

Sources of Funding

Chapter 26

Unit 6

Performance Objectives:

You will complete a WebQuest in which you will search the Internet for descriptions of long-term, intermediate-term, and short-term financing. You will also search for general sources of funding (banks, SBA, family, friends, credit cards, venture capitalists, angel investors) and describe the costs, advantages, and disadvantages of each. You will decide which method of funding is most appropriate for your business.

Evaluation Criteria:

Successful completion of this chapter requires you to:

- § Complete a WebQuest on sources of funding.
- § Complete tables associated on sources of funding.
- § Fill in tables on the advantages and disadvantages of various sources of funding.
- § Discuss financing options with a business counselor.
- § Decide which type of funding is best for your business.
- § Write an explanation of which type of funding is best for your business.

Task 1: WebQuest

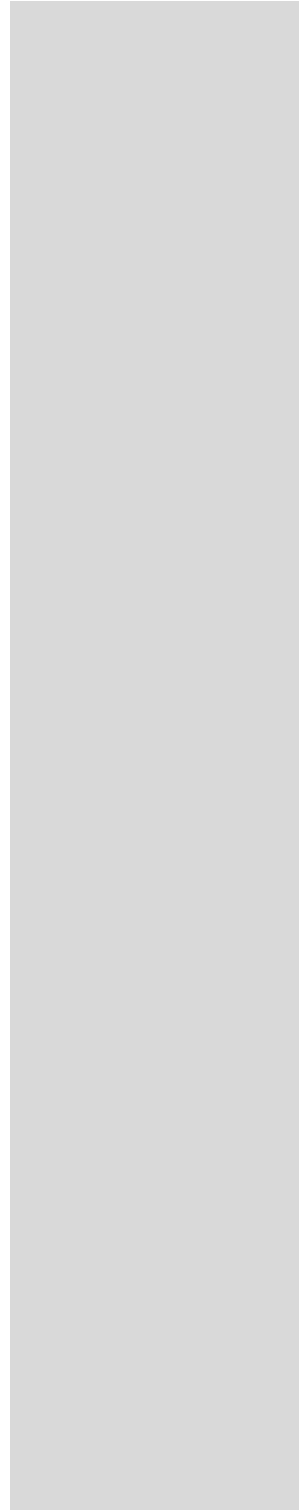
Click on the link for [Sources of Funding](#)¹. Read the article and then search the Web for potential sources of funding. Fill in the tables below.

Source and Eligibility	Type/Description of Loan
SBA: Eligibility: Funds to be used for:	
SBDC (OHIO)	

