

Impact Guide The Art of Startup Finance

"You need to understand your numbers: to understand your business better, make better decisions, make fewer mistakes, and hopefully turn a little cash into a lot of cash." – Bill Reichert

FINANCIAL FOUNDATIONS: YOUR CAPITALIZATION TABLE: The details of the Shareholders Equity section of your Balance Sheet are shown in your Capitalization Table, which is maintained as a separate report. The "Cap Table" shows how much of the company each shareholder owns, and in what form — common stock, preferred stock, options, or warrants. Investors will want to look at your cap table to understand how you have distributed your common stock and how you have raised investment capital.

Keynote Lecture Notes:

Impact Question: What will you do differently as a result of what you've learned from this module?



Questions for you, the entrepreneur

	1.	What does our cap table say about how we have distributed equity across our team?	
	2.	What does our cap table say about how much of the company we've had to give up to raise money?	
C	Questions for the team		

1. Are we using stock options effectively to keep our team motivated?



Additional Resources from www.KauffmanFoundersSchool.org

Readings	Founder Genius
Notes:	Notes:
Other Related Notes:	Tools Notes:

