

HIGH IMPACT REPORT ALERT: Friday, 9/7/12

Monthly Unemployment rate / Non-Farm Employment Change				
8:30 am Eastern / 5:30 am Pacific		Forecast: +123K jobs / 8.3%		
Avg 1st Peak: 60 ticks (1 min after report)	Min: 35 ticks (MAY '12)		Max: 277 ticks (AUG '11)	
Avg 2nd Peak: 182 ticks (8-35 min after report)	Min: 106 ticks (FEB '12)		Max: 296 ticks (MAY '12)	
Avg Reversal: 95 ticks (12-42 min after report)	Min: 44 ticks (AUG '12)		Max: 222 ticks (AUG '11)	
Last 6 Reports:	0 : SPK/RVS	4 : 2ND PK	0 : DULL	2 : INDECISIVE
Recommended BracketDistance setting:			7-10	

The last report was moderately positive in contrast to the previous 3 reports. May-July were strongly negative, with an uptick in the rate, a dismal increase of only ~70K jobs each month, and downward revisions of the previous reports. In June and July, the market reacted accordingly and fell precipitously. The ADP report on Thursday showed a better than expected 201K jobs were created. While there is little correlation between the BOLS report and the ADP report, this is possibly a bullish indicator. Remember the # of jobs created carries more weight here than the U-3 % of unemployed, but if the rate change is divergent to the job #s, it can cause initial indecision. 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. Look for 40-80 ticks on the spike, a possible 2nd peak north of 100 ticks, and a reversal of 60-120 ticks.