

HIGH IMPACT REPORT ALERT: Thursday, 6/21/12

| Unemployment Claims | | | | |
|--|--------------------|------------------------------|-----------------------|--------------------------------|
| 8:30 am Eastern / 5:30 am Pacific | | | Forecast: 381K | |
| Avg 1st Peak: 20 ticks (1-2 min after report) | | Min: 6 ticks (6/7/12) | | Max: 47 ticks (4/12/12) |
| Last 6 Reports: | 5 : SPK/RTC | 0 : 2ND PK | 1 : DULL | 0 : INDECISIVE |

The forecast for claims is shifting higher. If the reading comes in above 400, or below 365 look for a big pop of 30 or more ticks. Otherwise, a quick 15-25 ticks with a pullback will likely be seen on a reading within 15 of the forecast.

| Philly FED Manufacturing Index | | | | |
|---|--------------------|--------------------------------|----------------------|---------------------------------|
| 10:00 am Eastern / 7:00 am Pacific | | | Forecast: 0.7 | |
| Avg 1st Peak: 37 ticks (1 min after report) | | Min: 7 ticks (MAR '12) | | Max: 99 ticks (AUG '11) |
| Avg 2nd Peak: 71 ticks (6-7 min after report) | | Min: 39 ticks (FEB '12) | | Max: 149 ticks (AUG '11) |
| Avg Reversal: 52 ticks (8-26 min after report) | | Min: 17 ticks (MAR '12) | | Max: 81 ticks (AUG '11) |
| Last 6 Reports: | 2 : SPK/RTC | 3 : 2ND PK | 1 : DULL | 0 : INDECISIVE |

Normally reliable report to trade. Good for 20-40 ticks on an average break with much more if the delta on the forecast exceeds 15. The Peak occurred on the :01 bar after the release every time except once in the last 6 months and has a

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tendency to finish at or very near its max as it rolls over to the next candle. Reversal almost always exceeds the magnitude of the initial peak.

| Natural Gas Storage (Yellow Report) (Use NG 07-12) | | | | |
|---|--------------------------------|-------------------------------------|--------------------------------|-----------------------|
| 10:30 am Eastern / 7:30 am Pacific | | Forecast: 64B FT³ | | |
| Avg 1st Peak: 44 ticks (1-3 min after report) | Min: 19 ticks (4/19/12) | | Max: 69 ticks (4/12/12) | |
| Avg 2nd Peak: 73 ticks (5 min after rpt) | Min: 55 ticks (5/17/12) | | Max: 94 ticks (6/7/12) | |
| Avg Reversal: 48 ticks (6-19 min after Pk) | Min: 16 ticks (3/8/12) | | Max: 98 ticks (4/12/12) | |
| Last 10 Reports: | 4 : SPK/RTC | 2 : 2ND PK | 0 : DULL | 4 : INDECISIVE |

Trade with caution and ensure you understand the risk. Occasionally prone to opposite direction spike 1-2 sec before report is released. USE of JOBB is highly discouraged.

This is similar to the CL inventory, but it is prone to a decisive direction after the report release and about 15-25 ticks of slippage. Look for 40-60 ticks on the spike after, and a reversal that often exceeds the spike. If the offset is less than 20, trading the reversal is a safe proposition. If the results are matching or nearly matching, trap trading the breakouts is a good play.