

The 28 Unbreakable Rules to Profitable Forex Trading

Successful traders have excellent trading habits that give them the abilities to make quick decisions in split second. These good trading habits come with practice and experience by doing the right things over and over again - following unbreakable rules.

It is important that you Do Not start off with bad trading habits. Use the following rules to keep your trading style in check and the profit will take care of itself.

1. Use a system and don't deviate from it.
2. Use money management at all times.
3. Establish your trading plan before the markets open.
4. Detail your plan for each trade.
5. Establish entry and exit points and understand risk reward ratios.
6. Accept small losses as part of the game if you want to win.
7. Trade markets from the short side.
8. Stand aside from a position, knowing you have taken a position.
9. Maintain a strong and honest relationship with your broker.
10. Develop a business plan. Speculation is a business.
11. Stay the course so you are around for the big moves.
12. Don't blame the market for your losses. You are the reason for your losses.
13. Develop a trading plan for each potential situation you may face.
14. Do not look at quotes during the day.
15. Do not concentrate on break-even levels when you are losing.
16. Remember that break-even levels do not impact on the future success of a position.
17. Don't liquidate a winner to keep a loser.
18. Develop and maintain an exit plan. Follow this plan with rigid discipline.
19. Remember that greed kills.
20. Never add to a losing position. A losing position means you were wrong.
21. Sustain your patience. Big movements take time to develop.
22. Remind yourself there is nothing new in the markets.
23. Don't predetermine your profits.
24. Avoid techniques you don't understand.
25. Don't be overly curious about the rationale behind a move.
26. The key to wealth in trading is simplicity.
27. Trade money not markets.
28. Bulls and bears make money, but pigs get slaughtered.