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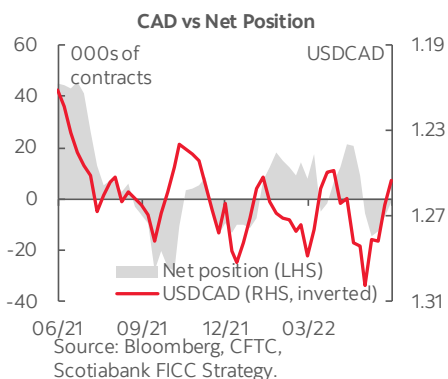
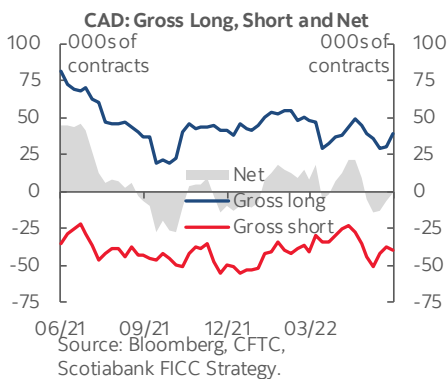
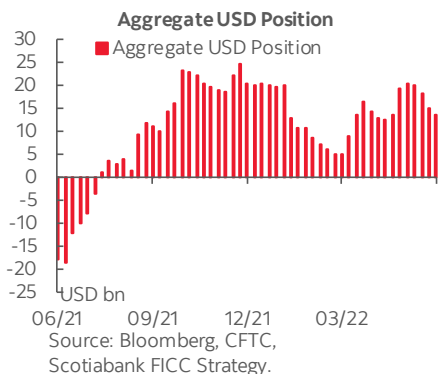
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USD Net Long Falls Again

Data in this report cover up to Tuesday Jun 7 and were released on Friday June 10.

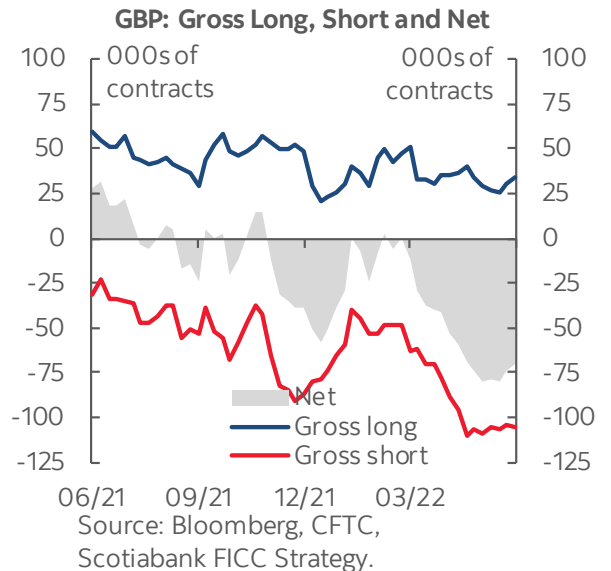
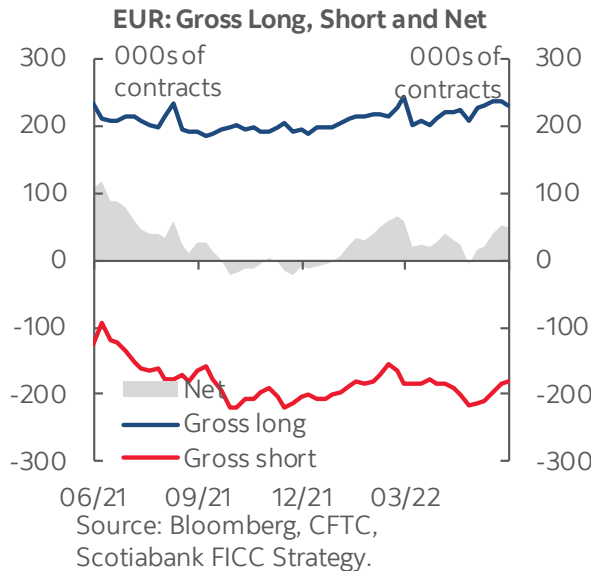
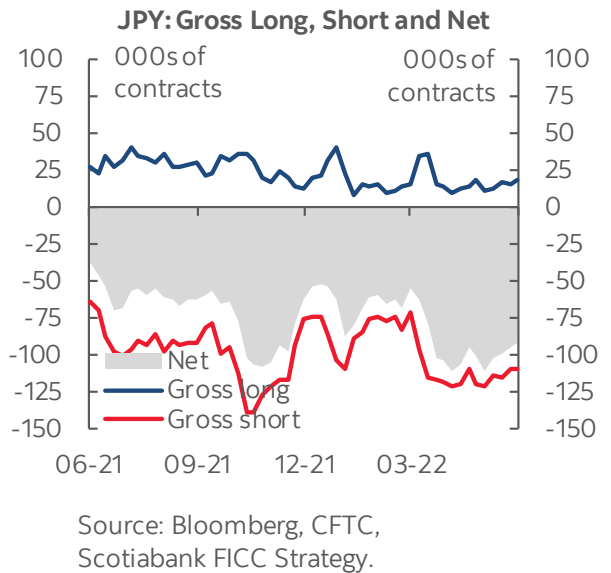
