

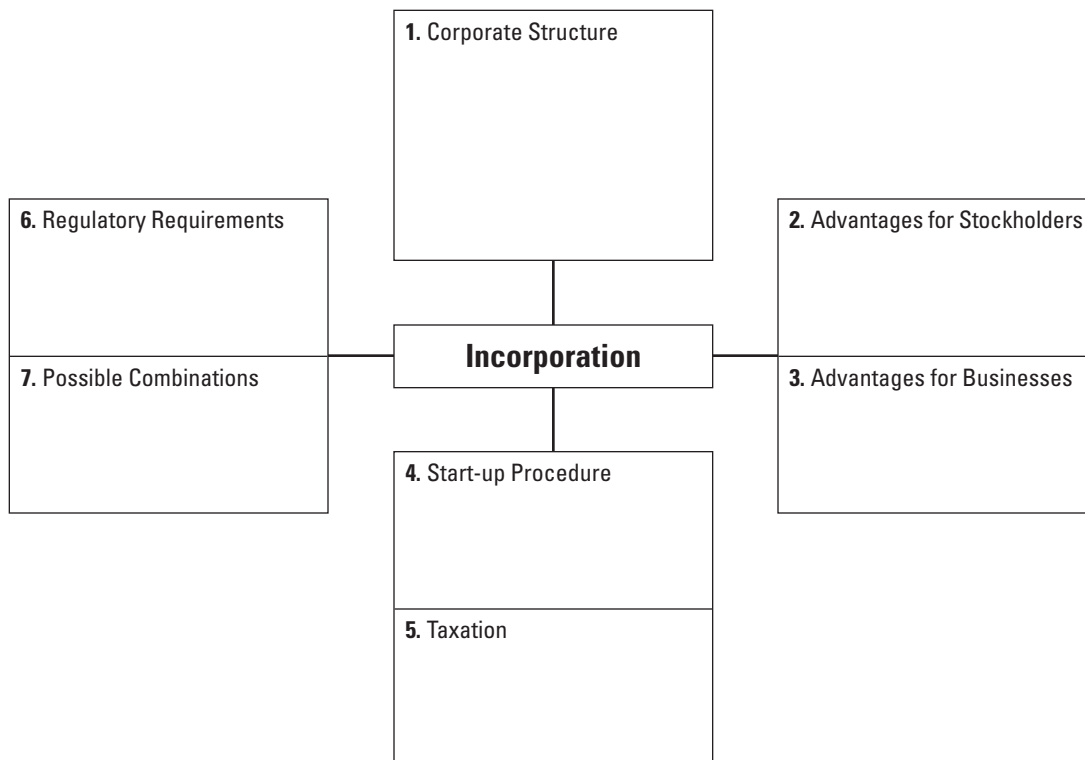


Section 3: Guided Reading and Review

Corporations, Mergers, and Multinationals

A. As You Read

As you read Section 3, supply the missing information in the graphic organizer.



B. Reviewing Key Terms

Read the statements below. In the space provided, write *T* if the statement is true, or *F* if it is false.

- ___ 8. Companies in the same business might form vertical mergers.
- ___ 9. Multinational corporations usually headquarter in several countries.
- ___ 10. If you buy stocks, you own part of a corporation.
- ___ 11. Corporate bonds pay dividends.
- ___ 12. Corporations have a legal identity.
- ___ 13. Dividends represent a portion of corporate profits.
- ___ 14. Privately held corporations are also closely held corporations.
- ___ 15. The federal government issues a company's certificate of incorporation.
- ___ 16. A conglomerate merges more than three companies making unrelated products.
- ___ 17. Publicly held corporations sell stocks to the Securities and Exchange Commission.
- ___ 18. Stockholders must pay a capital gains tax whenever they sell their shares.