

HIGH IMPACT REPORT ALERT:

Thursday, 10/17/13

****As of this morning, Oil and NG inventory reports are now deferred due to the US Gov shutdown as the EIA is affected****

Unemployment Claims		RISK: 3	6J 12-13
8:30 am Eastern / 5:30 am Pacific	Forecast: 357K		
Trap Trade (JOBBER not recommended)			
Recommended offset		10-17	8 Tick Stop

Several of the weeks in the last 4 months have seen the claims results very close to matching the forecast, hence we raised this to a RISK 3. We have also seen slippage increasing to intolerable levels recently coupled with shortly sustained reactions. More often than not, this report will shoot for nor more than 18 ticks on the first bar, then retreat fairly quickly to surrender at least half of the gain by the close of the bar or more in the next few bars. For this reason we are shifting the approach to a Trap Trade. Look for a useful area of support and resistance inside of 20 ticks on either side, then set up the trap orders 1-2 ticks outside of that. In the last month or so, the largest reaction has been 26 ticks, but most are in the 10-20 tick range. If you are filled, look for 5-8 ticks and move your stop loss to breakeven after you see some profit just to be safe. If you are not filled in the first 10 sec, cancel the order.

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Philly FED Manufacturing Index	RISK: 2	ZB 12-13
10:00 am Eastern / 7:00 am Pacific	Forecast: 15.4	
Recommended BracketDistance setting:	2	4 Tick Stop

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

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.

A medium mover, but influential and reliable report that we usually trade on the 6J or CL. We will continue trading this on the ZB due to current market dynamics after July and August were profitable. September would have been safe, but it was not recommended to trade with another report double booked. 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.

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CNY GDP		RISK: 2	6A 12-13	
10:00 pm Eastern / 7:00 pm Pacific		Forecast: 7.8%		
Avg 1st Peak: 23 ticks (2-4 min after report)	Min: 12 ticks (JUL '12)	Max: 41 ticks (APR '12)		
Avg 2nd Peak: 53 ticks (4-18 min after report)	Min: 36 ticks (JUL '12)	Max: 68 ticks (APR '13)		
Avg Reversal: 24 ticks (10-40 min after Pk)	Min: 14 ticks (APR '12)	Max: 47 ticks (JAN '13)		
Last 6 Reports:	3 : SPK/REV	3 : 2ND PK	0 : DULL	0 : INDECISIVE
Recommended BracketDistance setting:		4	5 Tick Stop	

New report with limited data sample due to the quarterly frequency. **This report releases 40 sec early every time, so set your activation time to xx:59:17. The peak is normally on the :01 to :03 bar (2-4 min after release).** This is the Quarterly GDP for China. Trade on the 6A since there is no index for CNY and the AUS economy is heavily correlated. Only 6 reports for statistical data, but consistent and profitable. Look for 15-40 ticks on the spike, and 15-25 on the reversal. There is a potential for a 2nd peak, but only 2 occurrences in the last 15 months. The reaction is also prone to quick and sharp reversals, so be careful if you see a long tail/wick on the initial spike. The HG also reacts to the news, but it a bit delayed. You could setup JOBB on that with the same settings, or manually trade it after you capture the 6A spike.