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When you are interested in trading stocks or forex, one question that you may frequently ask yourself is how does a smart trader generate consistent profits? There are many people who take part in forex and stock trading, but there are very few who actually make good profits from it. However, the latter are usually very successful that majority of them can afford to retire and live on the benefits of such trade alone. This means that if you are careful and consistent enough, you can generate more money than you may actually need from such markets. This, however, is dependent on several issues.

When you are trading, the first thing you need to realize is that you are going to make losses once in a while, even if you are the best trader around. However, what separates the good traders from the average ones is how they approach the management of losses. A successful trader is one who can spot that he is going to make a bigger loss in future, and therefore simply minimize his loss. There are several ways of checking if your current position is going to get worse or better by simply predicting some of the moves that the market is going to make.

The other thing you can do for consistent profits is to learn when to enter trades. This is something that most people do not know how to do very well. In many cases, you will find that people realize that a particular price pattern is happening too late, and they may then enter the trade when it is too late to make any significant profits. In some cases, they may even make losses, as they may buy stocks or forex just when it is about to depreciate after a period of strong price increases.

Another characteristic that is very important if you are to make consistent profits is to learn the art of patience. Many of the traders who make heavy losses in forex or stocks are those who usually start the process of trading with an aim of making quick money. This can lead you to make bad decisions, as you may end up trading based on emotions rather than logic and experience. It is therefore more than worth it to take the time to study the markets and gain experience before you can start trading with more significant amounts of money. If you are trading online, you will find that there are some brokers who offer demo accounts that you can try out. You can use these to train yourself on how to anticipate moves in the market.

Another tip you can use for such a thing is to try to make use of the information that you can find online. For instance, you can download some of the analysis tools that are provided by many companies and individuals out there. These can analyze your trading charts and give a very accurate prediction of what is going to happen next in the market.

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No matter what the others tell you, remember that a [technical analysis](#) is still a main reason for many traders' prosperity and if you want the best tips, always follow the a [Nifty tips](#)!

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