

Question #1 of 10

Question ID: 1575439

A small group of investment professionals is looking to establish a partnership agreement that specifies two of them as general partners and the rest as limited partners. The most appropriate form of partnership is a:

- A)** limited partnership.
 - B)** limited liability partnership.
 - C)** general partnership.
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Question #2 of 10

Question ID: 1575441

Under a limited partnership, there must be at *least*:

- A)** one general partner, and one limited partner.
 - B)** one general partner, and two limited partners.
 - C)** two general partners, and one limited partner.
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Question ID: 1573292

In a partnership, a general partner's liability for the obligations incurred by the business:

- A)** is limited to the amount invested.
 - B)** is unlimited.
 - C)** depends on whether the partnership is general or limited.
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Question #4 of 10

Question ID: 1573295

Government regulators typically require periodic disclosure of a company's financial performance for:

- A)** listed companies only.
 - B)** private companies only.
 - C)** both private and listed companies.
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Question #5 of 10

Question ID: 1573291

The owner's liability for the business obligations of a sole proprietorship:

- A)** is limited to the amount invested.
 - B)** is unlimited.
 - C)** may be limited or unlimited.
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Question ID: 1575442

In a limited partnership, limited partners:

- A)** typically receive a smaller share of profits than general partners.
 - B)** are responsible for managing the business, but they have limited financial liability.
 - C)** are not involved in business decisions, but they appoint/remove general partners.
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Question #7 of 10

Question ID: 1575440

With respect to the various business structures, which of the following statements about income taxes is *most accurate*?

- A)** In a limited partnership, all tax due on profits is paid by the limited partners.
 - B)** In a general partnership, income is taxed at both the partnership and partner (individual) level.
 - C)** Under a corporate structure, shareholders have no personal tax liability.
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Question #8 of 10

Question ID: 1575443

Which of the following statements comparing corporations and general partnerships is *most accurate*?

- A) Owner liability is only limited under a corporation.
 - B) Access to capital is easier under a general partnership, given the less complex business structure.
 - C) Both corporations and general partnerships are separate legal entities.
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Question #9 of 10

Question ID: 1573294

A corporation that wishes to raise equity capital and have its shares publicly traded is *most likely* to engage in:

- A) a management buyout.
 - B) a direct listing on an exchange.
 - C) an initial public offering.
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Question #10 of 10

Question ID: 1573293

Under which business structure are profits potentially subject to double taxation?

- A) General partnership.
- B) Limited partnership.
- C) Corporation.