

Net USD Short Extends

Data in this report cover up to Tuesday Jun 23 and were released on Friday Jun 26.

- CFTC net non-commercial positioning data for the major currencies show that investors increased their net USD short by USD1.3bn to USD17.35bn in the key currencies that we track, following the previous week's large USD7.3bn build-up, to remain at a two-year-plus high as markets build a more negative view of the greenback in light of economic reopenings and an overabundance of dollar liquidity thanks to the Fed's stimulus measures.
- Across the key currencies, the JPY saw the biggest week-to-week change in its net position vis-à-vis the USD with the net JPY long rising by USD647mn—accounting for practically half of the increase in the USD's net short for the week. The JPY recorded an unusually sharp gain on the final day covered by the CFTC's report to reach its strongest point since early-May before stabilizing during in the days since. Speculative adjustment in the yen was not mirrored by its safe-haven peer, the CHF, with its net long declining by USD19mn amid a neutral risk backdrop during the data week. A worsening of market optimism through Thursday and Friday amid US contagion concerns may have pushed investors toward CHF and JPY, although their performance in the spot market would not imply such a move.
- The CAD's net short shrank by USD345mn to its lowest point since mid-March at USD1.53bn as investors mainly reduce their short contracts exposure amid stabilization in financial markets while gross longs remain steady. Positioning for its commodity peers the AUD and MXN saw relatively minor adjustments in their favour against the USD at +USD117mn and +USD22mn, respectively, with the peso's net position relatively neutral at USD517mn compared to the sizeable net long that persisted in the MXN through 2019 and early-2020. On the flip side, the AUD's net short is at its lowest point since April 2020 at USD333mn. Its antipodean neighbor, the NZD, saw a USD124mn in net shorts that took the kiwi's net aggregate position to -USD1mn, just short of neutral.

	Sentiment		USD mns	
	23-Jun	Bias	Trend	Position
CAD	bearish	decreasing	-1,538	345
EUR	bullish	increasing	16,743	250
GBP	bearish	neutral	-1,449	-192
AUD	neutral	neutral	-333	117
NZD	neutral	neutral	-1	124
MXN	bullish	neutral	517	22
CHF	neutral	neutral	192	-19
JPY	bullish	increasing	3,222	647
Gold	bullish	increasing	44,556	5,822
Total USD position ex. Gold			-17,352	-1,293

CAD — NON-COMMERCIAL POSITIONING

Date	(USD mn)	Position - Contracts of 100,000 CAD			Net w/w	Open Int.
	Net	Long	Short	Net		
23-Jun	-1,538	22,852	-43,686	-20,834	-4,652	105,412
16-Jun	-1,882	19,695	-45,181	-25,486	657	125,654
9-Jun	-1,851	22,298	-47,127	-24,829	-8,309	120,459
2-Jun	-2,451	19,774	-52,912	-33,138	-816	128,476



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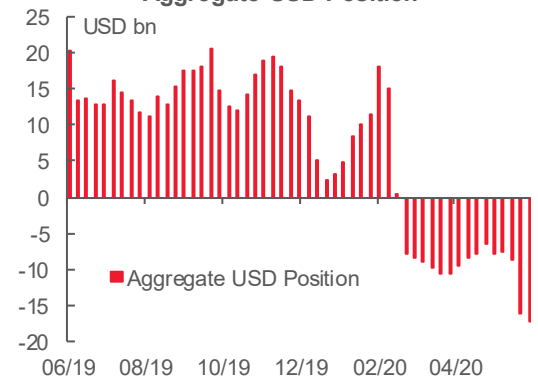
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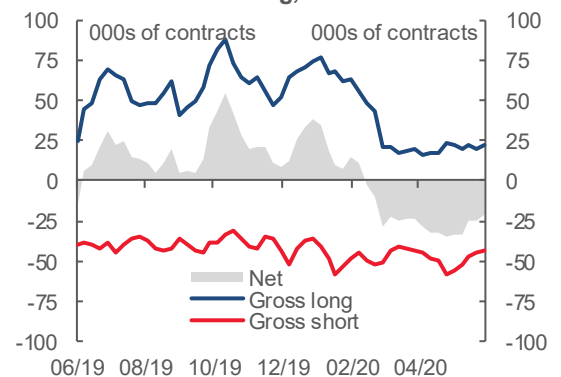
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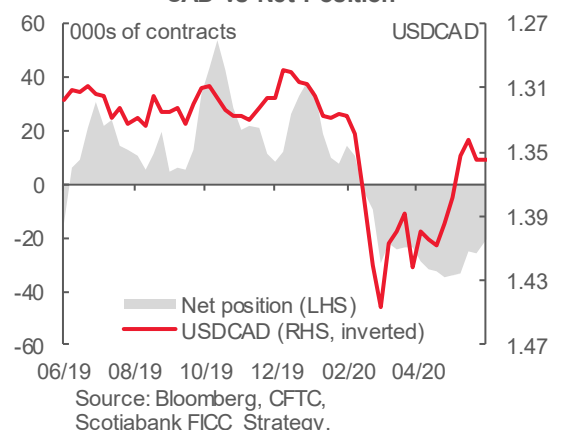
Aggregate USD Position

