

5 LOGICAL STEPS TO PROFITABLE FOREX TRADING CAREER

One thing that contributes so much to the failure of many in taking lasting profits from the forex market is ignorance about what steps to take when making trading decisions. Let us quickly go over to 5 secrets steps to a profitable forex trading career.

STEP1: learn to plot the charts.

If indeed you truly want to have an enduring forex trading career, there is need for you to learn how to plot charts on all time frames. The type of chart you plot are determined by your trading system and strategy. charts are easier to plot on the metatrader4 trading platform.

STEP2: Understand your set up conditions

These are conditions you need to spot before you enter a trade. This is one area many traders are led astray. A trader has to wait for his or her set up conditions to be met before initiating a trade. Most traders make money and give it all back due to failure or inability to follow the set up conditions included in their trading system.

STEP3: Know your entry points.

These are price levels which offer high probability entry opportunities with low risk. certain trading tools can be of tremendous help in determining these levels. A good and decent trading system should provide you with these tools.

STEP4: Know and respect using stop loss.

Once you have entered a trade, your first aim should be to protect your account. To do these you need to place stop loss order. Please ignore any trading system that encourages you to trade without stop loss order. A decent system should guide you on the best level to place your stop loss with higher probability of winning the trade, you might also choose to use trailing stop to protect your profit. Trailing stop helps to adjust your stop loss order if the trade is moving in your favour.

STEP 5: know your take profit.

As soon as your trading system generates signal, it should be able to give you the profit potentials of the trade. Please note that guess work is not allowed in trading. Guessing can be very dangerous to any trader. You need to run thorough analysis before accepting take any trade with high probability.

Remember you do not need a perfect trading system to be a successful trader. Adhere to these rules and the trade will be in your favour most of the times. Visit www.forexandoil.blogspot.com for free forex trading signals and education. plus how \$5100 was turned to \$40,000 without lifting a finger

Send a blank e mail to wealthklub@yahoo.com to Get a free report on a powerful forex trading system that generates an average of 500 pips(\$5000 on a standard account) monthly plus how \$5100 was turned to \$40,000 without lifting a finger

About the Author

vin is a veteran forex trader. Visit www.forexandoil.blogspot.com for free forex trading signals and education. plus how \$5100 was turned to \$40,000 without lifting a finger

Source: <http://www.forexarticlecollection.com>