Dow Jones Industrial Average (DJIA):

The Dow is a stock market index that tracks the daily closing prices of 30 large, well-established, and financially stable companies in the United States.

- These companies are often referred to as "blue-chip" stocks, and the Dow is
 used as a barometer for the overall health of the U.S. stock market and economy.
- When the Dow is rising, it generally indicates investor confidence and positive market conditions, while a declining Dow may suggest market challenges or economic uncertainty.
- Companies example are Apple, Microsoft, Google, Procter and Gamble

S&P/TSX Composite Index:

The S&P/TSX Composite Index is Canada's equivalent of the Dow.

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- It tracks around 250 of the largest companies in Canada, across various industries, reflecting the overall performance of the Canadian stock market.
- It is an important gauge for the Canadian economy, as it includes major companies in sectors such as energy, finance, and natural resources.

Bear Market:

A bear market is characterized by falling stock prices and widespread pessimism.

This market condition typically occurs when investors expect further declines in stock prices, which causes them to sell off their stocks, thereby driving prices lower.

The general sentiment in a bear market is negative, and investors often try to minimize their losses during such times.

A bear market is typically defined as a decline of 20% or more from recent highs in major stock indices.

Bull Market:

A bull market is the opposite of a bear market and is marked by rising stock prices and overall optimism.

In this scenario, investors expect prices to continue rising, leading them to buy stocks. This creates a cycle where prices keep going up, reinforcing the positive outlook.

A bull market can last for an extended period and is generally associated with a growing economy, increasing corporate profits, and high investor confidence.