



Best Practices

This portion of the documentation is designed to provide you with some guidelines in working with the software. This is a powerful software package and its best exercise some restraint in some situations. As we use the software daily we have run across situations that you may find helpful as you build your confidence and improve your results with TSENQNT8

New Users

If you are new to TSENQNT8, it is highly recommended that you only use the program in simulation mode for an extended period. Once you are fully familiar with how the program behaves and how your settings can affect your results, then you can consider trading with your live broker account.

Overnight

TSENQNT8 is designed to run during the regular market hours. One of its vital components is volume, which is notoriously lacking during overnight hours. The risk is that a trade can be triggered, but be filled poorly as the volume is so low.

Another significant factor is that the margin requirement increases overnight and your trade could be closed by your broker on a margin call. Again, this could be at a detrimental price and you will incur additional fees from your broker for intervening on your behalf.

Automated Trading

Many of you may be new to automated trading so there are some practical things to keep in mind.

- 1) TSENQNT8 is designed to run automatically, but not necessarily unmonitored. Here is why.
 - a. Your internet connection goes down
 - b. Your power goes out
 - c. Your computer has an internal issue
 - d. Your data feed is interrupted

These are all real-life issues that show up from time to time, and no computer program can overcome them on its own without some sort of intervention by a person. Common sense suggests that you should monitor your systems in some way. Therefore, you do need to be sure your equipment is running and configured properly and you are available in case of a problem.

- 2) Over committing to your position. It is easy to tell TSENQNT8 to trade to the limit of your account. However, that is very risky.
 - a. If your broker has an automatic margin monitoring system it is possible that your account may get pulled under margin for the number of contracts you have out there. This will result in a possible closure of your trade by the broker and for a loss, when you could have profited from this trade with less contracts committed to the trade
 - b. If TSENQNT8 has a series of losing trades then your account is affected at an accelerated pace.
- 3) Patience. All trading requires patience and auto trading requires extra patience. TSENQNT8 forces you to wait until the market climate triggers a trade. This often requires sitting on the side lines while you watch what looks like a good move pass by. Confirmation of the move is one of the keys to productive trades.

Timing

We have noticed certain time periods to be poor for productive trading. This does not mean that you should keep modifying TSENQNT8. Make notes of these periods and be aware that the usual behavior of the markets is not present. For example, historic results show poor yield is around earnings season due to abnormal behavior patterns and volume. This is likely a result of the markets waiting for various results throughout the trading day.

On partial holidays and bank holidays, some markets are closed and others are open also generates abnormal patterns. Beware of this issue and mark these dates on your calendar.

Conclusion

TSENQNT8 provides a lot of power to the trader. It is a useful tool that needs to be used with the respect that any tool requires. You are free to apply your personal stamp on how TSENQNT8 interacts with the markets. If you stay aware of your trading environment and your equipment you should find TSENQNT8 a solid addition to your trading toolbox.