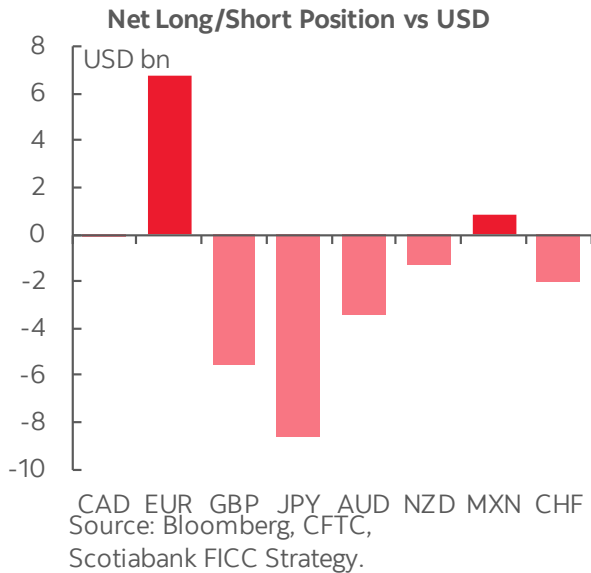
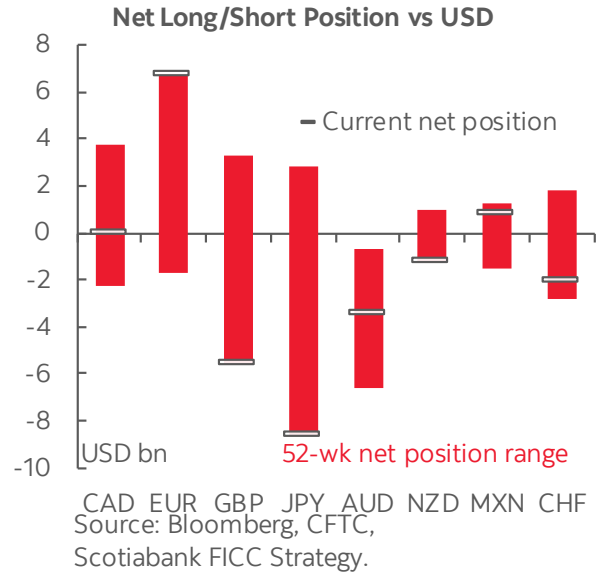
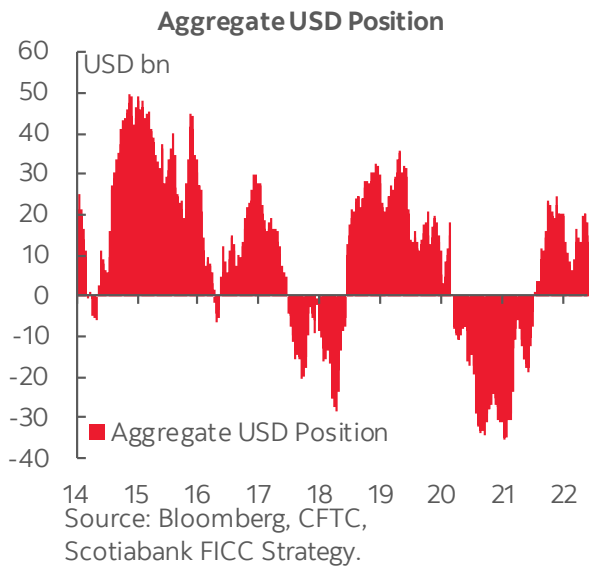
- CFTC data for the week through Jun 7 show the fourth consecutive weekly move against the USD as investors reduced by USD1.5bn the aggregate net long in the USD in the major currencies that we monitor. Overall bullish positioning in the dollar now stands at USD13.5bn, or about USD7bn below the recent high of USD20.2bn in early-May.
