Foxford Learning Plan

Year 11

GCSE Business

Summer Term 1

Key	Over the course of the topic, I will be able to: -
	Explain what limited liability is.
	Analyse and understand what retained profit is and how it is used within business.
	Identify how globalisation is used in business.
	How calculating the margin of safety can help businesses make better financial decisions
	Use the break-even level of output formula confidently.

Key Vocabulary

Limited Liability	Where shareholders of the business can only lose the amount they originally invested in the company because the owners and the company are treated as legally separate.
Globalisation	The process of businesses increasingly operating on an international scale, buying, and selling in different countries to exploit lower costs and identify new markets.
Retained profits	The profit made by a business that is not paid to shareholders and is used as an internal source of finance.
Margin of safety	The difference between the planned level of output and the break-even level of output
Break-even level of output	The point where revenue received meets all of the costs of a business.



I will Understand

1. How limited liability can be used to attract investment.
2. What globalisation is and it's importance for businesses looking to expand.
3. What retained profit is and the benefits/drawbacks of a business using it
4. Accurately calculate break-even level of output in specific business scenarios.
5. How to calculate margin of safety and interpret it to make better business decisions.