Important terms and definitions:

* **Pivot point:** price level that is a possible indicator of market movement. Calculated as the arithmetic mean of high, low and close prices.
* **Bullish sentiment:** if trading in the following period after the pivot point is above it.
* **Bearish sentiment:** if trading in the following period after the pivot point is below it.
* **Security:** tradable financial asset.
* **Moving average:** computing the price of a security on a period of time
* **Secure lending and borrowing (SLB)**
* **Stock:** Ownership of a [*corporation*](http://www.nasdaq.com/investing/glossary/c/corporation) [*indicated*](http://www.nasdaq.com/investing/glossary/i/indication) by [*shares*](http://www.nasdaq.com/investing/glossary/s/shares), which represent a piece of the corporation's [*assets*](http://www.nasdaq.com/investing/glossary/a/asset) and [*earnings*](http://www.nasdaq.com/investing/glossary/e/earnings).
* **Earning/Share (EPS):** profit/outstanding shares.
* **Day Trading**: The practice of buying and selling within the same trading day, before the close of the markets on that day.
* **Dividend**: this is a portion of a company’s earnings that is paid to shareholders or people that own a company’s stock.
* **Volatility**: This refers to the price movements of a stock or the stock market as a whole.
* **Index**: benchmark or performance measurement point
* **Earnings before taxes (EBT):** finances minus cost of goods sold and other administrative expenses.

