

# A Structured Object-Oriented Framework for Trading System Simulation and Visualization Using Java

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**Abstract:** *Object-Oriented Programming (OOP) makes it easy to model complicated transaction-based systems with software parts that can be used again and again. This research clarifies the development and execution of a Java-based Object-Oriented Trading Management System. It shows how basic OOP ideas can be used in a setting where money is exchanged. The system simulates important trading tasks like creating trade orders, executing transactions, managing portfolio balances, and generating dynamic market prices. To make sure that system modules can talk to each other in a controlled way, important object-oriented features like encapsulation, access specifiers, constructor implementation, static data handling, method interaction, and object passing mechanisms are used. A graphical market visualization module shows changes in price and trading activity during the simulation. Tests show that this object-oriented approach makes it easier to keep things organized, makes systems easier to maintain, and lets systems grow bigger. The study demonstrates that trading system simulation serves as an effective real-world example for illustrating OOP implementation in Java..*

**Keywords:** Object-Oriented Programming, Java-Based Trading System, Software Architecture, Trading Simulation, Financial Transaction Modeling

## I. INTRODUCTION

### 1.1 Background of the Study

However, academic implementations that teach OOP often rely on static examples, such as library or student management systems. These examples do not accurately show dynamic transaction-based operations. As a result, students often grasp theoretical concepts but do not see how they apply in real-world systems.

### 1.2 Problem Statement

As software systems grow quickly in the business and finance worlds, there is a greater need for programming methods that can handle complexity, scale, and data reliability. Object-Oriented Programming (OOP) became a useful way to organize software by using classes and objects that stand for real-world things. Encapsulation, inheritance, abstraction, and polymorphism are some ideas that help developers make modular systems that are easier to maintain and add to. Today's trading systems keep track of market data, make trades, and update portfolios. These systems need to let different parts of the system work together in an organized way while keeping data safe and operations running smoothly. These qualities make trading platforms great places to show how object-oriented design principles can be used in real life.

Most academic examples that illustrate Object-Oriented Programming concepts rely on static applications, such as library or student management systems. These examples do not show how things work in the real world. They don't show how to interact with objects, design modules, or process transactions in OOP very well. Financial trading systems must process data continuously, manage structured transactions, and accommodate scalable architecture. This research



seeks to develop a Java-based trading management system. This system will show how basic OOP ideas work in a real-world setting where transactions are always changing.

## II. LITERATURE REVIEW

While earlier studies mainly concentrate on theoretical design principles, not much work combines object-oriented concepts with practical simulation and visualization. As a result, this research uses a Java-based Trading Management System to show the practical application of OOP principles in a dynamic software environment.

## III. METHODOLOGY

### 3.1 Research Design

Object-Oriented Programming (OOP) is often used to make software easier to maintain and less complicated by using modular design. Chidamber and Kemerer [1] demonstrated that structured class design and reduced coupling substantially enhance software maintainability and facilitate modifications in object-oriented systems. Ambler [2] talked about how important it is to use good object construction methods. He said that using constructors and modular class interaction correctly leads to software development that is both reliable and scalable. These rules make it easier to systematically build complicated applications.

Zeigler, Praehofer, and Kim [3] elucidated that object-oriented system modeling facilitates the depiction of real-world processes via interacting objects, particularly in simulation-based environments developed using languages such as Java.

This study employs a qualitative research methodology centered on implementation, supported by system development analysis. The research employs established Object-Oriented Programming principles to design and implement a Trading Management System using Java. This method tries to show how object-oriented architecture can deal with complicated software environments that are based on transactions.

The study employs a systematic methodology encompassing system modeling, architectural design, implementation, and the assessment of object interactions within a simulated trading environment.

### 3.2 System Architecture Design

We used architectural decomposition to model the general structure of the suggested system in the early stages of development. The trading system was split up into separate functional modules. Market data generation, trade order processing, transaction execution, portfolio management, and visualization were all under the purview of each module. The responsibilities of the various system components are clearly defined by this modular separation. Additionally, it promotes the scalability and maintainability of the software system.



Figure 1: System Architecture of the Proposed Trading Management System

The architectural representation shows the logical workflow of trading operations. It outlines the order of interactions between key system modules before implementation.



