

HIGH IMPACT REPORT ALERT:

Tuesday, 2/11/14

FED Chair Yellen Testifies		RISK: 2	ZB 03-14
08:30 am Eastern / 5:30 am Pacific	Forecast: n/a		
Recommended Bracket Distance	3	5 tick stop	

New FED Chair Yellen is due to testify on the Semi-annual monetary policy report before the House Financial Services Committee in Washington D.C. This is for the release of the written remarks which are more impacting than the oral testimony 90 min later. **DO not trade the 1000 report with JOBB.** Has a potential to impact the markets depending on what is read. Expect discussion about the pace of tapering QE3 due to recent economic indicators (ISM/NFP) There may still be some fireworks in the Q&A after 1000 too. We have a very limited data sample, but 7/17/13 gave a 13 tick spike, followed by a much larger 2nd peak of 40 ticks about 35 min later. It may develop into a FAN. Look for comments on Quantitative Easing, Operation Twist, and economic projections to drive the reaction. Dovish statements will cause the ZB to rally; Hawkish statements will cause the ZB to plummet.