

## DISCIPLINE OVER PREDICTION

# THE DRAWDOWN TABLE

What it actually takes to get back to even. Losses are not symmetric: the deeper the hole, the more than proportionally you must climb.

| YOU LOSE | YOU NEED TO GAIN BACK |
|----------|-----------------------|
| -5%      | +5.3%                 |
| -10%     | +11.1%                |
| -15%     | +17.6%                |
| -20%     | +25.0%                |
| -25%     | +33.3%                |
| -30%     | +42.9%                |
| -40%     | +66.7%                |
| -50%     | +100%                 |
| -60%     | +150%                 |
| -70%     | +233%                 |
| -80%     | +400%                 |
| -90%     | +900%                 |

## WHY 50% IS THE CLIFF

Lose half the account and breaking even requires a +100% return - a performance most professionals never print in a career. Keep drawdowns shallow enough that recovery stays arithmetic.