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What is Margin?

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Margin is the amount of money a trader must deposit with a broker to open a **leveraged trading position**.

It acts as **collateral** for the borrowed funds used in leveraged trading.

□ How does Margin work?

When trading with leverage:

- You only need to deposit a **percentage of the total trade value**
- The broker provides the remaining funds
- Margin ensures you can cover potential losses

For example:

If leverage is 1:100, you may only need 1% of the total position value as margin.

□ Important Points

- Margin is **not a fee** — it is a portion of your funds set aside to maintain open positions
 - If your account equity falls below required levels, you may receive a **margin call**
 - Positions may be closed automatically if your margin level reaches the **stop-out level**
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□ *This content is provided for informational purposes only and does not constitute investment advice. Trading with leverage involves risk.*