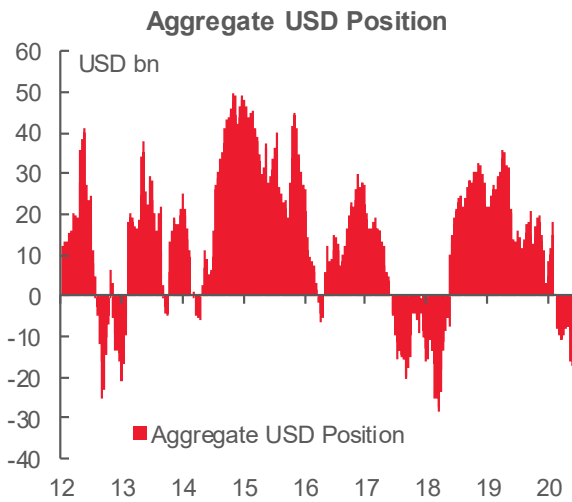


CAD: Gross Long, Short and Net

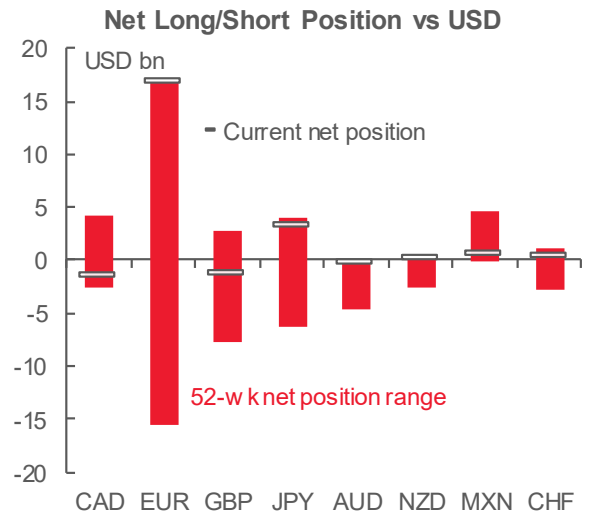


CAD vs Net Position

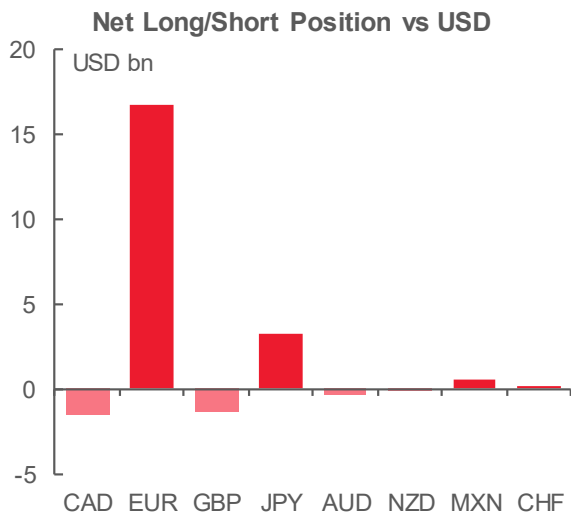




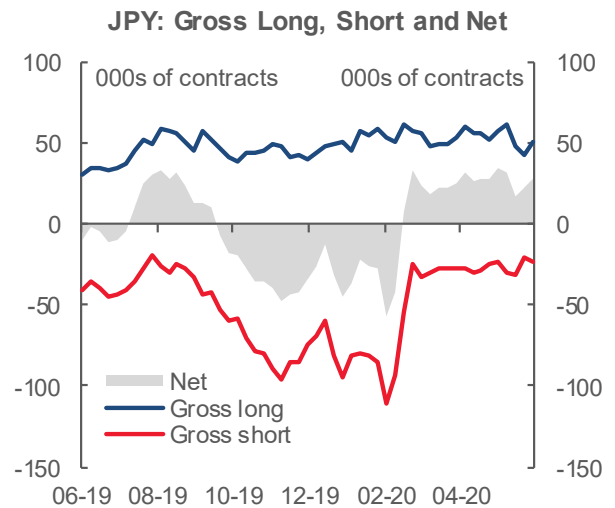
Source: Bloomberg, CFTC, Scotiabank FICC Strategy.



