

7 Keys to Successful Financial Trading

Most small traders (i.e. the home-based independent speculators) find yourself losing money once they trade the financial markets. Statistics say that 95% of those traders lose over time – which is why the investment professionals ask them because the “dumb money”.

We've all been there a while in our trading careers. Some initial successes which hook you then a run of losing trade after trade and not knowing why, or what you would like to try to to interrupt the cycle...it doesn't take long until your funds have expired and you are feeling stupid! Imagine what life is like once you consistently find yourself on the winning side! We've been there for an honest few years now and it's not by accident .



To help ensure your chances of success, confirm these seven key recommendations are a part of your trading strategy.

Get more free articles like this helping you find out how to trade online.

1 - Know your market

Do your research. Decide what you're getting to trade and persist with it. Learn everything you'll about it in the maximum amount of detail as possible. albeit you're getting to be a purist

technical trader, you continue to understand how the various macro-economic events impact your chosen market in order that you do not get caught out.

We are gold traders and are for several years. We don't trade anything . We've previously traded the forex and equity markets, but our passion is gold. We all know an awful lot about the gold trading market, but there are always new things to find out . Our days are spent, alongside watching the marketplace for trading opportunities, ensuring we still learn more.

2 - Plan each trade

Don't make hasty (often costly) decisions without doing all of your research first. Have a routine where very first thing a day you are doing a top-down analysis of every charted timeframe for your chosen market and gauge where you think that things stand – what's the prevailing trend? What timescale is that the trend over? Where are key support and resistance points?

Successful Online Trading - Plan Each Trade

You have to plan where you're getting to buy or sell, where to put your stop loss and most significantly where to exit the trade. Then, once the trade is planned and executed, you want to show discipline – you made the trade for an honest reason with solid justification, so any changes need equally solid justification.

Visit : [مجانا الذهب توصيات](#)

3 - Keep losses small and maximise winners

This sound obvious, of course, but it's often traders doing precisely the opposite of this that accelerates them along the trail to bankruptcy .

If it's clear that the trade goes against you, get out quickly. In many cases a trade will go the incorrect way at some point – it's not always possible to select the right entry point then you would like to permit room for the trade to breath because it confirms a bottom/ top or performs a natural retrace after an enormous move. But if it's clear that market conditions have changed it's best to chop your losses and advance to subsequent trade. Never widen your stop-loss position within the hope that things will rotate .

Conversely, when the trade is running the proper way don't panic and take your profits at the primary sign of it stalling. Sometimes this is sensible when the market is clearly turning or if your initial pre-trade assessment wasn't accurate then you're lucky to not have lost; but generally it's knowing keep the trade open and just keep trailing your stop-loss position in behind the trade to remain within the game as long as possible.

If you check out our trading history, you'll notice that (as of 27th Jan 2013) our average winning trade is \$37 (or 370 points) and our average losing trade is \$19 (or 190 points) – this, including having more winners than losers, is why we are successful gold traders.

4 - Remove emotion

To be ready to make the key decisions which keep losses small and maximise winning trades, you would like to get rid of the emotion from your decision . there's a bent to become too

emotionally involved in a trade once it's been placed, and to require the trade to succeed an excessive amount of .

Successful Online Trading - Be Cool as Ice

Therefore, novice traders tend to let losses run too long, by either widening stops or ignoring signals that the trade goes wrong, during a desperate attempt to not lose money. All that happens is once you do eventually lose, the loss may be a huge one.

That means that when subsequent trade is opened there's even more pressure to succeed or it's going to be the last one...and so on.

Removing emotion from trading decisions may be a very hard discipline to master, but it gets easier as you become successful. Following a way over the long-term which has paid dividends gives you confidence - when short-term setbacks occur they do not affect your judgment.

5 - Develop a money-management strategy

Money management is significant to sustained success – many traders risk far an excessive amount of their available capital on each trade chasing the “big win” instead of a sustained, gradual and controlled growth through smaller more manageable trades.

Successful Online Trading - Manage Your Money

Our own money-management strategy might be seen by some as quite aggressive, but it works for us as we're so confident in our trading strategy after numerous successful years. it's also geared in such a way that we'll never lose quote we will stand on any single trade.

Visit : [مجانا الذهب توصيات](#)

You need to seek out the proper level that suits your funds, risk appetite, style and frequency of trading.

6 - Don't overtrade

Whilst trading could, and will , be enjoyable you would like to take care that you're not getting trapped within the excitement of “the gamble”. only too often we see people placing numerous trades every day on multiple markets – placing too many trades that haven't been planned only for the excitement of being within the game.

We usually make just 2-4 carefully planned trades a month (and some months we sit it out completely if there isn't a clear set-up) as overtrading means extra money is lost on commissions and spreads and therefore the likelihood of losing is higher as trades are more frequent.

7 - Never chase a loss

When you do suffer the inevitable losses never jump straight back in to the market in an effort to place things right – it rarely works and, if it does, it's usually more luck than judgement.

Accept that losses are even as much a neighborhood of trading as winning. you would like to be ready to affect them without it clouding your judgement – we all know this is often sometimes

hard, especially after a run of heavy losses. If you've followed the opposite tips during this article, you shouldn't be getting too many big losses within the future anyway!