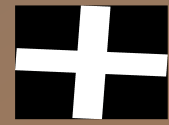


IF YOU ARE NEW TO FOREX START HERE



BY DEREK VANDELINDER

Derek Van Delinder.





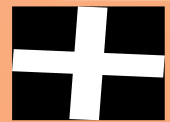
WELCOME TO THE GETTING STARTED TRADER SOCIETY COURSE



IN THIS VIDEO I AM GOING TO SHOW YOU
HOW TO GET STARTED TRADING FOREX



FIRST OFF WHAT IS FOREX?



pause to take notes

- Forex (FX) refers to the marketplace where various currencies and currency derivatives are traded, as well as to the currencies and currency derivatives traded there. Forex is a portmanteau of "foreign exchange." The forex market is the largest, most liquid market in the world by trading volume, with trillions of dollars changing hands every day. It has no centralized location, rather the forex market is an electronic network of banks, brokers, institutions, and individual traders (mostly trading through brokers or banks).



WHAT DO YOU REALLY NEED TO KNOW ABOUT FOREX AND HOW DO YOU GET STARTED?



pause to take notes

- Listen... Forex as not as scary as it may seem. Here are the things you need to know in order to take your trading to a level where you can profit in the market.
- What platform do you use to trade?
- How to use the platform you will be trading on.
- What is a broker?
- Picking a broker so you can practice.
- Becoming efficient with the needed basic forex terms.
- Find a mentor, or educator that can help you get started on the right path. (Finish my course)
- understand what its going to take to become a profitable trader.
- Understanding the very basics of forex.
- Understand that at 1st it is going to feel like new language. I believe you will know right off the bat if this is something you want to do.
- Take notes!!!



GETTING SET UP ON A DEMO (PRACTICE) ACCOUNT



pause to take notes

- Your first step should be getting set up with a forex broker.
- What is a forex broker? A forex broker is a financial services company that provides traders access to a platform for buying and selling foreign currencies. Transactions in the forex market are always between a pair of two different currencies. A forex broker may also known be as a retail forex broker or a currency trading broker.
- I use the Broker called HeyForex (link is in my bio) or you can just go to www.heyforex.com. HeyForex provides every service I need in order to be a proficient trader. They are safe and I have pulled out profit withdrawal's in the 6 figures.
- You can choose any broker you like.
- Pick a broker and get set up with a demo account.



TRADING PLATFORMS



- When I first started I had no idea what we were even doing. I had zero guidance so you are already a step ahead of me.
- Your first step is understanding what platforms we use to actually trade and make money.
- Most traders use Metatrader 4 which is a platform you can download from your phone and desktop.
- I along with other traders use the platform www.tradingview.com to mark up our charts. It is easier to use than metatrader 4 for marking up your charts.



pause to take notes

TRADING DEFINITIONS YOU NEED TO KNOW.

