## 31 Lecture - MGT101

## **Important Mcqs**

- 1. Which of the following is not a type of business entity?
  - a) Sole proprietorship
  - b) Partnership
  - c) Limited liability partnership
  - d) Limited liability corporation

Answer: c) Limited liability partnership

- 2. Which type of business entity has unlimited personal liability for the owners?
  - a) Corporation
  - b) Limited liability company
  - c) Partnership
  - d) Sole proprietorship

Answer: d) Sole proprietorship

- 3. Which type of business entity offers limited liability protection for its owners?
  - a) Corporation
  - b) Partnership
  - c) Sole proprietorship
  - d) All of the above

**Answer: a) Corporation** 

- 4. Which type of business entity is not a separate legal entity from its owners?
  - a) Corporation
  - b) Limited liability company
  - c) Partnership
  - d) Sole proprietorship

Answer: d) Sole proprietorship

- 5. Which type of business entity is subject to double taxation?
  - a) Corporation
  - b) Partnership
  - c) Sole proprietorship
  - d) Limited liability company

**Answer: a) Corporation** 

- 6. Which type of business entity requires a board of directors and shareholder meetings?
  - a) Corporation
  - b) Partnership
  - c) Limited liability company
  - d) Sole proprietorship

**Answer: a) Corporation** 

- 7. Which type of business entity has pass-through taxation?
  - a) Corporation

- b) Limited liability company
- c) Partnership
- d) Sole proprietorship

**Answer: c) Partnership** 

- 8. Which type of business entity offers flexibility in management and ownership structure?
  - a) Corporation
  - b) Partnership
  - c) Limited liability company
  - d) Sole proprietorship

**Answer: c) Limited liability company** 

- 9. Which type of business entity is owned and operated by its members for their mutual benefit?
  - a) Corporation
  - b) Partnership
  - c) Limited liability company
  - d) Cooperative

**Answer: d) Cooperative** 

- 10. Which type of business entity offers limited liability protection and pass-through taxation?
  - a) Corporation
  - b) Limited liability company
  - c) Partnership
  - d) Sole proprietorship

Answer: b) Limited liability company