

MASTERLINE TRADERS
Futures Trading 

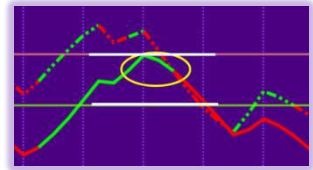
Glossary Of Terms

APRIL 2020



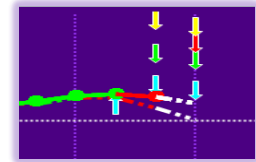
Angular Change Inside The Box

When there is an angular change of the TL (Trend Line) inside the Box and that angular change results in a color change of the TL. Note: The color change does not have to occur inside the box.



Arrow Alerts

An arrow printed on a MasterBar chart to alert the user that conditions have been met. The filters for the conditions are set on the LTML (Long Term Money Line).

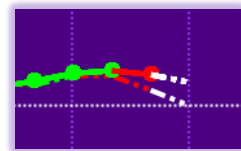


Audio Alerts

Sound alerts can be added on all MasterBar indicators except the LTMTL (Long Term Master Trend Line) to alert the user that conditions have been met.

Bar Close

When the “white tag-end” changes to a solid color. A proprietary Fibonacci algorithm is used to determine when a bar closes.



Barriers

Price points or areas that could provide support or resistance for your trade.

Examples of barriers: 13 EMA, 200 SMA, Pivots, Swing Body, Range Marker, Previous Day High, Previous Day Low, Current Day High, Current Day Low and “00” round numbers.

BOX

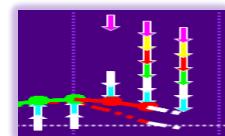
Defined by the green and red solid lines in Panel 2 of a MasterBar chart.

Channel

When price moves sideways between two price points.

Christmas Tree

When several arrow alerts print at the same time and they are so colorful it looks like lights on a Christmas tree.



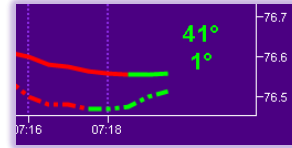


Continuation Wave

Wave 1 is the start of a move in a new direction by the LTML. Even waves (2, 4 etc.) are retracement waves. Odd waves (3, 5, etc.) are continuation waves.

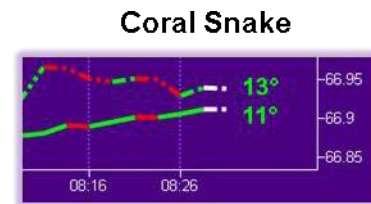
Converging or Convergence

When two lines are moving toward each other.



Coral Snake

Frequent color changes on any of the Masterlines except the SL (Scalp Line). This indicates indecision in the market.



Countertrend

A move that occurs when price turns and is retracing back to the 13 EMA on the 1min chart.

.csv

Strategy templates are saved in “.csv” format. They can be found in the “Documents\NinjaTrader 7\MLTStrategyTemplates” folder or “Documents\NinjaTrader8\MLTStrategyTemplates” folder.

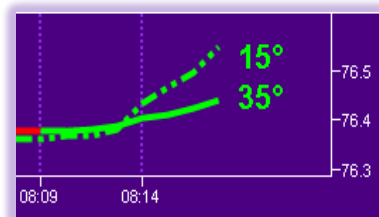
Distance to 13 or 200

Distance between the current price and the 13 EMA.

Distance between the current price and the 200 SMA.

Diverging or Divergence

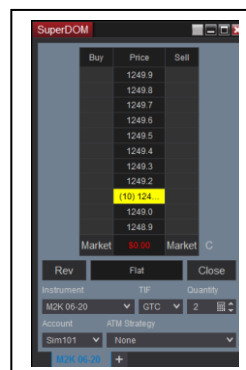
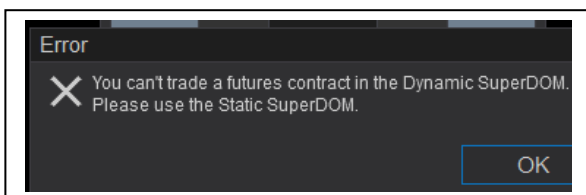
When two lines are moving apart from each other.