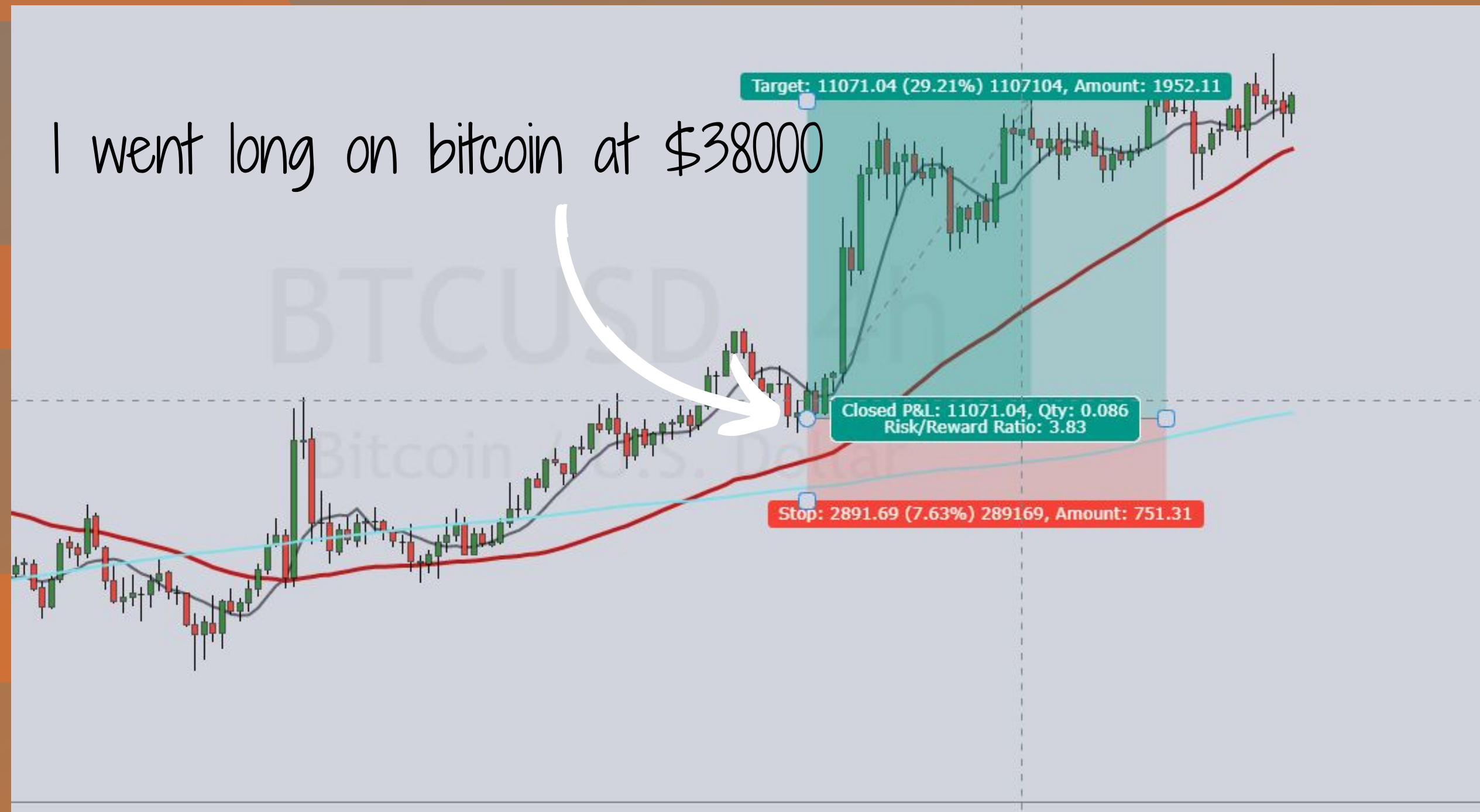
- We have many definition's that we will needing to go over.
- All of these will be the things I use everyday in my trading.
- Lets get started.



LONG

Long: the act of buying, when you believe a currency's price will rise

I went long on bitcoin at \$38000



pause to take notes



SHORT

Short: the act of selling, when you believe a currency's price will drop



pause to take notes



BASE PAIR

The first of the two currencies in the exchange rate



GBP / JPY

GBP is the base pair



pause to take notes



QUOTE PAIR

The second of the two currencies in the exchange rate

GBP/JPY



JPY is the base pair



pause to take notes



BASE PAIR & QUOTE PAIR

GBP/JPY

Base currency,

or the currency you are buying when you trade the forex pair.

Quote currency,

or the currency you are selling when you trade the forex pair.



pause to take notes



PIPS

A unit of measurement in the Forex market

Price in percentage, point in percentage



pause to take notes



BID, ASK, & SPREAD

- Bid – the price you can sell the currency base
- Ask – the price you can buy the base currency

YOU CAN SELL 1 USD FOR
1.25⁹¹⁶ USD

YOU CAN BUY 1 CAD FOR
1.25⁹²⁴ USD

USDCAD BID: 1.25⁹¹⁶ / ASK: 1.25⁹²⁴
SPREAD = 0.8 PIPS



pause to take notes



SPREAD

Spread matters in 3 areas

- liquidity- the more available a currency is for buyers and sellers
- The size- the bigger the deal the wider the risk because the broker is taking the risk.
- The time of day the spread will change.



pause to take notes



LOT SIZE

LOT NAME

MICRO

MINI

STANDARD

UNITS OF CURRENCY

1,000

10,000

100,000

LOT SIZE

0.01

0.10

1.00

DOLLARS PER PIP

\$.10

\$1.00

\$10.00



pause to take notes



MARGIN

- The amount of money needed for the broker to have "faith" to open a position.
- percentage of the full amount of the position
- understanding your margin requirements can help you understand your leverage.



