

HIGH IMPACT REPORT ALERT: Tuesday, 1/22/13

EUR German ZEW Economic Sentiment				6E 03-13	
5:00 am Eastern / 2:00 am Pacific			Forecast: 12.2		
Avg 1st Peak: 15 ticks (1-3 min after report)		Min: 12 ticks (SEP '12)		Max: 23 ticks (JUN '12)	
Avg 2nd Peak: 28 ticks (64-82 min after report)		Min: 20 ticks (AUG '12)		Max: 35 ticks (SEP '12)	
Avg Reversal: 28 ticks (12-40 min after last Pk)		Min: 12 ticks (AUG '12)		Max: 45 ticks (JUN '12)	
Last 6 Reports:	4 : SPK/REV	2 : 2ND PK	0 : DULL	0 : INDECISIVE	
Recommended BracketDistance setting:			4		

New report for JOBB. This is a small moving report and often peaks after the first bar. Look for 12-23 ticks on the spike, and 20-35 on the reversal in 12-40 min. This breaks 2 hours into the European trading session, so the volume on the 6E will be fairly high. There is a potential for a 2nd peak, but only 2 occurrences in the last 7, taking over an hour to be realized.

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AUS Quarterly CPI				6A 03-13
7:30 pm Eastern / 4:30 pm Pacific		Forecast: 0.4%		
Avg 1st Peak: 51 ticks (2-6 min after report)	Min: 12 ticks (JAN '12)	Max: 103 ticks (JUL '11)		
Avg 2nd Pk/Fan: 67 ticks (11-65 min after report)	Min: 44 ticks (JAN '12)	Max: 124 ticks (JUL '11)		
Avg Reversal: 32 ticks (80-100 min after report)	Min: 26 ticks (JUL '12)	Max: 42 ticks (APR '12)		
Last 6 Reports:	2 : SPK/RTC	2 : 2ND PK	1 : FAN	1 : INDECISIVE
Recommended BracketDistance setting:			7	

Based on the high slippage that caused an undesirable entry in OCT '12, I am recommending the stop limit orders with the settings to the left with software V.4.

Parameters	
AtmStrategy	stop 1
BracketDistance	7
Entry CancelledIfGap	False
Entry Slippage Ticks	10
Entry StopLimit Orders	True
Entry Time	19:29:57

The most impacting AUS report based on average tick yield. Due to the unique quarterly reporting frequency where most countries report monthly, this report has much bigger impact, similar to water behind a dam as it is released. Even if the report matches the forecast, it will still deliver a reliable spike (OCT '11). The only situation that is a recipe for a bad report is a reading of 0.0% (JAN '12). This caused the indecisive reaction even with a forecast of 0.2%. 0% CPI brings out the jitters in the market as it is the borderline between deflation and inflation. With a forecast of 0.4%, the risk of a 0% reading is low, but

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possible. Look for at least 35–50 ticks on the spike, with a potential for much more. The initial spike can take up to 4–5 minutes to hit its peak. Good chance of a second peak in the 11 minute area with the potential to be far later for about 15–25 more ticks. The Reversal is very long and slow developing...I would not advise trading it unless you have the patience and discipline to ride it out.