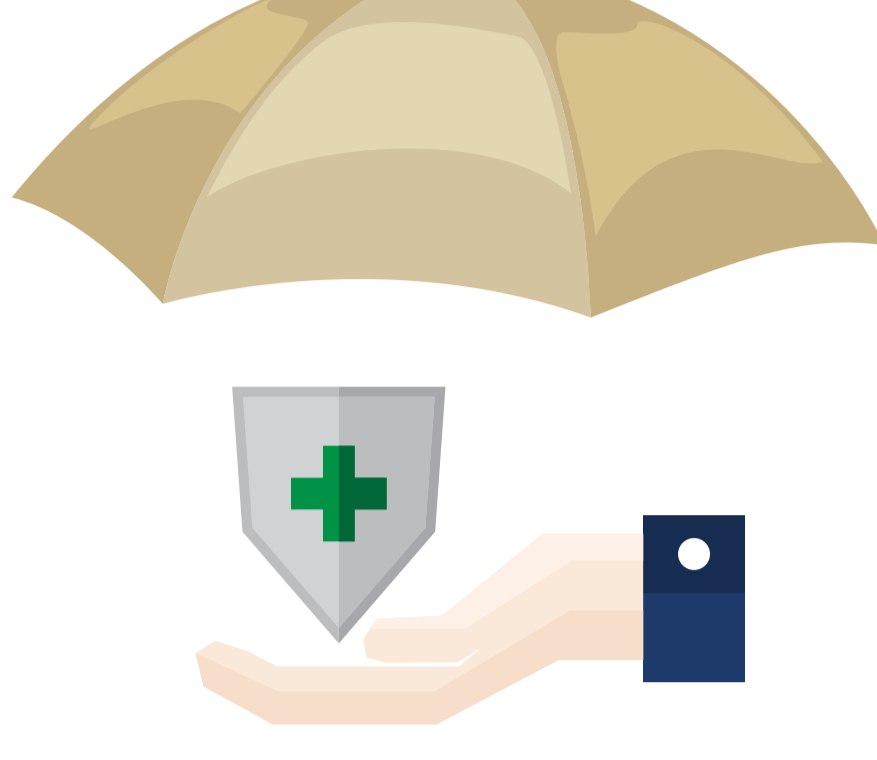


5 THINGS TO CONSIDER BEFORE DECIDING WHICH TEXAS BUSINESS ENTITY TO CHOOSE

LIABILITY PROTECTION

One of the biggest advantages to incorporating your business is the liability protection the entity provides. A legally formed business entity will separate business assets and liabilities from your personal family assets and liabilities. A sole proprietorship or DBA will not protect you from liability, while an LLC, PLLC, or Corporation will.



TAX CONSEQUENCES AND ADVANTAGES

Tax issues as they relate to business structure can be complicated and should be handled between you and your business attorney and CPA. Thinking about tax consequences before you choose an entity structure is a good idea because your choice will greatly affect how you pay business taxes. For example, an LLC's "pass through" tax structure is much different than a Corporation's tax structure.



FUTURE PLANS

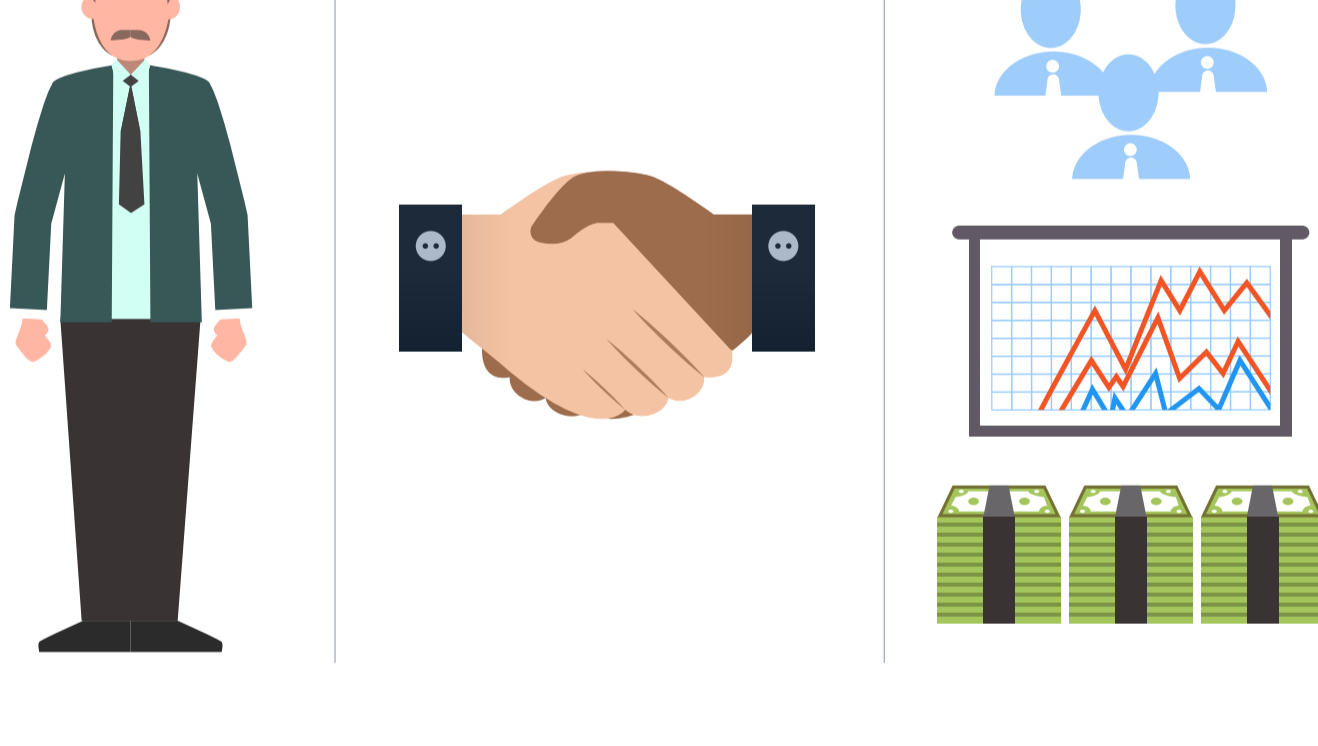
Where do you see your business in 5 years? 10 years? Do you want to eventually sell your business? Is your goal to franchise the concept? Do you plan to stay lean with a small overhead and remain a sole proprietorship? The answers to these questions will affect your entity choice.

YOUR BUSINESS PLAN



PARTNERS

Are you running your business solo? Do you have partners? Are your partners family members? Are their investors involved? These are some important questions to consider before choosing your Texas entity structure.



LEGAL REQUIREMENTS

Your small business attorney can help create your business entity, but that's not the end of the road. Maintaining your business entity properly is an important goal because it ensures that your business remains in good standing and your liability protection is in tact. For instance, a Corporation will require strict adherence to annual meetings, stock records, and corporate reporting, while an LLC will have similar, but less stringent, requirements.



YOUR TEXAS TRAFFIC TICKET ATTORNEYS

- Personalized Advice
- Strategy Consulting
- Tax Advantages and Consequences
- Formation with the State of Texas
- Makes sure you're in compliance with the laws
- Provides a solid legal foundation

