

## HIGH IMPACT REPORT ALERT:

Thursday, 10/2/14

<b>GBP Construction PMI</b>			<b>RISK: 2</b>	<b>6B 12-14</b>
<b>4:30 am Eastern / 1:30 am Pacific</b>		<b>Forecast: 63.7</b>		
<b>Avg 1st Peak: 19 ticks (1-2 min after report)</b>	<b>Min: 11 ticks (AUG '14)</b>		<b>Max: 42 ticks (FEB '14)</b>	
<b>Avg 2nd Peak: 28 ticks (13-38 min after report)</b>	<b>Min: 12 ticks (AUG '14)</b>		<b>Max: 45 ticks (FEB '14)</b>	
<b>Avg Reversal: 24 ticks (6-35 min after report)</b>	<b>Min: 15 ticks (APR '14)</b>		<b>Max: 64 ticks (SEP '14)</b>	
<b>Last 6 Reports:</b>	<b>5 : SPK/REV</b>	<b>1 : 2ND Peak</b>	<b>0 : DULL</b>	<b>0 : INDECISIVE</b>
<b>Last 12 Reports:</b>	<b>7 : SPK/REV</b>	<b>5 : 2ND Peak</b>	<b>0 : DULL</b>	<b>0 : INDECISIVE</b>
<b>Recommended BracketDistance setting:</b>			<b>4</b>	<b>12 Tick Stop</b>

Parameters	
BracketDistance	4
Entry CancelledIfGapped	False
Entry Slippage Ticks	8
Entry StopLimit Orders	True
Entry Time	04:29:59
Mode	StrategyInternal

Due to the potential for high slippage, I am recommending the Limit Orders with settings to the left. The banding limit for the 6B is 20 ticks.

This is the second of 3 PMI reports and less impacting than the Manufacturing report. **Due to the shifty nature of the 6B, and bid spread issues, set your activation time for xx:29:59 and ensure you have a precise clock synch.** 5 of the last 10 reports have generated 12-13 ticks, 4 yielded 18-29 ticks, and the remaining report yielded 42 ticks. The smaller reactions typically come with an offset of 0.8 or less. 4 of the last 10 reports have achieved a 2nd Peak, yielding only a few ticks more than the 1st peak 13-38 min after the report. This is a good report to trade a reversal with about 15-20 ticks being surrendered after the 2nd peak by 20 or so min.

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<b>EUR ECB Minimum Bid Rate - Trap Trade</b>			<b>RISK: 3</b>	<b>6E 12-14</b>	
<b>7:45 am Eastern / 4:45 am Pacific</b>		<b>Forecast: 0.05% (no change)</b>			
<b>Avg 1st Peak: 28 ticks (0:01-0:06 sec)</b>	<b>Min: 20 ticks (APR '14)</b>		<b>Max: 35 ticks (MAR '14)</b>		
<b>Avg Reversal: 42 ticks (0:06 - 1:26 after report)</b>	<b>Min: 18 ticks (FEB '14)</b>		<b>Max: 64 ticks (MAR '14)</b>		
<b>Last 6 Reports:</b>	<b>3 : Tier 1</b>	<b>1: Tier 2</b>	<b>2 : DULL (no fill)</b>	<b>0 : DULL (fill)</b>	<b>1 : STOPPED</b>
<b>Recommended settings:</b>		<b>Tier 1: 18-20 ticks</b>	<b>Tier 2: 28-32 ticks</b>	<b>15 Tick Stop</b>	

4 of the last 7 months have shown great Trap Trade opportunities for this trade as the ECB is desperate to devalue the EURO with limited options. Last month we had an unexpected rate cut that caused a large move to stop us out. The previous 2 reactions were dull with no fill. Prior to March this was a dull mover for several months. With the forecast rate cut in June, we just used the outer tier setting of an average of 30 ticks and it yielded a max of about 40 ticks for an ideal setup. No change is expected this time in the rate, but the other actions by the ECB will be on watch. Look for the first peak to be reached quickly within 10 sec after the release, then the reversal to materialize between 6 sec on the :31 bar up to about 90 sec. The last 4 reactions other than the dull reports have yielded 20, 21, 28, and 35 ticks initially, with reversals of 45, 18, 16 and 64 ticks. Try to optimize the location of the tier to be just outside of a Pivot, SMA, or HOD/LOD/OOD. **If you are not filled in the first 20 sec, cancel the order.**

