
TABLE OF CONTENTS

Introduction	1
Chapter 1: Overview of Business Entities	3
I. Introduction	3
II. Sole Proprietorships	4
III. Partnerships	4
IV. Limited Liability Companies	7
V. Corporations	8
VI. S Corporations	9
Chapter 1: Test Your Knowledge	11
Chapter 1: Solutions and Suggested Responses	13
Chapter 2: Formation of Business Entities	15
I. Introduction	15
II. General Partnership	16
III. Limited Partnerships	20
IV. Limited Liability Partnerships	21
V. Limited Liability Companies	22
VI. Corporations	24
VII. Subchapter S Corporations	28
Chapter 2: Test Your Knowledge	29
Chapter 2: Solutions and Suggested Responses	31
Chapter 3: Rights and Duties of Business Owners	33
I. Partnerships	33
II. Limited Liability Companies	34
III. Corporations	42
Chapter 3: Test Your Knowledge	49
Chapter 3: Solutions and Suggested Responses	51
Chapter 4: Management and Control of Business Entities	53
I. Single-Owner Entities	53
II. Partnerships	54
III. Limited Liability Companies	56
IV. Corporations	63
Chapter 4: Test Your Knowledge	67
Chapter 4: Solutions and Suggested Responses	69

Chapter 5: Liability of Owners	71
I. Partnerships	72
II. Limited Liability Companies	79
III. Corporations	81
Chapter 5: Test Your Knowledge	89
Chapter 5: Solutions and Suggested Responses	91
Glossary	93
Index	95
Final Exam Copy	97