

Name:

Date:

Class:

Financing Your Business

Skill:

- Analysis (AN)

Time on Task:

- 35–40 minutes

Goal/Purpose:

- The goal of this activity is to analyze different methods for financing your business.

Your instructor will assign you to a group. Each group member will be assigned one method of funding a business. Respond to the following prompts, but only record the method of funding that was assigned to you. The other members of the group will each report on their assigned funding option. Record the additional information from the other members of your group. Your instructor will inform you regarding the method of submission. This information may be reported to the class according to your instructor's guidelines, so be sure to provide enough information to facilitate a discussion.

1. Before beginning your group work, summarize the business you plan to launch. Include the type of financing you think would work best for your business and why.

Answer:

2. Explain how self-funding your business would work.

Answer:

3. Explain how equity financing would help fund your business.

Answer:

4. Explain how debt financing would help fund your business.

Answer:

5. Explain how a combination of all the methods would help fund your business.

Answer:

6. What method(s) will you choose to finance your business? Is this the same method of financing you referenced in the first question? If not, what made you change your mind?

Answer: