Trade Return Expectations

Based on $50,000 investment over 1 year time period
1% Risk and 1% Reward

Scenario 1 **50% Accuracy**

$50,000 investment	200 Trades	
	100 winners	1% = $500 X 100 = +$50,000 Gain
	100 losers	1% = $500 x 100 = - $50,000 Loss
TBill 4% = $2,000		

No Net Gain or Loss (Break Even)
Ending value $52,000

Scenario 2 **60% Accuracy**

$50,000 investment	200 Trades	
	120 winners	1% = $500 x 120 = +$60,000
	80 losers	1% = $500 x 80 = - $40,000
		Net Gain $20,000

$ 2,000 TBill 4%
$ 50,000 Initial Investment
$ 20,000 Net Gain
$ 72,000 Ending Value

Scenario 3 **70% Accuracy**

$50,000 investment	200 Trades	
	140 winners	1% = $500 x 140 = +$70,000
	60 losers	1% = $500 x 60 = - $30,000
		Net Gain $40,000

$ 2,000 TBill 4%
$ 50,000 Initial Investment
$ 40,000 Net Gain
$ 92,000 Ending Value

Scenario 4 **80% Accuracy**

$50,000 investment	200 Trades	
	160 winners	1% = $500 x 160 = +$80,000
	40 losers	1% = $500 x 40 = - $20,000
		Net Gain $60,000

$ 50,000 Initial investment
$ 2,000 TBill 4%
$ 60,000 Net Gain
$112,000 Ending value
