

HIGH IMPACT REPORT ALERT:

Friday, 11/8/13

*These are the last 2 reports affected by the US Gov shutdown.

| | | | | |
|---|--------------------------------|------------------------------------|-----------------|-----------------------|
| Unemployment rate / Non-Farm Employment Change | | RISK: 1 | ZB 12-13 | |
| 8:30 am Eastern / 5:30 am Pacific | | Forecast: +121K jobs / 7.3% | | |
| Avg 1st Peak: 32 ticks (1-3 min after report) | Min: 9 ticks (MAR '12) | Max: 69 ticks (FEB '12) | | |
| Avg 2nd Peak: 48 ticks (4-65 min after report) | Min: 21 ticks (NOV '11) | Max: 78 ticks (SEP '12) | | |
| Avg Reversal: 27 ticks (110-145 min after rpt) | Min: 8 ticks (JUL '12) | Max: 56 ticks (SEP '11) | | |
| Last 6 Reports: | 1 : SPK/REV | 4 : 2ND PK | 0 : DULL | 1 : INDECISIVE |
| Last 12 Reports: | 2 : SPK/REV | 9 : 2ND PK | 0 : DULL | 1 : INDECISIVE |
| Recommended BracketDistance setting: | | | 3-4 | 5 Tick stop |

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

***Be sure to select "Strategy Internal" in the JOBB settings to ensure your stop loss is not rejected. I recommend using a breakeven setting of 15 and limit orders with a limit setting of 16 or less. The

parameters will prevent the exchange manipulation of your orders (time will vary)

This report was originally scheduled to release on 11/1 but was delayed 1 week due to the US Gov shutdown. Similar to the Oct report that was delayed, it will still be a safe report, but out of the normal protocol. Due to the different routine, I recommend taking a conservative approach with a smaller lot and tighter profit target. Most of the reports in the last several months have been mixed bags for the economy, but March was unexpectedly strong. We saw a moderate 70-165K increase (barely keeping up with population growth) with variable changes in the rate until March came in at 236K. Then May was mildly positive, June was a mixed bag, July was fairly positive, and August to October were mildly negative. SEP was the first indecisive report we have seen in about 18 months, as the jobs #s were nearly matching while the rate improved. Still, any drop in the rate has

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been primarily due to less people in the labor force or gains in part time labor, not sizable gains in normal hiring, so the jobs #s carry much more weight as the rate is discounted. This makes traders suspect of any positive news. The ADP report on 10/30 showed worse than expected 130K jobs created last week. There is little correlation between the BOLS report and the ADP report since the calculation metrics differ entirely. Remember the # of jobs created carries more weight here than the U-3 % of unemployed, but if the rate change is divergent to the job #s, it can cause initial lack of conviction.

This continues to be our safest and most profitable trade for the program offering an average of about 20 ticks net to be captured with ease on the initial spike. There were 4 indecisive reports between SEP '11 and MAY '12 due to inconsistent results where the BOLS was cooking the results in the election season. Now the markets are wiser and the same precursors would not cause indecision as the last 13 reports have been safe. Two months ago (SEP '13) broke the streak of safe reports with a nearly matching and divergent situation after ADP matched. Any improvement in the rate with lackluster job #s is viewed negatively as a drop in the labor force.

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| World Agriculture Supply and Demand Estimates (WASDE)-Corn | | RISK: 2 | ZC 12-13 | |
| 12:00 pm Eastern / 9:00 am Pacific | | Forecast: n/a (not on Forex Factory) | | |
| Avg 1st Peak: 57 ticks (1-3 min after report) | Min: 22 ticks (DEC '12) | Max: 120 ticks (JAN '13) | | |
| Avg 2nd Peak: 75 ticks (4-6 min after report) | Min: 29 ticks (DEC '12) | Max: 147 ticks (JAN '13) | | |
| Avg Reversal: 69 ticks (5-25 min after report) | Min: 30 ticks (DEC '12) | Max: 131 ticks (AUG '12) | | |
| Last 6 Reports: | 4 : SPK/REV | 1 : 2ND PK | 0 : DULL | 1 : INDECISIVE |
| Last 12 Reports: | 5 : SPK/REV | 5 : 2ND PK | 0 : DULL | 2 : INDECISIVE |
| Recommended BracketDistance setting: | | | 5 | 15 Tick Stop |

**Report for JOBB that is somewhat unique. This is not found on Forex Factory. It is a monthly USDA report on agricultural commodities. Due to the US Gov shutdown, the OCT report was skipped, so this report will have more weight. May was indecisive after 3 sec and 42 ticks of profit, so I recommend using a breakeven of 15-20 ticks to keep you safe. It affects many different products, but Corn (ZC) is the most affected, safest, and most liquid. In the past, this report had a chance to release up to about 30 sec early, but has not done that in about a year, so we will restore the default launch time at xx:59:57 and tighten the bracket to 5. It has the potential to seek a 2nd peak. The 1st peak often takes more than 1 candle to hit its max. Reversal usually exceeds the peak. Look for 30-100 ticks on the spike, 10-30 additional ticks on a potential 2nd peak, and 40-90 ticks on the reversal.

Note: If you have not opened a ZC chart before, you will have to set it up correctly. Open the Data series window on your chart and change the "session template" to "Default 24/7". Then hit okay. If you do not execute this step, your chart will not display historical data and SMA /Pivot data accurately.