

## **HIGH IMPACT REPORT ALERT:**

**Thursday, 10/17/13**

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

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 not 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.

## HIGH IMPACT REPORT ALERT:

Thursday, 10/17/13

<b>Natural Gas Storage (Yellow Report)</b>		<b>RISK: 5</b>	<b>NG 12-13</b>	
<b>10:30 am Eastern / 7:30 am Pacific</b>		<b>Forecast: 80B 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.**

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 15-30 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.

## HIGH IMPACT REPORT ALERT:

Thursday, 10/17/13

CNY Manufacturing PMI			RISK: 2	6A 12-13
9:00 pm Eastern / 6:00 pm Pacific		Forecast: 51.6		
Avg 1st Peak: 20 ticks (1-3 min after report)	Min: 7 ticks (APR '13)		Max: 43 ticks (JUL '13)	
Avg 2nd Peak: 30 ticks (13-30 min after report)	Min: 13 ticks (APR '12)		Max: 50 ticks (MAY '12)	
Avg Reversal: 22 ticks (50-100 min after report)	Min: 8 ticks (SEP '12)		Max: 46 ticks (MAY '12)	
Last 6 Reports:	4 : SPK/REV	2 : 2ND PK	2 : DULL	0 : INDECISIVE
Last 12 Reports:	4 : SPK/REV	7 : 2ND PK	2 : DULL	0 : INDECISIVE
Recommended BracketDistance setting:			5	10 Tick Stop

A newer report for JOBB. RISK 2 due to the potential for early release along with April and June being dull with a report matching the forecast, but no indecisive reactions yet. **Due to 5 of 12 occurrences in the past where a source has released data up to 2:20 min early, set your bracket time for xx:57:30.** This is a monthly early indicator of China manufacturing activity. Trade on the 6A since there is no index for CNY and the AUS economy is heavily correlated. This report is always reported on the last day of the month even if on a weekend, so several months do not offer an opportunity to trade. 5 of the last 6 reports have delivered 13-26 ticks on the first peak. 7 of the last 12 reports have achieved a 2nd peak of 5-17 ticks more than the 1st peak. Look for 10-30 ticks on the reversal borne out over at least 50 min.

The HG 12-13 index will also move for this report, but is not as safe on the initial spike. It tends to spike, then retreat and make another big move on the :02 bar (short if disappointing / long if impressive). I recommend placing a follow on manual trade on the HG after the results are known and the offset from the forecast is greater than 0.5. Look for an entry as the :01 bar is expiring and set a target for 20-30 ticks by the :10 bar, but move your stop up to +10 to capture that profit just in case.