

Emotions while Trading

Recipe for disaster

Dinesh

Before placing the trade

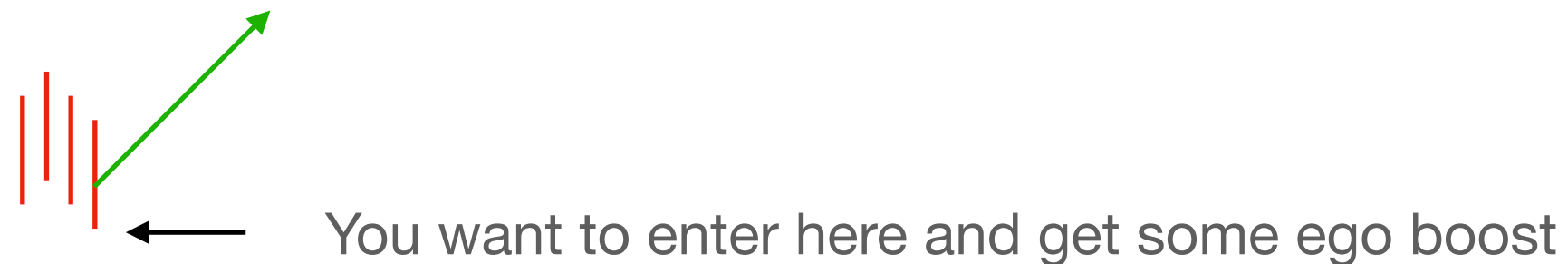
How you think

- Recalling the occurrence of the company in your life and bias towards the stock.
- Getting to YouTube and do search of the stock and see some videos and comments
- Twitter, Money control and Value picker - Some forums used to do 5 mins read
- After doing like 10 mins of the above *research you place a bulk order and then go rant about the company in Social media and your relatives

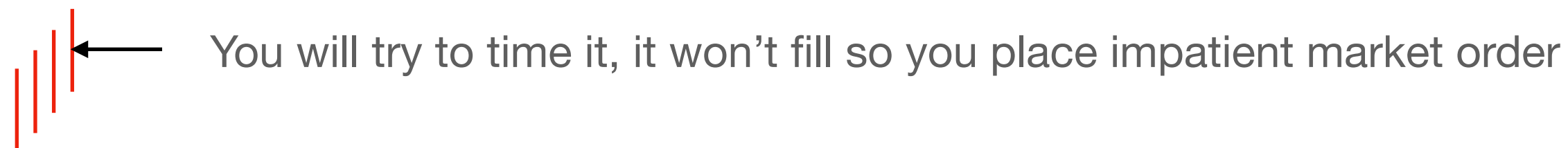
While placing the order

During the buy click

- You wait for the stock to just go little down so that you can place the trade



- What end up happening is



- Then when it falls a little bit you try to avg it(initially you don't intend to place this much capital in one stock)

After placing the trade

You think you are in for long term

- You keep checking the stock movement every hour and see your returns
- If there is some big jump in share price you get panic and press sell, normally after you sell the stock price then shows a big up move.
- After a few days you regret selling the share with small profit, you say to yourself from now on I will be a long-term investor.
- If there is a very big down movement then you panic and sell. Then a few days after it once again moves up.
- You feel this is not giving you enough profits

Then you discover Options

-100%

Loose all your capital

Then you quit gambling I mean Investing

If people directly jump into trading with out much thought - you get burnt (like me)