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What factors need to be considered while maintaining an Evaluation Account?

# What factors need to be considered while maintaining an Evaluation Account?

Updated over 2 weeks ago

**These are the circumstances under which your account will be breached:**

## **Breach due to exceeding the Daily Loss Limit**

The Evaluation accounts can be breached if the trader exceeds the Daily Loss Limit in the account. If the account balance falls below 5% of the initial balance in a single day, during either Challenge Phase 1 or Challenge Phase 2, the account will be breached and must be reset if the trader wishes to trade in the Challenge again.

However, if the account balance falls below 5% of the initial balance in a single day during the FundedNext account, the account will be breached and traders will not be able to trade on that account anymore. To know more about calculating the Daily Loss Limit, kindly click [here](#).

## **Breach due to crossing the Overall Loss Limit**

The Evaluation accounts can be breached if the trader exceeds the Overall Loss Limit in the account. If the account balance falls below 10% of the initial balance over the entire trading period, during either Challenge Phase 1 or Challenge Phase 2, the account will be breached and must be reset if the trader wishes to trade in the Challenge again. To know more about calculating the Overall Loss Limit, kindly click [here](#).

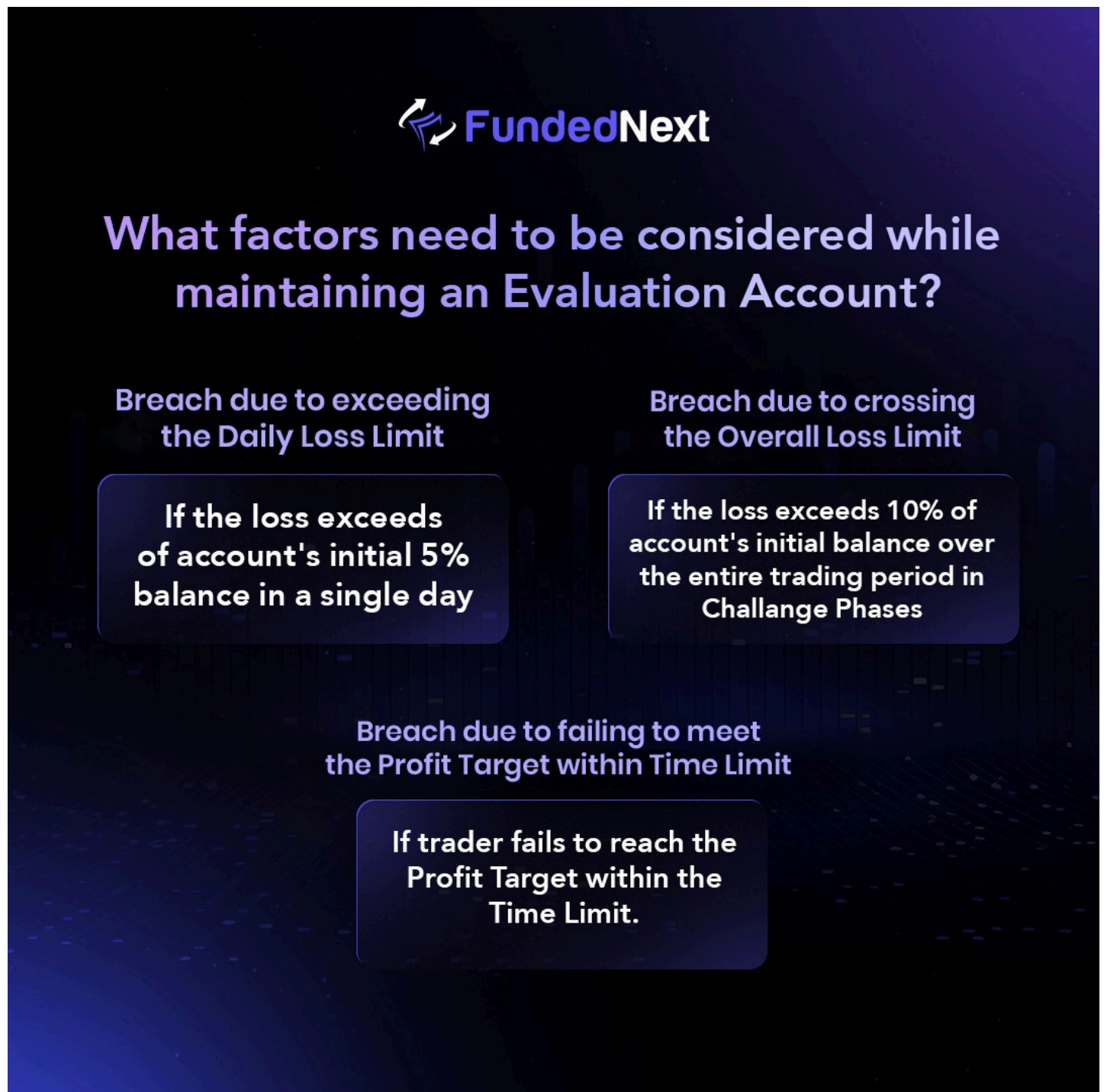
However, if the account balance falls below 10% of the initial balance within a Trading Cycle during the FundedNext account, the account will be breached and traders will not be able to trade on that account anymore. To know more about the Trading Cycle, kindly click [here](#).

### **Breach due to failure to meet the Profit Target within Time Limit**

If a trader fails to achieve the 10% Profit Target within 4 weeks during Challenge Phase 1, the account will be breached. Similarly, if the trader fails to achieve the 5% Profit Target within 8 weeks during Challenge Phase 2, the account will be breached.

However, the trader may still be eligible for a free retake even if they fail to reach the profit target in time. To qualify, the trader must trade for at least 5 trading days, not violate any rules, and the account must end with an overall profit.

Please refer to the image below:



What is the Profit Target and Time Limit of the Evaluation Challenge? >

What happens if my FundedNext Account is in profit but I hit the Daily Loss Limit? >

What factors need to be considered in an Express Account? >

What Happens When the Trading Cycle Ends? >

Daily Loss Limit vs. Overall Loss Limit >

Did this answer your question?



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