LESSONS I LEARNT FROM STOCK MARKET

- MISTAKES ARE GOOD. THE MORE MISTAKES YOU MAKE, THE MORE WISER YOU BECOME.
- DON'T MAKE BIG MISTAKES.
- BUY WHEN EVERYBODY OUT THERE IS SELLING, AND SELL WHEN EVERYBODY OUT THERE IS BUYING.
- STOCK MARKET IS A LIKE A VEGETABLE MARKET.PRICES GO UP WHEN THE DEMAND GOES UP AND PRICES COME DOWN WHEN THE SUPPLY GOES UP.BUT IF YOU HAVE PATIENCE YOU CAN GET SOME GREAT DISCOUNTS.
- IF YOU ARE SCARED OF LOSING MONEY, DON'T COME TO STOCKMARKET.
- ALWAYS HEDGE YOUR PORTFOLIO WITH OPTIONS WHEN THINGS ARE UNCERTAIN.
- TECHNICAL ANALYSIS WON'T HELP IF FUNDAMENTALS WON'T SUPPORT.
- KEEP STOP LOSSES TO PROTECT YOUR PROFIT/DOWNSIDE.
- DON'T OVERTRADE, BE DISCIPLINED.
- BE PATIENT, THERE IS NO NEED TO TRADE EVERYDAY.
- BUY ON RUMOUR, SELL ON NEWS.
- STOCKBROKER SHOULD BE THE LAST PERSON FROM WHOM YOU SHOULD TAKE INVESTMENT ADVICE.
- YOU CAN'T LEARN ANYTHING IN STOCKMARKET WITHOUT MAKING MISTAKES.MAKE MISTAKES EARLY AND KEEP MOVING.IT CAN BE TOO COSTLY IF YOU MAKE THAT SAME MISTAKE AGAIN.KEEP LEARNING.
- DON'T TRADE WHEN THE VOLUMES ARE LOW.
- FOR EVERY BULL, THERE IS A BEAR.
- BUY WHEN THERE IS PANIC, PANIC WHEN EVERYBODY BUYS.
- WHEN EVERY TOM DICK AND HARRY SINGS THE TUNES OF STOCKMARKET, IT'S A WARNING THAT THE BULL MARKET IS SOON GOING TO END.
- ADVICE IS SO CHEAP, BECAUSE SUPPLY EXCEEDS DEMAND.
- WHEN YOU DON'T WANT TO TRADE, DON'T TRADE.
- DON'T AVERAGE YOUR LOSSES.ITS LIKE TELLING A NEW LIE TO COVER YOUR OLD LIE.
- WHEN PEOPLE BORROW MONEY TO PLAY STOCKMARKET GAME, BE CAUTIOUS.
- STOCKMARKET ALWAYS DISCOUNT FUTURE EVENTS.
- EVERYONE CAN'T BE LIKE WARREN BUFFET; OTHERWISE PEOPLE LIKE GEORGE SOROS WOULD NOT HAVE EXISTED.
- DIVERSIFY – IT MAY NOT BE THE BEST ADVICE TO LISTEN TO IN A BULL MARKET, BUT IT SURE IS A MAGIC WORD WHICH CAN HELP YOU DURING BEAR MARKET.SO ALWAYS

DIVERSIFY.DIVERSIFY DOES NOT MEAN TO OWN 100 STOCKS.BUY DIFFERENT ASSET CLASSES.

