Name: \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_

**2.1.2 External finance**

1. Place each source of finance as column headings and each method of finance as row headings in the table below.

* Family and friends
* Venture capital
* Trade credit
* Banks
* Overdrafts
* Other businesses
* Grants
* Crowd funding
* Peer-to-peer funding
* Share capital
* Leasing
* Business angels
* Loans

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| Methods of finance | Sources of finance | | | | | |
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1. On the table above place a tick in the cells to show which sources apply to which methods e.g. bank and loan. One source may apply to more than one method.
2. Distinguish between:
   1. An overdraft and a bank loan

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* 1. Share capital and venture capital

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* 1. Short term and long term sources of finance

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