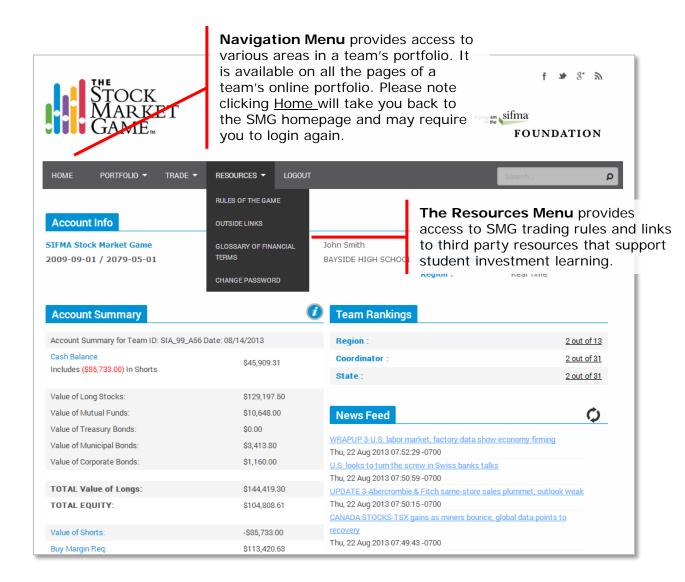


Understanding Portfolios

Resources

The Resources Menu













Rules of the Game

Rules of the Game

Rules of the Game presents the rules governing trades in the SMG program (including a <u>Code of Participation</u> for teams).

Rules of the Stock Market Game

View Local Rules

- 1. Rules of The Stock Market Game Program
- 2. Short sell/short cover rules
- 3. Portfolios
- Additional rules
- 5. Code of participation

Rules of The Stock Market Game Program

- Each team begins the simulation with \$100,000 in cash and may borrow additional funds. How much you may borrow is dependent upon the equity in your account. Interest is charged weekly on negative cash balances at an annual rate of 7.00%, and credited weekly on positive cash balances at an annual rate of 0.75%. Interest is calculated daily, then summed for the week (Saturday through Friday) and posted Saturday (with Friday's Date). The daily rate is based upon a 365 day year. Daily Interest = Cash * Appropriate Interest Rate (as a decimal) / 365. Bond coupon payments will be posted when due.
- 2. You may trade only stocks and mutual funds listed on the Nasdaq Stock Market and the New York Stock Exchange that have traded within the last 7 days. Some competitive regions may also trade a pre-determined group of Municipal, Corporate, and Treasury bonds. Teams cannot trade over-the-counter or pink sheet stocks since they often price incorrectly; teams also cannot trade Class A or Class B stocks as they normally have a variety of ways they are written on price providers (such as ABC.A, ABC.A, ABC.A, etc.) and are, therefore, difficult to price correctly. When we find these stocks in portfolios, we must cancel any related transactions, which may result in a loss for the team.
- 3. End of Day Game transactions are priced at market daily closing prices. These prices can be found in the next day's newspaper or by using the price quote facilities of SMG. Real Time Game transactions are priced at the market price at the time of entry. Bond prices are available only on the SMG website.

All Mutual Fund transactions are treated as End of Day transactions and priced at that day's closing price. All bond transactions are treated as Real Time transactions. This applies to both End of Day and Real Time games.

Transactions entered with a limit price will not be held past the initial attempt to price the transaction. This applies to End of Day or Real Time Games











Outside Links

Outside Links

Teachers and students have for managed by SIFMA or the SIFM Outside Links offers financial news and investment information from third party providers. You are encouraged to visit the links before introducing them to your

students.

their research in the Stock Market Game. These sites are not operated or are their content JT tain advertisements and commercial messaging.

The Department of Justice aims to combat technology facilitated exploitation crimes against children. Please visit Project Safe Childhood for information on protecting your children online.

The links are organized alphabetically.

