

## **HIGH IMPACT REPORT ALERT:**

**Thursday, 9/5/13**

<b>Euro-zone Minimum Bid Rate</b>	<b>RISK: 3</b>	<b>6E 09-13</b>
<b>7:45 am Eastern / 4:45 am Pacific</b>	<b>Forecast: 0.50% (no change)</b>	
<b>Trap Trade (JOB B not recommended)</b>		
<b>Recommended Offset:</b>	<b>10-12</b>	<b>10 Tick Stop</b>

The last year has seen increased attention and action on this report in comparison to the past when it was often a dull mover, with the exception of NOV, 2012 which was dull. The last 3 months were indecisive but great setups for the TrapTrade. These days much more attention is on the ECB as the Euro is hovering on the brink with many nations needing bailouts. This should cause a healthy reaction based on the comments and initial impression. Look for about 10-15 ticks on the :46 bar on the earlier report, then a pullback and potential reversal beyond the origin. Remember the 6E is much tamer than the CL. Mario Draghi has pledged to "do everything in his power to save the Euro", so pressure will be on the ECB to own up to their claims.

<b>Euro-Zone ECB Press Conference (Trade 6E 09-13)</b>	
<b>8:30 am Eastern / 5:30 am Pacific</b>	<b>Forecast: n/a</b>

The Press conference is a different animal, and not recommended for JOB B. US Unemployment Claims will also be released at the same time. Keep an eye on a news feed and look for the commentary to drive hawkish or bearish sentiment. The Q&A session can be volatile too. If you see a decisive trend, you may want to manually "buy the dips" or "sell the rips".

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<b>ADP Non-Farm Employment Change</b>		<b>RISK: 1</b>	<b>ZB 12-13</b>
<b>8:15 am Eastern / 5:15 am Pacific</b>		<b>Forecast: 175K</b>	
<b>Recommended BracketDistance setting:</b>		<b>3</b>	<b>5 Tick Stop</b>

<b>Parameters</b>	
BracketDistance	<b>3</b>
Entry CancelledIfGap	<b>False</b>
Entry Slippage Ticks	<b>16</b>
Entry StopLimit Orders	<b>True</b>
Entry Time	<b>09:59:57</b>
Mode	<b>StrategyInternal</b>

**Be sure to select "Strategy Internal" mode in the JOBB settings to ensure your stop loss is not rejected on the ZB. It is also recommended to use limit orders with a slippage setting of 16 or less to bypass the CME restrictions.**

Newer Report for JOBB that we will continue to trade on the ZB instead of the 6J. The last 3 months have seen 21 ticks in both occasions on the 1st peak, then a reversal of 13 or 17 ticks realized within a few min. I recommend using a profit target of 12 and exiting within 10 sec of the bar open. Look for 10-20 ticks on the spike and 10-15 ticks on the reversal. **Be sure to be out of all trades by 8:30 as the ECB press conference and claims will cause volatility on the bonds.**

<b>Unemployment Claims</b>		<b>RISK: 3</b>	<b>6J 09-13</b>	
<b>8:30 am Eastern / 5:30 am Pacific</b>		<b>Forecast: 332K</b>		
<b>Avg 1st Peak: 16 ticks (1-3 min after report)</b>	<b>Min: 5 ticks (1/31/13)</b>	<b>Max: 41 ticks (5/16/13)</b>		
<b>Avg 2nd Peak: 38 ticks (12-26 min after report)</b>	<b>Min: 17 ticks (2/21/13)</b>	<b>Max: 67 ticks (5/9/13)</b>		
<b>Avg Reversal: 27 ticks (13-64 min after report)</b>	<b>Min: 8 ticks (3/21/13)</b>	<b>Max: 83 ticks (5/2/13)</b>		
<b>Last 12 Reports:</b>	<b>6 : SPK/REV</b>	<b>3 : 2ND PK</b>	<b>1 : DULL</b>	<b>2 : INDECISIVE</b>
<b>Recommended BracketDistance setting:</b>		<b>4</b>	<b>10 Tick Stop</b>	

