

Name _____

Starting Your Business Journey: How to Register Your Business

Multiple-Choice Questions

1. Why is business registration essential?
 - a) To make it difficult to open a business bank account.
 - b) To protect your personal assets.
 - c) To avoid paying taxes.
 - d) To make your business a sole proprietorship.

2. What is an EIN?
 - a) A business name.
 - b) A type of permit.
 - c) A tax identification number for businesses.
 - d) An abbreviation for "Excellent Income Number."

3. Which business structure combines liability protection with the simplicity of a sole proprietorship?
 - a) Corporation.
 - b) Partnership.
 - c) Limited Liability Company (LLC).
 - d) Sole Proprietorship.

4. What should you check when choosing a business name?
 - a) How many vowels it has.
 - b) Whether it's already in use by another business in your state.
 - c) How long it is.
 - d) How famous it is.

5. What is the purpose of a business plan?
 - a) To make your business look impressive.
 - b) To outline your goals and guide your business's growth.
 - c) To create a to-do list for the first day of business.
 - d) To make your business appear larger than it is.

