

## HIGH IMPACT REPORT ALERT:

Tuesday, 5/27/14

<b>(Core) Durable Goods Orders - Trap Trade</b>		<b>RISK: 2</b>	<b>6J 06-14</b>
<b>8:30 am Eastern / 5:30 am Pacific</b>		<b>Forecast: 0.2% (Core) / -0.5% (Reg)</b>	
<b>Recommended settings:</b>	<b>Tier 1: 10-12 ticks</b>	<b>Tier 2: 18-20 ticks</b>	<b>12 Tick Stop</b>

\*For the Trap Trade an activation time of about 1 min to 45 sec before the news release is recommended to allow time to reposition the orders to adhere to a nearby area of support/resistance. **If you are not filled in the first 20 sec, cancel the order.**

After several reports were indecisive since the Spring of 2013, we shifted this report to the Trap Trade after the new year. 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. This report is a smaller mover with the typical range of the initial spike being 10-16 ticks (8 of last 12 reactions). It has also had 4 reactions of 18 - 25 ticks. Look for the reversal to either be quick within 1-8 min or take up to 20 min and return to the area of the origin.

## HIGH IMPACT REPORT ALERT:

Tuesday, 5/27/14

<b>CB Consumer Confidence</b>		<b>RISK: 2</b>	<b>6J 06-14</b>	
<b>10:00 am Eastern / 7:00 am Pacific</b>		<b>Forecast: 83.2</b>		
<b>Avg 1st Peak: 10 ticks (1-2 min after report)</b>	<b>Min: 3 ticks (SEP '13)</b>	<b>Max: 25 ticks (JUN '13)</b>		
<b>Avg 2nd Peak: 18 ticks (4-10 min after rpt)</b>	<b>Min: 11 ticks (SEP '13)</b>	<b>Max: 22 ticks (NOV '13)</b>		
<b>Avg Reversal: 18 ticks (11-29 min after rpt)</b>	<b>Min: 8 ticks (NOV '13)</b>	<b>Max: 38 ticks (AUG '13)</b>		
<b>Last 6 Reports:</b>	<b>2 : SPK/REV</b>	<b>2 : 2ND PK</b>	<b>2 : DULL</b>	<b>0 : INDECISIVE</b>
<b>Recommended BracketDistance setting:</b>		<b>4</b>	<b>8 Tick Stop</b>	

Good medium impact report to trade. The readings since April 2013 have continued improve and remain in the upper 70s to low 80s as they 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 and April were both dull with no as the results matched the forecast, every other report in the last 8 months since the shift to the 6J has been safe. Look for 5-10 ticks net 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.