

HIGH IMPACT REPORT ALERT:

Tuesday, 4/29/14

GBP Prelim GDP - Trap Trade				RISK: 3	6B 06-14
4:30 am Eastern / 1:30 am Pacific			Forecast: 0.9%		
Avg 1st Peak: 51 ticks (0:00-0:18 sec)		Min: 37 ticks (OCT '13)		Max: 79 ticks (APR '13)	
Avg Reversal: 32 ticks (0:07 - 0:56 after report)		Min: 9 ticks (JAN '13)		Max: 69 ticks (OCT '13)	
Last 6 Reports:	3 : Tier 1	1: Tier 2	0 : DULL (no fill)	1 : DULL (fill)	1 : STOPPED
Recommended settings:		Tier1: ~35 ticks	Tier2: ~50 ticks	15 Tick Stop	

New Report for JOBB, as is all GBP news. This is the quarterly Prelim GDP which is the earliest and most impacting of 3 reports (prelim, secondary, and final). The last 3 reports have been matching, aiding the Trap Trade approach. April 2013 was a strong reaction resulting in a stop out, and January 2013 filled the inner tier and allowed an exit at breakeven. With the large reactions and low potential for a surprise reading, this is a Risk 3. Still the most likely scenario is a whipsaw or unsustainable peak. We have seen 4 reports fill the inner tier and 2 fill the outer tier including the stop and dull fills, then the reversal gives 16-48 ticks from the first tier or average entry to be captured usually in the middle to latter part of the :01 bar (0:07 - 0:56).

HIGH IMPACT REPORT ALERT:

Tuesday, 4/29/14

CB Consumer Confidence		RISK: 2	6J 06-14	
10:00 am Eastern / 7:00 am Pacific		Forecast: 82.9		
Avg 1st Peak: 10 ticks (1-2 min after report)	Min: 3 ticks (SEP '13)	Max: 25 ticks (JUN '13)		
Avg 2nd Peak: 18 ticks (4-10 min after rpt)	Min: 11 ticks (SEP '13)	Max: 22 ticks (NOV '13)		
Avg Reversal: 18 ticks (11-29 min after rpt)	Min: 8 ticks (NOV '13)	Max: 38 ticks (AUG '13)		
Last 6 Reports:	3 : SPK/REV	2 : 2ND PK	1 : DULL	0 : INDECISIVE
Recommended BracketDistance setting:		4	8 Tick Stop	

Good medium impact report to trade. The readings since April 2013 have continued to greatly exceed the forecast and set new highs not seen for multiple years. We tried the ZB for 2 months in the summer, but June saw little reaction to a decent report, so we shifted to the 6J in July. While Sept was dull with a matching report, every other report in the last 8 months since the shift to the 6J has been safe. Look for 5-10 ticks on the initial spike and about 8-10 on the reversal. A potential 2nd peak should deliver 5-15 more ticks than the initial peak within 15 minutes.