

Profitable Trades in Forex

Currency trading compared to trading stocks gives you big advantages.

The first real advantage is that the amount of money you need to trade is extremely small. With some brokers, as little as \$100 allows you to control \$10,000 of a currency. Compare that with purchasing stock on margin. If you were to purchase \$10,000 in stock, you would have to have a minimum margin of \$5,000. That's a huge difference and a giant advantage for you.

The second advantage to currency trading is that the currencies often trend for weeks, months or sometimes even years. Just catch the trend and you're on your way to some nice profits.

The third advantage is that currencies don't suddenly gap up or down with the news of the day as stocks do. There are no accounting problems, scandals, broker downgrades, earnings rumors, insider trading or take over bids. There are no new product announcements or balance sheet issues to worry about.

Another big advantage is that you can trade currencies 24 hours a day, almost 6 days a week.

Currencies trend, but they also fluctuate against each other. Since a pip, the smallest movement of a currency is \$.00001 and a pip in the mini contract represents \$1 of profit or loss, then you can see that with very little movement, you can make or lose some real money.

Profitable trades in forex are relatively easy to come by, but that doesn't mean that as a newbie, you should just jump into the action. As with any money making endeavor there are the tricks of the trade. You have two ways to learn these tricks. You can open an account, start trading and learn your lessons the expensive way, by losing.

Or, you can let a seasoned trader show you what to do and when. In my view, the small amount you have to pay a seasoned trader to show you the ways of the currency market, especially with the convenience of the internet, is money well spent.

Here's where the choices get interesting. There are trading programs that use "bots" or automatic trading signals. The problem with bots is that the market changes its characteristics from time to time and automatic trades that work one day will destroy your account the next day. With bots, you're totally on your own when the eventual losing trades come your way.

In my opinion, the only way to build your trading knowledge is to let a seasoned pro show you what to do.

Here comes the best part. Now you can learn under the wing of a professional trader FREE for 30 days. No credit card needed. After that, if you chose to continue trading under his guidance, your trading profits should more than more than cover your costs.

[For more information click over to my blog.](#) From there it's just one more click to secure your trading future.

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About the Author

Quince Bishop has been trading stocks, commodities and forex for 10 years.

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