



## Worksheet 1: Using business language answers

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### Statement 1

The business has lots of cash

### Statement 2

The business has lots of profit

**What is the difference between Statement 1 and Statement 2?**

*Cash is the amount of money in the bank or held by the business whereas profit is the difference between the total costs and the total revenue of the business.*

*A business can have cash and not make a profit or make a profit but not have any cash.*

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### Statement 1

Ahmid is a shareholder of a business

### Statement 2

Ahmid is a stakeholder of a business

**What is the difference between Statement 1 and Statement 2?**

*A shareholder owns a part of a company whereas a stakeholder is anyone who is interested in a business.*

*All shareholders are stakeholders but not all stakeholders are shareholders.*

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### Statement 1

The business is located in City X

### Statement 2

The business has relocated in City X

**What is the difference between Statement 1 and Statement 2?**

*Location is a statement of fact about where a business is now whereas relocation happens when a business moves from one location to another.*

*Both statements can be true about the same business at the same time.*

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### Statement 1

The business has used internal growth

### Statement 2

The business has used external growth

**What is the difference between Statement 1 and Statement 2?**

*Internal growth is when a business uses its own resources, such as retained profit, to increase sales and open new locations and sales channels whereas external growth involves merging with or taking over another business.*