

Trading is harder than you think

Complications of trading

You can both buy and sell. At first glance, trading doesn't seem difficult: you simultaneously see the potential profit a trader can make seems limitless.

especially when leverage is added to the initial capital.

use of leverage), idea pair The combination of these two factors together creates the possibility
advertise the trade. of both buying and selling and organic for smart marketers and companies that
brought

They are doing business Many people are interested in trading for this reason, that is,
you sit in front of the monitor and one of the two buttons You choose to
buy or sell very carefully, did you see that it was not too difficult?

But over time, when you start to understand the whole concept of trading, you will realize that
Every day, you have to answer complex questions and make decisions based on these answers

Is your trading strategy winning in making money? And certain decisions are lost.

The first decisions about your trading strategy

Before even making your first trade, there are many questions to answer

Each of them will cause fatigue and burnout for newcomers to the financial world

And the concepts are interconnected and only forget and count Unfortunately, not bringing
fragile and destructive aspects to one of them makes your strategy completely

Financial markets are very different from each other, and each of them requires different skills

They are different and have their own mentality.

For example, among stock markets with low leverage that require account balance

And five days a week forex in which are higher, and the twenty-four hour high leverage
market enables traders to potentially

Make big profits, which one do you like? The direct market and the spot market

Do you prefer, or are you interested in complex options and futures markets?

If you just made your first decision, then you need financial tools

review Choose **instruments** to enter your watch list **for** more specialization.

If you want to combine trading with your daily life, time and time horizon are factors
are major influencers, which should be related to the issue of time to questions about strategy
day trader? Answer your transaction. Questions like, do you want to be a

Or trade on long-term swings? (By answering this question, you actually have time

You want to trade in it and the time you want a trade It specifies
the frame you want to keep open

If you are not yet a full-time trader, you should consider finding a way to integrate

Be a trader with your normal life. In addition, you should have your own trading tools

And what price action patterns Determine what indicators you will use.

And need to And indicators is an individual issue, even though the choice and preference of financial methods and forums for selling is the best It has personalization, but the uproar that forums have created the easiest trading strategies is the main reason why so many Small traders can never find a way to a profitable trade

do



Trading decisions before making a transaction

After answering the above questions, you are ready to go to the next step

do

Once you have found your trading strategy, you need to define the entry criteria in many ways

Specify clearly. Determine the importance and priority of each entry criteria and

What is your effect on the win rate ? Specify different entry criteria.

Then, ask yourself honestly, if you really had an edge (i.e. before

entering the field next to the warmed ground). Is your trading strategy foolproof?

And lying to yourself and have you **backtested** under conditions close to reality? do to

If your behavior is similar to working with real money, trade in a **demo account**

may are you Are you prepared to **adapt to the changing markets** ? Or can you

determine if the market is changing or not?

And cope in a structured way. And of course, you should, with a risk management approach,

consider the size of your account (**account size**) alone has a significant impact on trading performance.

you have When your account size is too small, your trading is very irregular

It will be chaotic and when the account is too big, your trading decisions

It will be controlled by fear and greed.

So the first question is how big should the account be to start? The second question, determining strategy

What is your entry position size? Do you want a percentage of the account for each

Do you consider trading or not, determining the size of the position depending on the quality of the setups

do you determine And the last question is the maximum amount of exposure to risk for you at all

Did you invoice the previous part for and How much is your open trade acceptable? You

consider entering a new position in correlation with other open positions or

No? (That is, if your open positions are the maximum acceptable risk according to their size

has covered you, do you still open a new position or not)



Trading decisions when you are in a trade

you are

When you have answered all the above questions clearly, you are ready to do it

Trade. But when you are in the trade, because you are under real market pressure

You are dealing with a different set of problems. So that you ask questions in advance and

It is very important to have answered before entering the transaction, **because now you have to be ready**

Execute your trading plan without thinking too much.

Questions about - 1 - the money you risk - 2 - the concepts of risk management included

And in total capital and -3 increased risk because of The scale of risk in trading transactions if the game portions are correlated in financial instruments

have

In addition, have you thought about developing your risk-to-reward ratio during your transactions?

have you done

A way to face obstacles such as news events, unexpected events political and geopolitical, or holding trades during market holidays, as well

It will depend on your risk management approach.

Risk concepts are also closely related to trading management questions.

The most important questions of trading management are related to loss limit management and profit making

is

Do you place your stop loss order when the trade moves in your desired direction

do you move? If your answer is yes, do you use a complex strategy for this?
Do you do it or randomly and by chance the amount of stop loss Tested use
do you move

slow Many traders The same thing applies to the point of earning profit, they earn
incomplete and incomplete profit from the market, because they change a partial pullback by changing
They make mistakes in the process and exit the transaction with a small profit.

Therefore, focus patiently and apply your rules to manage the **loss limit (loss stop)**.

Write profit **take** . Test them and their performance

be better or not. Analyze to determine if it can

chart as well, like your trading decisions And finally, what happens outside the
It is important in the price chart.

A trading plan in which you plan your trading scenario in detail

Plan your trades before they happen, exactly and the
difference between a professional and profitable trader and an amateur trader who always loses

(Soon - the plan template will be released)

The second very important tool for a trader is his trading journal.

A trading journal is a place where a trader keeps track of all his past trades
Finding a way to develop trading skills (edge) and identify your weaknesses.
records in it.

The reason why there are only limited traders who use both of these important tools

And of course do, is that this requires discipline and a lot of work. Traders is used

The existence of these two tools is one of the differences between professional and profitable

traders and amateurs and losers



The result of being a trader is to make a decision.

Although trading seems simple at first glance, becoming a trader

Profitability requires an extremely professional attitude and mentality.

A trader deals with a variety of very complex issues and topics every day. therefore

He has to use complex and tested ways to manage his transactions before, during and

Use them after their occurrence.

The purpose of this article was not to scare you, but to inform

You understand the complexities of trading and make recommendations in order to

Use them in your daily life as a trader to earn profit

It was more of your trading strategy.