

Stock Market



Vocabulary

Stock: a share of ownership in the assets and earnings of a business.

Issue (verb): to officially give something to someone.

Equities: the values of a company, divided into many equal parts owned by the shareholders.

Assets: something valuable belonging to a person or organization.

Fractional: relating to only a part of something.

Eligible: having the right to do or obtain something.

Dividend: a sum of money paid regularly (typically quarterly) by a company to its shareholders out of its profits.

What Is Stock Market?

The stock market refers to public markets that exist for issuing, buying and selling stocks that trade on a stock exchange or over-the-counter. Stocks, also known as equities, represent fractional ownership in a company, and the stock market is a place where investors can buy and sell ownership of such investable assets. An efficiently functioning stock market is considered critical to economic development, as it gives companies the ability to quickly access capital from the public.

