

HIGH IMPACT REPORT ALERT:

Wednesday, 3/27/13

CAN (Core) CPI			RISK: 2	6C 06-13
8:30 am Eastern / 5:30 am Pacific		Forecast: 0.3% (Core) / 0.6% (Reg)		
Avg 1st Peak: 15 ticks (1-2 min after report)	Min: 5 ticks (SEP '12)		Max: 26 ticks (JAN '13)	
Avg 2nd Peak: 30 ticks (27-34 min after report)	Min: 18 ticks (JUL '12)		Max: 50 ticks (OCT '11)	
Avg Reversal: 21 ticks (14-44 min after report)	Min: 11 ticks (APR '12)		Max: 37 ticks (NOV '11)	
Last 6 Reports:	4 : SPK/REV	1 : 2ND PK	1 : DULL	0 : INDECISIVE
Recommended BracketDistance setting:			4	5 Tick Stop

Smaller moving Canadian report. Good for 10-25 ticks on an average break with a small chance of a bigger 2nd peak of 20-40 ticks as the reaction pans out slowly and deliberately. Even when the reading matches the forecast, it will normally give a small bounce. We had one dull report in Sep when the reading came in at 0%, the razor line between deflation and inflation.

Crude Oil Inventory			RISK: 4	CL 05-13
10:30 am Eastern / 7:30 am Pacific		Forecast: 1.5M		
Avg 1st Peak: 36 ticks (1-3 min after report)	Min: 13 ticks (3/28/12)		Max: 93 ticks (4/4/12)	
Avg 2nd Peak: 83 ticks (5-23 min after report)	Min: 25 ticks (10/11/12)		Max: 172 ticks (4/4/12)	
Avg Reversal: 64 ticks (17-44 min after Pk)	Min: 25 ticks (2/23/12)		Max: 181 ticks (7/12/12)	
Last 10 Reports:	4 : SPK/REV	3 : 2ND PK	0 : DULL	3 : INDECISIVE
Recommended BracketDistance setting:			10	15 Tick Stop

Trade with caution and ensure you understand the risk. Use a 10 tick buffer for this trade to avoid a premature fill in the wrong direction.

After a safe April - June timeframe for this report with only one indecisive report, 3 reports in late June and early July were losers, then the last 7 reports were safe and delivered a big yield. Then the last 3 weeks were indecisive again before we took a break for December. The January and February reports were volatile, but relatively safe, with small yields. **As we are in the colder months, the distillate reading of the report holds more sway and presents a riskier trade for JOBB.**

That is the nature of this report, though. Look for 30-50 ticks on the spike, and 40-60 ticks on the reversal. If the initial spike pops for only 15-20 ticks, get out there if possible, because a reversal is likely forthcoming. Does not routinely abide by the laws of supply and demand.

It is also a safe play to wait out the initial reaction to check the results and enter a manual trade 2-5 min after the report breaks. Paper trade this if you have not traded this report before.