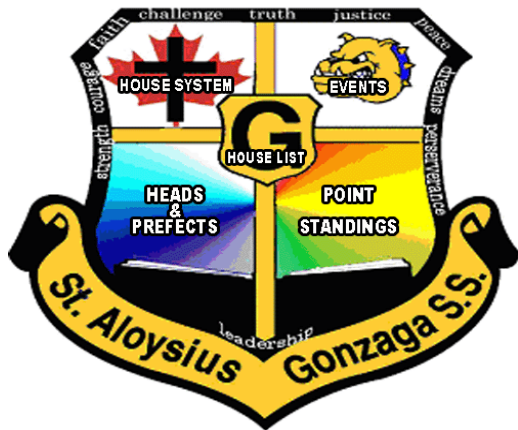


Investors Of Tomorrow Gonzaga Chapter



Trading/Purpose

Trades will be over a period of six weeks, with the purpose of gaining the greatest possible return in your portfolio. At the end of the six week period, all accounts are liquidated by selling all the stocks and the student with the highest final portfolio will be declared the winner

Member Registration Fee= \$5

Competition Dates for the InvestYoung Online Stock Market Competition

Competition Session 1

(Fall/Winter): Monday, October 8, 2007 to Friday, December 14, 2007

Competition Session 2

(Winter/Spring): Monday,

January 14, 2008 to Friday,
March 21, 2008

Money Available for Trade

Each student will be given a total \$1,000,000 to trade but can only invest up to \$100,000 in a specific stock

PRIZE

There will be a certificate and a cash prize for the winner

Minimum Stock Price- 3\$

Leveraged Strategies

Short Selling

Seller borrows stock and sells on market, hoping for price to fall.

Essentially reverse of normal purchasing, in that money is gained if stock drops. Exiting a short position is called "covering a short position"

Margin Buying:

Buyer can borrow up to 50% of their portfolio value to invest in stocks. For example, if you have \$100,000, then you can borrow \$50,000

RULES

- Trades can be made anytime from 10am-4pm but will only be processed when markets are open, also you can only trade stocks and commodities on the TSX (Toronto Stock Exchange) and NYSE (New York Stock Exchange)
- The total number of shares that can be traded daily for any stock or mutual fund is limited to 20% of the actual number of shares for that stock or mutual fund that were traded that day and also by the amount of cash remaining in the user's account

- All activities such as updates on transactions have a delay of at least 15 minutes
- Commission of at least \$25 charged on every transaction. Could be higher depending on the number and the price of shares purchased
- When confirming a purchase or a sale order, there is an option to set a maximum limit price (for purchases) and a minimum limit price (for sales)
- With maximum limit price-stock will not be purchased if it goes over the price you set
With minimum limit price, stock will not be sold if it drops below the price you set
- Trading log shows two types of transaction 1) pending transactions 2) completed transactions