pause to take notes



STOP LOSS

- the stop loss is the price that you want to be out of the position if the trade is moving against you.
- when you go LONG you place your stop loss below the position
- when you go SHORT you place your stop loss above the position



pause to take notes



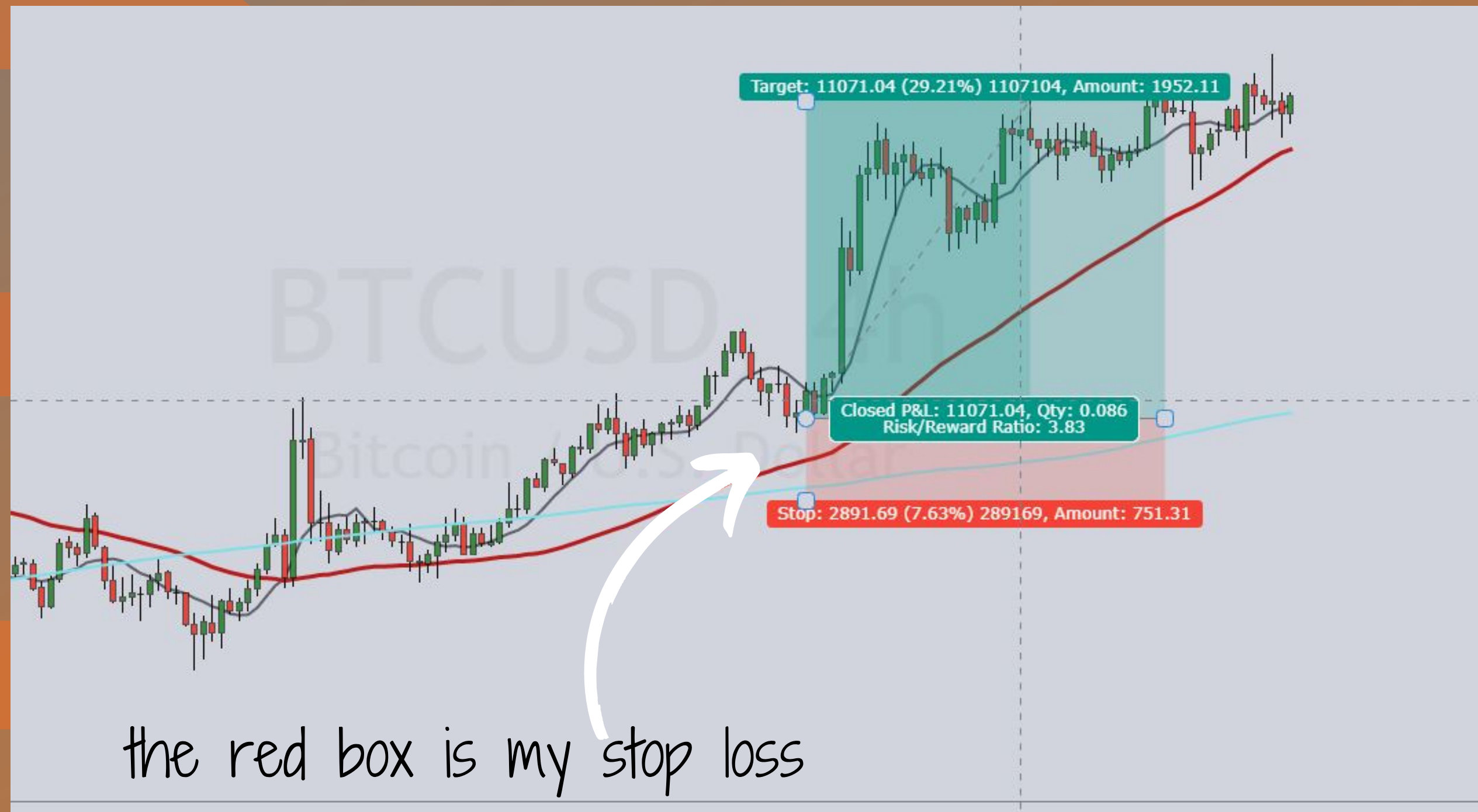
STOP LOSS FOR A SHORT



pause to take notes



STOP LOSS FOR A LONG



pause to take notes



TAKE PROFIT

- the take profit – is where the profit will be closed in profit
- when you go LONG you place your take profit is above the position
- when you go SHORT you place your take profit is below the position



pause to take notes



TAKE PROFIT FOR A SHORT



pause to take notes



TAKE PROFIT FOR A LONG



pause to take notes



RISK TO REWARD RATIO

- the risk to reward ratio is very important in trading
- we always want our risk to reward to be atleast 1:2 meaning that if I were to lose my trade it would only be half of what I a would have potentially won.
- having a good risk to reward ratio within your strategy insures that you can lose more than you win and stay profitable.

