

Name _____

The One-Person Show: Understanding Sole Proprietorships

Short Answer

1. What does it mean when we say a sole proprietorship and the owner are the same legal entity?
2. Name one advantage and one disadvantage of a sole proprietorship.
3. Why might it be challenging for a sole proprietor to secure loans or investments?
4. What potential risks does a sole proprietor face concerning personal assets?
5. What should someone consider when deciding whether a sole proprietorship is the right choice for their business?

