

InstaForex Nigeria

Benefits of the Forex Market

Trading the Forex market has become very popular in the last years. Why is it that traders around the world see the Forex market as an investment opportunity? I'll try to answer this question here. Some of the benefits of trading the Forex market are:

Superior liquidity

Liquidity is what really makes the Forex market different from other markets. The Forex market is by far the most liquid financial market in the world with more than 3 trillion dollars traded every day. This ensures price stability and better trade execution. Allowing traders to open and close transactions with ease. Also such a tremendous volume makes it hard to manipulate the market in an extended manner.

24hr Market

This one is also one of the greatest advantages of trading Forex. It is an around the clock market, the market opens on Sunday at 10:00 pm Nigerian when New Zealand begins operations, and closes on Friday at 5:00 pm EST when San Francisco terminates operations. There are transactions in practically every time zone, allowing active traders to choose at what time to trade.

Leverage trading

Trading the Forex Market offers a greater buying power than many other markets. Instaforex offer leverage up to 1000:1, allowing traders to have only 0.75% in margin of the total investment. For instance, a trader using 100:1 means that to have a US\$100,000 position, only US\$1,000 are needed on margin to be able to open that position. Remember leverage is like a double sword, it could work in your favor as well as against you.

Power of Leverage				
Trading Margin	Capital	Purchase Power	Money value of 1% Profit	ROI of capital
100:1	\$1,000	\$100,000	\$1,000	100%
200:1	\$1,000	\$200,000	\$2,000	200%

InstaForex Nigeria

400:1	\$1,000	\$400,000	\$4,000	400%
1000:1	\$1,000	\$1,000,000	\$10,000	1000%

Low Transaction costs

Almost all brokers offer commission free trading. The only cost traders incur in any transaction is the spread (difference between the buy and sell price of each currency pair). This spread could be as low as 1 pip (the minimum increment in any currency pair) in some pairs.

Low minimum investment

The Forex market requires less capital to start trading than any other markets. The initial investment could go as low as \$100 USD, depending on leverage offered by the broker. This is a great advantage since Forex traders are able to keep their risk investment to the lowest level.

Specialized trading

The liquidity of the market allows us to focus on just a few instruments (or currency pairs) as our main investments (around 80% of all trading transactions are made on the seven major currencies). Allowing us to monitor, and at the end get to know each instrument better.

Trading from anywhere

If you do a lot of travelling, you can trade from anywhere in the world just having an internet connection.

Why 95% of Traders lose money in forex

Looking from the above explanation you must agree with me that forex is very beneficial, but statistics has shown that about 95% of traders have lost their invested capital within 3 months while trading online forex.

The 1 million question is, if the online forex is so beneficial, why do traders lose their hard earned money in forex trading?

Answer:

The simple answer to that question is: lack of adequate and proper training on the trader.

InstaForex Nigeria

If you are really interested in making endless profit from forex you need a proper training. You need to be trained by experts who can teach you in and out of the market. You need to know where, when, and how to enter the market for profit and when to exit the market to avoid losses.

A high paid seminar is not a guaranty that you will get proper and comprehensive training, but you need an experience expert/trader to train you to be a successful trader.

Enrol in InstaForex Nigeria **free** forex academy.

These are some of the topics we'll cover on your training:

- How to predict the movement of the market right.
- Risk management
- Trading psychology
- Complete forex system
- Following the market
- Trade management
- Position sizing
- Advanced support & resistance
- Trend and range trading
- Advanced stop loss management
- Fundamental announcements

Trading is simple, but trading successfully isn't. You need to commit to this training and be disciplined to get consistent results. For more detail about our training please send support@instafxng.com or visit www.instafxng.com

