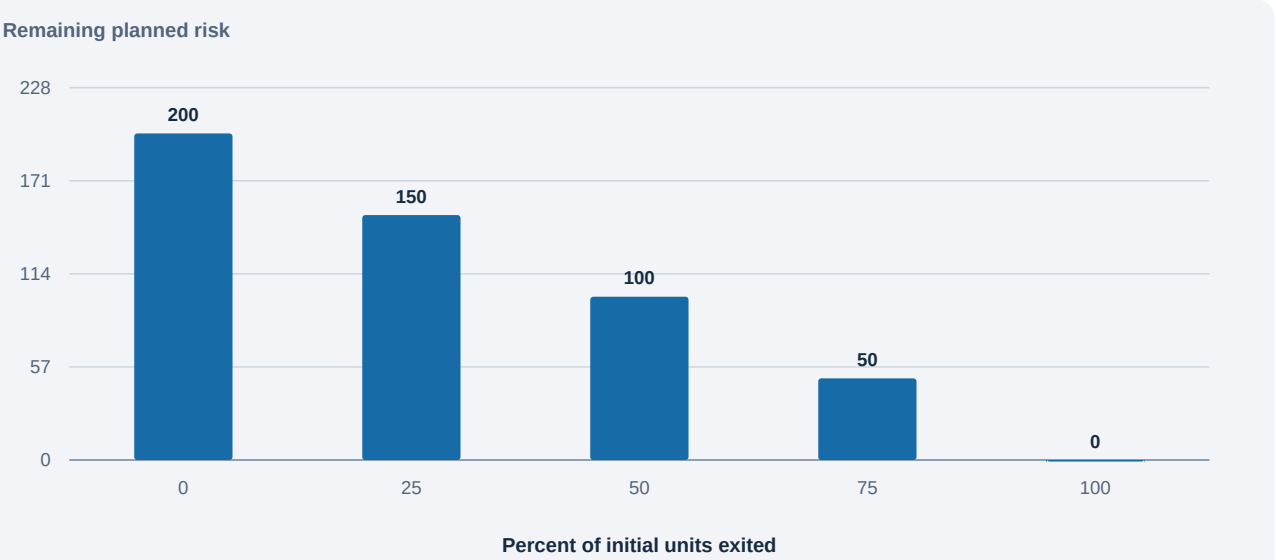
Remaining risk after a partial exit

Risk and sizing | Original synthetic example | Edition 2026-11-26

Closing part of a position reduces the quantity still exposed to its stop. This measure concerns the remaining open risk and deliberately excludes already realized gains or losses.

FORMULA Remaining planned risk = open units x distance to stop

SCENARIO 01: Initial quantity 100; remaining stop distance 2



WORKED EXAMPLE

After closing 50%, 50 units remain and planned open risk is 100. Realized results are excluded.

COMMON MISTAKE

Assuming a profitable partial exit removes all risk from the remaining units confuses realized cash with continuing exposure.

BEFORE YOU USE THE CALCULATION

1. Reconcile closed and open quantities.
2. Use the current intended stop.
3. Keep realized P/L separate from open risk.

COMPARE TWO MORE INPUT SETS

Scenario 05: Initial quantity 200; remaining stop distance 4. After closing 50%, 100 units remain and planned open risk is 400. Realized results are excluded.

Scenario 10: Initial quantity 325; remaining stop distance 6.5. After closing 50%, 162.5 units remain and planned open risk is 1056.25. Realized results are excluded.

Synthetic values are not historical market data. Educational material; trading can result in substantial losses.