Economics 120

The stock market: We live in world where supply and demand means set the price of services and merchandise. When private companies become public they offer stock to buyers. However these stocks cannot guarantee profits. The buyer must research and determine which the best stock to invest in is. To get started in our understanding of stocks, please research to answer the following questions:

1. What is a primary and secondary market?
2. What is the difference between a stock and a share?
3. Micro cap stock compared to small cap stock.
4. Market Cap means what?
5. What is the Dow Jones or the DJIA?
6. What is Nasdaq?
7. What is the big Board?
8. What is the S7P 500?
9. Explain Bull market.
10. What is a bear market?
11. What does it mean by a market Crash?
12. Explain insider trading.
13. What is a bid price and ask price?
14. What is day trading?
15. What determines a rise or fall in stock prices?
16. What is a mutual plan?
17. 401K?
18. Short selling means
19. Explain dividend
20. What does it mean by the PE ratio?
21. What is SEC
22. Dollar cost averaging means what exactly?
23. What is a block trade?
24. What is Forex?
25. How does inflation affect stocks?