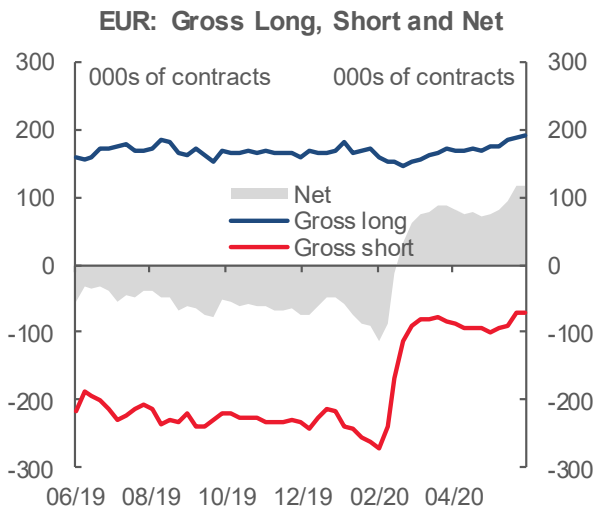
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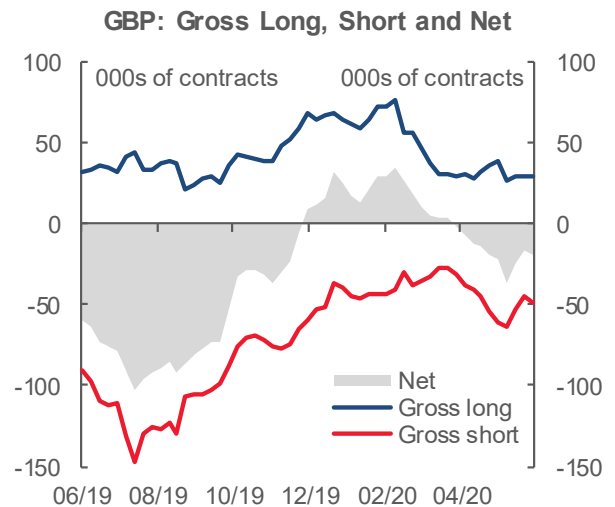
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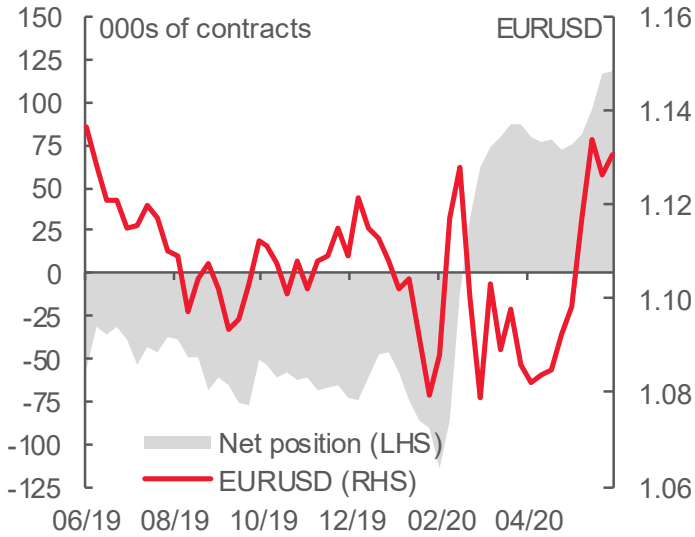