### 3.3 Structural Modeling Using Object-Oriented Design

After planning the architecture, we created a structural model to define class relationships and object responsibilities. We mapped real-world trading entities into software classes like Market, TradeOrder, Portfolio, and MarketChart. Encapsulation was achieved by controlling data access. Constructors and methods were defined to manage system operations. Structural modeling allowed for visualizing attribute ownership and how methods interact among system objects.

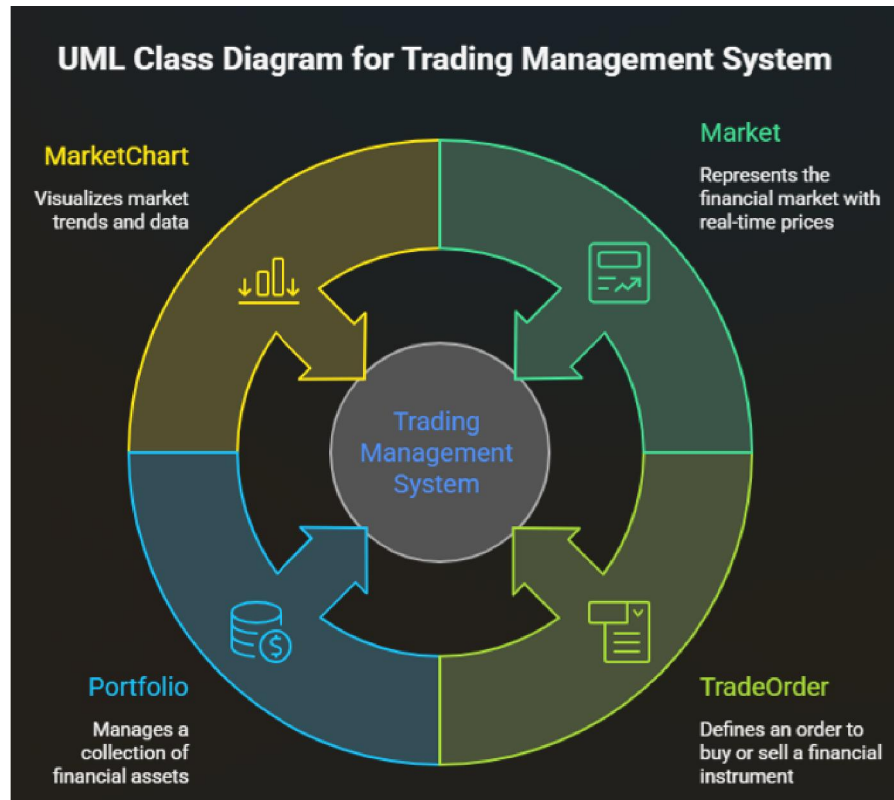


Figure 2: UML Class Diagram of the Proposed Trading Management System

The class diagram shows how objects are related to each other. It confirms the object-oriented structure that was used in the implementation.

### 3.4 Implementation Framework

After finishing the architectural and structural design, the team implemented the system using the Java programming language. The main Object-Oriented Programming concepts used include:

- Classes and Objects
- Access Specifiers
- Constructors
- Static Members
- Method Interaction
- Object Passing as Parameters

Each module was developed independently to keep modularity while allowing interaction through controlled method calls.



### **3.5 Simulation and Visualization**

Dynamic market prices were generated programmatically to simulate trading conditions. Trade orders were processed, and portfolio balances were updated based on transaction execution. A graphical visualization module was added to show market price changes using a bar chart. This simulation environment allowed for practical observation of system behavior under constantly changing trading conditions.

### **3.6 Tools and Development Environment**

The team implemented the Trading Management System using these software tools and technologies:

- Java Programming Language for Object-Oriented Programming.
- Java Swing Library for visualizing market price movements.
- Visual Studio Code (VS Code) as the integrated development environment for coding and execution.
- Java Development Kit (JDK) for compilation and runtime support.

These tools helped in the development, execution, and visualization of the object-oriented trading simulation system.

### **3.7 Evaluation Approach**

The effectiveness of the proposed object-oriented system was evaluated based on the following points:

- Modularity of system components
- Ease of extensibility
- Clarity of object interaction
- Maintainability of implementation

Execution-based observation was used to examine how object-oriented architecture supports structured transaction processing.

## **IV. RESULTS AND DISCUSSION**

### **4.1 System Execution Results**

Java was successfully used to create the suggested Object-Oriented Trading Management System. Market price updates, trade execution, and portfolio balance management were all simulated by the system.

