

HIGH IMPACT REPORT ALERT:

Monday, 5/19/14

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 9 Reports:	6 : 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.