

**CORDINGLEY'S GUIDE TO THE STOCK
EXCHANGE: BEING AN EXPLANATION
OF EVERY MODE OF SPECULATING IN
STOCKS AND SHARES, AND
ILLUSTRATING THE MANNER IN WHICH
TRANSACTIONS ARE CARRIED OUT**

Published @ 2017 Trieste Publishing Pty Ltd

ISBN 9780649543540

Cordingley's Guide to the Stock Exchange: Being an Explanation of Every Mode of Speculating in Stocks and Shares, and Illustrating the Manner in which Transactions are Carried Out by W. G. Cordingley

Except for use in any review, the reproduction or utilisation of this work in whole or in part in any form by any electronic, mechanical or other means, now known or hereafter invented, including xerography, photocopying and recording, or in any information storage or retrieval system, is forbidden without the permission of the publisher, Trieste Publishing Pty Ltd, PO Box 1576 Collingwood, Victoria 3066 Australia.

All rights reserved.

Edited by Trieste Publishing Pty Ltd.
Cover @ 2017

This book is sold subject to the condition that it shall not, by way of trade or otherwise, be lent, re-sold, hired out, or otherwise circulated without the publisher's prior consent in any form or binding or cover other than that in which it is published and without a similar condition including this condition being imposed on the subsequent purchaser.

www.triestepublishing.com

W. G. CORDINGLEY

**CORDINGLEY'S GUIDE TO THE STOCK
EXCHANGE: BEING AN EXPLANATION
OF EVERY MODE OF SPECULATING IN
STOCKS AND SHARES, AND
ILLUSTRATING THE MANNER IN WHICH
TRANSACTIONS ARE CARRIED OUT**

CORDINGLEY'S GUIDE
TO THE
STOCK EXCHANGE.

BEING AN EXPLANATION OF
EVERY MODE OF SPECULATING IN STOCKS AND
SHARES, AND ILLUSTRATING THE MANNER
IN WHICH TRANSACTIONS ARE
CARRIED OUT.

By

W. G. CORDINGLEY,

Author of "Cordingley's Dictionary of Stock Exchange Terms."



— 2/- NET. —

London :

EFFINGHAM WILSON, 11, ROYAL EXCHANGE.

1901.

Copyright. Entered at Stationers' Hall.

HG 4521
.C7

BY THE SAME AUTHOR.

Price 2/6 net.

CORDINGLEY'S
Dictionary of
STOCK EXCHANGE TERMS.
GENERAL

LONDON :
EFFINGHAM WILSON, ROYAL EXCHANGE, E.C.

PREFACE TO THE SECOND EDITION.

THE First Edition of this work having been exhausted, a Second Edition has been called for, but as the changes have been so slight (see the two following paragraphs) as not to warrant a Revised Edition, the author has not found it necessary to re-write the book.

STOCK EXCHANGE SETTLEMENTS.

Since the First Edition was issued, the Stock Exchange, to facilitate the necessary work attached to carrying over, have arranged that the Settlement of Mining and other Shares shall occupy four days instead of three, as formerly; but this refers solely to the "House," and scarcely concerns the outside public, for whom this work was specially written.

INVESTMENTS BY TRUSTEES.

The Trustee Act of 1893 re-enacted the provisions of the Trust Investment Act of 1889, and added the two Annuities (C and D) of the East Indian Railway; and since then the Colonial Stock Act of 1900 allows investments in certain

Colonial Stocks, those first on the list being Canada and New Zealand Inscribed Stocks. The Stocks of the other Colonies will be allowed as soon as they have conformed to certain provisions which were published in the *London Gazette* in December, 1900.

The slang Terms and Phrases, and the Contractions used in the Stock Exchange, are now so voluminous that the author has preferred to write a separate book upon them, rather than increase the size of the present work, and the reader is referred to

"CORDINGLEY'S DICTIONARY OF
STOCK EXCHANGE TERMS"

for a complete List of the Terms, Phrases, and Contractions now so extensively used in the "House."

