

## **HIGH IMPACT REPORT ALERT:**

**Wednesday, 4/9/14**

<b>Crude Oil Inventory</b>			<b>RISK: 4</b>	<b>CL 05-14</b>
<b>10:30 am Eastern / 7:30 am Pacific</b>		<b>Forecast( C/G/D): 1.90M/-0.80M/-0.30M</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>6 : 2ND PK</b>	<b>1 : DULL</b>	<b>2 : 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 "4" due to the winter season. 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 and look for a quick exit with around 5-10 ticks. Paper trade this if you have not traded this report before.

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## HIGH IMPACT REPORT ALERT:

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World Agriculture Supply & Demand Estimates(WASDE)Soybeans	RISK: 2	ZS 05-14
12:00 pm Eastern / 9:00 am Pacific	Forecast: n/a (not on Forex Factory)	
Recommended BracketDistance setting:	6	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. **Set your activation time to 12:00:32 and ensure you have a very precise clock synch.** After the traditional approach on the ZC has been deteriorating in the last 4 months with slippage and unsustainable moves, we are shifting to a unique approach on the ZS. The initial reaction is often accompanied with a premature move, indecision or a decisive move. The commonality among all of them in the last several months is that they tend to stall about halfway through the :01 bar, then make another move in the next minute or so. Since this can go either direction with respect to the initial move, we will use a bracket approach. We are looking for a low slippage fill, then a move either way to go for at least 25-30 ticks net in 1:32 to 2:02 after the report. In the last 6 months, we have had yields of 37 - 83 ticks with this approach. It may hover around your fill point or even go a few ticks in the red initially, but the move will follow, so be patient, set a profit target, and wait for it to fill about 1 min or so later.

Note: If you have not opened a ZS 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.

## **HIGH IMPACT REPORT ALERT:**

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<b>10-y Bond Auction - Trap Trade</b>		<b>RISK: 2</b>	<b>ZB 06-14</b>
<b>1:01 pm Eastern / 10:01 am Pacific</b>		<b>Forecast: n/a</b>	
<b>Recommended settings:</b>	<b>Tier 1: 3-4 ticks</b>	<b>Tier 2: 7-8 ticks</b>	<b>5 Tick Stop</b>

**Be sure to select "Strategy Internal" mode in the JOBB settings to ensure your stop loss is not rejected on the ZB.**

**Set your activation time for xx:01:00 as the spike will happen around xx:01:30 on the :02 bar.** We are shifting this report to a Trap Trade due to the trending dull pattern with only one reaction in the last year over 8 ticks. We have had 7 reactions of 4-5 ticks and 3 reaction of 7-8 ticks with 1 no fill and one outlier at 14 ticks. Look for about 3-4 ticks for a safe and conservative exit, but take what the market gives you. Last month we filled and then it hovered around +1 tick for a few min before moving against the fill. Though this is the 10-y Auction, it has caused a reaction on the ZB for the last 2+ years consistently and little reaction on the ZN. **If you do not get filled by xx:02:00, cancel the order.** It may go for a 2nd peak about 15 min to 1 hr after the report for 4-10 ticks more than the spike. The reversal usually matches the original spike and takes 10-40 min to pan out.

If you are new to JOBB in the last month, please click on the following link to watch a 15 min video discussing the unique nature of the Bond Auctions:  
<https://jobbracketbreakout.net/new-report-to-trade-bond-auction>

## HIGH IMPACT REPORT ALERT:

Wednesday, 4/9/14

FOMC Meeting Minutes - Trap Trade		RISK: 2	ZB 06-14
2:00 pm Eastern / 11:00 am Pacific		Forecast: n/a (<0.25%)	
Recommended settings:	Tier 1: 5 ticks	Tier 2: 8-9 ticks	5 Tick Stop

**Set your activation time to xx:59:15, then look to optimize your orders with key areas of support/resistance. If your order is not filled in the first 20 sec, cancel it.**

