

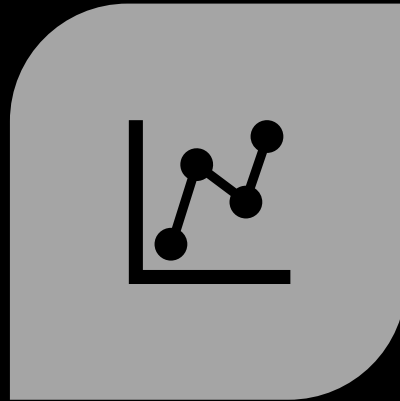


Back Testing For Beginners **BOOT CAMP**

Today you will



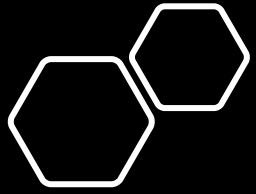
FIGURE OUT IF YOUR STRATEGIES
WORK BEFORE PUTTING MONEY
ON THE LINE



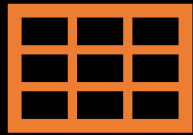
GAIN CONFIDENCE IN YOUR
SYSTEMS WITH HARD DATA AND
STATISTICS



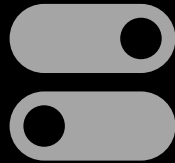
TEST NEW IDEAS QUICKLY AND
EFFICIENTLY



4 Main Topics



Setting up spreadsheets to
back test your ideas



Picking the most
important variables to test



Handling multiple
variables simultaneously



Key stats to calculate

Tools we're going to use today



Google Sheets



TradingView



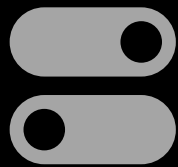
A look at the final
product...





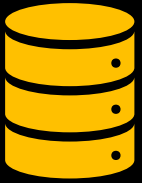
Setting up spreadsheets to back test your ideas

- Start by entering your trades (trades you've taken or trade ideas)
- Enter each of the following columns:
 - Instrument (or Ticker)
 - Entry date
 - Setup
 - Entry Price
 - Market Condition at Start
 - Market Condition at End
 - Take Profit Price
 - Stop Loss Price
 - Starting Risk (%)
 - Starting Risk (\$)
 - Risk \$ /share
 - Risk % / share
 - Position Size (shares)
 - Position Size Start (\$)
 - Trailing Stops
 - Back Stops
 - Profit Targets
 - Position Size End (\$)
 - \$Gain / Loss
 - R Gain / Loss



Picking the most important variables to test

- STEP 1: Consider the result you're after
 - Hold for the bigger move
 - Lock down gains faster
 - Take fewer losses
 - Give back less profits
- STEP 2: Input your notes into the spreadsheet
- STEP 3: Begin your test



Handling multiple variables simultaneously

- Once you've completed one test, you have something you can build off of!
- Copy the sheet you just made and past it into a new sheet. Decide what variable you'd like to tweak.
- Run your new test!



Key stats to calculate

- # of Trades
- # of Winners
- # of Losers
- Winning %
- Biggest Winner
- Biggest Loser
- Average Winner
- Average Loser
- Total Gain
- Total R
- Win Streak
- Loss Streak
- Expectancy
- System Quality Number (SQN)