

Name _____

The Marvelous World of C Corporations: Unleashing Business Potential

Open-Ended Response Answer Key

1. Answers may vary, but choosing a C Corporation might be a good option if you need to raise a substantial amount of money from investors because of its ability to sell shares of stock.
2. An example could be a well-established multinational corporation like Coca-Cola, which has been in operation for over a century. The unlimited lifespan of a C Corporation allows it to continue its business activities across generations.
3. Someone starting a C Corporation could seek advice from legal and financial professionals who specialize in business structures to navigate the complexity of setup and operation.
4. Businesses might still choose the fundraising ability of C Corporations despite potential double taxation because it can provide access to a larger pool of investors and more significant capital, which may outweigh the tax disadvantages in their specific situation.