## HIGH IMPACT REPORT ALERT:

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Unemployment Claims - Trap Trade				RISK: 1	6J 12-14
8:30 am Eastern / 5:30 am Pacific			Forecast: 299K		
Avg 1st Peak: 14 ticks (0:01-0:22 sec)		Min: 8 ticks (11/21/13)		Max: 21 ticks (12/5/13)	
Avg Reversal: 13 ticks (0:11 - 3:30 after report)		Min: 8 ticks (11/21/13)		Max: 26 ticks (12/12/13)	
Last 12 Reports:	5 : Tier 1	1: Tier 2	6 : DULL (no fill)	0 : DULL (fill)	0 : STOPPED
Recommended settings:		Tier 1: 8-10 ticks	Tier 2: 18-20 ticks	10 Tick Stop	

Look for the first peak to be reached in 1-22 sec after the release, then the reversal to materialize between 11 sec on the :31 bar up to about 4-5 min. Of the reactions that would have breached the Trap tiers, we have had several reports yield 8-12 ticks and a few other reports yield 19-21 ticks since inception, so use a 2 tier approach with 1 trap at about 8-10 ticks offset and the outer tier at 18-20 ticks offset. Try to optimize the location of the tier to be just outside of a Pivot, SMA, or HOD/LOD/OOD. **If you are not filled in the first 20 sec, cancel the order or if it falls short of a tier and hovers it is also safe to manually move the order closer for an entry.** No other statistical reports will be release with this. ECB Press conference will commence at the same time, but take a few min to have an effect.

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<b>Natural Gas Storage (Yellow Report)</b>		<b>RISK: 5</b>	<b>NG 11-14</b>	
<b>10:30 am Eastern / 7:30 am Pacific</b>		<b>Forecast: 107B FT<sup>3</sup></b>		
<b>Avg 1st Peak: 64 ticks (1-2 min after report)</b>	<b>Min: 13 ticks (11/7/13)</b>	<b>Max: 170 ticks (5/2/13)</b>		
<b>Avg 2nd Peak: 108 ticks (4-20 min after rpt)</b>	<b>Min: 23 ticks (11/7/13)</b>	<b>Max: 257 ticks (6/14/12)</b>		
<b>Avg Reversal: 63 ticks (11-40 min after Pk)</b>	<b>Min: 16 ticks (3/8/12)</b>	<b>Max: 155 ticks (8/16/12)</b>		
<b>Last 10 Reports:</b>	<b>3 : SPK/REV</b>	<b>4 : 2ND PK</b>	<b>0 : DULL</b>	<b>3 : INDECISIVE</b>
<b>Last 25 Reports:</b>	<b>10 : SPK/REV</b>	<b>7 : 2ND PK</b>	<b>0 : DULL</b>	<b>8 : INDECISIVE</b>
<b>Recommended BracketDistance setting:</b>		<b>10</b>	<b>20 Tick Stop</b>	

**Trade with caution and ensure you understand the risk. THIS IS THE RISKIEST REPORT FOR JOBB. Occasionally prone to opposite direction spike 1-2 sec before report is released and slippage up to 30+ ticks (40-50 ticks on moves that gross over 100 ticks). USE of JOBB is highly risky due to the potential of the order filling in the wrong direction.**

**Set your bracket entry time only 1 second early (xx:29:59) and ensure a good clock synch.** A profit target of 20 ticks or less is safer, while also using a breakeven to move the stop to a more favorable position. This report is similar to the CL inventory, but it is prone to a decisive direction after the report release and about 15-30 ticks of slippage. Look for 20-40 ticks net on the spike after slippage, and a reversal that often exceeds the spike. If the offset between the result and the forecast is less than 10, trading the reversal is a safe proposition. If the results are matching or nearly matching, buying the dips and selling the tops is a good play.

Another reliable approach is to look for a reversal entry late in the :33 bar and look for 15-20 ticks. As long as there is a stable spike on the :31 bar, this is successful about 2/3 of the time with a stop of about 10 ticks.