

Name _____

Unlocking the Mystery of the Stock Market: How It Works

Short Answer

1. Explain the concept of supply and demand in the stock market and how it affects stock prices.
2. What role do stock exchanges play in the stock market, and can you name two famous stock exchanges?
3. List two reasons why people invest in stocks, other than the potential for growth.
4. Discuss the risks associated with investing in stocks and why it's important to have a long-term investment strategy.
5. How can stock market performance impact the broader economy, and why is it considered an economic indicator?

