Name_



Do You Know the Stock Market Game Rules?

1. Each team begins with \$______ to invest.

2. The Stock Market Game pays dividends. True or False

3. Transactions entered with a limit price will not be held past the initial posting. This applies to both the End of Day or Real Time Games*. True or False

4. Trades entered on a Friday, at 6:30pm, will receive the closing price for Monday. True or False

5. Mutual funds have ticker symbols like stocks, but they are 5 letters long and end in an X. True or False

6. All buy orders must be a minimum of 50 shares. True or False

7. A broker's fee of _____ is charged for all buy and sell orders.

8. For a team "going on margin" (borrowing on the equity in your account), a _____% fee is charged for money borrowed.



9. SMG does not permit buying stocks that trade below \$_____ per share.

Cash balances (money not yet spent) will be credited at an annual rate of _____%.

11. Teams can only enter trades between 9:00 and 4:00pm Eastern Standard Time. True or False

12. A team will not be listed in regional rankings until their first transaction is entered successfully. True or False

13. If a team sells 200 shares of their Intel stock at \$32 per share, they will be charged a broker's fee of \$_____ for the transaction.

14. Teams must liquidate their portfolios at the end of the Game (liquidate means selling their stock to convert it back into cash). True or False

15. Teams can only trade common and preferred stock on the New York Stock Exchange, Nasdaq Stock Market, and the American Stock Exchange. True or False.

16. Interest earned (and/or owed) is posted to the portfolio daily. True or False.

* End of Day Game means teams will receive stock price at close of market day. Real-time Game means teams will receive stock price in real-time (current). Team portfolios will show which category of Game they are participating in on their homepage in the Team Information box.

Answers:

- 1. \$100,000
- 2. True
- 3. True
- 4. True
- 5. True
- 6. False (100 minimum)
- 7. 2%
- 8. 7%
- 9. \$5.00/share
- 10. 5%
- 11. False (they can make trades 24 hours a day)
- 12. True
- 13. \$128.00
- 14. False
- 15. False, they can also trade mutual funds.
- 16. False (it is posted weekly--usually on Tuesday morning)