**Sources of Finance: So many to choose from!**

Task 1

Unscramble the different sources of finance below and place them into either the short-term or long-term category

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| --- | --- |
| **Short Term:** | **Long Term:** |

Task 2

For each of the case studies below, state which source of finance the headline is referring to. You can use each of the sources of finance listed above once only.

Twitter seeking new investors to continue expansion

JOHN LEWIS planning rapid major expansion

JIM’s Cars loses major contract, suffers short-term lack of cash

New firm ed’s taxis needs 10 cars to begin trading

Harry brown, owner of harry’s houses Ltd., in need of cash due to messy divorce

Susan’s sundaes looking to open second shop in Bromley after success in Sidcup, needs £5,000

HMV in danger of breaching bank agreements, needs cash urgently

insurers lose confidence in woolworths’ ability to pay bills, company declares bankruptcy

Sainsbury’s installs new ‘contactless’ card readers in stores

Task 2 Answers:

1. venture capital (true story)
2. debentures
3. overdraft
4. leasing
5. ordinary share capital
6. bank loan
7. sale of assets (true story- sale of Hammersmith Apollo, HMV Live, the lease on their now-closed 360 Oxford St. store)
8. trade credit (true story- removal of trade credit insurance for suppliers to Woolworths meant they weren’t getting new supplies, tipped firm into bankruptcy)
9. retained profit (I would imagine this is true too)