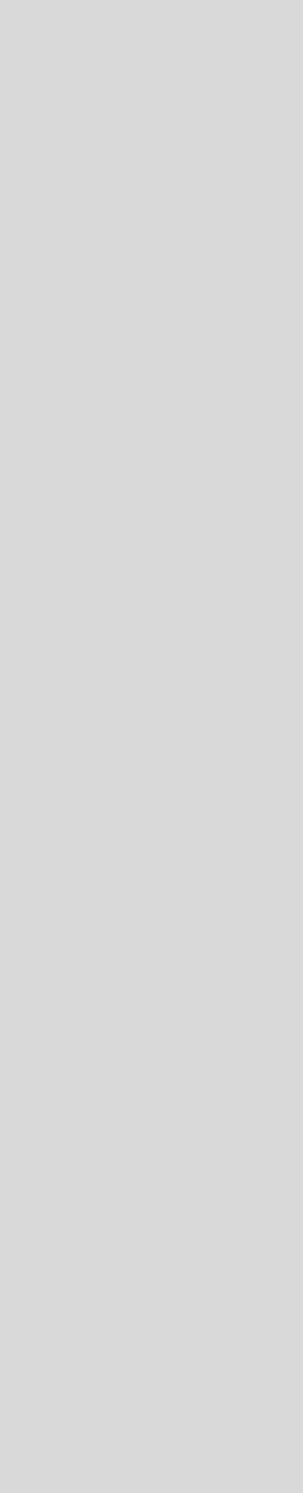
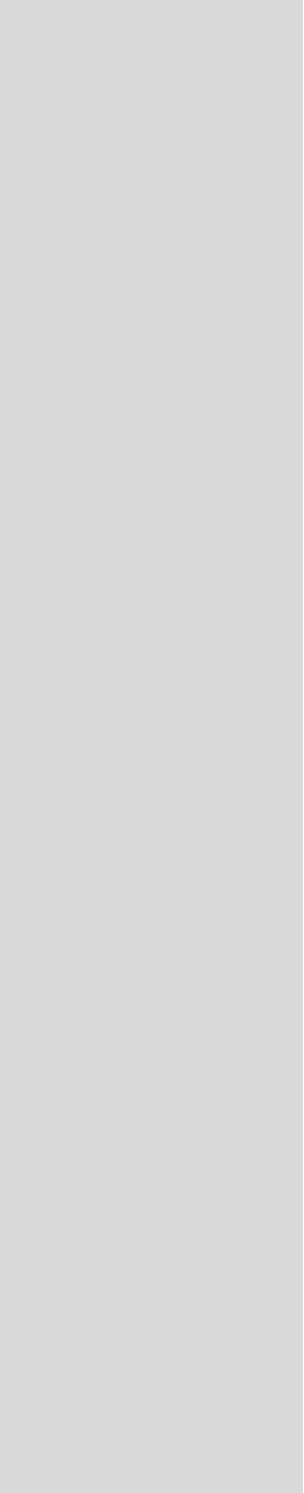
¹Sources of Funding: http://www.toolkit.com/small_business_guide/sbg.aspx?nid=P10_6000

Advantages

Disadvantages

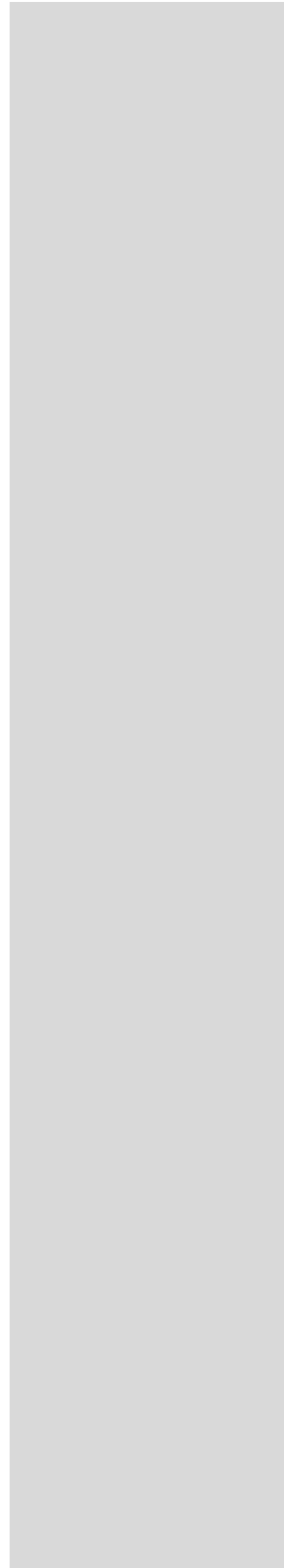


(continued)

Source and Eligibility	Type/Description of Loan
	
	

Advantages

Disadvantages



Task 2: Other Options

Now that you have researched several different options on the Internet, consider the following options and the advantages and disadvantages of each.

Source	Advantages	Disadvantages
Friends		
Family		
Credit Card		
Bank Loan		
Credit Union		

Task 3: Your Choice

Discuss your financing options with your business counselor. Make a decision about what you think might be best for you if you were to look for funding at this point. Write your thoughts below.

Notes: