

HIGH IMPACT REPORT ALERT:

Monday, 1/6/14

ISM Non-Manufacturing PMI		RISK: 2	6J 03-14	
10:00 am Eastern / 7:00 am Pacific		Forecast: 54.6		
Avg 1st Peak: 19 ticks (1 min after report)	Min: 13 ticks (NOV '13)	Max: 22 ticks (OCT '13)		
Avg 2nd Peak: 25 ticks (6-29 min after report)	Min: 22 ticks (AUG '13)	Max: 28 ticks (SEP '13)		
Avg Reversal: 18 ticks (23-74 min after report)	Min: 10 ticks (OCT '13)	Max: 24 ticks (SEP '13)		
Last 4 Reports:	0 : SPK/REV	4 : 2ND PK	0 : DULL	0 : INDECISIVE
Recommended BracketDistance setting:		3	8 Tick Stop	

A medium mover, but influential and reliable report. This report will be released concurrently with Factory Orders, but that is a common protocol as both reports have significant overlap. We have been trading this on the 6J since August 2013 with the above results showing 4 safe and very consistent reports. All have achieved a 2nd peak of a few more ticks. Look for 10-15 ticks on the spike, and if it hovers and reverses after about 20 sec, be sure to exit at or better than break even.

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Monday, 1/6/14

AUS Trade Balance		RISK: 2	6A 03-14	
7:30 pm Eastern / 4:30 pm Pacific		Forecast: -0.30B		
Avg 1st Peak: 16 ticks (1-2 min after report)	Min: 7 ticks (DEC '12)	Max: 53 ticks (AUG '11)		
Avg 2nd Peak: 27 ticks (11-27 min after report)	Min: 15 ticks (DEC '13)	Max: 62 ticks (AUG '11)		
Avg Reversal: 20 ticks (20-45 min after report)	Min: 10 ticks (JAN '12)	Max: 45 ticks (OCT '11)		
Last 6 Reports:	2 : SPK/REV	1 : 2ND PK	0 : DULL	3 : INDECISIVE
Last 12 Reports:	4 : SPK/REV	4 : 2ND PK	1 : DULL	3 : INDECISIVE
Recommended BracketDistance setting:		3	5 Tick Stop	

Bottom tier report that does not have the same shock value of the employment, GDP, or RBA reports. Still good for about 8-10 ticks after minimal slippage and JOBB buffer. May and August were indecisive due to Quarterly HPI that broke at the same time with a large opposite result. We warned about this as a riskier situation. Then December was indecisive with no apparent cause. This month has no other report releasing at the same time. Often peaks after the 1st bar. The 2nd peak consistently delivers about 8-12 ticks extra about 50% of the time, and the reversal will yield 10-25 ticks slowly as the volume dries up.