

HIGH IMPACT REPORT ALERT:

Monday, 4/14/14

(Core) Retail Sales		RISK: 2	6J 06-14	
8:30 am Eastern / 5:30 am Pacific		Forecast: 0.4% (Core)/ 0.2% (Reg)		
Avg 1st Peak: 19 ticks (1 min after report)	Min: 8 ticks (OCT '13)	Max: 37 ticks (JUL '13)		
Avg 2nd Peak: 40 ticks (15-45 min after report)	Min: 11 ticks (NOV '13)	Max: 56 ticks (JUL '13)		
Avg Reversal: 35 ticks (20-60 min after last pk)	Min: 16 ticks (JUL '13)	Max: 70 ticks (JAN '13)		
Last 6 Reports:	3 : SPK/REV	3 : 2ND PK	0 : DULL	0 : INDECISIVE
Recommended BracketDistance setting:		4	10 Tick Stop	

A medium mover, but influential and reliable report that we will shift back to the 6J due to current market dynamics. It has a core and regular reading, but they rarely conflict. One may match while the other differs, but we have not seen divergent results. Often has a 2nd peak in the 15-45 min range. Look for 10 - 15 ticks net on the spike, 20 - 40 ticks on a potential 2nd peak, and 15 - 30 ticks on the reversal with a varied timeframe.

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AUS Monetary Policy Meeting Minutes - Trap Trade			RISK: 1	6A 06-14	
9:30 pm Eastern / 6:30 pm Pacific		Forecast: n/a			
Avg 1st Peak: 17 ticks (0:05-0:24 sec)	Min: 4 ticks (OCT '13)		Max: 40 ticks (JUL '13)		
Avg Reversal: 20 ticks (0:12 - 1:30 after report)	Min: 11 ticks (AUG '13)		Max: 36 ticks (SEP '13)		
Last 8 Reports:	5 : Tier 1	1: Tier 2	1 : DULL (no fill)	0 : DULL (fill)	1 : STOPPED
Recommended settings:		Tier 1: 7-10 ticks	Tier 2: 15-16 ticks	10 Tick Stop	

This is one of our safest and most profitable trap trades. I recommend using a two tier Trap Trade approach to trade the breakouts with a 10 tick stop loss. This is the detailed results that follow the RBA rate statement from 2 weeks ago. The Minutes often reflect a similar reaction to the cash rate, but are not bound by that. In this case since the Cash Rate resulted in a indecisive reaction that broke out long then reversed and sustained the short move, look for the minutes to do the same. A short entry on the long side would be ideal to patiently wait and see where it will go as it should extend beyond the origin.