

Workbook exercises

1. Fill in the gaps with the appropriate preposition:

- a. To run a business ____ a sole-trader;
- b. To be personally liable ____ any debts;
- c. LLP's are a separate legal entity ____ their Members;
- d. To make a return ____ investment;
- e. To declare a dividend ____ the Annual General Meeting (AGM);
- f. To file a Corporate Tax Return ____ the Tax Authority

2. Decide which word in each line doesn't belong and why:

- A. 1) authorized share capital 2) nominal share value 3) corporate tax return
- B. 1) performance 2) dividends 3) unlimited liability
- C. 1) legal entity 2) sole trader 3) legal personality
- D. 1) set up 2) operate 3) run
- E. 1) assets 2) debts 3) liabilities

3. Fill in the gaps with the words listed above:

shareholders; declare; founders; liable; debts; profits;
set up; registers; performs; incorporated; distribute

A. When someone (1) _____ LLP it becomes what is known as an (2) _____ business.

B. A company that (3) _____ well financially would first (4) _____ a dividend and then (5) _____ it accordingly among the (6) _____.

C. The people who (7) _____ a company are normally called the (8) _____.

D. As a self-employed person you take all the (9) _____ and also are personally (10) _____ for any (11) _____ of your business.

4. Decide if the following are True or False:

- a. The type of public company can often be identified by looking at a company's name T/F
- b. Articles of Association sets out the essential information about the company such as its name; registered office and primary object T/F
- c. To run a partnership as a separate legal entity means that each partner's personal assets are at risk T/F
- d. Unincorporated business have their own legal personality T/F
- e. Self-employed and sole-trade refer to the same concept T/F
- f. Authorized and issued share capital may differ T/F