Twitter Thread by Emperor■

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MASTER THREAD On Trading Terminology. ■

If you are confused trading terms, but beginner and advanced, Read this thread.

Read. Share. And RT

Let's Go■■



The above Explains

1. Basics of Volume Profile. No need to Panics if you don't understand VP, just understand the definition for now.

2. Explains DOM, Deviation and Liquidity Grab.

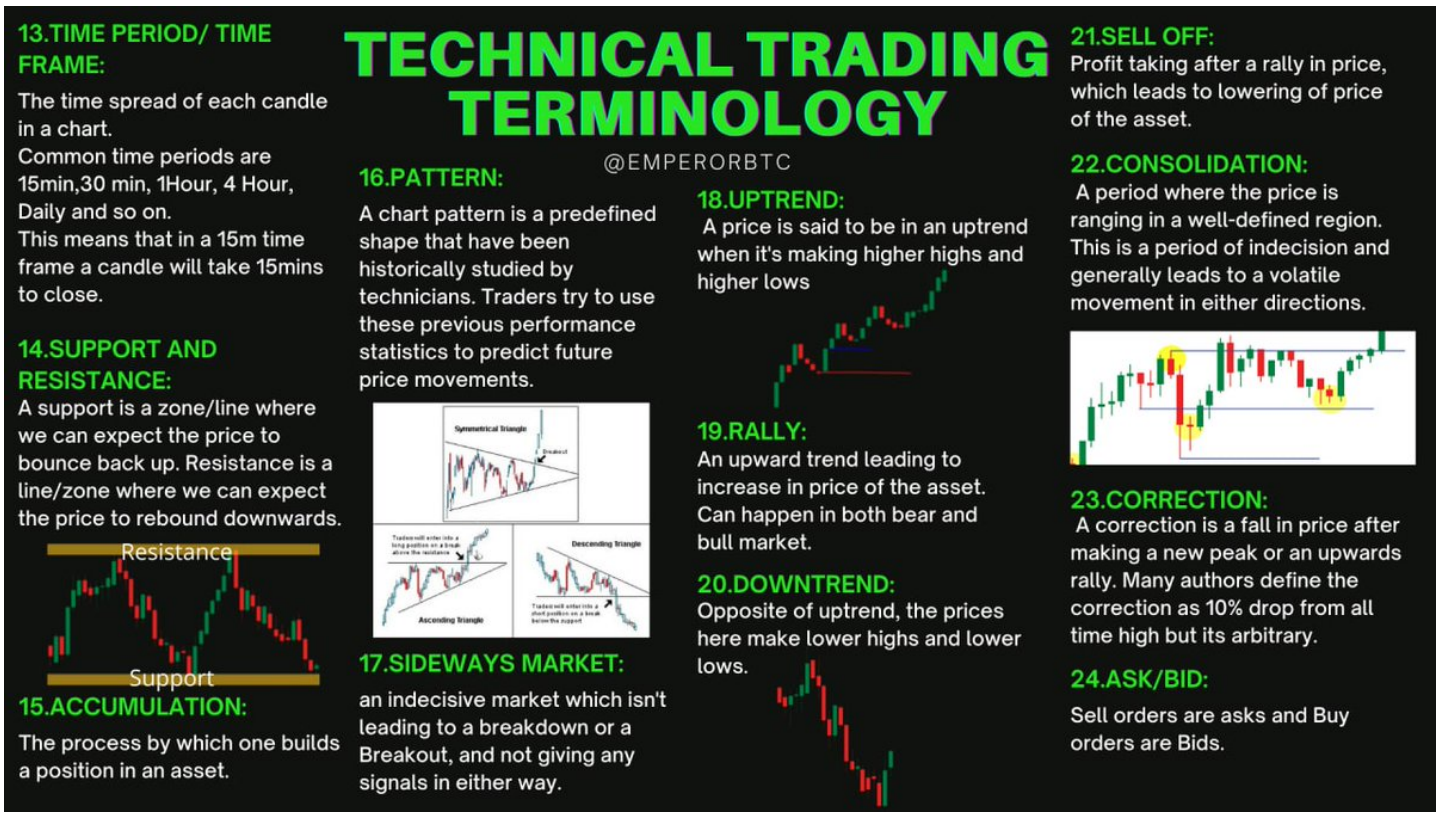
Please take the time to read the above slowly and carefully.

