

AP Business Annotation Guide

Purpose: Annotation is more than highlighting—it's active reading. The goal is to interact with the text so you can:

- Understand key business concepts
- Identify arguments, data, and evidence
- Connect ideas to real-world business practices
- Prepare for class discussions, essays, and exams



What to Annotate

1. Key Terms & Vocabulary

- Circle business terms (*liquidity, opportunity cost*)
- Define in margin or add an example

2. Main Ideas & Arguments

- Underline thesis or big points
- Paraphrase in your own words

3. Evidence & Data

- Box in stats, charts, financials
- Note: supports / challenges argument?
Reliable?

4. Business Connections

- Link to companies, cases, current events
- Ask: *How does this apply in practice?*

5. Questions & Reactions

- ? = confusing or debatable

Note biases, assumptions, or limitations



Annotation Symbols



= Key idea



= Unclear / worth questioning



= Financial or economic impact



= Connection to another concept/company



= Cause & effect



= Important data/statistic



Example (Excerpt Annotation)

Text:

“Small businesses often face barriers to entry such as limited access to capital, high regulatory costs, and brand loyalty enjoyed by larger firms.”

Annotations:

- Circle: *barriers to entry* → (def: obstacles that make it difficult for new firms to enter a market)
- \$ Note: “Capital = financing issue → links to unit on entrepreneurship”
- ★ “Brand loyalty = competitive advantage”
- ? “What strategies could overcome this?”



Expectations for AP Business Annotations

- Every assigned reading should show **evidence of active engagement**.
- Aim for at least **3–5 meaningful annotations per page** (not just highlighting).
- Be prepared to share annotations in class discussions or use them in written responses.