

# How the Stock Market Works

## Key Concepts:

- Shares
- Ownership
- Stock Exchanges
- Supply and Demand
- Brokers
- Trading Platforms

## Important Definitions:

- Share: a unit of ownership in a company
- Stock Exchange: a platform where shares are traded

## Examples:

- Buying a share of a company like Apple
- Selling a share of a company like Google

## Stock Market Indices

- S&P; 500
- Dow Jones Industrial Average
- Tracking the performance of a group of major companies

## Summary:

The stock market operates on the principles of supply and demand, with brokers and trading platforms connecting buyers and sellers.