

Name _____

Formation Audit Answer Key

1. Correct. \$6,500.
2. Correct. \$8,500.
3. Correct. 40%.
4. Incorrect. \$8,600.
5. Correct. \$14,500.
6. Incorrect. 25%.

Teacher's Guide

- Quick implementation: Have students independently recalculate each reported result before deciding whether it is correct.
- Differentiation: Review the formulas for startup totals, missing contributions, and ownership percentages before students begin.
- Engagement: Present the worksheet as an audit in which students must catch inaccurate company-formation records.
- Extension: Have students rewrite one correct calculation with a believable error, then exchange it with a classmate to solve.