There are four reports that help us model the expected reaction to this report: 1/29, 3/19 FOMC Statements and 1/8, 2/19 FED Meeting Minutes. All four were great Trap Trade setups causing a spike one way followed by a reversal within about 1 min. The 1/29 report fell 8 ticks, then rallied 9 ticks in 1:12. The minutes each moved 6 ticks, then reversed for 5 and 9 ticks in :48 to 1:00. The 3/19 report was fell 16 ticks, then reversed for 14 ticks in about 3 min as there was a surprise in the future projections. **Look to exit on the first reversal and do not hold the trade long term as the longterm reaction is unpredictable. A target of about 5 ticks should be safe.**

When the FED finally commenced tapering QE3 from \$85B/month at the December 2013 meeting, we saw a decisive short move. Now that the mystery and surprise is gone, every FOMC event since (minutes or statement) has been a great trap trade setup as they continue on the steady pace of \$10B/month reduction. The Minutes are a detailed report of the FED decision from 3 weeks ago, so there is less surprise and the move is smaller.

Keep an eye on the news, Bloomberg.com, or Talking-Forex and watch/listen for the announcement of the result as this is the reaction to the written statement.

## HIGH IMPACT REPORT ALERT:

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<b>AUS Employment Change / Unemployment Rate</b>		<b>RISK: 3</b>	<b>6A 06-14</b>	
<b>9:30 pm Eastern / 6:30 pm Pacific</b>		<b>Forecast: 7.3K / 6.1%</b>		
<b>Avg 1st Peak: 46 ticks (1 min after report)</b>	<b>Min: 13 ticks (SEP '12)</b>	<b>Max: 86 ticks (JUN '13)</b>		
<b>Avg 2nd Peak: 61 ticks (26-50 min after report)</b>	<b>Min: 34 ticks (DEC '12)</b>	<b>Max: 98 ticks (JAN '14)</b>		
<b>Avg Reversal: 36 ticks (15-30 min after last Pk)</b>	<b>Min: 11 ticks (SEP '13)</b>	<b>Max: 96 ticks (JUN '13)</b>		
<b>Last 6 Reports:</b>	<b>2 : SPK/REV</b>	<b>3 : 2ND PK</b>	<b>0 : DULL</b>	<b>2 : INDECISIVE</b>
<b>Last 12 Reports:</b>	<b>5 : SPK/REV</b>	<b>4 : 2ND PK</b>	<b>0 : DULL</b>	<b>3 : INDECISIVE</b>
<b>Recommended BracketDistance setting:</b>			<b>8</b>	<b>20 Tick Stop</b>

<b>Parameters</b>	
BracketDistance	8
Entry CancelledIfGapped	False
Entry Slippage Ticks	12
Entry StopLimit Orders	True
Entry Time	21:29:59
Mode	StrategyInternal
<b>StrategyInternal Trading</b>	
BreakEvenProfit Ticks	0
BreakEvenTrigger Ticks	0
Position 1 Size	1
Position 2 Size	0
ProfitTarget 1 Ticks	20
ProfitTarget 2 Ticks	0
ReverseIfStoppedOut	True
StopLoss Ticks	20

**Based on the high slippage that often accompanies this report, I am recommending the stop limit orders with the settings to the left. Due to an occasional head fake, we recommend using the ReverseIfStoppedOut feature. The BreakEven and ProfitTarget are left to personal preference, but 20 ticks is a suggestion.**

One of the bigger periodic AUS reports. April to June 2013 saw premature volatility and manipulation to make the report more risky while April and May were both indecisive. May and June would have seen a tripwire to cancel about 18 sec before the report and April presented an indecisive scenario with a premature spike 3 sec before just as the bracket was setting up. **Given these dynamics, set the activation time to :59 sec instead of :57 sec.** This approach has made the report safer to profit since June. October was the only indecisive report since May due to mixed results. In Feb we saw another head fake long before the true short move. Check the archive screen shot and caption to see what

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happened if you are unfamiliar. Due to the high slippage, we are looking for a better position fill after the initial move and retracement with the limit order settings. Very consistent spike of 25-60 ticks on the 1st bar except for June which garnered 86 ticks, then surrendered it fairly quickly. Lately, more reports have seen a 2nd Peak reaction, but on every occasion except for a few, the 2nd peak has only garnered another 4-15 ticks. Since that is the case, be careful trading the reversal. It is better to wait for a trade against the grain and miss it, then go in too early and find yourself eating a loss. The 25-30 min area after the report is a good area to evaluate an entry for the reversal. Look for 20-40 ticks on the reversal.