- Bloomberg Bloomberg identifies itself as the leader in global business information. They deliver data, news and analytics that are helpful to financial professional
 and the interested public.
- EDGAR Database EDGAR, the Electronic Data Gathering, Analysis, and Retrieval system, offers real-time filings and other company information for publicly traded companies.
- Hoover's Hoover's is a great source for finding subsidiaries or discovering whether a company is privately held or publicly owned. It also provides students with short, easy-to-read (often wry) fact sheets about companies as well and company news and financials.
- Investing in Bonds The award-winning Investing In Bonds site for individual investors features daily updates and historical databases of municipal and corporate bond trades, treasury prices and a range of data and indices across bond markets.
- Investeens Founded by high school teacher and Stock Market Game veteran, Tom Barrella, Investeens provides news written by students, a "plain English" financial glossary, and activities for teachers.
- Morningstar Morningstar provides data on approximately 375,000 investment offerings, including stocks, mutual funds, and similar vehicles, along with real-time
 global market data on more than 8 million equities, indexes, futures, options, commodities, and precious metals, in addition to foreign exchange and Treasury
 markets.
- Museum of American Finance The Museum of American Finance is the only brick-and-mortar museum dedicated to chronicling American financial achievement
 and development. Visit their Publications and Collections section for articles and glimpses at their collection.



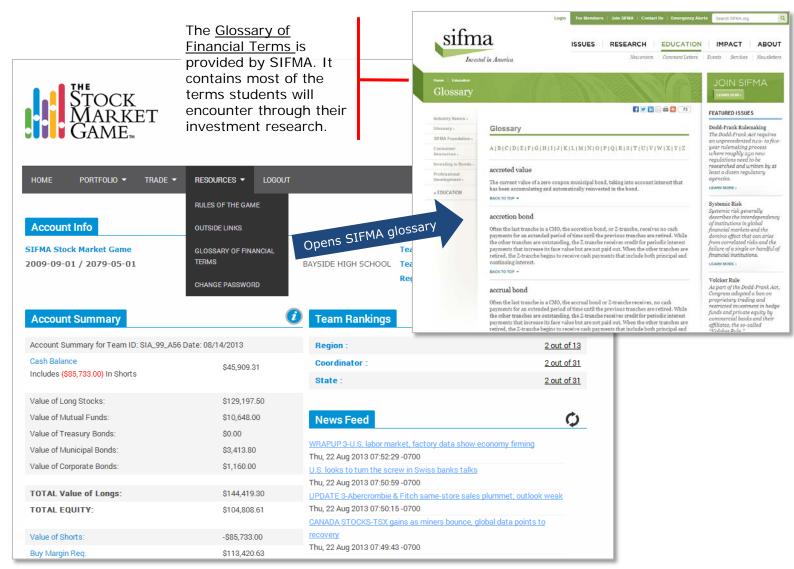








Glossary of Financial Terms





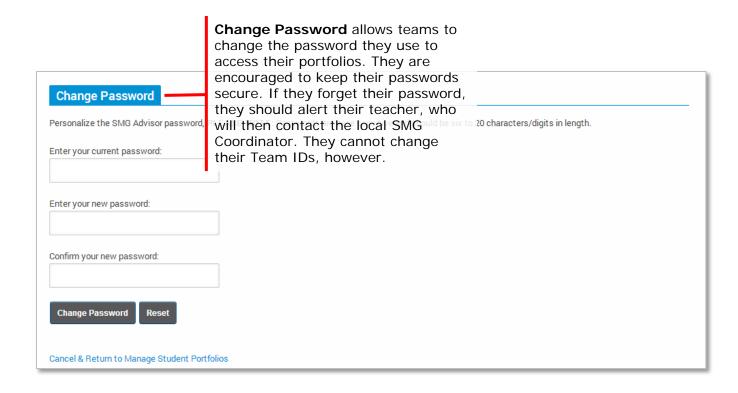








Change Password













Need more help? Contact your local SMG Coordinator.









