



School Sharemarket Game

Buying and selling shares



Additional information on buying and selling shares in the Game

Company list: Only shares that are part of the ASX nominated list ('Company List') may be traded.

Hypothetical cash at start of Game: Each player starts with a virtual AUD\$50,000.00 with which to purchase shares. Surplus funds may be left as 'cash-on-hand'.

Diversification: A player cannot place an order for shares in one particular company which would result in the value of the participant's total holding in that company comprising 25% or more of the participant's total portfolio value. This rule is not breached in the event that the share price of a particular company that is already held by the participant increases such that it subsequently results in the company comprising 25% or more of the participant's total portfolio value. Accordingly, the participant is not required to sell that stock.

Placing an order: Orders can be placed as 'market to limit' orders or as 'limit' orders in accordance with the following:

- (a) If a market to limit order is placed, the next price for that stock in [ASX Trade](#), after the order is received, will be used to process that order. The quantity of shares requested will be either filled in its entirety or partially filled according to the last volume traded for that stock in ASX Trade. If the order is partially filled, the remainder is then submitted as a Limit order with the Limit Price being equal to the price at which the filled portion of the order was executed, or
- (b) If a Limit order is placed, the player must nominate a price at which they are prepared to buy or sell the stock and the order will remain in the 'Orders pending' section of the Trading page until the last sale price (in the case of a buy order) or the last buy price (in the case of a sell order) matches the participant's nominated price in ASX Trade. The quantity of shares requested 'at limit' will be either filled in its entirety or partially filled according to the last volume traded for that stock in ASX Trade.

Stop loss orders: Stop loss orders can only be used in the Game for falling sell orders.

Short selling: Short selling is not available in the Game.

Partially filled orders: Partially filled orders will remain in Pending orders' to be processed until a player amends or cancels the order.

Insufficient funds: An order that has the 'Insuff funds' (insufficient funds) message displayed on the screen can be cancelled or reactivated once funds are available.

Cancellation of orders: An order that is in the 'Pending orders' section may be cancelled by a player at any time. An order, which remains in Pending orders may be filled at any time.

Daily limit on orders: Players are limited to placing a total of twenty (20) orders or such other number as the Game coordinator determines, before or during the Game, per trading day ('Daily Limit'). This 'Daily Limit' reflects both the buy and sell orders that a participant places.

Brokerage: Brokerage will be charged against the trade value on each purchase or sale of stock in the Game at the rate of AUD\$20.00 for each trade for orders valued up to and including AUD\$10,000.00. For each trade over AUD\$10,000.00, brokerage at the rate of 0.2% of the trade value will be charged.

If an order to buy or sell shares is partially filled, brokerage will be charged only on the dollar value of shares that have actually been purchased or sold. The Game will however keep a record of brokerage that a participant was charged when the first partial order to buy or sell shares was executed so that a participant will pay no more brokerage than the standard rate set out above. For example, if a participant wishes to buy 5,000 XYZ Company shares at AUD\$1 each and only 2,600 are filled the participant will pay AUD\$20 brokerage. When the remaining 2,400 shares in XYZ Company are subsequently executed the participant will not be required to pay additional brokerage as the total amount of brokerage paid on 5,000 shares worth AUD\$1 each (AUD\$20) has already been paid. If a participant ordered 25,000 XYZ Company shares at AUD\$1 each and 10,000 are filled (AUD\$20 brokerage paid) and the order for the remaining 15,000 is later filled, the participant will pay brokerage of 0.2% on the outstanding 15,000 XYZ Company shares.