

## HIGH IMPACT REPORT ALERT:

Tuesday, 10/14/14

GBP CPI / PPI Input / RPI			RISK: 3	6B 12-14
4:30 am Eastern / 1:30 am Pacific		Forecast: 1.4% / -0.4% / 2.3%		
Avg 1st Peak: 36 ticks (1-2 min after report)	Min: 13 ticks (MAY '14)		Max: 53 ticks (NOV '13)	
Avg 2nd Peak: 50 ticks (9-46 min after report)	Min: 29 ticks (FEB '14)		Max: 61 ticks (JUL '14)	
Avg Reversal: 32 ticks (11-47 min after report)	Min: 12 ticks (APR '14)		Max: 71 ticks (OCT '13)	
Last 6 Reports:	3 : SPK/REV	3 : 2ND Peak	0 : DULL	0 : INDECISIVE
Last 12 Reports:	5 : SPK/REV	7 : 2ND Peak	0 : DULL	0 : INDECISIVE
Recommended BracketDistance setting:			6	15 Tick Stop

Parameters	
BracketDistance	6
Entry CancelledIfGapped	False
Entry Slippage Ticks	10
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 monthly CPI report is also released with PPI and RPI. While the CPI often comes in matching, and the total news may appear conflicting, it produces a stable reaction after the 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.** Look for 15-20 ticks net on the :31 or :32 bar. 6 of the last 11 reports have yielded a 2nd Peak of up to 15 more ticks in a wide variety of time frame. Still it is safe to look for a reversal of about 10 ticks after the :32 bar. The reversal that follows the 2nd peak often gives at least 20 ticks in a broad time frame. 3 of the last 4 reports have slipped our settings to not allow a fill with large moves of 40,50, and 47 ticks. In all of these cases, it is a safe play to manually enter a trade after the initial reversal on the 2nd peak attempt.

## HIGH IMPACT REPORT ALERT:

Tuesday, 10/14/14

<b>EUR German ZEW Economic Sentiment - Trap Trade</b>				<b>RISK: 1</b>	<b>6E 12-14</b>
<b>5:00 am Eastern / 2:00 am Pacific</b>		<b>Forecast: 0.2</b>			
<b>Avg 1st Peak: 16 ticks (0:03-0:28 sec)</b>		<b>Min: 8 ticks (APR '14)</b>		<b>Max: 27 ticks (JAN '13)</b>	
<b>Avg Reversal: 16 ticks (1:22 - 7:58 after report)</b>		<b>Min: 9 ticks (NOV '13)</b>		<b>Max: 26 ticks (OCT '13)</b>	
<b>Last 6 Reports:</b>	<b>3: Tier 1 fills</b>	<b>1: Tier 2 fill</b>	<b>2: DULL (no fill)</b>	<b>0: DULL (fill)</b>	<b>0 : STOPPED</b>
<b>Last 12 Reports:</b>	<b>7: Tier 1 fills</b>	<b>2: Tier 2 fill</b>	<b>3: DULL (no fill)</b>	<b>0: DULL (fill)</b>	<b>0 : STOPPED</b>
<b>Recommended settings:</b>		<b>Tier 1: 8-10 ticks</b>	<b>Tier 2: 15-20 ticks</b>	<b>12 Tick Stop</b>	

**Set your activation time to xx:59:15, then look to optimize your orders with key areas of support/resistance. If your order is not filled in the first 20 sec, cancel it.** This report is prone to have a quick impulse for the 1st peak early in the :01 bar, then a strong pullback, potentially leaving a large naked wick/tail. Look for the first peak to be reached by 30 sec after the release at the latest, though it usually is reached within 10 sec. Look for the reversal to return to near the origin with the timeframe varying from 2 min to up to an hour at most. This is one of the few Trap Trades that we can be patient and wait for more profit in most cases, but be sure to trail your stop as more profit is secured. Lately when we have seen larger deviations on the results (more than 5-6 pts), we have seen it achieve a minor 2nd peak between 7 and 21 min after the initial peak for at most 10 more ticks. On these occasions, it is good to let your outer tier fill and patiently wait for more profit on a reversal after the 2nd peak. Over the last 18 months, this report has yielded 9-13 ticks on 10 occasions and 15-23 on 8 occasions, so use a 2 tier approach with 1 trap at about 8-10 ticks offset and the outer tier at 15-20 ticks offset.