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# What are the risks?

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## □ What are the risks of trading?

Trading financial markets involves risk. It is important to understand the key risks before participating.

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### □ Leverage Risk

Leverage can amplify both profits and losses. While it increases trading power, it also increases the potential for significant losses.

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### □ Market Volatility

Prices can move rapidly due to economic events, news releases, or market sentiment. Sudden price movements may result in unexpected losses.

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### □ Liquidity Risk

In certain market conditions, there may not be enough buyers or sellers. This can lead to slippage or difficulty executing trades at the desired price.

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### □ Emotional Decision-Making

Fear, greed, and overconfidence can lead to poor trading decisions and increased risk exposure.

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### □ Important Reminder

Understanding these risks and applying proper risk management strategies is essential for responsible trading.

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□This content is provided for informational purposes only and does not constitute investment advice.