**Name: \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_ Period: \_\_\_ Date: \_\_\_\_\_\_\_\_\_\_\_\_**

**Chapter 8**

**Financing a Business**

**Define investment:**

**What are financial markets?**

**What is the main type of long-term loan businesses get? Define.**

**What are the three types of short-term loans business get?**

**What is equity?**

**A bondholder is a \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_?**

**A stockholder is a \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_?**

**What is the difference between common stock and preferred stock?**

**What is the difference between a balance sheet and an income statement?**