

HIGH IMPACT REPORT ALERT:

Tuesday, 7/2/13

AUS Cash Rate / RBA Rate Statement		RISK: 4	6A 06-13	
12:30 am Eastern / 9:30 pm Pacific		Forecast: 2.75% (no change)		
Avg 1st Peak: 39 ticks (1-2 min after report)	Min: 10 ticks (MAR '12)	Max: 107 ticks (FEB '12)		
Avg 2nd Pk/Fan: 61 ticks (8-14 min after report)	Min: 33 ticks (DEC '12)	Max: 107 ticks (MAY '12)		
Avg Reversal: 35 ticks (9-35 min after report)	Min: 18 ticks (AUG '11)	Max: 75 ticks (FEB '13)		
Last 6 Reports:	4 : SPK/REV	0 : 2ND PK	0 : DULL	2 : INDECISIVE
Last 12 Reports:	6 : SPK/REV	3 : 2ND PK	0 : DULL	3 : INDECISIVE
Recommended BracketDistance setting:			7	15 Tick Stop

****DO NOT USE JOBB for this report. Lately the trend has been for all central bank news to be volatile and indecisive. We have seen premature spikes, double wickers, and unsustainable moves with the RBA, ECB, and BOC...if you see volatility increase dramatically in the waning seconds before the strategy activates, DISABLE JOBB in the control center strategies tab as it will prevent a loss in most cases.****

I recommend using a Trap Trade approach to trade the breakouts with a pivot or SMA that is about 20-25 ticks from the origin using an ATM strategy with a 15 tick stop loss. Please see the video below if you are not familiar with this alternate method:

<https://jobrocketbreakout.net/category/videos/education/trap-trade/>

One of the major AUS monthly reports that is also riskier. Since April last year, the RBA has executed 5 rate cuts for a total of 150 BP. This includes the surprise cut in May down to 2.75%. The RBA is common to act in an unexpected manner, so the moves are rarely priced in. Since we just had a cut in May, there is very little expectation of a rate cut this month as the consensus is "wait and see" showing constant, but slow improvement in financial markets and consumer spending, but RBA Governor Stevens said further rate cuts may be an option in future months if required.

HIGH IMPACT REPORT ALERT:

Tuesday, 7/2/13

Factory Orders (ORANGE REPORT)	RISK: 2	ZB 09-13
10:00 am Eastern / 7:00 am Pacific	Forecast: 2.1%	
Recommended BracketDistance setting:	2	5 Tick Stop

A medium mover, but influential and reliable orange report. We will try this on the ZB. There is no other reliable statistical data on the ZB, since the period of influence has been brief. Now with the discussion of tapering of QE3, the ZB should be highly sensitive to all US economic news. Look for 4-10 ticks, and if it hovers and reverses after about 20 sec, be sure to exit near break even.