



PROFESSIONAL TRADING GUIDE:



**Tackling Slippage Fees and Preventing
Market Manipulation with FXEM**



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SLIPPAGE FEES CHALLENGE



Introduction:

Slippage fees are one of the most pressing issues for professional traders, especially in markets with low liquidity or during periods of high volatility. Slippage occurs when a trade is executed at a different price than expected due to rapid price changes between the time an order is placed and when it is executed.

Causes and Implications:

- **Low Liquidity:** In low liquidity markets, executing trades at the desired price can be challenging, leading to slippage.
- **High Volatility:** During periods of high volatility, asset prices can change suddenly and rapidly, causing trades to be executed at an unfavorable price.

Impact of Slippage: Slippage can significantly
 ➤ affect trading strategies, reducing potential profits or increasing unexpected losses. ◀



HOW FXEM USES ECN ACCOUNTS TO PREVENT MARKET MANIPULATION

ECN (Electronic Communication Network) Accounts:

FXEM's ECN accounts provide traders with direct access to a network of top liquidity providers in the market. This means that buy and sell orders are matched directly with other market participants without intermediary interference, ensuring that trades are executed at the real market price, thereby minimizing slippage.





FEATURES OF ECN ACCOUNTS AT FXEM:

Instant and Rapid Execution:

FXEM leverages advanced technological infrastructure to enable lightning-fast trade execution. This immediate execution minimizes the time gap between order placement and execution, reducing the likelihood of slippage.

Transparent Trade Execution:

ECN accounts on FXEM allow traders to trade directly with other market participants, including banks, hedge funds, and institutional investors. This ensures that bid and ask prices are genuine, based on actual market demand.

Access to Global Liquidity Providers:

Through **ECN** accounts, traders have access to a broad network of liquidity providers, enabling orders to be executed at the best available prices. This means you trade in a competitive price environment, reducing costs and increasing profit potential.



FEATURES OF ECN ACCOUNTS AT FXEM:

Preventing Price Manipulation:

By executing trades directly with the market and eliminating the broker as a counterparty, FXEM eliminates any opportunity for price manipulation. This ensures that your trades are executed at the real market price, free from external interference.

Strict Regulation and Oversight:

FXEM operates under the strict supervision of globally recognized financial regulatory bodies, ensuring that all trading activities adhere to fair and transparent practices. This commitment to regulatory standards protects traders from any unfair market practices.



HOW YOU BENEFIT AS A PROFESSIONAL TRADER:



- **Enhanced Performance:** With ECN accounts, you can expect faster and more accurate trade execution, enhancing the performance of your trading strategies.
- **Improved Risk Management:** The transparent environment provided by FXEM helps you manage risks more effectively, knowing that the market prices you trade at are genuine.
- **Greater Confidence:** Trading in a manipulation-free environment increases your confidence in making trading decisions, allowing you to focus on your strategies without worrying about market fairness.



WHAT'S THE DIFFERENCE BETWEEN ECN ACCOUNT & STANDARD ACCOUNT?

- **ECN Accounts:** These accounts connect traders directly to liquidity providers (e.g., banks, hedge funds) via electronic networks, ensuring tighter spreads, sometimes as low as 0.0 pips. ECN brokers charge a commission per trade and cannot trade against clients, making this model transparent and fair.
- **Standard Accounts:** In these accounts, the broker acts as a counterparty to trades, offering fixed spreads that are often wider, typically around 2 pips. This account is better for beginners due to its simplicity and predictability.
- **Speed and Transparency:** ECN trading is faster and more transparent than standard accounts, making it suitable for experienced traders seeking a professional environment.
- **Cost-Effectiveness:** While ECN accounts have lower spreads, they involve commission fees. Over time, they can be more cost-effective than standard accounts, particularly for high-frequency traders.



WHAT'S THE DIFFERENCE BETWEEN ECN ACCOUNT & STANDARD ACCOUNT?

- The main difference between ECN accounts and standard accounts is that the ECN account allows you to execute trades at markedly lower fees. The ECN is also faster and much closer to professional trading for those who are looking for an edge.
- You might wonder why brokers even bother with the standard account. The reason is that they know FOREX and trading in general is a daunting prospect for any newcomer. By offering a standard account, they can gain a new customer, even if they can be confident that the trader will graduate to an ECN account over time.
- The ECN trading account is favored by many retail traders who are serious about their investing career and would like to adopt as professional an approach as possible. After all, ECN trading is fast, fair, and anonymous. Traders get equal treatment in the ECN realm, regardless of the size of their trades.
- The standard trading account exists because it gives comfort to traders who are not sure of the ropes just yet. There is a lot to be said for using a broker that offers you the flexibility to trade with the tools that make you comfortable.



FAQS:

- **Am I charged fees or commissions on deposits and withdrawals?**
- FXEM generally does not charge fees for deposits, ensuring that you can fund your account without additional costs. However, there may be fees associated with withdrawals, depending on the payment method you choose. It's important to review the specific terms related to each method on the FXEM platform to understand any potential charges.
- **How does FXEM make money?**
- FXEM primarily generates revenue through spreads, which is the difference between the buying and selling prices of assets. For ECN accounts, FXEM may also charge a commission per trade. This model ensures transparency, as FXEM does not trade against clients but instead facilitates trades between market participants, earning a small fee for each transaction.
- **What are Sharia or Islamic law accounts, and do you offer them?**
- Sharia or Islamic law accounts are designed to comply with Islamic principles, which prohibit earning interest. These accounts are swap-free, meaning they do not incur rollover interest on positions held overnight. FXEM does offer Islamic accounts to accommodate traders who wish to adhere to these principles while engaging in trading activities..



FAQS:

- **What should I look for in an online trading platform?**
- When selecting an online trading platform, consider factors such as ease of use, the range of available trading tools, execution speed, security features, and customer support. A robust platform like MetaTrader 5, offered by FXEM, provides advanced charting tools, multiple asset classes, and reliable execution, making it suitable for both novice and experienced traders
- **What is an ECN Account?**
- An ECN (Electronic Communication Network) Account connects traders directly to liquidity providers, offering tight spreads and transparency, with a commission per trade.
- **What is a Standard Account?**
- A Standard Account is where the broker acts as a counterparty to trades, offering fixed spreads, typically wider, making it suitable for beginners.
- **Which account is better for beginners?**
- Standard accounts are better for beginners due to their simplicity and predictability.
- **Why do experienced traders prefer ECN accounts?**
- ECN accounts offer faster execution, tighter spreads, and greater transparency, which are essential for professional trading.



CONCLUSION:

This guide offers you a deep dive into tackling advanced trading challenges like slippage fees and market manipulation. With FXEM's advanced ECN accounts, you can trade with confidence and transparency, benefiting from the best tools and prices available in the market. Start today with FXEM and take advantage of a professional trading environment designed to meet the needs of experienced traders like you.

OPEN A [LIVE ACCOUNT](#) ON FXEM NOW, AND START TRADING WITHOUT MARKET MANIPULATION

