

# Ways of Obtaining Capital

## Activity 1 Multiple Choice

1. Capital is defined as: \_\_\_\_\_
  - a. Taxes imposed by the Government
  - b. A capital of a country
  - c. Wealth in the form of money
  - d. Source to obtain Money
2. Which is not a source of capital: \_\_\_\_\_
  - a. Relatives
  - b. Friends
  - c. Personal Saving
  - d. Wealth
3. Which source of Capital is the most popular when borrowing money: \_\_\_\_\_
  - a. Bank
  - b. Outside the Box
  - c. Friend
  - d. Sister
4. An Example of a personal Asset is: \_\_\_\_\_
  - a. Possessions
  - b. Consultants
  - c. Home
  - d. Control
5. An Investor is someone who: \_\_\_\_\_
  - a. Teaches
  - b. Professional
  - c. Cashier
  - d. Lender
6. A person should not accept any loans from a family or friend without a: \_\_\_\_\_
  - a. Statement
  - b. Promissory Note
  - c. Bank Statement
  - d. Borrower

7. An advantage of a promissory note is that:\_\_\_\_\_
- a. It prevents any future disagreement over a loan
  - b. It causes disagreement over a loan
  - c. It does not tell the interest charge to charge
  - d. It does identify the amount of the loan
8. One Requirement for obtaining money from a Loan Officer in a Commercial Bank is:
- a. Tell them you have worked for over twenty years
  - b. Tell them how much you need to borrow and how will you pay back
  - c. Tell them you have a good investor
  - d. Inform that you have a promissory note with your family
9. An Entrepreneur main reason to start a business is \_\_\_\_\_
- a. Provides goods
  - b. Make money
  - c. Make a profit
  - d. Provide service
10. Which of the following is not example(s) of Personal Assets
- a. Jewelry
  - b. Promissory Note
  - c. Home
  - d. Car
11. Bamboo Shack is an example of an Entrepreneurship Business
- a. True
  - b. False
12. These are the most popular places of obtaining capital for Business except
- a. Royal Bank of Canada
  - b. First Caribbean
  - c. Island Luck
  - d. Commonwealth Bank

13. When you want to borrow a large sum of money from a Financial Institution, who do you have to convince that your business has a good chance of succeeding?
- a. Friends
  - b. Loan Officer
  - c. Relatives
  - d. Investors
14. Which of the following should not be included in the Promissory note:
- a. Should identify the amount of the Loan
  - b. The interest one should pay
  - c. The individual payment terms
  - d. The Borrower's possession which cannot be claimed by the lender
15. Which of the following is not considered to be an investor?
- a. Donor
  - b. Contributor
  - c. Borrower
  - d. Lender
16. Which one of the following is not considered an Entrepreneurship Business
- a. Kelly's
  - b. School's Tuck Shop
  - c. Ministry of Youth Sports and Culture
  - d. The "Peanut" man