DOM

A DOM is used to enter trades. DOM stands for “Depth of Market.”



Double Barrier

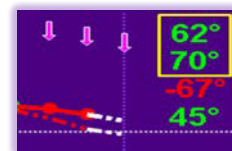
Two barriers within 9-10 ticks of each other.

Double Momentum Arrow

Green Arrow used in the Chart Room.

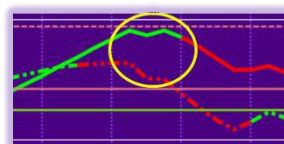
Double Slope

The sum of the ABSOLUTE values of the top two slope values in Panel 1 on the MasterBar chart.



Double Test

A W or M pattern on the TL (Trend Line).



Filters

Conditions that can be set on the LTML (Long Term Money Line) for an Arrow Alert. Also conditions that can be set on the Strategy Tool to trigger automated entries.

Fundamental Events

Scheduled news, pit opening, equity market opening, key individuals talking, global and economic concerns, etc.

Gator Teeth

Also referred to as “Alligator Teeth.”

When the SL (Scalp Line) pulls away from the TL (Trend Line) in the opposite direction causing an obvious divergence between the two lines.



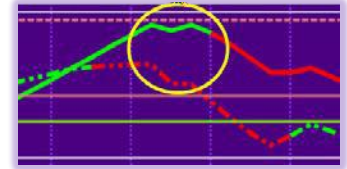


LTMTL

Long Term Master Trend Line. The Solid line in Panel 4 of a MasterBar chart.

M's and W's

When the TL (Trend Line) shows a double test, the pattern will look like an M or a W.



Market Order

The best price obtainable at the time the order is executed. This type of order will guarantee an execution but does not guarantee at what price.

MasterBar

The “period type” used on a MasterBar chart and is based on a proprietary Fibonacci algorithm to determine when a bar closes. 8 / 13 / 21 / 34 / 55

Masterlines

The seven lines drawn on a MasterBar chart by Masterline Traders proprietary indicators.

MBF

Multi-bar Frame.

MLP

Masterline Plus. The Solid line in Panel 3 of a MasterBar chart.

Momentum

When price is moving and that movement, demonstrated by MLT slope values, is deemed sustainable. Examples: MLT Slope / LTMTL Slope / Tag Trade Momentum Slopes

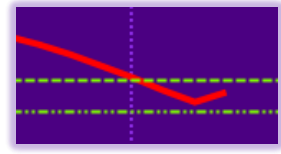
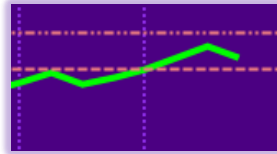


Money Management

Refers to defining risk/reward for a trade setup and using an appropriate profit target and stop loss. Knowledge of intraday margins and CME price limits for the instrument you are trading is required.

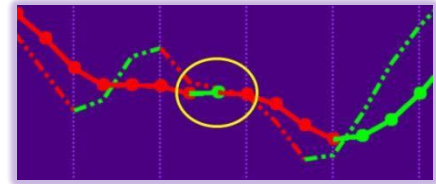
Overbought/Oversold

Areas in Panel 2 on a MasterBar chart that are defined by the horizontal dashed and dash-dot-dot lines.



One Bar Wonder

When the LTML (Long Term Money Line) changes color for ONLY one bar then changes back to the original color.



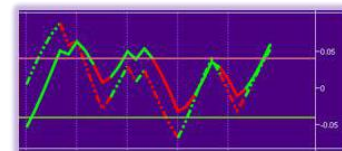
Outside the Box

The space above the solid red line or below the solid green line on Panel 2 of the MasterBar chart. See "Inside the Box."

Picket Fence

Frequent color changes on any of the Masterlines except the SL (Scalp Line). This indicates indecision in the market.

Zigzag or Picket Fence



Plus Sustained

Refers to the Masterline Plus holding (or maintaining) the minimum Slope value set in the filter for an arrow once it prints.

