**145\_Trading Strategy - The 4 Elements**

Before you make your first trades, it is important that you define a trading strategy for yourself.

Getting started with trading requires a bit of practice and patience. The reality in trading is this:

"Almost always, through persistence, careful research, unemotional decisions, realistic approaches, and a great deal of time and patience, highly successful traders have achieved cumulative gains over several years."

With the knowledge in the background, you can now start defining your trading strategy.

**A trading strategy consists of 4 elements:**

**1. Money**

How Much Money Can You Invest in Cryptocurrencies?

Check what is possible.

How much can you invest monthly and how much money if necessary once?

**2. time**

How much money do you want to save for how long?

Cryptocurrencies are long-term investments - just like stocks.

**3. Diversification**

How would you like to distribute your portfolio?

How many cryptocurrencies do you want to buy?

**4. Risk affinity**

How risky do you want to invest?

Should it be large cryptocurrencies that you invest in, such as Bitcoin or Ethereum or Trendcoins, which may have a higher risk.

You can learn more about wealth planning with cryptocurrencies in the “build your wealtht” course.