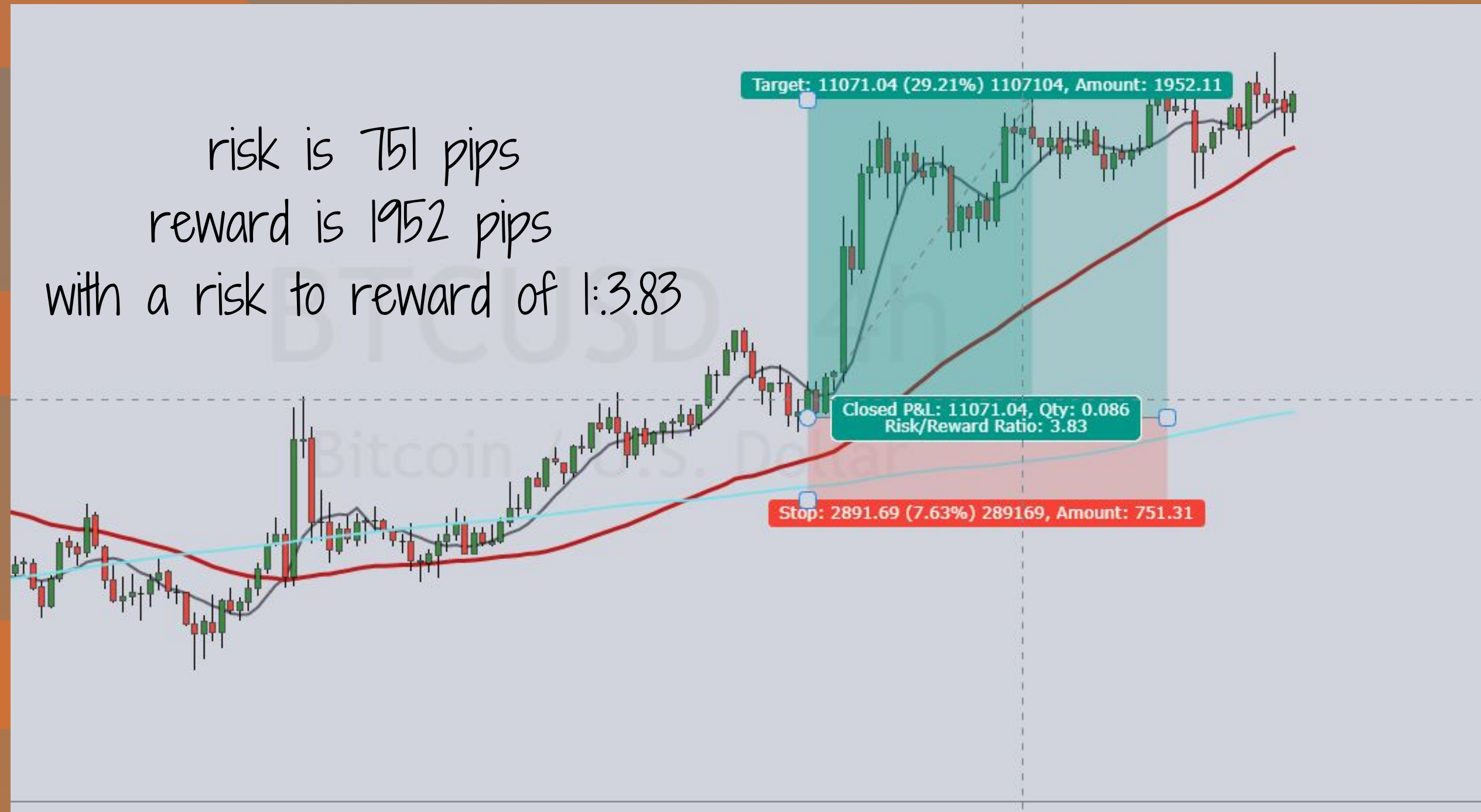


pause to take notes



RISK TO REWARD

risk is 751 pips
reward is 1952 pips
with a risk to reward of 1:3.83



pause to take notes



MORE DEFINITIONS

- equity- account balance plus the floating profit or drawdown
- balance - account total not including the floating positions
- gaps - space left on the chart where price jumped (usually will happen over the weekend)



pause to take notes



MORE DEFINITIONS

- volatility – the amount of risk / uncertainty in the size of changes in the currency pair.
- volume – the amount of buyers and sellers at the same time.
- margin call – the money in your account can no longer hold your positions due to the drawdown of the position that you are in.



pause to take notes