Putting Your Foot on The Brake

A visual example of how the MLP (Masterline Plus) represents deceleration of price.

Radius Momentum Arrow

Magenta Arrow used in the Chart Room



Range Marker – RSD Indicator

A proprietary indicator used on a 1min chart to help the user to identify areas of support and resistance as well as sideways chop or channels in the market. A red (upper) range marker indicates an imbalance of short orders throughout the range. Therefore, it takes more buy orders to breach the red range markers. A sustainable slope of $>+20$ degrees on the MLP increases the odds and probabilities of the price breaching the upper range marker. A green (lower) range marker indicates an imbalance of long orders throughout the range. Therefore, it takes more sell orders to breach the green range markers. A sustainable slope of >-20 degrees on the MLP increases the odds and probabilities of the price breaching the lower range marker.

Retracement Trade

A trade setup that happens when price is retracing back to the 13 EMA on a 1min chart.

Retracement Wave

When the STML (Short Term Money Line) has changed color against the LTML (Long Term Money Line) indicating a price retracement.

Round Numbers – “00”

Examples: CL round number: 77.00, 76.00 etc.
NG round number: 5.000, 4.000 etc.
GC round number: 1200.0, 1100.0 etc.

Scalp Line Nuance

When the STML and SL both change direction and the STML changes color but the SL stays the same color.

Single Test

A V or inverted V pattern on the TL (Trend Line).



Secret Weapon Reversal Arrow Fuchsia Arrow used in the Chart Room. The Secret Weapon Reversal (SWR) refers to the sequencing of the Scalp Line (SL), Masterline Plus (MLP), Long Term Money Line (LTML) and Trend Line (TL).

When the SWR Filter is set to True, then an arrow will plot when the above mentioned indicators change color in the following sequence: SL, MLP, LTML and finally TL.



SL

Scalp Line. The dash-dot-dot line in Panel 2 of a MasterBar chart.

Slope of 13 EMA

The angle of the 13 EMA on a 1min chart. This is the fourth Slope number in Panel 1 on a MasterBar chart.

STML

Short Term Money Line. The dash-dot-dot line in Panel 1 of a MasterBar chart.

STMTL

Short Term Master Trend Line. The dash-dot-dot line in Panel 4 of a MasterBar chart.

Straddle Candle

A candle on a 1min chart that is “straddling” either the 13 EMA or 200 SMA or any other indicator of support and resistance.

Strategy Template

A Strategy Template saves all the conditions for a trade setup that have been included in an arrow alert. It is created using the LTML (Long Term Money Line) indicator and is used by the Strategy Tool.

Strategy Tool

The Strategy Tool automatically enters a trade based on user defined conditions. The trade is triggered by filters set in a Strategy Template and other conditions set in the Strategy Tool.

Swing Body

An indicator that plots a line representing the swing high and low points based on candle bodies, not wicks or tails. A high swing body indicates the largest concentration of short or sell orders. A low swing body indicates the largest concentration of long or buy orders.

TAG TRADE Momentum

Magenta arrow on the MegaMomentum Chart Template. TL/50 Min MLP/20 Min / STMTL/40 Min



Taking Your Foot Off the Accelerator

A visual example of how the SL (Scalp Line) represents initial deceleration of price.

TL

Trend Line. The solid line in Panel 2 of a MasterBar chart.

Trend Trade

When price is moving in the same direction as the 13 EMA on a 1min chart.

Triple Momentum Arrow

Red/Blue Arrow used in the Chart Room. MLP/30 Min

Wave

Waves are based on the color changes of the LTML (long term money line) and the STML (short term money line).

.xml

Chart templates and workspaces are saved in “.xml” format. They can be found in the “Documents\NinjaTrader7\templates\Chart” folder and “Documents\NinjaTrader7\workspaces” folder or “Documents\NinjaTrader8\templates\Chart” folder and “Documents\NinjaTrader8\workspaces” folder. These files can be copied from PC to PC if installed version of NinjaTrader is the same on both machines.

Zig-Zag

Frequent color changes on any of the Masterlines except the SL (Scalp Line). This indicates indecision in the market.

Zigzag or Picket Fence

