

## HIGH IMPACT REPORT ALERT:

Wednesday, 2/5/14

<b>ADP Non-Farm Employment Change</b>		<b>RISK: 1</b>	<b>ZB 03-14</b>	
<b>8:15 am Eastern / 5:15 am Pacific</b>		<b>Forecast: 191K</b>		
<b>Avg 1st Peak: 12 ticks (1-3 min after report)</b>	<b>Min: 5 ticks (NOV '13)</b>	<b>Max: 16 ticks (DEC '13)</b>		
<b>Avg 2nd Peak: 20 ticks (6-20 min after report)</b>	<b>Min: 15 ticks (OCT '13)</b>	<b>Max: 25 ticks (DEC '13)</b>		
<b>Avg Reversal: 13 ticks (45-60 min after last pk)</b>	<b>Min: 6 ticks (AUG '13)</b>	<b>Max: 24 ticks (SEP '13)</b>		
<b>Last 6 Reports:</b>	<b>1 : SPK/REV</b>	<b>4 : 2ND PK</b>	<b>0 : DULL</b>	<b>1 : INDECISIVE</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. It is also recommended to use limit orders with a slippage setting of 16 or less to bypass the CME restrictions (time will vary).**

Newer Report for JOBB that we will continue to trade on the ZB instead of the 6J. Sept was indecisive due to a near exact match of the result to the forecast. Due to the legitimate cause and low probability of these conditions repeating, this remains a RISK 1 trade. The previous 3 months before AUG resulted in 21 ticks on the 1st peak, then a reversal of 13 or 17 ticks realized within a few min. I recommend using a profit target of 10-12 and exiting within 10 sec of the bar open. Look for 5-15 ticks on the spike and 10-15 ticks on the reversal. A 2nd peak is very likely to happen for about 6-9 ticks more than the original peak within 20 min after the report.

## HIGH IMPACT REPORT ALERT:

Wednesday, 2/5/14

<b>ISM Non-Manufacturing PMI</b>		<b>RISK: 2</b>	<b>6J 03-14</b>	
<b>10:00 am Eastern / 7:00 am Pacific</b>		<b>Forecast: 53.6</b>		
<b>Avg 1st Peak: 19 ticks (1 min after report)</b>	<b>Min: 13 ticks (NOV '13)</b>	<b>Max: 22 ticks (OCT '13)</b>		
<b>Avg 2nd Peak: 25 ticks (6-29 min after report)</b>	<b>Min: 22 ticks (AUG '13)</b>	<b>Max: 28 ticks (SEP '13)</b>		
<b>Avg Reversal: 18 ticks (23-74 min after report)</b>	<b>Min: 10 ticks (OCT '13)</b>	<b>Max: 24 ticks (SEP '13)</b>		
<b>Last 6 Reports:</b>	<b>0 : SPK/REV</b>	<b>6 : 2ND PK</b>	<b>0 : DULL</b>	<b>0 : INDECISIVE</b>
<b>Recommended BracketDistance setting:</b>		<b>3</b>	<b>8 Tick Stop</b>	

A medium mover, but influential and reliable report. This report will be released separately from Factory Orders this time , but that is a common protocol as both reports have significant overlap. We have been trading this on the 6J since July 2013 with the above results showing 6 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.

## HIGH IMPACT REPORT ALERT:

Wednesday, 2/5/14

<b>Crude Oil Inventory</b>			<b>RISK: 4</b>	<b>CL 03-14</b>
<b>10:30 am Eastern / 7:30 am Pacific</b>		<b>Forecast( C/G/D): 2.55M/1.55M/2.55M</b>		
<b>Avg 1st Peak: 36 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: 82 ticks (5-40 min after report)</b>	<b>Min: 25 ticks (10/11/12)</b>		<b>Max: 191 ticks (9/18/13)</b>	
<b>Avg Reversal: 71 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>1 : DULL</b>	<b>1 : INDECISIVE</b>
<b>Last 25 Reports:</b>	<b>7 : SPK/REV</b>	<b>14 : 2ND PK</b>	<b>1 : DULL</b>	<b>3 : 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 raised to "4" due to the season shift. This report is 3-pronged (Crude oil, Gasoline, and Distillates - Heating Oil)**

Now as we are in the winter, we have seen a transition where the Distillate reading gains in significance making the report less stable and safe. The reports are still profitable, but are more difficult to make a safe exit. Quick and large reversals are common, so I recommend using a breakeven and profit target. Be sure and exit if you see the price action hovering for more than 5 sec as it will likely reverse strongly. 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 or use a Trap Trade with an offset of 20-25 ticks. Paper trade this if you have not traded this report before.

## **HIGH IMPACT REPORT ALERT:**

**Wednesday, 2/5/14**

<b>AUS Retail Sales / Trade Balance - Trap Trade</b>		<b>RISK: 2</b>	<b>6A 03-14</b>
<b>7:30 pm Eastern / 4:30 pm Pacific</b>	<b>Forecast: 0.5% RTL / -0.27B Trade</b>		
<b>Trap Trade (JOB B not recommended)</b>			
<b>Recommended offset</b>		<b>~15 and ~25 (+/-2)</b>	<b>15 Tick Stop</b>

Due to the double booking, we are shifting these reports to the Trap Trade. The largest spike on Retail sales has been 33 ticks in the last 18 months, and there is a cluster in the 17-20 range, then mid to upper 20s. This should either be a whipsaw, or have a sharp pullback in the intrabar. If you wanted to play it safer, just use the outer tier at 25 ticks and cancel if not filled.