**FORMS OF BUSINESS OWNERSHIP**

1) Anthony is an event planner, and has been marketing her services mainly through the internet and word-of-mouth.

ANS: As per my point of view, it should be sole proprietorship because it is easy to manage the event planning when there is one owner otherwise the chances of potential conflicts are high. Also, this business doesn’t seem very large as services are marketed through word of mouth that is why sole proprietorship is the best option.

2) Betty is running his gardening business on his own for 3 years, and is now bringing in his 2 adult sons to run the business together.  They will gradually take over the business.

ANS: Partnership would be the best option in this scenario because there are two people who are going to run this business together and in partnership both the sons will be equally responsible for each and every thing in this business.

3) Owners from the same apartment building would like to establish their own entity to manage their own building in order to reduce the maintenance expenses.

ANS: I believe they should set up the co-operative organisation because in this each person will have the equal vote in order to take decisions and the maintenance expenses will also be reduced.

4) A restaurant owner is expanding his business and is able to bring in 5 investors who do not want to participate in the day-to-day operations.  These investors do not want to lose more than their original investment, and also like to have less restrictions to sell their ownership.

ANS: It should be a Corporation because in this type business organisation there is professional management, limited liability and the ease of ownership transfer is also high and that is what the investors want.

5) An investment manager would like to raise $10 million from 20 investors to set up an alternative investment portfolio with minimal legal requirement. These investors do not want to lose more than their original investment.

ANS: The investment manager should set up co-operative organisation because in this organisation, there is limited liability and more freedom from regulations.