\_  
 \_\_\_\_\_  
 \_\_\_\_\_
13. (*liability*, health codes, *zoning laws*, dangerous chemical codes)  
 \_\_\_\_\_  
 \_\_\_\_\_  
 \_\_\_\_\_
14. (human capital, *fringe benefits*, physical capital, financial resources)  
 \_\_\_\_\_  
 \_\_\_\_\_  
 \_\_\_\_\_