

Good Forex Strategy (I) Dear Friends Choosing a good strategy is very important note to improve your emotional control. Here I want talking about a good strategy in Forex market. **What are good strategy futures?** Good Forex Strategy means when open and conducted with how many lots and when should close you position even in loss or profit. Chose a good strategy will help you to decrease emotions in the forex trading. But the big question is what the good strategy's properties are? **A good strategy should have these futures:**

- 1-** One trade on each Forex pair at the same time. If you must open a lot of order at the same time on one currency pair it means your strategy is not good. Avoid this kind of trading system in forex market.
- 2-** Equal or more profit target according to the exit target in loss. Most times traders stop loss is more than their profit target a good strategy should have equal profit or more try to improve your strategy to increase your profit comparison with Stop loss. Risk/Reward ratio is very important. When I was amateur trader the most of my trades was right but in end I lost some money. Because I had small take profit and a big Stop loss! **To understand how a good risk/reward ratio can give you profit, see the bellow example:** 10 trades and 80% win with 20 pips TP and 40 Pips SL It means that $8 \times 20 = 160$ pips profit and $2 \times 40 = 80$ pips loss Your real profit will be $160 - 80 = 80$ pips. BUT 10 trades and 50% win! With 40 pips TP and 20 pips SL $5 \times 40 = 200$ and $5 \times 20 = 100$ then your real profit will be 100 pips!
- 3-** You should know how much time need to go till your position close. When you open a position you should guess how

much time it need to close in loss or profit if you see that your positon did not closed after a while you should manage it again. **4-** Good strategy will not go down your margin level below 1000. **5-** Good Strategy should not have a lot of continuous loose trade. According to my experience if you had 6 loses continually your strategy is wrong.

By: Mohsen.J [Download This Book](#)