



[Base de conocimiento](#) > [Trading](#) > [Trading Conditions](#) > [How are stopped-out positions handled?](#)

## How are stopped-out positions handled?

Vi Viphawee - 2026-03-07 - [Comentarios \(0\)](#) - [Trading Conditions](#)

When your **account equity falls below the required margin level**, positions will be automatically closed (stopped out) to help prevent further losses.

---

### □ Stop-Out Process

- If your **margin level falls below 20%**,
  - Positions will begin closing automatically,
  - Starting with the **largest losing position first**,
  - Until the margin level recovers to an acceptable level.
- 

### □ Why does this happen?

This process:

- Helps protect your account from entering a negative balance
  - Manages risk in accordance with our trading conditions
  - Prevents further exposure during adverse market movements
- 

### □ Margin Level Formula

$$\text{Margin Level} = (\text{Equity} \div \text{Used Margin}) \times 100\%$$

Monitoring your margin level is essential to avoid automatic liquidation.

---

*□ This content is provided for informational purposes only and does not constitute investment advice. Trading with leverage involves significant risk.*