

## **HIGH IMPACT REPORT ALERT:**

**Tuesday, 8/6/13**

<b>AUS Cash Rate / RBA Rate Statement</b>	<b>RISK: 4</b>	<b>6A 09-13</b>
<b>12:30 am Eastern / 9:30 pm Pacific</b>	<b>Forecast: 2.50% (0.25% cut)</b>	
<b>Trap Trade</b>		
<b>Recommended Offset:</b>	<b>20-25 Ticks</b>	<b>15 Tick Stop</b>

**\*\*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.\*\***

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 method:

<https://jobbracketbreakout.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. With a forecast rate cut, there will be more volatility and swings are expected.

<b>U.S. Trade Balance</b>	<b>RISK: 2</b>	<b>6J 09-13</b>
<b>8:30 am Eastern / 5:30 am Pacific</b>	<b>Forecast: -43.1B</b>	
<b>Recommended BracketDistance setting:</b>	<b>3</b>	<b>8 Tick Stop</b>

Medium moving US report that is often paired up with Unemployment Claims and disqualified from trading. We have been trading this on the CL, but it has recently been a dull mover, so we will try out the 6J. Still, look for 10-15 ticks on the spike in 1-2 min and a higher reversal of 15-20 ticks that is quick to rebound. 2nd Peaks are a rarity on this report with only 3 in the last 2 years.