

Trading Wisdom by Scott Goddard

- The Market knows best / price knows best
- I do NOT know what the market is going to do on any given day
- The trend is my friend, but only until it ends
- My Ego is NOT part of my trading strategy even though it wants to be
- I need to accept draw downs and losses as part of the process.
- There is only one thing I can control and that's my risk management
- Trading is 80% psychology and 20% methodology
- Take what the market gives rather than what you want it to give
- Apply a strategy that suits your temperament and personality
- DISCIPLINE is the most frequently used word by all top traders
- Have patience to wait for the right trading opportunity to present itself
- Standing aside from trading is a strategy within itself
- Losing is part of the game - learn to accept it and take responsibility
- Have a trading method yet remember that you and your ego are its weakest link
- Most traders would rather lose money than admit they were wrong - learn to accept being wrong, don't hide it or lay blame elsewhere
- The market is noisy and distracting - remain calm and stick to your strategy
- Live life & become an end of day trader - analyse your markets and stocks post close, place your trades for the following day, then close down your computer and enjoy other aspects of your life.
- Fundamentals are the market drivers with the technicals aligned to market timing. Yet which fundamentals are driving a market at any given moment is impossible to know
- Trade price action and price action alone
- What is written in the newspapers and spoken about on stock forums is NOT part of my trading strategy.
- Emotion can be the enemy of all potentially successful trades
- Staring at a computer screen cheering your stocks on doesn't work
- There are no perfect methodologies that will lead me to eternal profitability
- Never label yourself a Bull or a Bear - be open to following trends in either direction.
- When you are making a trade you are not agreeing on the fundamental book value of a stock or broker valuation, you are simply agreeing on price.
- Throw as many oscillators onto a chart as you like, at the end of the day it's about supply and demand. If there is supply prices will drop, if there is demand prices will rise. Try not to over think it.
- Markets personified are a collection of people. People are irrational, therefore markets are irrational
- Don't reason to yourself why you should stay with stocks that are going down
- The markets are always open, there will always be opportunities. Be patient.

NOOSAPALOOZA

