**Glossary of Terms/Abbreviations**

Over the years we accumulate our shorthand talk of terms, topics and abbreviations. The following are some of the common ones used at Rain King Insights.

**ABBREVIATIONS**

**AH/AHr: After Hours**

**BAGU:** Breakaway Gap Up

**BO:** Breakout

**DT:** Downtrend

**DTL:** Downtrend Line

**EC:** Equity Curve

**EGU:** Earnings Gap Up

**EMA:** Exponential Moving Average

**EOD**: End of Day

**ERx:** Earnings Reaction

**FL:** Focus List

**FOMO:** Fear of Missing Out

**H&S:** Head and Shoulders chart pattern

**HVC:** High Volume Close

**HOD:** High of the Day

**IMO:** In My Opinion

**KMA:** Key Moving Averages

**LOD:** Low of the Day

**NH:** New High

**NH/LV:** New Highs on Low Vol sell Signal

**NL:** New Low

**PBK:** Pullback

**PEG:** Power Earnings Gap

**P&L:** Profit and Loss

**R/R/R**: Risk/Reward Ratio

**RS:** Relative Strength

**SO:** Shakeout

**U&R:** Undercut and Rally

**UCL:** Upper Channel Line

**VWAP:** Volume weighted Average Price

**CONCEPTS**

**Base**: An area of price consolidation where a stock price is contained within a range from high to low

**CwH**: Cup with Handle Base (see O’Neil Book: How to Make Money in Stocks for parameters)

**DB**: Double Bottom Base (see O’Neil Book: How to Make Money in Stocks for parameters)

**FB:** Flat Base

**Asc Base**: Ascending Base (see O’Neil Book: How to Make Money in Stocks for parameters)

**HTF:** High Tight Flag Base

**Exposure:** Amount of your capital exposed to risk as a % invested

**Market Breadth:** Evaluating market health using the NHs, HLs, Advancing &Declining issues, % above 50d or 200d Moving averages

**Individual Risk** – Amount of loss on a position if you were stopped out

**Portfolio Risk** - Amount of total portfolio risk if all positions were stopped out

**R/R/R:** Risk Reward Ratio(Ave Gain % x Win Rate) divided by (Ave Loss% x Loss Rate)

**SETUPS**

**Charts typically show the following moving average:**

Daily Chart: 10ema, 20 ema, 50d sma, 200dsma

Weekly Charts: 10-week sma, 40-week sma

**3wT:** Three weeks tight price action (price close within 1% of each other)

**BnB Pullback**: Short term pullback entry setup

**10w MA Pullback**: Pullback to the 10week simple moving average

**DTL:** Downtrend Line early entry setup

**RN**: Round Number used as an buy or sell signal

**HVC:** High Volume Close used as a buy or sell signal

**MC:** Mini Coil

**Psych Number:** Psychological Price or Valuation used as a buy or sell signal

**Stop/Go:** Short reversal pattern to enter a strong up trending stock

**VCP/Coil:** Volatility Contraction Pattern or coiling of price and volume used as a buy signal

**ERx Gap**: Earnings Reactions Gap used as a buy signal

**SO:** Shakeout buy signal

**SI:** Shakein sell signal