

1 <sup>st</sup> Trade	LOT SIZE	WIN/LOSS	AMT W/L	ACCT BAL
				500.00
1st Trade	0.10	WIN	2.00	502.00
2 <sup>nd</sup> Trade	0.10	LOSS	-2.00	500.00
START CYCLE		START CYCLE		START CYCLE
HERE WE HAVE FIRST LOSS START THE CYCLE				
1st Trade	0.10	LOSS	-2.00	498.00
2nd Trade	0.10	WIN	2.00	500.00
3 <sup>rd</sup> Trade	0.20	WIN	4.00	504.00
CYCLE ENDS WITH INCREASED ACCT BALANCE				
RETURN TO BASE LOT, CONTINUE UNTIL NEXT FIRST LOSS				
1st Trade	0.10	LOSS	-2.00	502.00
2nd Trade	0.10	LOSS	-2.00	500.00
3rd Trade	0.10	WIN	2.00	502.00
4 <sup>th</sup> Trade	0.20	LOSS	-4.00	498.00
5 <sup>th</sup> Trade	0.10	LOSS	-2.00	496.00
6 <sup>th</sup> Trade	0.10	WIN	2.00	498.00
7 <sup>th</sup> Trade	0.30	WIN	6.00	504.00
8 <sup>th</sup> Trade	0.40	WIN	8.00	512.00

**NOTE THAT WE ALWAYS ADD ONE BASE LOT TO WINS RATHER THAN DOUBLING. CONTINUE ADDING ONE BASE LOT TO WINS UNTIL IN PROFIT ALWAYS RETURN TO BASE LOT ON A LOSS.**

**NOW, LET'S DO A REALLY LONG ONE**

1st Trade	0.10	WIN	2.00	514.00
2nd Trade	0.10	WIN	2.00	516.00
3rd Trade	0.10	LOSS	-2.00	514.00
<b>START CYCLE WITH FIRST LOSS</b>				
1st Trade	0.10	LOSS	-2.00	512.00
2nd Trade	0.10	LOSS	-2.00	510.00
3rd Trade	0.10	WIN	2.00	508.00
4th Trade	0.20	LOSS	-4.00	504.00
5th Trade	0.10	LOSS	-2.00	502.00
6th Trade	0.10	WIN	2.00	504.00
7th Trade	0.30	WIN	6.00	510.00
8th Trade	0.40	LOSS	-8.00	502.00
9 <sup>th</sup> Trade	0.10	LOSS	-2.00	500.00
10 <sup>th</sup> Trade	0.10	LOSS	-2.00	498.00
11 <sup>th</sup> Trade	0.10	WIN	2.00	500.00
12 <sup>th</sup> Trade	0.50	WIN	10.00	512.00
13 <sup>th</sup> Trade	0.60	LOSS	-12.00	500.00
14 <sup>th</sup> Trade	0.10	LOSS	-2.00	498.00
15 <sup>th</sup> Trade	0.10	WIN	2.00	496.00
16 <sup>th</sup> Trade	0.70	WIN	14.00	512.00
17 <sup>th</sup> Trade	0.80	LOSS	-16.00	496.00

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18 <sup>th</sup> Trade	0.10	LOSS	-2.00	494.00
19 <sup>th</sup> Trade	0.10	LOSS	2.00	498.00
20 <sup>th</sup> Trade	0.90	WIN	18.00	<b>516.00</b>

**END CYCLE WITH RESULTING PROFIT.**

**DRAWDOWN IS SIGNIFICANT, OF COURSE, BUT RUNS OF LOSSES ARE SURVIVABLE. ACCORDING TO ONE MATHEMATICIAN, ONLY ONE IN ABOUT 1200 CYCLES WILL RESULT IN TRASHING ACCOUNT.**



