

Name _____

Starting Your Business Journey: How to Register Your Business

Short Answer Key

1. EIN stands for Employer Identification Number, and it is important for tax purposes and hiring employees.
2. A sole proprietorship and an LLC differ in terms of liability protection, with an LLC offering more protection for personal assets.
3. Checking if your chosen business name is already in use is essential to avoid legal conflicts and confusion in the marketplace.
4. Permits and licenses are necessary to ensure that your business complies with local regulations and industry-specific requirements.
5. A business plan is essential to outline your business goals, target market, competition, and financial projections, guiding your business's growth.