- DO YOUR OWN RESEARCH, DON'T LISTEN BLINDLY TO ANALYSTS.BECAUSE OTHER THINGS LIKE FUNDAMENTALS BEING THE SAME, THE SAME ANALYST WHO IS AN OPTIMIST TODAY WILL BE A PESSIMIST TOMMOROW ONLY BECAUSE THE MARKET IS DOWN.
- HAVE A SYSTEMATIC APPROACH TO MARKET.KEEP BUYING SHARES LIKE SIP.
- WHEN EVERY TOM DICK AND HARRY TALKS ABOUT MAKING MONEY USING FUTURES & OPTIONS, TAKE YOUR MONEY OUT OF STOCKMARKET AND KEEP IT IN BANK/DEBT INSTRUMENTS.YOU WILL KNOW THE REASON AFTER SOMETIME!!!!
- BEWARE OF PEOPLE WHO SAY THEY ARE LONG TERM INVESTORS, BUT WORRY EACH TIME THE MARKET GOES DOWN.
- DON'T HESITATE TO BOOK PROFITS.
- DON'T GAMBLE, STOCKMARKET IS NOT A CASINO.IF YOU WANT TO GAMBLE THEN GO TO VEGAS WHERE YOU CAN HAVE FUN EVEN IF YOU LOSE MONEY.
- THE MARKET IS WEIRD, EVERYTIME ONE GUY SELLS, ANOTHER ONE BUYS, AND THEY BOTH THINK THEY ARE SMART.
- WHAT IS CONSIDERED ENOUGH MONEY, JUST A LITTLE BIT MORE!!!
- A MARKET ANALYST IS AN EXPERT WHO WILL KNOW TOMMOROW WHY THE THINGS HE PREDICTED YESTERDAY DIDN'T HAPPEN TODAY.
- DON'T BE EMOTIONALLY ATTACHED TO A STOCK.
- THINK OF STOCKMARKET AS A CLOSE-ENDED MUTUAL FUND OR AN LONG TERM ULIP.DON'T WORRY EVERYTIME THE MARKET GOES UP OR DOWN.
- BUY WHEN EVERYBODY SHUNS STOCKMARKET.
- NOT BUYING WHEN THE PRICES DROP (OTHER THINGS BEING THE SAME) IS LIKE NOT BUYING YOUR FAVOURITE PERFUME WHICH IS AVAILABLE AT A GREAT DISCOUNT.
- DISCIPLINED INVESTORS ALWAYS MAKE MONEY, WHETHER IT'S A BULL MARKET OR A BEAR MARKET.
- BULL MARKET AND BEAR MARKET IS JUST LIKE DAY AND NIGHT OR LIKE SUNSHINE AND RAIN.BOTH ARE ESSENTIAL.IF THERE IS ONLY SUNSHINE AND NO RAIN, YOU WILL HAVE A DESERT!!!!
- BEAR MARKET IS A PHASE WHERE OLD AND WEAK COMPANIES DIE AND WHERE NEW MODERN COMPANIES ARE BORN.
- BEAR MARKET IS A PHASE WHERE TOM, DICK AND HARRY GET KICKED OUT OF STOCK MARKET AND THE TRUE DISCIPLINED INVESTOR SURVIVES TO SEE ANOTHER DAY.
- ALWAYS KEEP LEARNING AND KEEP LEARNING.
- DON'T FORGET THE ABOVE LINE.

- STOCK MARKET IS A PLACE WHERE YOU CAN'T LEARN WITHOUT DOING.
- IF YOU WANT TO BECOME STREET SMART, THEN COME TO STOCK MARKET.
- IF YOU ARE DISCIPLINED, THEN THERE IS NO BETTER PLACE THAN STOCK MARKET TO MAKE MONEY.
- DON'T DWELL ON LOSSES YOU SUFFER.LOSSES ARE THE FEE YOU PAY TO THE STOCK MARKET TO LEARN A VALUABLE LESSON. KEEP MOVING AHEAD.
- DON'T BE STUBBORN/EGOISTIC, WHEN YOU MAKE MISTAKES ACCEPT IT AND KEEP MOVING.
- INVEST REGULARLY AND START EARLY.

THESE ARE THE LESSONS I HAVE LEARNT FROM THE STOCK MARKET SO FAR.AND WILL CONTINUE TO KEEP LEARNING AND KEEP MOVING AHEAD.

THANK YOU

SUPREETH SM, AFP