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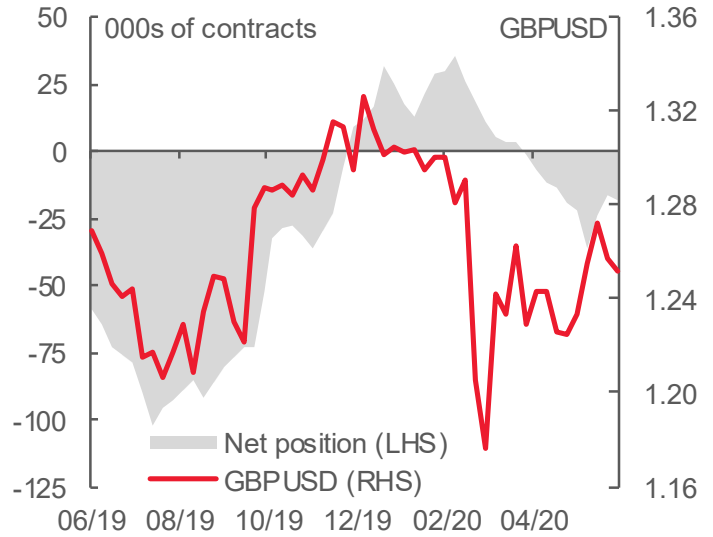
Source: Bloomberg, CFTC, Scotiabank FICC Strategy.

EUR vs Net Position



Source: Bloomberg, CFTC, Scotiabank FICC Strategy.

GBP vs Net Position



Source: Bloomberg, CFTC, Scotiabank FICC Strategy.

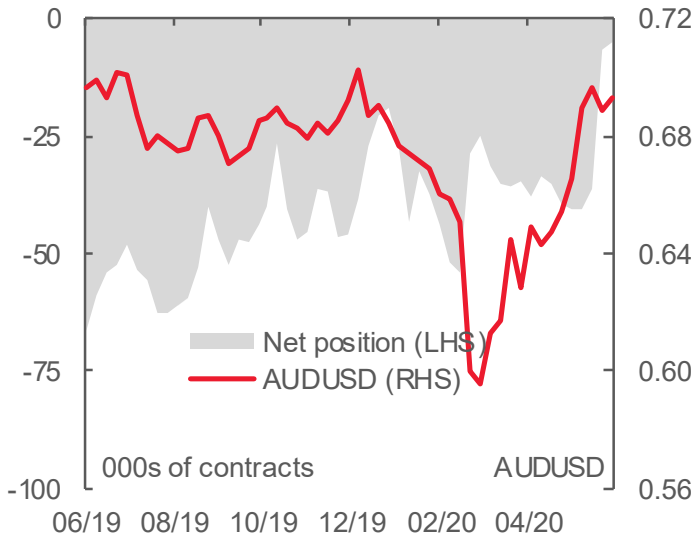
EUR — NON-COMMERCIAL POSITIONING

Date	(USD mn)	Position - Contracts of 125,000 EUR				Open Int.
	Net	Long	Short	Net	Net w/w	
23-Jun	16,743	190,816	-72,368	118,448	-1,316	585,421
16-Jun	16,492	187,120	-69,988	117,132	-21,483	574,939
9-Jun	13,558	184,669	-89,020	95,649	-14,409	592,915
2-Jun	11,343	174,412	-93,172	81,240	-6,018	583,384

