

Common Stock Market Terms (English)

1. **Stock / Share** – A unit of ownership in a company.
2. **Equity** – Another term for shares, representing company ownership.
3. **IPO (Initial Public Offering)** – When a company offers its shares to the public for the first time.
4. **Index (e.g., KSE-100)** – A benchmark showing performance of selected stocks.
5. **Dividend** – Profit paid to shareholders by a company.
6. **Capital Gain** – Profit earned by selling a share at a higher price.
7. **Broker** – A licensed firm (like Azee Securities) that executes buy/sell orders.
8. **Trading Account** – An account opened with a broker to invest in PSX.
9. **CDC (Central Depository Company)** – Holds and transfers electronic shares.
10. **NCCPL (National Clearing Company of Pakistan Limited)** – Handles settlements of trades.
11. **SECP (Securities and Exchange Commission of Pakistan)** – Regulator of Pakistan's capital markets.
12. **Bull Market** – Market trend when prices are generally rising.
13. **Bear Market** – Market trend when prices are generally falling.
14. **Bid Price** – The price buyers are willing to pay for a stock.
15. **Ask Price (Offer Price)** – The price sellers are demanding.
16. **Spread** – Difference between bid and ask price.
17. **Limit Order** – Order to buy/sell at a specific price.
18. **Market Order** – Order to buy/sell immediately at the current market price.
19. **Volume** – Number of shares traded during a given period.
20. **Liquidity** – Ease with which a stock can be bought or sold.
21. **Volatility** – How much a stock's price fluctuates.
22. **Leverage / Margin Trading** – Borrowing funds to trade larger volumes.
23. **Rights Issue** – When a company offers additional shares to existing shareholders.
24. **Bonus Shares** – Free shares given to existing shareholders from reserves.
25. **Futures Contract** – Agreement to buy/sell a stock or index at a future date at a fixed price.

26. **Options Contract** – Gives the right, not obligation, to buy/sell in the future.
27. **Blue Chip Stock** – Large, stable, and financially strong company stock.
28. **Penny Stock** – Very low-priced, high-risk shares.
29. **PSX (Pakistan Stock Exchange)** – Main trading platform for shares in Pakistan.
30. **PMEX (Pakistan Mercantile Exchange)** – Platform for commodity and futures trading.