

HIGH IMPACT REPORT ALERT: Week of 3-7 September Schedule:

Busy week with a compressed schedule due to the Labor Day holiday.

Monday: Labor Day Holiday

AUS Cash Rate / RBA Rate Statement - 12:30 AM EDT (TUES)

Tuesday: ISM Manufacturing PMI - 10:00 AM EDT

AUS GDP - 9:30 PM EDT

Wednesday: CAN Overnight Rate / BOC Rate Statement - 9:00 AM EDT

AUS Employment Change - 9:30 PM EDT

Thursday: EUR Minimum Bid Rate - 7:45 AM EDT

EUR ECB Press Conference - 8:30 AM EDT

Unemployment Claims - 8:30 AM EDT

ISM Non-Manufacturing PMI - 10:00 AM EDT

Natural Gas Storage - 10:30 AM EDT

Crude Oil Inventories - 11:00 AM EDT

AUS Trade Balance - 9:30 PM EDT

Friday: Non-Farm Employment Change - 10:00 AM EDT

Notes:

1. Crude Oil Inventory report will be release on Thursday at 11:00 AM EDT due to the Labor Day holiday.
2. AUS Cash Rate / RBA Rate Statement releases at 12:30 AM EDT on Tues / 9:30 PM PDT Mon.
3. EUR reports are for advisory. No JOBB analysis has been done.
4. We continue with the new feature added to the daily alert charts to display the recommended "Bracket Distance" for each report.

HIGH IMPACT REPORT ALERT: Week of 3-7 September Schedule:

Tuesday, 9/4/12

| AUS Cash Rate / RBA Rate Statement (Use 6A 09-12) | | | | |
|---|--------------------|--------------------------------|------------------------|---------------------------------|
| 12:30 am Eastern / 9:30 pm PDT (Mon) | | | Forecast: 3.50% | |
| Avg 1st Peak: 41 ticks (1-2 min after report) | | Min: 10 ticks (MAR '12) | | Max: 107 ticks (FEB '12) |
| Avg 2nd Pk/Fan: 67 ticks (8-14 min after report) | | Min: 51 ticks (DEC '11) | | Max: 107 ticks (MAY '12) |
| Avg Reversal: 35 ticks (9-35 min after report) | | Min: 20 ticks (AUG '11) | | Max: 72 ticks (APR '12) |
| Last 6 Reports: | 4 : SPK/RVS | 2 : 2ND PK | 0 : DULL | 0 : INDECISIVE |
| Recommended BracketDistance setting: | | | 7-10 | |

One of the major AUS monthly reports. After bearish economic news hit the AUS economy in April, the RBA executed a drastic 50 BP rate cut in April. Then the European crisis and the slowdown of the Chinese economy had ripple effects on the AUS \$ in May prompting the RBA to cut rates another 25 BP in June. The RBA left rates unchanged in July and August. RBA Governor Stevens said further rate cuts may be an option in future months if required. With inflation low and plenty of room to cut, another rate cut is possible, but the less likely scenario. The more likely play is to leave rates unchanged and allow the 75 BP total big cut in the last 4 months to continue to play out. Still, there are 2 possible outcomes: No change, or a 25 BP rate cut. This time a cut would be a big surprise and the status quo is much more likely.

If you see a trend long or short in the 2-3 hrs before the report, the market is likely pricing in an expectation of a cut (if short move) or no change (if long move). If you see such precursors, beware of volatility right before the news release and the risks to using JOBB.

Look for 25-50 ticks on the spike, a possible slow developing 2nd peak for a few more ticks, and a longer slower reversal for 20-40 ticks.

HIGH IMPACT REPORT ALERT: Week of 3-7 September Schedule:

| ISM Manufacturing PMI | | | | |
|---|--------------------------------|-------------------|---------------------------------|-----------------------|
| 10:00 am Eastern / 7:00 am Pacific | | | Forecast: 50.1 | |
| Avg 1st Peak: 41 ticks (1-4 min after report) | Min: 7 ticks (AUG '12) | | Max: 83 ticks (OCT '11) | |
| Avg 2nd Peak: 131 ticks (14-35 min after report) | Min: 66 ticks (JUN '11) | | Max: 201 ticks (AUG '11) | |
| Avg Reversal: 45 ticks (8-11 min after report) | Min: 22 ticks (JUL '12) | | Max: 73 ticks (MAR '12) | |
| Last 6 Reports: | 3 : SPK/RVS | 0 : 2ND PK | 2 : DULL | 1 : INDECISIVE |
| Recommended BracketDistance setting: | | | 7-10 | |

A top tier report that usually delivers a large reaction. The forecast of 50.1 marks the third month of the lowest forecasts since last Fall, and a reading of less than 50 signals contraction. The last two months reading came in at 49.7 and 49.8, but did not cause the expected shock factor. If it comes in less than 49, it should bring in the bears for a good dip. Lately the peak has been on the :01 bar and the forecast deviations have been smaller. If the report deviates more than 3.0 from the forecast, look for a second peak around 14-16 minutes after the release of about 50% more ticks than the initial peak. Look for 20-50 ticks on the spike. The Reversal usually yields 30-60 ticks and is finished by 15 minutes after the last peak.

| AUS Quarterly GDP (Use 6A 09-12) | | | | |
|--|--------------------------------|-------------------|--------------------------------|-----------------------|
| 9:30 pm Eastern / 6:30 pm Pacific | | | Forecast: 0.9% | |
| Avg 1st Peak: 44 ticks (1-3 min after report) | Min: 35 ticks (DEC '11) | | Max: 55 ticks (JUN '12) | |
| Avg 2nd Peak: 56 ticks (11-32 min after report) | Min: 47 ticks (SEP '11) | | Max: 86 ticks (JUN '12) | |
| Avg Reversal: 22 ticks (26-51 min after report) | Min: 11 ticks (MAY '11) | | Max: 35 ticks (JUN '12) | |
| Last 5 Reports: | 1 : SPK/RTC | 4 : 2ND PK | 0 : DULL | 0 : INDECISIVE |
| Recommended BracketDistance setting: | | | 7-10 | |

HIGH IMPACT REPORT ALERT: Week of 3-7 September Schedule:

A rare and impacting report to trade that only comes 4 times a year. Due to the infrequent reporting, small offsets between the result and the forecast will yield several ticks. Still, limited data has been gathered here for only the last 5 reports. This report typically delivers a healthy spike of 35-50 ticks and has the potential to take 2-3 bars to reach the pinnacle. 4 of the last 5 reports have gone for a 2nd peak for another 10-20 ticks. Not the best report to trade the reversal as the yield is only about 15-20 ticks in 16 - 26 min after the last peak.