Assignment - 9th

1.) what kind of funds would the firm usually raise in the initial phases of business the startup and rapid expansion phase

Personal Savings

many entrepreneurs start by using their own savings to fund their business - this can demonstrate commitment to potential investors.

no repayment obligation or interest retail full ownership and control.

friends and family

Entrepreneurs often seek funds from friends and family members who are willing to invest in their vision.

more flexible terms and conditions compared to institutional investors, and can often be faster to secure.

Angel Investors

These are high-net worth individual who provide capital to startups in exchange for equity or convertible debt.

Bank Loans

Traditional loans from banks or credit unions can provide needed capital

Retains ownership predictable repayment schedules. However, this can be challenging for startups without established credit.

microfinance Institutions

Those organization provide small loans to entrepreneurs who do not have access to traditional banking services.