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Do you dream of making big money by trading in shares, commodities, and Forex? Though the each differs from one another with respect to the medium of exchange between the buyers and sellers, the logic remains the same for all. Any trader would want to buy at a low price and sell at a higher price and make handsome gains. There is just no exception to this! If you want to be a successful trader then you need to know the market in and out. Given below are a few tips that will give you a fair idea of how to make money by trading.

Understanding the tricks and tactics of day trading

Sitting in your cozy sofa with your pajamas and trading on your laptop is very convenient. However, day trading canâ€™t be taken so lightly. You need to understand the tricks and tactics even before you start trading. If you are a beginner, you may start off with reading some of the well known books written on day trading by the share trading experts. Make a note of all the important points that you come across and try implementing them one by one in a step by step process by doing paper trading. This will give you some insight about day trading.

Capital risk management

Share trading or commodity trading may be really tempting. However, you need to have a clear mind set when you start trading for the first time. Donâ€™t invest all your money just because you heard someone saying that a billion dollar opportunity has opened up and this is your only chance to make riches. Never get carried away by all these words. Curiosity and temptation are the main reasons why majority of the people lose money in the share and commodity market. Initially, it would be wise to invest only a minor part of your savings for trading. Understand the potential risks involved and invest a very little amount and trade with it until you get to know the intricacies of share trading.

Open a trading account

This is one of the most important things that you need to keep in mind before you start trading on shares, commodities, and currencies. Since, there are a multitude of brokerage firms it might be a bit difficult to choose the right one. However, consult with your friends in the share trading circle and do a double check if that company is offering the cheapest brokerage in your area or not. In addition to looking for cheap brokerage plans, also enquire with your friends if their service is satisfactory or not. Cheap brokerage, good customer service, and ad advanced trading software are the things that you need to look for in a share trading firm.

Trading set up

When you are doing intraday trading you need to make sure that you have a perfect share trading set up in place. It includes a high speed internet connection, phone, TV, and a calm atmosphere. The purpose of having a TV set as part of your trading set up is that you can monitor live news about the market and get live stock-specific information by watching the stock market channels that you can get from any of the TV channel packages such as the one rendered by Xfinity TV. Additionally, you may also subscribe for free tips from reliable share tips providers in order to get some idea of the price fluctuations of the stocks.

There are so many trading strategies that you can check out. Pick the one that suits your method of trading and do number of trials to check the accuracy of the system. Once it gives you the desired

results, master it and make riches in your trades.

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