The program's execution demonstrated how object-oriented design enables a distinct division between trading functions, such as managing portfolios, processing transactions, and handling market data.

Market prices were generated dynamically throughout the simulation and displayed graphically using a Java Swing bar chart interface. The graphical dashboard made it simpler to comprehend how the system operated by enabling real-time viewing of price changes and trading outcomes.

### **4.2 Visualization Outcomes**

The visualisation module displayed trading data with labelled axes and colour-coded bars that indicated gains and losses.

Some important things to note are:

- Green bars showed that the trades were making money.
- Red bars showed when there were losses.
- The X-axis stood for trading sessions or assets.
- The Y-axis showed prices or profits.

It was easier to analyse this picture than to read the text.

It also showed how visualising things can help you make decisions in software systems.



### **4.3 Impact of Object-Oriented Programming**

Implementation results confirmed that Object-Oriented Programming principles have many advantages.

Putting things together

Encapsulation

Class structures kept trading data like balance, asset price, and transaction history safe.

This setup stopped changes that weren't meant to happen.

Abstraction

Complex trading operations were hidden behind simpler method calls. This made system interaction easier and reduced logical complexity.

Inheritance

Common trading behaviors were reused across system components. This cut down on redundancy and made maintenance easier.

Polymorphism

Different trading operations were performed through unified interfaces. This allowed for flexible system expansion without changing existing code.

### **4.4 Comparative Discussion**

The object-oriented structure was better than procedural implementation approaches in the following ways:

- More modularity • Less code that is the same
- Easier to grow
- Better fault isolation
- Easier to read and keep up with

The modular class-based architecture makes it easy to add trading features like analytics modules or automated strategies in the future without having to make big changes.

### **4.5 Practical Significance**

The system that was built shows how Object-Oriented Programming can help with real-world software development needs. Over time, systems need to stay flexible and easy to keep up with. The combination of simulation and visualisation shows that OOP concepts are not just ideas; they are useful tools for handling complexity in today's software applications.

## **V. PRACTICAL IMPLEMENTATION**

### **5.1 Development Environment**

The Java programming language was used to make the proposed trading management system so that people could see Object-Oriented Programming concepts in action.

The system was made and run with Java SE 25 (LTS) and Visual Studio Code. It used Java Swing to show graphics.

### **5.2 Putting the System into Action**

The application was made with a modular class-based structure that has parts for market simulation, trade processing, portfolio management, and visualisation. Each module does a certain job, which helps keep the system organised, easy to maintain, and able to grow.

### **5.3 How to Use OOP Ideas**

The implementation includes important OOP ideas:

- Encapsulation to keep trading data safe.
- Abstraction to make trading easier by using clear methods.
- Inheritance lets you use the same system features again.



- Polymorphism to let the system act in different ways.

#### **5.4 Simulation and Visualization**

A program that simulated trading conditions made the market prices. Trade execution changed the values of portfolios in real time. A Java Swing-based bar chart showed profits and losses in a way that was easy to understand, with labelled axes and colour-coded bars.

### **VI. CODE WRITING IN JAVA**

The proposed Trading Management System was built using Java. This method does a great job of showing Object-Oriented Programming ideas through well-organised class design and graphics. The implementation combines market simulation, portfolio management, and graphical representation into one program that can be run.

