

## HIGH IMPACT REPORT ALERT: Friday, 5/4/12

| <b>Monthly Unemployment / Non-Farm job creation #s</b>     |                                 |                                 |
|--|---------------------------------|---------------------------------|
| <b>8:30 am Eastern / 5:30 am Pacific</b>                   |                                 | Forecast: 173K jobs / 8.2%      |
| <b>Avg 1st Peak: 72 ticks<br/>(1 min after report)</b>     | <b>Min: 41 ticks (JAN '12)</b>  | <b>Max: 277 ticks (AUG '11)</b> |
| <b>Avg 2nd Peak: 143 ticks<br/>(8-35 min after report)</b> | <b>Min: 106 ticks (FEB '12)</b> | <b>Max: 238 ticks (JUL '11)</b> |
| <b>Avg Reversal: 95 ticks<br/>(12-42 min after report)</b> | <b>Min: 58 ticks (SEP '11)</b>  | <b>Max: 222 ticks (AUG '11)</b> |

|                        |                    |                   |                |                       |
|------------------------|--------------------|-------------------|----------------|-----------------------|
| <b>Last 6 Reports:</b> | <b>2 : SPK/RTC</b> | <b>2 : 2ND PK</b> | <b>0 : FAN</b> | <b>2 : INDECISIVE</b> |
|------------------------|--------------------|-------------------|----------------|-----------------------|

After the last 2 Reports had unfortunate surrounding circumstances, this report offers a better setup (MAR was released with 6 reports at the same time, and APR was released on Good Friday, when most of the markets were closed). The ADP report on Wednesday showed only 119K jobs were created and the last 3 weeks of claims have been higher in the 380-390K range. While there is little correlation between the BOLS report and the ADP report, these are still a bearish indicators. Remember the # of jobs created carries more weight here than the U-3 % of unemployed. The investors are also suspect of the Bureau of Labor Statistics (BLS) cooking the books. It is easier to fudge the rate than the # of jobs. With many conflicting economic signals recently, many eyes will be watching this report.

Look for 40-80 ticks on the spike, a possible 2nd peak north of 100 ticks, and a reversal of 60-90 ticks.