

HIGH IMPACT REPORT ALERT: Wednesday, 7/11/12

U.S. Trade Balance				
8:30 am Eastern / 5:30 am Pacific		Forecast: -48.5B		
Avg 1st Peak: 30 ticks (1-3 min after report)	Min: 9 ticks (JAN '12)		Max: 42 ticks (MAR '12)	
No 2nd Peak	-		-	
Avg Reversal: 53 ticks (4-11 min after report)	Min: 14 ticks (JAN '12)		Max: 129 ticks (MAR '12)	
Last 6 Reports:	4 : SPK/RTC	0 : 2ND PK	1 : DULL	1 : INDECISIVE

Medium moving US report that is often paired up with Unemployment Claims. So much of the data is "corrupted" by outside influences. Still, look for 20-40 ticks on the spike in 1-3 min and a higher reversal of 30-60 ticks that is quick to rebound.

Crude Oil Inventory				
11:00 am Eastern / 8:00 am Pacific		Forecast: -1.4M		
Avg 1st Peak: 39 ticks (1-3 min after report)	Min: 13 ticks (3/28/12)		Max: 93 ticks (4/4/12)	
Avg 2nd Peak: 83 ticks (5-23 min after report)	Min: 26 ticks (5/2/12)		Max: 172 ticks (4/4/12)	
Avg Reversal: 54 ticks (17-44 min after Pk)	Min: 25 ticks (2/23/12)		Max: 138 ticks (5/16/12)	
Last 10 Reports:	1 : SPK/RTC	8 : 2ND PK	0 : DULL	1 : INDECISIVE

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Trade with caution and ensure you understand the risk. Use a 10 tick buffer for this trade to avoid a premature fill in the wrong direction.

12 out of the last 14 reports were safe. On 6/27 we got an indecisive double wicker. This was due to a matching forecast and near 0 reading. Look for 30–50 ticks on the spike, and 40–60 ticks on the reversal. If the initial spike pops for only 15–20 ticks, get out there if possible, because a reversal is likely forthcoming. Does not routinely abide by the laws of supply and demand.

Lately the report has been safer and less volatile as we move into the summer months. It is also a safe play to wait out the initial reaction to check the results and enter a manual trade 2–5 min after the report breaks. Paper trade this if you have not traded this report before.

AUS Employment Change / Unemployment Rate (Use 6A 06–12)				
9:30 pm Eastern / 6:30 pm Pacific		Forecast: 0.3K / 5.2%		
Avg 1st Peak: 53 ticks (1 min after report)	Min: 24 ticks (NOV '11)		Max: 84 ticks (OCT '11)	
Avg 2nd Peak: 66 ticks (50 min after report)	Min: 59 ticks (MAY '12)		Max: 73 ticks (JUN '12)	
Avg Reversal: 35 ticks (3–15 min after report)	Min: 26 ticks (SEP '11)		Max: 47 ticks (MAY '12)	
Last 6 Reports:	4 : SPK/RTC	2 : 2ND PK	0 : DULL	0 : INDECISIVE

Very consistent spike of 40–60 ticks on the 1st candle, then typical 30 tick reversal over 3–15 min with 2 outliers taking 23 and 32 min in the last 6 occurrences. The last report had a premature spike in the wrong direction, but it should be an anomaly. This is the biggest monthly mover of the AUS reports. Also one of the easiest reports to trade the reversal, as it is not

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expected to have a 2nd Peak and the pinnacle of the spike is on the :31 bar every time.