

Name _____

Unlocking the World of Stock Exchanges

Short Answer

1. Explain how stock exchanges contribute to price discovery in the stock market.
2. Describe the role of brokers in the stock trading process.
3. What is the significance of liquidity in the context of stock exchanges?
4. How do electronic exchanges differ from traditional floor-based exchanges, and what are their advantages?
5. Why is it important for stock exchanges to enforce rules and regulations related to trading activities?