Deviation explanation here.■



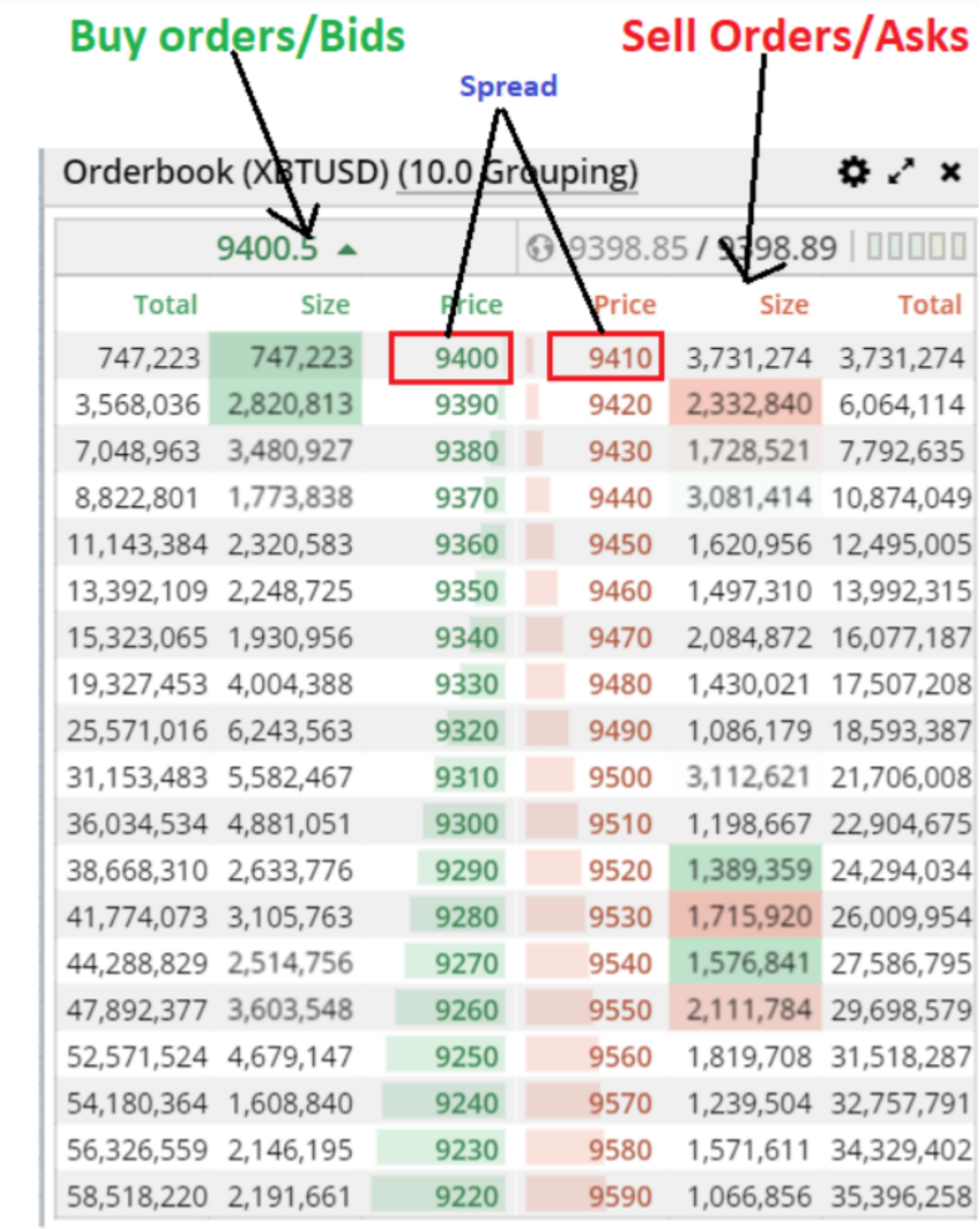
Cheat Sheet 2.

Explains Basic price patterns and price movements explained.



I am adding a screenshot of the DOM to show how Bid, Ask and Orders look like.

This will explain what everything on an limit order book means.



Total	Size	Price	Price	Size	Total
747,223	747,223	9400	9410	3,731,274	3,731,274
3,568,036	2,820,813	9390	9420	2,332,840	6,064,114
7,048,963	3,480,927	9380	9430	1,728,521	7,792,635
8,822,801	1,773,838	9370	9440	3,081,414	10,874,049
11,143,384	2,320,583	9360	9450	1,620,956	12,495,005
13,392,109	2,248,725	9350	9460	1,497,310	13,992,315
15,323,065	1,930,956	9340	9470	2,084,872	16,077,187
19,327,453	4,004,388	9330	9480	1,430,021	17,507,208
25,571,016	6,243,563	9320	9490	1,086,179	18,593,387
31,153,483	5,582,467	9310	9500	3,112,621	21,706,008
36,034,534	4,881,051	9300	9510	1,198,667	22,904,675
38,668,310	2,633,776	9290	9520	1,389,359	24,294,034
41,774,073	3,105,763	9280	9530	1,715,920	26,009,954
44,288,829	2,514,756	9270	9540	1,576,841	27,586,795
47,892,377	3,603,548	9260	9550	2,111,784	29,698,579
52,571,524	4,679,147	9250	9560	1,819,708	31,518,287
54,180,364	1,608,840	9240	9570	1,239,504	32,757,791
56,326,559	2,146,195	9230	9580	1,571,611	34,329,402
58,518,220	2,191,661	9220	9590	1,066,856	35,396,258

Cheat Sheet 3.

