

2.1.2 External finance

Starter – write a list of words you can use instead of “money” here:

Write a definition of external finance here:

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Sources of finance

#1 Family and friends

Sources of finance

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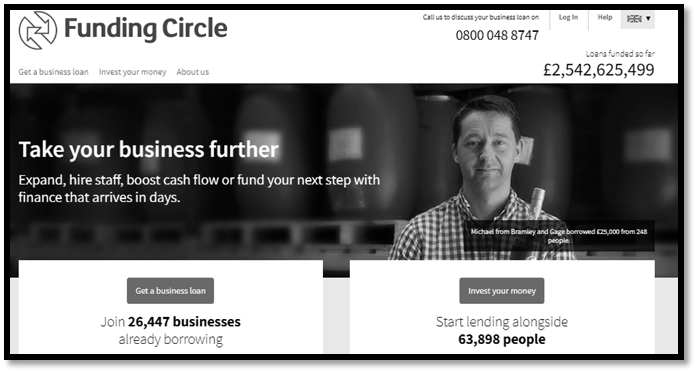
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| Advantages | Disadvantages |
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#2 Banks

Sources of finance

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| Advantages | Disadvantages |
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#3 Peer to peer funding

Sources of finance

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| Advantages | Disadvantages |
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#4 Business angels

Sources of finance

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| Advantages | Disadvantages |
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#5 crowd funding

Sources of finance

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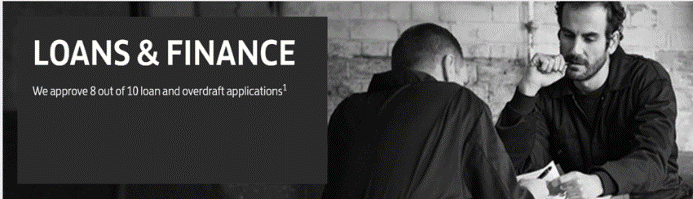
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| Advantages | Disadvantages |
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#6 Other business

Sources of finance

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Methods of finance

**Methods of finance**

#1 Loans

Methods of finance

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| Advantages | Disadvantages |
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#2 Share capital

Methods of finance

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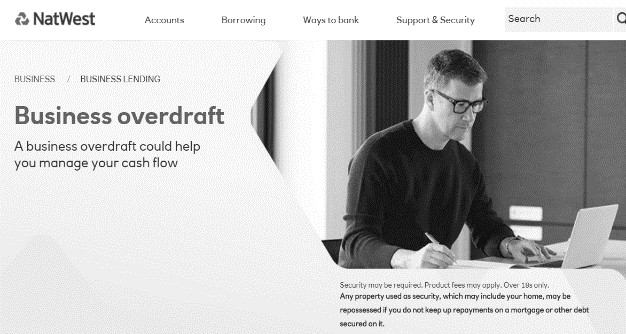
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| Advantages | Disadvantages |
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 #3 Venture Capital

Methods of finance

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| Advantages | Disadvantages |
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[](https://www.business.natwest.com/business/business-lending-at-natwest/business-overdrafts.html)#4 Overdrafts

Methods of finance

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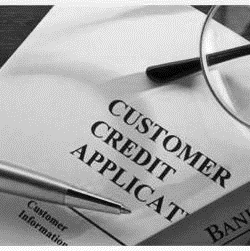
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| Advantages | Disadvantages |
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#5 Leasing

Methods of finance

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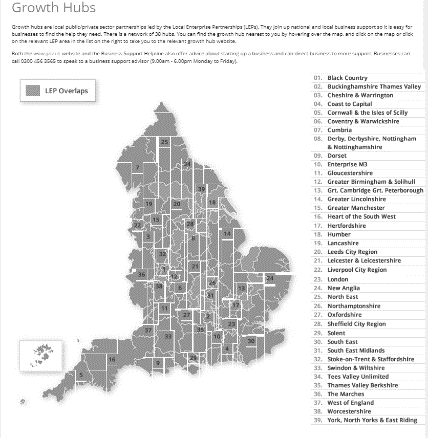
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| Advantages | Disadvantages |
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#6 Trade credit

Methods of finance

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| Advantages | Disadvantages |
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#7 Grants

Methods of finance

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| Advantages | Disadvantages |
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