

**Revision**

**INSTRUCTIONS: INSERT CORRECT ANSWER ON THE LINE PROVIDED**

1. The study of business basic equip students to become all of the following EXCEPT.  
  
\_\_\_\_\_
- a. entrepreneurs  
b. managers  
c. employers  
d. employees
2. In a partnership, the business agreement between partners is called a partnership  
  
\_\_\_\_\_
- a. deed  
b. deal  
c. document  
d. draw
3. A sole trader knows when he admits another partner he will have to:  
  
\_\_\_\_\_
- a. share profits  
b. share employees  
c. share customers  
d. share suppliers
4. A business that is owned by a maximum of twenty persons is known as a  
  
\_\_\_\_\_
- a. small business  
b. partnership  
c. company  
d. sole trader
5. Which of the following is a disadvantage of a sole proprietorship?  
  
\_\_\_\_\_
- a. Owner bears all risk  
b. Decisions are made quickly  
c. Close relationship with customers  
d. Few legal requirements.
6. A sole trader differs from a partnership due to the number of  
  
\_\_\_\_\_
- a. owners  
b. suppliers  
c. employees  
d. customers
7. A partnership is a business that is operated by a minimum of  
  
\_\_\_\_\_
- a. one person  
b. two persons  
c. twenty persons  
d. three persons
8. Capital refers to the money contributed to the business by the  
  
\_\_\_\_\_
- a. customers  
b. government  
c. owners  
d. suppliers

9. Due to a business failure the owner is forced to repay money from his personal belongings, this risk is called

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- a. unlimited liability
  - b. unlimited access
  - c. limited liability
  - d. liability

10. The role of the dormant partner is to

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- a. meet with clients
  - b. make managerial decisions
  - c. hand over the deed to shareholders
  - d. finance the business