5 of the last 11 weeks have seen the claims results very close to matching the forecast, hence we are raising this to a RISK 3. This is still tamer than the GC for now. It may not average as many ticks, but it tends to be safer and more reliable. Through late FEB and early MAR, the claims have been between 330 and 345K. April and May saw a downturn to the 350 - 360K area. Then June and July had several in the mid 330s and 340s that were matching. With the forecast of 332K in

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the low end of there, if the reading comes in better than 320K, or worse than 345K look for a big pop of 20 or more ticks. Otherwise, a quick 10-15 ticks with a pullback a few seconds later will likely be seen on a reading within 15K of the forecast - in that case move the stop loss to near breakeven and exit quickly.

<b>ISM Non-Manufacturing PMI</b>		<b>RISK: 2</b>	<b>6J 09-13</b>
<b>10:00 am Eastern / 7:00 am Pacific</b>		<b>Forecast: 55.2</b>	
<b>Recommended BracketDistance setting:</b>		<b>3</b>	<b>8 Tick Stop</b>

A medium mover, but influential and reliable report. We will try this on the 6J since the ZB appears to not have enough influence by this report. Since we had been trading on the CL and tried the ZB last month for dull results, there is no other reliable statistical data. Factory Orders will be released at the same time, but this is often the case, and these reports have much overlap. Look for 8-15 ticks on the spike, and if it hovers and reverses after about 20 sec, be sure to exit near break even.

<b>Natural Gas Storage (Yellow Report)</b>		<b>RISK: 5</b>	<b>NG 10-13</b>	
<b>10:30 am Eastern / 7:30 am Pacific</b>		<b>Forecast: xxB FT<sup>3</sup></b>		
<b>Avg 1st Peak: 68 ticks (1-2 min after report)</b>	<b>Min: 16 ticks (10/25/12)</b>	<b>Max: 170 ticks (5/2/13)</b>		
<b>Avg 2nd Peak: 121 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: 68 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>4 : SPK/REV</b>	<b>4 : 2ND PK</b>	<b>0 : DULL</b>	<b>2 : INDECISIVE</b>
<b>Last 25 Reports:</b>	<b>12 : SPK/REV</b>	<b>10 : 2ND PK</b>	<b>0 : DULL</b>	<b>3 : INDECISIVE</b>
<b>Recommended BracketDistance setting:</b>			<b>10</b>	<b>20 Tick Stop</b>

**Trade with caution and ensure you understand the risk. THIS IS THE RISKIEST REPORT FOR JOBB. 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.**

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We are recommending a new approach to this report after a successful trial period in the last 4 months. This report offers large profit potential, but often has a premature spike and high slippage. **Set your bracket entry time 1 min early (xx:28:57)**. If you get a premature spike, then look to exit and take the profit. If you do not get a filled on the :30 bar, leave the order to wait to fill on the :31 bar for the normal move.

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 10, 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>RISK: 3</b>	<b>CL 10-13</b>
<b>10:30 am Eastern / 7:30 am Pacific</b>		<b>Forecast: -1.9M</b>		
<b>Avg 1st Peak: 35 ticks (1-3 min after report)</b>	<b>Min: 11 ticks (3/27/13)</b>		<b>Max: 93 ticks (4/4/12)</b>	
<b>Avg 2nd Peak: 86 ticks (5-40 min after report)</b>	<b>Min: 25 ticks (10/11/12)</b>		<b>Max: 182 ticks (4/17/13)</b>	
<b>Avg Reversal: 65 ticks (17-44 min after Pk)</b>	<b>Min: 19 ticks (3/27/13)</b>		<b>Max: 211 ticks (5/15/13)</b>	
<b>Last 10 Reports:</b>	<b>1 : SPK/REV</b>	<b>7 : 2ND PK</b>	<b>0 : DULL</b>	<b>2 : INDECISIVE</b>
<b>Last 25 Reports:</b>	<b>5 : SPK/REV</b>	<b>14 : 2ND PK</b>	<b>1 : DULL</b>	<b>5 : INDECISIVE</b>
<b>Recommended BracketDistance setting:</b>			<b>10</b>	<b>15 Tick Stop</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. 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

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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.