

Your Trading Plan

Having a trading strategy can be the key to successful trading and will, at the very least, ensure you consider many aspects before placing a potential trade. You can use this trading plan document to contemplate some key questions you should be able to answer before placing a trade.

The Basics

Name of the market

Is this a BUY or SELL trade? BUY SELL

What are the reasons for you making this trade?

Risk Management

How much per point are you planning to trade?

Where will your automatic stop loss be placed?

If this stop loss is hit, what percentage of your total trading resources would you lose?

Are you intending to set up a limit order? If so, at what level and what percentage return does this represent?

Fundamental Analysis

Are there any market announcements that may affect your position? YES NO

News/Announcement:

Date Expected:

Technical Analysis

What is your proposed entry price?

What key indicators are you going to use?

Are those indicators at levels you are comfortable with before entering a trade?

Are there any obvious support and resistance levels for this market?

Are you happy with the answers you have provided?

YES Then consider placing your trade.

NO Then consider doing some further analysis or looking into another market to trade.