

## Professional English Lesson Vocabulary Preview

**Directions:** For each group of vocabulary words, read the textbook chapter to find the meanings. If the word is not found in the reading look up the definition. **Choose the Term** in the space that matches each term with the correct definition.

**Lesson 1:**

Sole-proprietorship    General Partnership    Legal Entity    Debts    Accounting Entity  
 Corporation    Legal Status    Income    Entity    Managerial Authority  
 Incorporated    Liability (Liabilities)    Earnings    Taxable  
 Continuity    Income Tax    Indefinite Existence    Hired Professionals

| Lesson | Textbook | Chapter | Term | Definition                                                                                                                                 |
|--------|----------|---------|------|--------------------------------------------------------------------------------------------------------------------------------------------|
| 1      | A        | 9       |      | An organization with 1 owner that is a separate accounting entity but not a separate legal entity.                                         |
| 1      | A        | 9       |      | An organization with one or more owners that is a separate accounting entity, but not a separate legal entity.                             |
| 1      | A        | 9       |      | An organization with shareholders that is a separate legal entity and accounting entity.                                                   |
| 1      | A        | 9       |      | The condition of an organization in matters of government or court                                                                         |
| 1      | A        | 9       |      | Formed into a legal organization                                                                                                           |
| 1      | A        | 9       |      | The state of being responsible for something, especially by law                                                                            |
| 1      | A        | 9       |      | Expenses or responsibilities                                                                                                               |
| 1      | A        | 9       |      | An individual unit                                                                                                                         |
| 1      | A        | 9       |      | Legal standing in the eyes of the law. Has legal capacity to enter into agreements, contracts, assume obligations and incur and pay debts. |
| 1      | A        | 9       |      | A business that has a separate set of accounting records.                                                                                  |
| 1      | A        | 9       |      | Revenue, pay, salary, money coming in                                                                                                      |
| 1      | A        | 9       |      | Salary, wages, income                                                                                                                      |
| 1      | A        | 9       |      | Income or earnings that is subject to tax due to the government                                                                            |
| 1      | A        | 9       |      | Power to make decisions by the leader or management                                                                                        |
| 1      | A        | 9       |      | Endurance, length that something will exist                                                                                                |
| 1      | A        | 9       |      | Tax imposed directly on a person's earnings                                                                                                |
| 1      | A        | 9       |      | Experts employed in the top managerial positions of a corporation                                                                          |
| 1      | A        | 9       |      | Lasts forever                                                                                                                              |