

HIGH IMPACT REPORT ALERT:

Wednesday, 8/14/13

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|---|---------------------------------|------------------------|---------------------------------|-----------------------|
| Crude Oil Inventory | | | RISK: 3 | CL 09-13 |
| 10:30 am Eastern / 7:30 am Pacific | | Forecast: -1.3M | | |
| Avg 1st Peak: 35 ticks (1-3 min after report) | Min: 11 ticks (3/27/13) | | Max: 93 ticks (4/4/12) | |
| Avg 2nd Peak: 86 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: | 1 : SPK/REV | 7 : 2ND PK | 0 : DULL | 2 : INDECISIVE |
| Last 25 Reports: | 5 : SPK/REV | 14 : 2ND PK | 1 : DULL | 5 : 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 in the Summer months and beyond May, we have seen 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. Only 2 reports of the last 12 were indecisive since April. Look for 20-50 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.