GBP — NON-COMMERCIAL POSITIONING

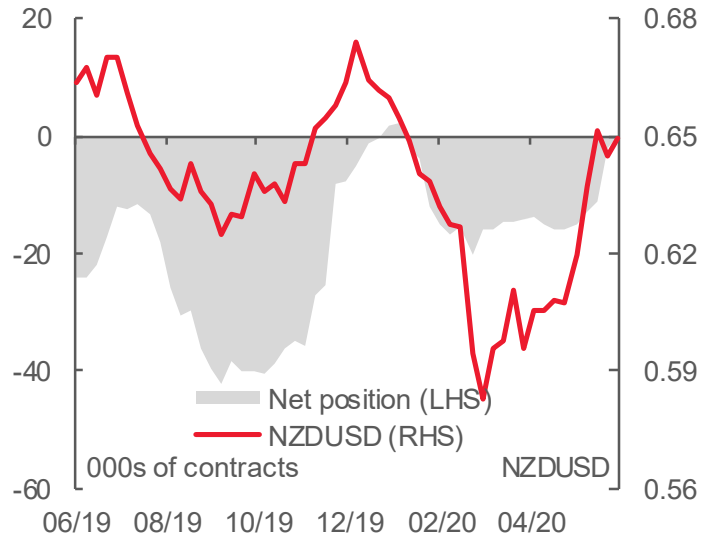
Date	(USD mn)	Position - Contracts of 62,500 GBP				Open Int.
	Net	Long	Short	Net	Net w/w	
23-Jun	-1,449	29,654	-48,170	-18,516	2,518	170,455
16-Jun	-1,257	29,378	-45,376	-15,998	-8,050	166,808
9-Jun	-1,913	28,893	-52,941	-24,048	-11,996	185,606
2-Jun	-2,827	26,970	-63,014	-36,044	13,787	190,138

AUD vs Net Position



Source: Bloomberg, CFTC, Scotiabank FICC Strategy.

NZD vs Net Position



Source: Bloomberg, CFTC, Scotiabank FICC Strategy.

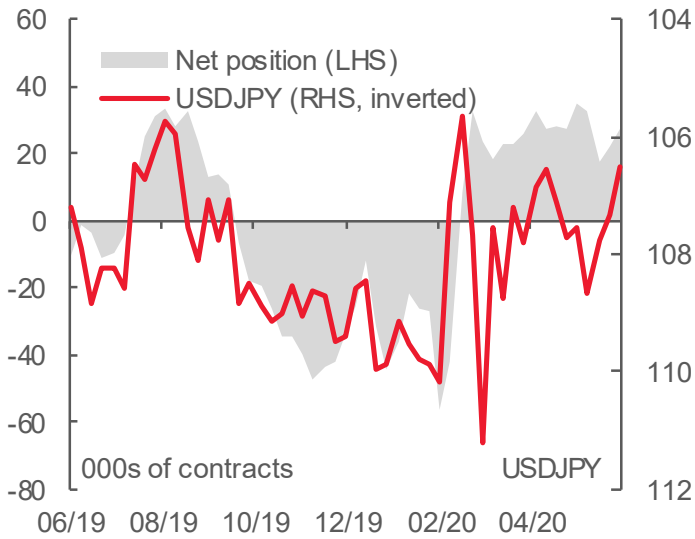
AUD — NON-COMMERCIAL POSITIONING

Date	(USD mn)	Position - Contracts of 100,000 AUD				Open Int.
	Net	Long	Short	Net	Net w/w	
23-Jun	-333	35,974	-40,784	-4,810	-1,722	93,782
16-Jun	-450	31,685	-38,217	-6,532	-30,043	90,803
9-Jun	-2,546	29,912	-66,487	-36,575	-4,216	138,936
2-Jun	-2,813	26,571	-67,362	-40,791	253	135,378

