

Game-MIT HSSP

Password-mit123

Link:

<http://www.investopedia.com/simulator/game/listgames.aspx?type=Search&item=mit%20hssp&sc=1&scur=USD>

Buying A Stock

ORDER STOCK

STOCK SYMBOL [Symbol Lookup](#)

TRANSACTION ▼

QUANTITY [Show Max](#)

PRICE

Market

Limit \$

Stop \$

DURATION ▼

Send Confirmation Email/Message

| | |
|---------------------|--|
| Stock Symbol | “a stock symbol can consist of letters, numbers, or a combination of both and is a way to uniquely identify that stock. The symbols were kept as short as possible to reduce the number of characters that had to be printed on the ticker tape and to make it easy to recognize by traders and investors. For example, AAPL is for Apple Inc.; OODH is for ORION DHC, Inc., and HD is for Home Depot, Inc”. |
| Transaction | only focus on the option to “buy” or to “sell”, ignore “sell short” and “buy to cover”. |
| Quantity | how many shares you want to buy. |

| | |
|-----------------------------------|---|
| Market | buy the stock at the current market price, which should show up on the right when you look up a company. |
| Buy Limit | “A buy limit order is an order to buy a specified number of shares at a designated price...that is below the current market price. For example, a buy limit order can be put in for \$2.40 when a stock is trading at \$2.45. If the price dips to \$2.40, the order will automatically be executed. While the price is guaranteed, the filling of the order is not. In other words, if the specified price is never met, the order will not be filled and the investor may miss out on the trading opportunity”. |
| Buy Stop | “a buy stop order will be filled if the price rises. This order might be used by an investor who believes a stock is about to experience rapid upward momentum...say an investor believes a stock that is trading at 37 is about to break out to a new high at 40. He might put in a buy stop order at 40...if he's correct and the stock breaks out, his order is met at his buy stop price. This is useful if the stock moves to 41 or 42 within a matter of minutes, or even seconds. If the stock moves up to touch his buy stop price and reverses downward, he might find himself with a losing trade." Once again, the filing of the order is not guaranteed, as the price may never actually reach your buy stop price. |
| Day Order | "an order to buy or sell a stock that automatically expires if not executed on the day the order was placed. A day order is an order that is good for that day only. If it is not filled it will be canceled, and it will not be filled if the limit or stop order price was not met during the trading session". |
| Guaranteed Until Cancelled | "an order to buy or sell a security...that is active until the investor decides to cancel it or the trade is executed" . |

Selling a Stock

ORDER STOCK

STOCK SYMBOL [Symbol Lookup](#)

TRANSACTION ▼

QUANTITY [Show Max](#)

PRICE Market
 Limit \$
 Stop \$
 Trailing Stop

DURATION ▼

Send Confirmation Email/Message

| | |
|-------------------|---|
| Market | sell the stock at the current market price, which should show up on the right when you look up a company. |
| Sell Limit | “a sell limit order is an order to sell a...stock that you own at a price that is above the current market price. This is your limit price, in other words, the minimum price you are willing to accept to sell your shares. Once a stock's price trades at...the price you have specified, your shares will be sold at that price... For example suppose you own 100 shares of Target Corp (TGT), and it is currently trading at \$45 per share. You would like to sell the shares and take your profits if the stock's price reaches \$50 per share, as you feel the stock's price is not going to go much higher than \$50. You place a Sell Limit Order @ \$50 on 100 shares of TGT. Now suppose the price trades up to \$50...your shares would then be sold... if the price never reaches your limit price, you again will still own those shares”. |

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|--------------------------------|--|
| Sell Stop | <p>“a sell stop order is an order to sell a stock at a price below the current market price. Once a stock's price trades at...the price you have specified the stock is sold. Example: Suppose you own 100 shares of Wal-Mart Stores (WMT) and you are worried that if the price falls a few more dollars that it will trigger the beginning of a much larger decline. Assume WMT is currently trading at \$50 per share. You place a Sell Stop Order @ \$48 on WMT. Suppose WMT then proceeds to trade down to \$48. At that time your stocks would be sold... The main benefit of a Sell Stop Order is that you will sell off your stock if the price is showing downward momentum, protecting you from steeper losses. Sell Stop Orders are great for...preventing large losses”.</p> |
| Don't use trailing stop | |

Side Notes:

- Commission affects both buying and selling stocks, as commission is a fee a broker charges in return for handling the purchase or sale of a stock. For regular in game market buying and selling, the commission is \$19.99, while for more complex transactions (i.e. buy limiting or sell limiting) the commission goes up to \$29.99. The charge is not on each individual stock that is bought or sold, but on each individual transaction. i.e. if you buy one stock using a regular in game market transaction, you would pay \$19.99 in commission, and if you buy one million stocks using a regular in game market transaction, you would still pay \$19.99 in commission.
- Link to the video on how to read stock quotes:
<https://www.youtube.com/watch?v=nW93AyN8u5A>