

## HIGH IMPACT REPORT ALERT:

Friday, 10/17/14

<b>Canadian (Core) CPI - Trap Trade</b>				<b>RISK: 2</b>	<b>6C 12-14</b>
<b>8:30 am Eastern / 5:30 am Pacific</b>			<b>Forecast: 0.1% (Core) / 0.0% (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>2 : Tier 1</b>	<b>1 : Tier 2</b>	<b>0 : DULL (no fill)</b>	<b>2 : DULL (fill)</b>	<b>1 : STOPPED</b>
<b>Last 11 Reports</b>	<b>3 : Tier 1</b>	<b>3 : Tier 2</b>	<b>1 : DULL (no fill)</b>	<b>2 : DULL (fill)</b>	<b>2 : STOPPED</b>
<b>Recommended settings:</b>		<b>Tier 1: 8-12 ticks</b>	<b>Tier 2: 18-20 ticks</b>	<b>15 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. We have had 2 reports in the last year stopped. March and Sept were double booked with retail or wholesale sales and saw a strong biased result. After March, we only use the outer tier when retail or wholesale sales are double booked. This report will be released by itself. The typical range of the initial spike is 8-15 ticks when alone, but swells out to 19-30 ticks when double booked. In the last 2 yrs it has had 7 reactions of 19 - 30 ticks and 1 reaction of 41 ticks (March 14 stop out).

## HIGH IMPACT REPORT ALERT:

Friday, 10/17/14

<b>Building Permits / Housing Starts</b>		<b>RISK: 2</b>	<b>6J 12-14</b>	
<b>8:30 am Eastern / 5:30 am Pacific</b>		<b>Forecast: 1.04M / 1.02M</b>		
<b>Avg 1st Peak: 12 ticks (1-2 min after report)</b>	<b>Min: 4 ticks (JAN '14)</b>	<b>Max: 42 ticks (JUL '13)</b>		
<b>Avg 2nd Peak: 28 ticks (17-26 min after report)</b>	<b>Min: 11 ticks (NOV'13)</b>	<b>Max: 28 ticks (JUL '13)</b>		
<b>Avg Reversal: 16 ticks (7-80 min after report)</b>	<b>Min: 10 ticks (AUG '13)</b>	<b>Max: 21 ticks (DEC '13)</b>		
<b>Last 6 Reports:</b>	<b>3 : SPK/REV</b>	<b>2 : 2ND PK</b>	<b>1 : DULL</b>	<b>0 : INDECISIVE</b>
<b>Recommended BracketDistance setting:</b>		<b>3</b>	<b>8 Tick Stop</b>	

This is a small moving pair of reports that usually release concurrently with results in alignment. We sat this out since May as it was released with CPI and PPI or unemployment claims. Before that a dull reaction of 4 ticks in January allowed an exit with 1 tick loss. Look for 5-10 ticks net on the spike. A 2nd Peak has about a 50% probability of occurrence with about double the yield of the 1st Peak around 17-26 min. Look for 10-20 ticks on the reversal around 10-30 min after the last peak.

## HIGH IMPACT REPORT ALERT:

Friday, 10/17/14

<b>Prelim UoM Consumer Sentiment - Trap Trade</b>	<b>RISK: 1</b>	<b>6J 12-14</b>	
<b>9:55 am Eastern / 6:55 am Pacific</b>	<b>Forecast: 84.3</b>		
<b>Recommended settings:</b>	<b>Tier 1: ~6 ticks</b>	<b>Tier 2: ~15 ticks</b>	<b>10 Tick Stop</b>

Newer report for JOBB for the Trap Trade approach. Please take note of the bizarre release time. Look for the first peak to be reached by 8 sec after the release, then the reversal to materialize within 4 min. We have had 10 reports yield 6-10 ticks and 2 reports yield 16 and 23 ticks since last year, so use a 2 tier approach with 1 trap at about 6 ticks offset and the outer tier at 15 ticks offset. Try to optimize the location of the tier to be just outside of a Pivot, SMA, or HOD/LOD/OOD. **If you see a spike that is 1-2 ticks short of your tier and hovering, it is safe to move the tier closer. Otherwise if you are not filled in the first 20 sec, cancel the order.**