

## HIGH IMPACT REPORT ALERT: Thursday, 11/15/12

Philly FED Manufacturing Index				
<b>10:00 am Eastern / 7:00 am Pacific</b>			<b>Forecast: 1.1</b>	
<b>Avg 1st Peak: 32 ticks (1 min after report)</b>	<b>Min: 7 ticks (MAR '12)</b>		<b>Max: 99 ticks (AUG '11)</b>	
<b>Avg 2nd Peak: 65 ticks (6-7 min after report)</b>	<b>Min: 39 ticks (FEB '12)</b>		<b>Max: 149 ticks (AUG '11)</b>	
<b>Avg Reversal: 49 ticks (8-26 min after report)</b>	<b>Min: 17 ticks (MAR '12)</b>		<b>Max: 81 ticks (AUG '11)</b>	
<b>Last 6 Reports:</b>	<b>2 : SPK/RTC</b>	<b>3 : 2ND PK</b>	<b>1 : DULL</b>	<b>0 : INDECISIVE</b>
<b>Recommended BracketDistance setting:</b>			<b>7</b>	

Normally reliable report to trade. Good for 20-40 ticks on an average break with much more if the delta from the forecast exceeds 15. The Peak normally occurs on the :01 bar after the release and has a tendency to finish at or very near its max as it rolls over to the next candle. Lately, a 2nd Peak is more common. Reversal almost always exceeds the magnitude of the initial peak. Look for 35-60 ticks on a possible 2nd peak and 30-60 ticks on the Reversal.

Natural Gas Storage (Yellow Report) (Trade on NG 12-12)				
<b>10:30 am Eastern / 7:30 am Pacific</b>			<b>Forecast: -13B FT<sup>3</sup></b>	
<b>Avg 1st Peak: 62 ticks (1-2 min after report)</b>	<b>Min: 16 ticks (10/25/12)</b>		<b>Max: 142 ticks (6/14/12)</b>	
<b>Avg 2nd Peak: 111 ticks (4-20 min after rpt)</b>	<b>Min: 39 ticks (7/26/12)</b>		<b>Max: 257 ticks (6/14/12)</b>	
<b>Avg Reversal: 66 ticks (11-40 min after Pk)</b>	<b>Min: 16 ticks (3/8/12)</b>		<b>Max: 155 ticks (8/16/12)</b>	
<b>Last 10 Reports:</b>	<b>6 : SPK/RTC</b>	<b>3 : 2ND PK</b>	<b>0 : DULL</b>	<b>1 : INDECISIVE</b>
<b>Recommended BracketDistance setting:</b>			<b>10*</b>	<b>*if using JOBB</b>

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 risky due to the potential of the order filling in the wrong direction and excessive slippage.

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This report 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 20-40 ticks net on the spike after slippage, and a reversal that often exceeds the spike. If the offset between the result and the forecast 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.

<b>Crude Oil Inventory</b>				
<b>11:00 am Eastern / 8:00 am Pacific</b>			<b>Forecast: +2.5M</b>	
<b>Avg 1st Peak: 41 ticks (1-3 min after report)</b>		<b>Min: 13 ticks (3/28/12)</b>		<b>Max: 93 ticks (4/4/12)</b>
<b>Avg 2nd Peak: 86 ticks (5-23 min after report)</b>		<b>Min: 25 ticks (10/11/12)</b>		<b>Max: 172 ticks (4/4/12)</b>
<b>Avg Reversal: 68 ticks (17-44 min after Pk)</b>		<b>Min: 25 ticks (2/23/12)</b>		<b>Max: 181 ticks (7/12/12)</b>
<b>Last 10 Reports:</b>	<b>5 : SPK/REV</b>	<b>3 : 2ND PK</b>	<b>0 : DULL</b>	<b>2 : INDECISIVE</b>
<b>Recommended BracketDistance setting:</b>			<b>10</b>	

**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.**

After a safe April - June timeframe for this report with only one indecisive report, 3 reports in late June and early July were losers, then the last 7 reports were safe and delivered a big yield. Then 4 weeks ago was indecisive again. That is the nature of this report, though. 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.

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.

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FED Chair Bernanke Speech				
<b>1:20 pm Eastern / 10:20 am Pacific</b>		<b>Forecast: n/a</b>		
<b>Avg 1st Peak: 20 ticks (1 - 4 min after report)</b>	<b>Min: 7 ticks (FEB '12)</b>		<b>Max: 31 ticks (NOV '11)</b>	
<b>Avg 2nd Peak: 61 ticks (15 - 25 min after report)</b>	<b>Min: 36 ticks (SEP '11)</b>		<b>Max: 81 ticks (NOV '11)</b>	
<b>Avg Reversal: 33 ticks (6-16 min after last pk)</b>	<b>Min: 13 ticks (AUG '12)</b>		<b>Max: 62 ticks (AUG '12)</b>	
<b>Last 6 Reports:</b>	<b>3 : SPK/RTC</b>	<b>1 : 2ND PK</b>	<b>1 : DULL</b>	<b>1 : INDECISIVE</b>
<b>Recommended BracketDistance setting:</b>			<b>5-7</b>	

FED Chair Bernanke is due to deliver a speech about housing and mortgage markets at the HOPE Global Financial Dignity Summit in Atlanta. Markets will be eyeing the speech for further insight into the recent FED maneuver to execute open ended bond purchases (QE3) to spur the sputtering recovery, discussion of the fiscal cliff, and housing markets. This will either be a dull reaction (1 of the last 6 cases) or give you about 15-30 ticks depending upon what he says and the way investors perceive it (3 of the last 6 cases). The latter is more likely given the intensity of the topic. It is also prone to a delayed reaction with no statistical data present as the initial part of the speech is digested with the 1st peak taking up to 4 min to develop. Take that into consideration if a dull reaction appears to be panning out and you are debating canceling the JOBB order. We have had a lot of attention on the FED lately as the yearning for more stimulus was strong and the economy still sputters.