NZD — NON-COMMERCIAL POSITIONING

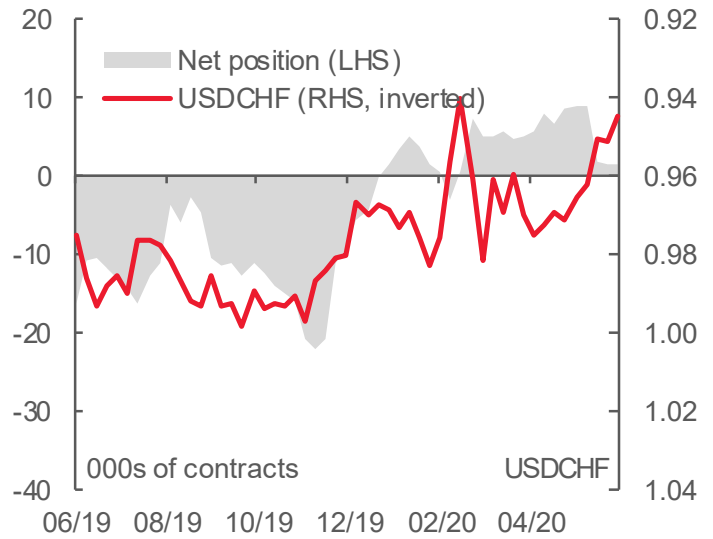
Date	(USD mn)	Position - Contracts of 100,000 NZD				Open Int.
	Net	Long	Short	Net	Net w/w	
23-Jun	-1	16,174	-16,189	-15	-1,917	29,351
16-Jun	-125	14,452	-16,384	-1,932	-9,309	27,321
9-Jun	-732	15,165	-26,406	-11,241	-1,682	46,711
2-Jun	-823	14,318	-27,241	-12,923	-2,120	46,537

JPY vs Net Position



Source: Bloomberg, CFTC, Scotiabank FICC Strategy.

CHF vs Net Position



Source: Bloomberg, CFTC, Scotiabank FICC Strategy.

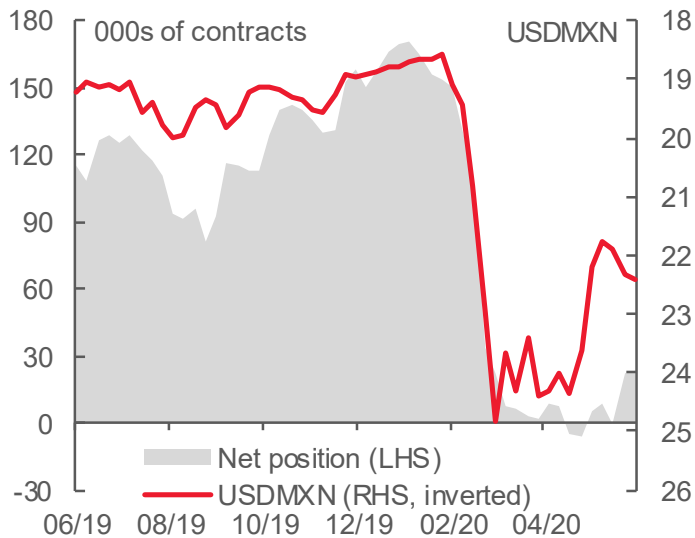
JPY — NON-COMMERCIAL POSITIONING

Date	(USD mn)	Position - Contracts of 12.5mn JPY				Open Int.
	Net	Long	Short	Net	Net w/w	
23-Jun	3,222	50,490	-23,032	27,458	-5,348	144,549
16-Jun	2,575	43,126	-21,016	22,110	-4,648	127,287
9-Jun	2,026	48,862	-31,400	17,462	15,117	155,159
2-Jun	3,747	61,958	-29,379	32,579	2,028	158,743

