4th Form Principles of Business
Small and Large Firms

Type "T" if the statement is True and "F" if the statement is false.

1. **Small firms provide employment in villages and rural areas.**
2. **Small firms do not provide a form of income.**
3. **Small firms cannot withstand changes in taste, fashion, better than large firms because they are less flexible.**
4. **Firms grow by expanding their markets and creating a new product.**
5. **Merger or Integrations is when two or more businesses decide to part ways and turn into a single firm.**
6. **A reason why firms grow is to reduce and achieve economies of scale.**
7. **An advantage of a small firm is the difficulty to arrange loan financing.**
8. **Small firms are difficult to start up.**
9. **There is no clear communication among employees in a small business.**
10. **Small firms suffer because of competition from large firms**

LIVEWORKSHEETS