

## **HIGH IMPACT REPORT ALERT:**

**Friday, 5/23/14**

<b>EUR German Ifo Business Climate</b>			<b>RISK: 2</b>	<b>6E 06-14</b>
<b>4:00 am Eastern / 1:00 am Pacific</b>		<b>Forecast: 111.0</b>		
<b>Avg 1st Peak: 19 ticks (1-2 min after report)</b>	<b>Min: 9 ticks (JUL '13)</b>		<b>Max: 34 ticks (APR '13)</b>	
<b>Avg 2nd Peak: 32 ticks (16-50 min after report)</b>	<b>Min: 17 ticks (OCT '13)</b>		<b>Max: 64 ticks (MAY '13)</b>	
<b>Avg Reversal: 29 ticks (15-100 min after report)</b>	<b>Min: 10 ticks (APR '14)</b>		<b>Max: 65 ticks (AUG '13)</b>	
<b>Last 6 Reports:</b>	<b>3 : SPK/REV</b>	<b>3 : 2ND PK</b>	<b>0 : DULL</b>	<b>0 : INDECISIVE</b>
<b>Last 12 Reports:</b>	<b>7 : SPK/REV</b>	<b>4 : 2ND PK</b>	<b>0 : DULL</b>	<b>1 : INDECISIVE</b>
<b>Recommended BracketDistance setting:</b>			<b>4</b>	<b>8 Tick Stop</b>

January and March were indecisive in 2013, but since March, only September was indecisive. If the result is nearly matching (less than 0.5 pts offset), it will only yield about 10 ticks gross, so keep that in mind when you are looking to exit and comprehend the results. On the other hand, a difference of more than 1.0 has the potential for a large move of 20-35 ticks gross. This report normally peaks on the :01 bar, but occasionally peaks after the first bar. It also occasionally releases several seconds late yielding a late spike so wait to cancel until 30 seconds after the top of the hour. Look for 8-15 ticks net on the spike, 20-40 ticks net on a potential 2nd peak in 16-50 min, and 20-45 on the reversal in 15-100 min. This breaks 2 hours into the European trading session, so the volume on the 6E will be fairly high.

## **HIGH IMPACT REPORT ALERT:**

**Friday, 5/23/14**

<b>Canadian (Core) CPI - Trap Trade</b>				<b>RISK: 2</b>	<b>6C 06-14</b>
<b>8:30 am Eastern / 5:30 am Pacific</b>		<b>Forecast: 0.2% (Core) / 0.3% (Reg)</b>			
<b>Avg 1st Peak: 16 ticks (0:01-0:08 sec)</b>	<b>Min: 5 ticks (OCT '13)</b>		<b>Max: 41 ticks (MAR '14)</b>		
<b>Avg Reversal: 20 ticks (0:02 - 2:05 after report)</b>	<b>Min: 9 ticks (OCT '13)</b>		<b>Max: 41 ticks (FEB '14)</b>		
<b>Last 6 Reports:</b>	<b>1: Tier 1</b>	<b>2: Tier 2</b>	<b>1: DULL (no fill)</b>	<b>1 : DULL (fill)</b>	<b>1 : STOPPED</b>
<b>Recommended settings:</b>		<b>Tier 1: 8-12 ticks</b>	<b>Tier 2: 18-20 ticks</b>	<b>12 Tick Stop</b>	

This report is a good Trap Trade candidate as it often sees matching results, a reading of 0.0%, or conflicting results on the core and regular readings that causes a whipsaw or a sharp pullback. The only time we were stopped was March when double booked with retail sales having strong consistent results. This time there is no other CAN news release. This report is a smaller mover with the typical range of the initial spike being 8-15 ticks. In the last 2 yrs it has had 5 reactions of 20 - 26 ticks and 1 reaction of 41 ticks (March 14 stop out).