

HIGH IMPACT REPORT ALERT:

Wednesday, 6/19/13

*****Shift the CL to 08-13 for Wednesday*****

Crude Oil Inventory			RISK: 3	CL 08-13
10:30 am Eastern / 7:30 am Pacific		Forecast: pending		
Avg 1st Peak: 35 ticks (1-3 min after report)	Min: 13 ticks (3/28/12)		Max: 93 ticks (4/4/12)	
Avg 2nd Peak: 84 ticks (5-40 min after report)	Min: 25 ticks (10/11/12)		Max: 182 ticks (4/17/13)	
Avg Reversal: 65 ticks (17-44 min after Pk)	Min: 19 ticks (3/27/13)		Max: 211 ticks (5/15/13)	
Last 10 Reports:	2 : SPK/REV	6 : 2ND PK	0 : DULL	2 : INDECISIVE
Last 25 Reports:	6 : SPK/REV	12 : 2ND PK	1 : DULL	6 : INDECISIVE
Recommended BracketDistance setting:			10	15 Tick Stop

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. RISK lowered to "3" as of May due to the season shift.

Now that we are moving into the Spring months and into May, we should see a transition where the Distillate reading drops in significance making the report more stable and safe. The January through April reports were volatile, but relatively safe, with small yields and only 2 indecisive reports, but then the last 2 weeks in April were also indecisive with an initial move in the wrong direction. Last week was indecisive, but the last 6 reports were safe. 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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FOMC Statement / Federal Funds Rate		RISK: 3	CL 08-13	
2:00 pm Eastern / 11:00 am Pacific		Forecast: n/a (<0.25%)		
Avg 1st Peak: 67 ticks (4-10 min after report)	Min: 14 ticks (MAR '12)	Max: 247 ticks (AUG '11)		
Avg 2nd Peak: 119 ticks (14-53 min after report)	Min: 24 ticks (MAR '12)	Max: 310 ticks (AUG '11)		
Avg Reversal: 88 ticks (44-72 min after report)	Min: 17 ticks (MAR '13)	Max: 190 ticks (SEP '12)		
Last 6 Reports:	4 : SPK/REV	2 : 2ND PK	0 : DULL	0 : INDECISIVE
Last 12 Reports:	4 : SPK/REV	6 : 2ND PK	0 : DULL	2 : INDECISIVE

****DO NOT USE JOBB TO TRADE THIS REPORT****

2 of the meetings in the Spring of 2012 were indecisive as traders and economists were eager for intervention and hanging on every word when nothing actionable came out. The expectation for this meeting is for a continuation of the accommodative \$85B/month of QE3 and the Operation Twist policy, but recent commentary on scaling back in the near future, may take center stage. This report often breaks early or late but hardly ever on time making the use of JOBB unsafe. Keep an eye on the news, Bloomberg.com or the Marketwatch.com Breaking News ticker and watch for the announcement of the result as this is the reaction to the written statement and may be the catalyst of a FAN long or short driven by a large move on the Dollar index (DX). If you get in on the FAN, stay in for at least about 30 min and then keep an eye on the MACD and 13/20 SMAs for indications of the termination of the FAN usually by 60 min at the latest. If you see a large candle or series of 3-5 candles that yield 40 or more ticks, that is also a good spot to get out in the 30-60 min area. If you trade the reversal, wait to get in until the MACD crosses with angle, then go for about half as many ticks as the FAN maximum (if there is a pivot point or major SMA in the vicinity that is also a good place to exit).

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CNY HSBC Flash Manufacturing PMI			RISK: 1	HG 07-13
9:45 pm Eastern / 6:45 pm Pacific		Forecast: 49.4		
Avg 1st Peak: 22 ticks (2-4 min after report)	Min: 10 ticks (FEB '13)		Max: 37 ticks (MAR '13)	
Avg 2nd Peak: 48 ticks (16-20 min after report)	Min: 14 ticks (FEB '13)		Max: 91 ticks (MAR '13)	
Avg Reversal: 31 ticks (26-62 min after report)	Min: 8 ticks (FEB '13)		Max: 55 ticks (APR '13)	
Last 6 Reports:	2 : SPK/REV	4 : 2ND PK	0 : DULL	0 : INDECISIVE
Last 10 Reports	4 : SPK/REV	6 : 2ND PK	0 : DULL	0 : INDECISIVE
Recommended BracketDistance setting:			4-5	10 Tick Stop

This is a monthly early indicator of China manufacturing activity. Trade on the HG since there is no index for CNY and the Copper market has been outperforming the 6A recently. This report has really performed since March on the HG delivering 28-37 ticks on the spike which often takes multiple bars to reach its peak. Prior to March, it has been a smaller but safe 10-20 ticks. 6 of the last 10 reports have achieved a 2nd peak of 2-6 ticks more than the 1st peak within 20 min after the release. Look for 20-50 ticks on the reversal.