Algotrading Winter Project Assignment 0

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Stock  
A stock represents a share in the ownership of a company, as well as its earnings and assets. It is also called equity.

Broker or Stockbroker  
Stockbrokers are individuals who buy and sell stocks and other securities for retail and institutional clients, through a stock exchange or over the counter, in return for a fee or a commission.

Brokerage Firm  
It is a company consisting of multiple stockbrokers who connect buyers and sellers of stocks and facilitate exchange of stocks in exchange for a commission fee.

Pitch a Stock  
A stock pitch is basically a presentation which gives the analysis of a company and its stock, and pros and cons of investing in such a company.

Paint the Tape  
It is a market manipulation strategy where participants of the market try to affect the price of a stock, by selling it among themselves to give the perception of a highly popular and frequently traded stock.

Penny Stock  
These are stocks of small companies which don’t have enough capital, and sell for very small prices. They have limited information and are high risk.

IPO – Initial Public Offering  
It is when the stock of a private company is offered for sale for the first time to the public. Through this, a private company turns public.

Unloading Stock  
It is the selling of the stocks in bulk, which is usually done when the prices of stocks are dropping. This helps to minimise loss, in case of a bad investment decision.

Pump and Dump  
It is a type of stock market fraud where the price of stock is highly inflated by false positive comments and remarks and after selling the stocks in bulk at a high price, its value drops, creating a loss for the buyers and profit for sellers using the scheme.