

THINK CRITICALLY

1. How do deposit institutions differ from non-deposit institutions?
 2. What are examples of sources and uses of funds for businesses?
 3. An example of a deposit institution is a _____.
 - a. credit union
 - b. mortgage company
 - c. consumer finance company
 - d. life insurance company
 4. _____ is an example of a capital expense.
 - a. Advertising
 - b. Rent
 - c. A truck
 - d. An electric bill
 5. An example of a current operating expense would be _____.
 - a. a computer
 - b. a building
 - c. purchase of land
 - d. a truck repair
 6. Interstate commerce refers to business _____.
 - a. in more than one country
 - b. in more than one state
 - c. within the same state
 - d. in the same city
 7. True or False? An investment company offers the widest range of financial services. _____
 8. True or False? Investments can be a source of funds for a business. _____
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TEAMWORK

Discuss in pairs or small groups and then write your conclusions below.

9. In your team, select a business. Prepare a list of current expenses and capital expenditures that this company might use in its operations.