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## ACCOUNTING ASSIGNMENT

Reasons for conversion of limited liability company to partnership

1. The partnership business is less formal than a limited liability company in the sense that the accounting process is simpler and the tax process is generally less tasking.
2. Ownership and control are combined in a partnership which means that the partners can pursue their best interests while handling the business as opposed to companies that the directors are constrained by the shareholders.
3. Easy access to profits in partnerships where the profits flow directly into partners accounts as opposed to partnerships where the profits are retained.
4. It is easier for partnerships to borrow

from banks than for companies.

5. It is more convenient for partnerships to attract investors than limited liability companies.
6. It is easier to transfer membership interests in a partnership