#### **6.1 Java Implementation**

```
import javax.swing.*;
import java.awt.*;
import java.util.Random;
class Market {
    int[] prices = new int[8];
    public void generatePrices() {
        Random r = new Random();
        for (int i = 0; i < prices.length; i++) {
            prices[i] = 80 + r.nextInt(40);
        }
    }
    public int[] getPrices() {
        return prices;
    }
}
class Portfolio {
    private int balance = 1000;
    public void trade(int price) {
        balance += price - 100;
    }
    public int getBalance() {
        return balance;
    }
}
class BarChart extends JPanel {
    int[] data;
    public BarChart(int[] data) {
        this.data = data;
    }
    protected void paintComponent(Graphics g) {
        super.paintComponent(g);
        int width = getWidth();
        int height = getHeight();
```



```

int barWidth = width / (data.length * 2);
int x = 60;
g.drawLine(50, height - 50, width - 30, height - 50);
g.drawLine(50, 30, 50, height - 50);
g.drawString("Trading Sessions", width / 2 - 50, height - 10);
g.drawString("Market Price", 5, height / 2);
for (int i = 0; i < data.length; i++) {
    int barHeight = data[i] * 2;
    int y = height - 50 - barHeight;
    if (data[i] >= 100)
        g.setColor(Color.GREEN);
    else
        g.setColor(Color.RED);

    g.fillRect(x, y, barWidth, barHeight);
    g.setColor(Color.BLACK);
    g.drawString(String.valueOf(i + 1),
        x + barWidth / 2,
        height - 30);
    x += barWidth * 2;
}
}
}
}
public class TradingSystem {
    public static void main(String[] args) {
        Market market = new Market();
        Portfolio portfolio = new Portfolio();
        market.generatePrices();
        int[] prices = market.getPrices();
        for (int price : prices) {
            portfolio.trade(price);
        }
        JFrame frame = new JFrame("Trading Market Visualization");
        frame.setSize(700, 500);
        frame.setDefaultCloseOperation(JFrame.EXIT_ON_CLOSE);
        frame.add(new BarChart(prices));
        frame.setVisible(true);
        System.out.println("Final Portfolio Balance: "
            + portfolio.getBalance());
    }
}

```

## 6.2 Implementation Overview

The program has several interacting classes:

- Market Class generates simulated market prices.
- Portfolio Class manages trading balance and updates transactions.
- BarChart Class visualizes trading data with graphical representation.



- TradingSystem Class controls the overall system execution.
- This implementation shows how object-oriented design improves modularity, readability, and scalability.

## VII. CODE EXPLANATION

The Trading Management System is built using several Java classes to show how Object-Oriented Programming works in practice. Each class has a specific role in the system.

### 7.1 Market Class

By creating market prices dynamically, the Market class mimics trading conditions.

- Price values for different trading sessions are stored in an integer array.
- To replicate actual market fluctuations, random values are generated.
- Controlled access to the generated data is provided by getter methods.

The intricate price generation logic is concealed from other system components by this class, which stands for abstract on..

### 7.2 Portfolio Class

Trader balance and transaction processing are handled by the Portfolio class.

- To protect data, the balance variable is designated as private.
  - Based on market prices, trade operations update the value of the portfolio.
  - Safe interaction with portfolio data is made possible by public methods.
- This demonstrates encapsulation, which guarantees safe handling of financial data.

### 7.3 Bar Chart Class

Java Swing is used by the BarChart class to manage graphical visualization.

- Axes and bars are drawn using the paintComponent() method.
- A trading session is represented by each bar.
- Red bars show losses, while green bars show profitable circumstances.
- The data is easier to read when the axes are labeled and spaced appropriately.

This part connects a visual interpretation of the outcomes with software logic.

### 7.4 Trading System (Main Class)

The program's operation is controlled by the TradingSystem class. Among its duties are:

1. Making system objects.
2. Creating prices for the market.
3. Handling consecutive trades.
4. Showing the output graphically.
5. Printing the final balance of the portfolio.

This class's object interactions demonstrate how they collaborate, which is a crucial component of object-oriented system design.

### 7.5 OOP Concept Integration

The implementation shows:

- Encapsulation with protected portfolio data.
- Abstraction through simplified market operations.
- Modularity with separate functional classes.
- Reusability by using an independent class structure.



### VIII. CONCLUSION

This study demonstrated how Java can be used to design and construct an organized software system using the concepts of object-oriented programming. To investigate how ideas like encapsulation, abstraction, inheritance, and polymorphism contribute to structured and maintainable software development, a Trading Management System was developed as a useful case study.

The implementation demonstrated how modularity, code readability, and scalability are enhanced when system functionality is divided into distinct classes. The ability of OOP-based systems to efficiently handle dynamic data and depict real-time operational behavior was further validated by the combination of simulation and graphical visualization.

In contrast to conventional theoretical research, this study integrates conceptual analysis with real-world application and visualization.

This method makes it easier to comprehend how OOP ideas function in actual software settings. The findings demonstrate how object-oriented design greatly lowers complexity while enhancing flexibility and reusability in the creation of contemporary applications.

All things considered, the study demonstrates that OOP is more than just a programming style. Additionally, it is a powerful technique for developing software systems that can grow and adapt to real-world issues.

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