CHF — NON-COMMERCIAL POSITIONING

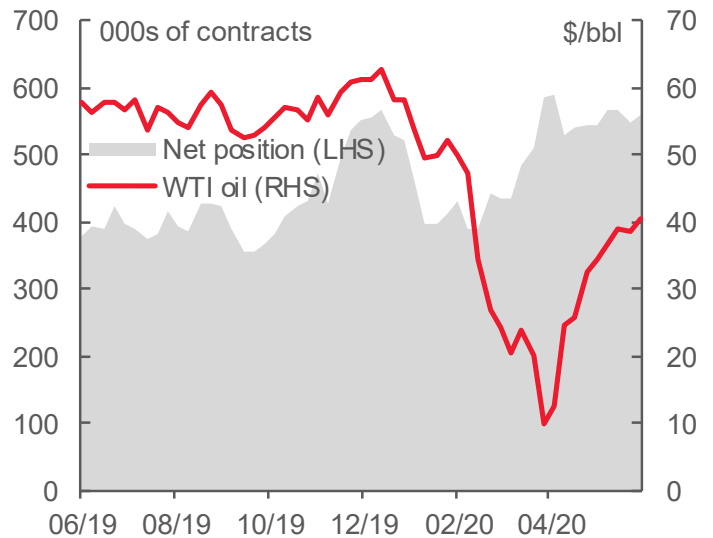
Date	(USD mn)	Position - Contracts of 125,000 CHF				Open Int.
	Net	Long	Short	Net	Net w/w	
23-Jun	192	11,739	-10,291	1,448	158	42,299
16-Jun	211	9,150	-7,544	1,606	160	35,733
9-Jun	232	10,463	-8,697	1,766	7,223	41,580
2-Jun	1,168	13,364	-4,375	8,989	-250	40,352

MXN vs Net Position



Source: Bloomberg, CFTC, Scotiabank FICC Strategy.

WTI Oil vs Net Position



Source: Bloomberg, CFTC, Scotiabank FICC Strategy.

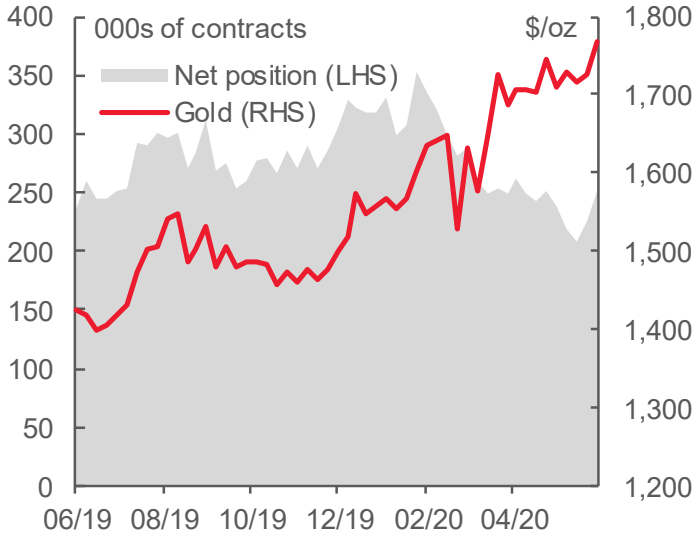
MXN — NON-COMMERCIAL POSITIONING

Date	(USD mn)	Position - Contracts of 500,000 MXN				Open Int.
	Net	Long	Short	Net	Net w/w	
23-Jun	517	51,601	-28,423	23,178	-1,072	113,290
16-Jun	495	49,258	-27,152	22,106	-22,952	109,329
9-Jun	-19	58,953	-59,799	-846	9,163	135,937
2-Jun	191	56,663	-48,346	8,317	-3,626	122,614

