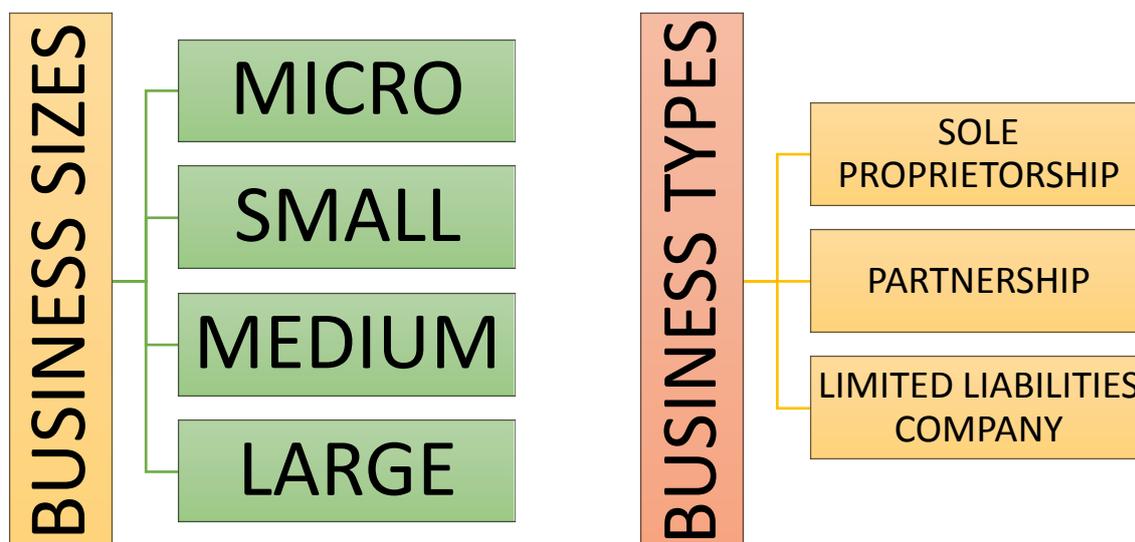


UNIT 1. WHAT IS BUSINESS?

LESSON 3. Business entities: structures and sizes

Prof.ssa Silvia Franco

1. **TYPES OF BUSINESS: A BUSINESS CAN BE ORGANIZED IN SEVERAL WAYS, AND THE FORM ITS OWNERS CHOOSE WILL AFFECT THE COMPANY'S AND OWNERS' LIABILITY**



VOCABULARY: words you are going to need for this class

- LIABILITY = RESPONSABILITY
- TO AFFECT= TO HAVE AN EFFECT ON
- TO OWN= TO HAVE
- OWNERS= PROPRIETOR
- TO FACE = TO CONFRONT
- TO GO AFTER= TO PURSUE
- DECISION MAKING= TO MAKE A DECISION

Activity 1. You can take notes [here](#) and compare business structures

1. SOLE PROPRIETORSHIP: features

--	--	--

2. PROPRIETORSHIP: features

--	--	--

UNIT 1. WHAT IS BUSINESS?

LESSON 3. Business entities: structures and sizes

Prof.ssa Silvia Franco

3.LIMITED LIABILITIES COMPANY: features

--	--	--

ACTIVITY 2. In pair, after choosing one type of business, describe it to your classmate.

ACTIVITY 3. True/false activity

1. In a sole proprietorship, the owner faces unlimited liability: meaning that the creditors of the business may go after the personal assets of the owner if the business cannot pay them.	TRUE or FALSE
2. A limited liability company (LLC) is a business structure whereby the members of the company cannot be held personally liable for the company's debts or liabilities	TRUE or FALSE
3. SMe indicates large and micro enterprises	TRUE or FALSE
4. In general partnerships, all partners have unlimited liability	TRUE or FALSE
5. The sole proprietorship form is usually adopted by large business entities.	TRUE or FALSE
6. In limited partnerships, one partner is responsible for decision-making and can be held personally liable for business debts. The other partner invests in the business and creditors cannot go after the personal assets of the limited partners.	TRUE or FALSE