A few advanced words about trading.

TECHNICAL TRADING TERMINOLOGY

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25.STOP-LOSS:
Order that is triggered when the price goes below this point. Used to cut losses.



26.SPREAD:
The difference between what the sellers are ready to sell at and what the buyers are ready to buy at. There always exists a small spread on all exchange, the Higher the liquidity, the lower the spread.

27.MARGIN:
The amount of funds required to open a leveraged trade.

28.WALLS:
Extremely large orders at a range.

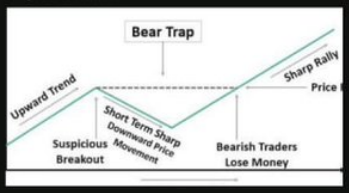
29.BULL MARKET:
A market where the prices are seeing a continuous uptrend, leading to new highs being created. Generally, happens when new investors enter the market.

30.BULL TRAP:
A technique used by market makers to buy a huge amount suddenly, spiking the price. This makes everyone else that this is a Breakout and everyone buys.



31.BEAR MARKET:
A period where the prices are seeing a long term down trend leading to a sell off.

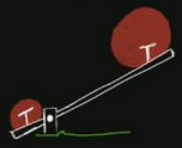
32.BEAR TRAP:
The market makers then sell enormous amounts, pushing the prices down, in turn liquidation everyone else that had bought, producing a cascading effect of liquidations.



33.ROE: RETURN-ON-EQUITY.
This is calculated by the actual capital employed in a trade and not through leverage.

34.VOLATILITY:
It is the percentage movement in price of an asset over a period. A balanced volatile asset gives ample opportunity to short and long. Traders look for predictable volatility.

35.LEVERAGE:
Refers to the extra amount of asset bought or sold, over your capital limit.



36.LIQUIDITY:
The measure of how actively the coin is being traded in the market. A high liquidity coin/exchange has many buyers and sellers at the same time, making it easier to acquire or sell the coin at any time.

Cheat Sheet 4.

This contains the miscellaneous words that traders need to know.

You can download the cheat sheets and refer it often.

TECHNICAL TRADING TERMINOLOGY

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37.ATH:
All-time high prices.

38.OHLC:
Open, high, low and close

ALTCOIN:
All coins except Bitcoin.



39.POSITIONAL TRADING:
The aim is to buy monthly lows and hold them for days, weeks or sometimes months. This is a longer term trading time period.

40.SHORT POSITION:
Exact opposite of Long Entry. You enter a short entry when you expect the prices to fall. Shorting allows you to make money in a bear market.

41.SWING TRADING:
This method looks for buying and selling positions in a weekly range. Swing traders make my 2-3 traders a week.



42.LONG POSITION:
This is a buy position buy with leverage.

43.TOTAL SUPPLY:
The amount limit of coins that will ever exist. Supply limit of Bitcoin is 21 million.

44.DAY TRADING:
Taking a position in the market, either buy or sell and exiting it the same day.

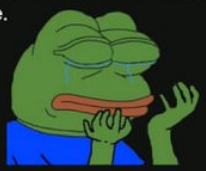


45.MARKET CAP:
The market capitalisation of an Asset calculated by current supply of coins multiplied by CMP of one coin.

46.ORDER:
An order to buy or sell at the current price level, executed immediately.

47.BUBBLE:
A situation where the prices are irrationally high as compared to the actual value of the asset. Whole of an asset could be a bubble, or a market cycle could be a bubble.

48.LIQUIDATION:
When you are stopped out of your position because the trade went in the opposite direction and your margins are not big enough to carry the trade anymore.



49.LIMIT ORDER:
Order will execute at a predefined price, if the market riches that price. Market

50. EMPERORBTC
The man who loves you, but no one loves him back.

I hope the above cheat sheets help you in understanding a few words.

Don't worry if you still have doubts, it will all be click in future threads. Please share the above thread with everyone that you can. ■■

Read the cheat Sheet and post questions below

Thanks to Delta for Collaborating and making the threads possible through my assistant.

I promise to keep the best trading tutorials as fast as possible.■

You can help by Signing up at Delta & trading there
https://t.co/U010rgKDrI