OIL — NON-COMMERCIAL POSITIONING

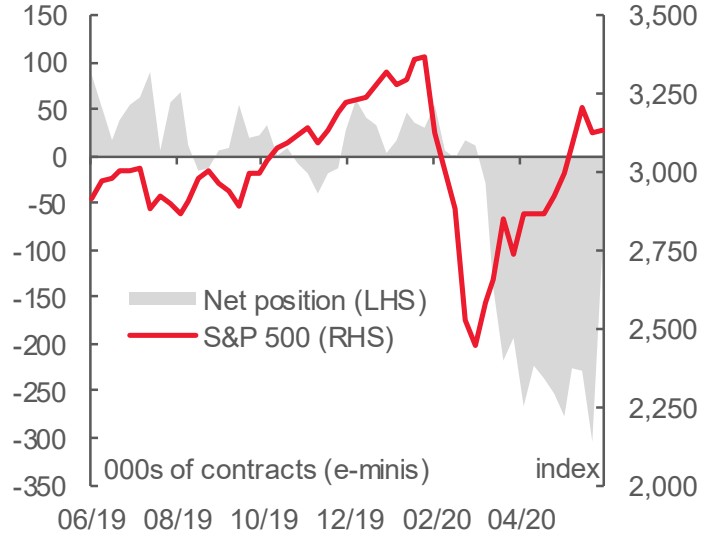
Date	(USD mn)	Position - Contracts of 1,000 barrels				Open Int.
	Net	Long	Short	Net	Net w/w	
23-Jun	22,643	711,257	-150,374	560,883	-14,611	2,003,477
16-Jun	20,966	706,483	-160,211	546,272	21,637	2,076,990
9-Jun	22,114	732,934	-165,025	567,909	421	2,126,629
2-Jun	20,920	729,172	-160,842	568,330	-25,756	2,127,664

Gold vs Net Position



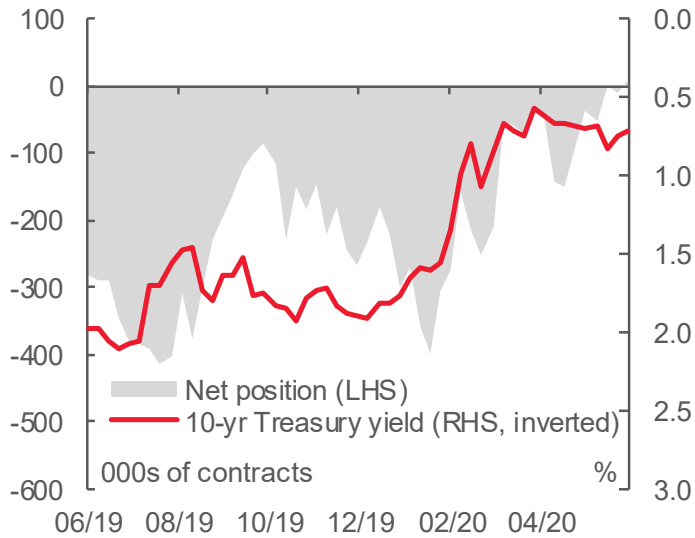
Source: Bloomberg, CFTC, Scotiabank FICC Strategy.

S&P 500 vs Net Position



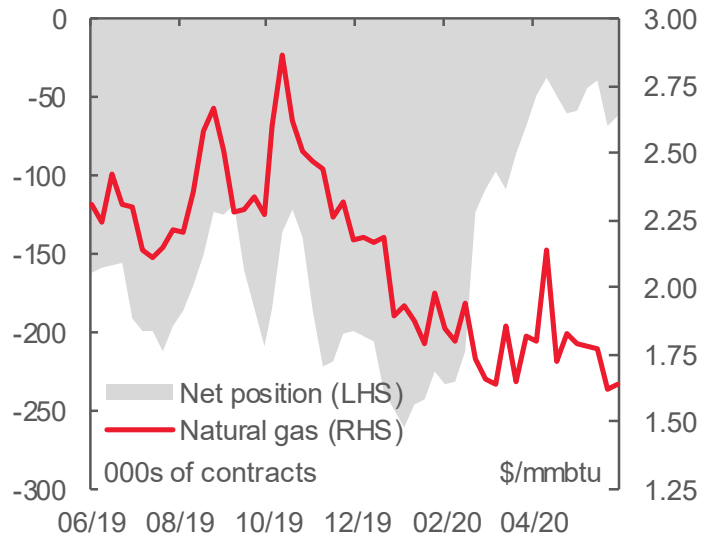
Source: Bloomberg, CFTC, Scotiabank FICC Strategy.

10-yr UST vs Net Position



Source: Bloomberg, CFTC, Scotiabank FICC Strategy.

Natural Gas vs Net Position



Source: Bloomberg, CFTC, Scotiabank FICC Strategy.

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