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ASSIGNMENT

1. Which type of stock could help you obtain your investment and financial goals? Justify your choice?
   - To begin with, I will find a company that I would like to invest and observe their information about their financial status to consider is it worth to risk. The company have to be in good financial and sustainable. Also, the growth and expansion of company look promising. Then, If all of the information is look satisfy, I will invest and check value of stock by using intrinsic value.

2.Explain the relationship between earning and a stock's market value?

- Earning of the company can affect stock value in long term which profit and loss of company can make stock market value fluctuate in the same direction. So, investors can observe earning of the company before making a decision when buying stock. However, in short-term it possible that earning and stock's market value will goes in opposite direction.

3. What is the difference between the primary market and the secondary market?
   - The primary market is transaction that conducted between the issuer and the buyer. In short, its create new securities and offers them to the public
   - The secondary market is the securities issued in the primary market are bought and sold which investors can buy a share directly from seller and the stock exchange acts as an intermediary between two parties.

4. Calculating Total Return. Tammy Jackson purchased 100 shares of All-American Manufacturing Company stock at $31.50 a share. One year later, she sold the stock for $38 a share. She paid her broker a $28 commission when she purchased the stock and a $42 commission when she sold it. During the 12 months that she owned the stock, she received $160 in dividends. Calculate Ms. Jackson's total return on this investment.

Cost when purchase		***Return when sold***	
100 shares @ $31.50	$3,150	100 shares @ $38	$3,800
Plus commission	+ 28	Minus commission	- 42
Total investment	$3,178	Total return	$3,758

Transaction summary	
Total return	$3,758
Minus total investment	-3,178
Profit from stock sales	$580
Plus dividend	+ 160
Total return from the transaction	$740