

Chapter 5 Entrepreneurship

Section 5.1 Rewards and Challenges of Entrepreneurship

Self Check

Directions Circle the letter of the choice that best completes the sentence.

1. Most successful entrepreneurs have similar _____.
 - a. backgrounds
 - b. characteristics
 - c. experience
 - d. goals
2. A new business undertaking involves risk and is called an(n) _____.
 - a. enterprise
 - b. gamble
 - c. journey
 - d. venture
3. When entrepreneurs find new ways to solve old problems they demonstrate their _____.
 - a. creativity
 - b. enthusiasm
 - c. independence
 - d. inquisitive nature
4. A business can be classified as a “small business” if it has fewer than _____.
 - a. 10 employees
 - b. 50 employees
 - c. 100 employees
 - d. 500 employees
5. Internet businesses are often called _____ businesses.
 - a. brick and click
 - b. home-based
 - c. start up
 - d. virtual
6. People become entrepreneurs for _____ reasons besides making money.
 - a. a few simple
 - b. all the same
 - c. a variety of
 - d. three specific
7. Most business in the United States are owned and operated by _____.
 - a. families
 - b. foreign investors
 - c. one person
 - d. partners
8. The most common form of business in the United States is _____.
 - a. corporation
 - b. partnership
 - c. small business
 - d. sole proprietorship
9. During the first five years of operation, about _____ of small businesses fail.
 - a. 10 percent
 - b. 40 percent
 - c. 50 percent
 - d. 80 percent
10. _____ businesses are the principle source of new jobs in the United States.
 - a. Global
 - b. Home-based
 - c. Small
 - d. Virtual