Twitter Thread by Steve Burns

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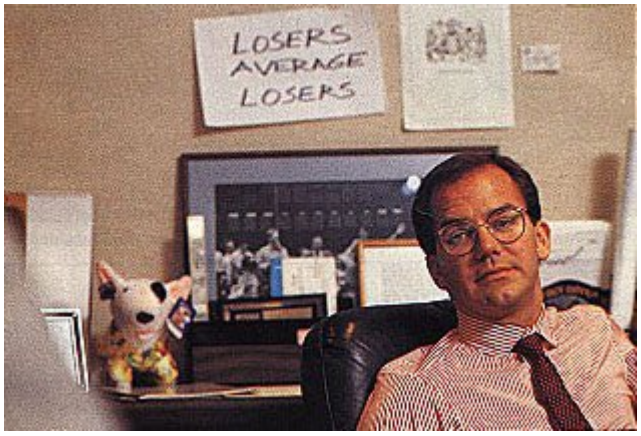
Paul Tudor Jones' 10 Trading Principles that made him a Legend and a Billionaire:

Thread ■■



#1 He has a strong work ethic based on passion for the business.

"The secret to being successful from a trading perspective is to have an indefatigable and an undying and unquenchable thirst for information and knowledge."

#2 He followed price action not fundamental valuations.
"At the end of the day, your job is to buy what goes up and to sell what goes down."

#3 He was able to stay humble and stay flexible. He was always ready to admit he was wrong and exit any trade.

"Every day I assume every position I have is wrong."

#4 He did not believe in adding to a losing trade.

"Losers average losers." (Posted on the wall of his office).

#5 PTJ adapted, evolved, and stayed competitive in his trading process.

"You adapt, evolve, compete or die."

#6 He learned the lessons of early failure instead of quitting or repeating the failures.

“Failure was a key element to my life’s journey.”

#7 Paul Tudor Jones was a risk manager first and a trader second.

“At the end of the day, the most important thing is how good are you at risk control.”

#8 “If I have positions going against me, I get right out; if they are going for me, I keep them. Risk control is the most important thing in trading. If you have a losing position that is making you uncomfortable, the solution is simple:Get out,because you can always get back in

#9 Paul Tudor Jones traded smaller during losing streaks.

“When I am trading poorly, I keep reducing my position size. That way, I will be trading my smallest position size when my trading is worst.”

#10 “I look for opportunities with tremendously skewed reward-risk opportunities. Don’t ever let them get into your pocket – that means there’s no reason to leverage substantially. There’s no reason to take substantial amounts of financial risk ever.”
■

“You should always be able to find something where you can skew the reward risk relationship so greatly in your favor that you can take a variety of small investments with great reward risk opportunities that should give you minimum draw down pain & maximum upside opportunities.”