The Copyright of the book having been taken over by Mr. EFFINGHAM WILSON, the author trusts that the work will continue to merit the public confidence and approval so extensively enjoyed by the former large Edition.

W. G. CORDINGLEY.

London, 1 January, 1901.

CONTENTS.

CHAPTER I.

The London Stock Exchange—When Founded—Its Shareholders—Its Members—How Elected—How Governed—Subscription and Entrance Fee—Brokers—Sworn Brokers—Jobbers—Authorised Clerks—Unauthorised Clerks—The Markets—Hours of Business—Members not Allowed to Advertise—Only Dealings between Members are Recognised—Defaulting Members are “Hammered”—Lame Duck—Stock Exchange Holidays pp. 7-15

CHAPTER II.

Reference Required before Dealing—How Orders should be given—Abbreviations used—American Railway Shares—How Prices are Transposed—Brokers' Contract Notes—Commission—How Charged—How Business is Transacted—Quotations—The Turn of the Market—Marking Bargains—Closing Prices—The Tape—How to Check a Bargain—The Official List... .. pp. 16-26

CHAPTER III.

The Different Modes of Dealing—For Money—For the Account—Time Bargains—Bulls—Bears—Options—Advantages of—How Dealt in—Call—Put—Put and Call—Call of More—Put of More—How to Regain Option Money—Cover—When Returned—When the Margin is Reached—How to Save a Portion of Cover—When to Tender a Wide Margin—Cover and Carrying-over Rates pp. 27-43

CHAPTER IV.

The Settlement—How Conducted—Contango Day—Ticket Day—Pay Day—When the Account Commences—

Soocial Settlement—Carrying Over—Making-up Prices—
How Fixed—Contango and Backwardation Rates Explained
—Why these Rates are Charged pp. 43-50

CHAPTER V.

How Stocks and Shares are Transferred—Bonds and
Shares to Bearer—American Railway Shares—Registered
Stocks and Shares—Transfers by Deed of Assignment—
Consideration Money—How it may Differ from that Received
by the Seller—Special Transfers—A Ticket—When it
Expires—Buying in—Selling out—Certified Transfers—
Transfer Fees—Liability of a Transferor—Shut for Dividend
—Blank Transfers—Why they are used—Inscribed Stock—
Stock Receipt—How Dividends are paid—Power of Attorney
—Where and in what amounts Inscribed Stocks are Trans-
ferred—The Clearing House pp. 51-76

CHAPTER VI.

Fluctuations in Prices—How Caused—Supply and Demand
—Speculation—General Recommendations—Securities dealt
in—Scrip—Stocks—(Bank—Corporation—Debenture—De-
ferred—Guaranteed—Inscribed—Ordinary—Preference—
Preferred—Registered)—Priority of Stocks—Shares—(Cumu-
lative Preference—Founders'—Preference—Vendors')—
Bonds—(Currency—Exchequer—Gold—Lottery—Prefer-
ence—Registered—Sterling)—Calculations of Value—Invest-
ments by Trustees—Stamp Duties pp. 76-101

CHAPTER VII.

A Complete Glossary of the Terms, Phrases, and Abbrevia-
tions peculiar to the "House" pp. 102-125

INDEX pp. 126-130



CORDINGLEY'S GUIDE

TO THE STOCK EXCHANGE.

CHAPTER I.

The London Stock Exchange—When Founded—Its Shareholders—Its Members—How Elected—How Governed—Subscription and Entrance Fee—Brokers—Sworn Brokers—Jobbers—Authorised Clerks—Unauthorised Clerks—The Markets—Hours of Business—Members not Allowed to Advertise—Only Dealings between Members are Recognised—Defaulting Members are "Hammered"—Lame Duck—Stock Exchange Holidays.

(1) THE LONDON STOCK EXCHANGE is a private institution devoted exclusively to dealings in Stocks and Shares. It was founded towards the close of the seventeenth century, and is situated in Capel-court, Bartholomew-lane, in the immediate vicinity of the Bank of England and the