

Changing Forms of Business

	Early 1800's	Late 1800's
FORM		
OWNERSHIP		
EXPENSES		
PROFITS		
PRODUCTION		
MARKET		

1. A corporation is a business that is _____
_____.

2. The person or people who want to start a corporation sell shares of the business to other people.
 - a. The shares of the business are called _____.
 - b. The people who own the shares are called _____.
 - c. The stock is sold for the purpose of _____
_____.

3. People who own many shares of stock in a corporation own more of the business than people who own few shares of stock.
 - a. When a corporation makes a profit, the money is divided among the _____.
 - b. T F (circle one) All people who own shares of stock in a corporation share equally in the profits of the corporation.

4. When a corporation does "well" (it does a lot of business and makes a profit) the price of a share of stock in that corporation goes _____. The price of a corporation's stock goes down when _____
_____.

5. People buy stock in a corporation hoping to sell it for _____ than they paid for it. If they can, they _____ money. People _____ money when the price of the stock falls below the price they paid for it.