

Forms of Ownership

1. What are the advantages and disadvantage of Corporation?

Advantages

- Limited liability
- Unlimited life
- Transfer of ownership
- Access to capital
- Liquidity (public company)

Disadvantages

- Regulatory restrictions
- Double taxation
- More expensive to create than partnership or sole proprietorship

2. According to “Surviving M&A”, why is M&A so important?

It is not just a corporate strategy; it’s a personally disruptive. What can be called “post-merger integration” is typically a period of tension, uncertainty, and even chaos. You may have to quickly adapt to unfamiliar policies, practices, and politics; work with strangers. In such situations, most people tend to fixate on what they can’t control. Hence, Surviving M&A recommend a more constructive choice: Embrace the dynamic, intense integration process and use it as an opportunity for introspection and growth.

3. According to “Surviving M&A”, why are ‘seizing growth opportunities’ important?

They are the second key to making the most of an M&A experience is to insert yourself into the integration process in a way that highlights your strengths or allows you to develop new ones.

If you participate in this work, you will have a chance to show and build your project execution, innovation, and collaboration skills.

Execution - Those involved in integration must be able to craft an effective plan and get it rolling, distinguish between critical and “nice to have” activities, overcome unforeseen obstacles, measure results, and display a host of other execution capabilities.

Innovation - The change brought on by M&A often opens the door to all kinds of innovation.

Collaboration - quickly learn how to work productively with people who may have different perspectives and processes, come from different corporate and national cultures, and even speak different languages.