

Lululemon: Stay Public or Go Private?
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greater access to finance
• this is because the greater number of partners related to the trades, greater financial resources will be available.

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Advantages

scope for specialization
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• it is possible for partners to specialize in different aspects of the business

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limited liability
• is possible for some partners to be given limited liability, but is not possible for all sleepy partners to get this. this is because the law states that at least one partner has to be personally liable for the debts of the business.

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disadvantages

unlimited liability
• some partners have unlimited liability so in the case of bankrupt, creditors can force the partners to pay their debts

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most countries have the limited number of partners is 20 and this means that business growth would be limited

if one partner is inefficient the other partner could lose some money

partners can disagree in important business decisions.

the business did not have separate legal identity, for example if one partner dies, the partnership would end.

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Disadvantages



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