

FOREX IS JUST A SPECULATIVE TRADE

M. Mukha, *student F-71*,
D.O. Marchenko, *E L adviser*

Forex is an international market. Operations are conducted through the system of institutes: central bank, commercial bank, investment bank, brokers and dealers, pension funds, insurance companies, multinational corporations etc.

Usually appeals sound «to earn on Forex». This appeal is used by duality of value of the term “to Earn”. From one side, it is work with the payment of labour. From other side, it is a receipt of any type of income, including profit. It's have to take into account that the offered marginal trade is not provided for work with payment of a pay-envelope. It is one of types of business with the start-up capital and inevitable risks. In any economy book it is possible to read, that business with more high level of profitableness is always more risky. The use of credit shoulder results not only in the increase of profitableness of operations, to growth of speed of capital increase but also to the proportional increase of risks of losses.

Marginal trade as a type of business has a list of specific features: a large start-up capital is not required; there are not chiefs and inferiors; there is not competitive activity for suppliers and consumers; the same type operations which do not require the obligatory mastering of new receptions or skills; very large potential profitableness in combination with the high risk of losses. These features make marginal trade attractive for the beginning of trade at a small start-up capital.

It is enough simple to see everything and to make an attempt on educational accounts with virtual money. But to the got «results» it is needed to belong very carefully and critically. Such accounts usually «live» for 2-4 weeks. For this time not always it is succeeded to look after all possible situations at the market. Most beginners here see only that they want to see that is lightness and speed of increase of capital.

That's because impossible to forget that any business always contains possibility to get an income by chance.