- Although the JPY suffered a 3% decline over the past week that took it to a new two-decade-low, investors reduced the yen's net short. The USD535mn decrease in negative JPY positioning, which accounted for about a third of the net shift against the dollar over this period, added to the previous week's short covering in the JPY and took the aggregate short to USD8.6bn—its lowest point since mid-March. Bearish positioning in the CHF, which saw the second largest decline of the currencies in this report (1.4%), also fell by USD593mn to USD2.1bn, undoing the cumulative increase in its net short over the past two weeks.
- Speculators turned slightly less constructive on the EUR in the lead-up to yesterday's ECB decision. The shared currency's net long fell by USD252mn to USD6.8bn in its first decline in five weeks, despite the prospect of a hawkish decision—that the ECB failed to deliver, in any case, relative to market expectations. The large GBP net short was trimmed by a similar amount (in the opposite direction in positioning terms), by USD264mn to USD5.6bn.
- Sentiment in the CAD improved this week amid an outperformance among the majors around the BoC's hawkish policy decision. Investors placed a large USD469mn bet on the CAD taking its overall position close to practically neutral at -USD85mn. Price action since the data cutoff pulled the CAD to its weakest level in two weeks, however, so this week's bullish shift may be unwound.
- Ahead of and around the RBA's decision on Tuesday, when it hiked by a larger-than-expected 50bps, accounts barely trimmed the sizable AUD net short by USD30mn to USD3.5bn, as AUD positioning remains around its most bearish point (amid China growth fears) since mid-March. To boot, the RBA's hawkishness had no sustained impact on the currency with broad USD action calling the shots.
- Elsewhere, the NZD and MXN saw comparable moves in their respective positions. The kiwi's net short rose by USD63mn to USD1.3bn while the peso's net long fell by USD66mn to USD835mn.

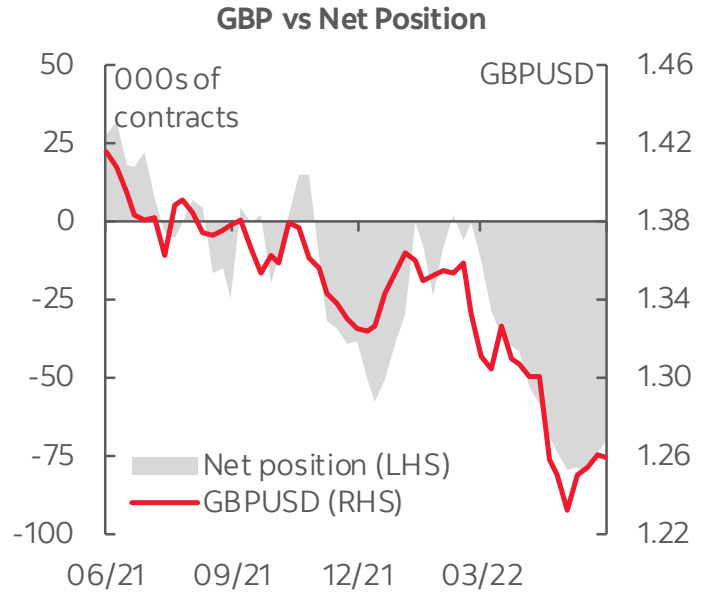
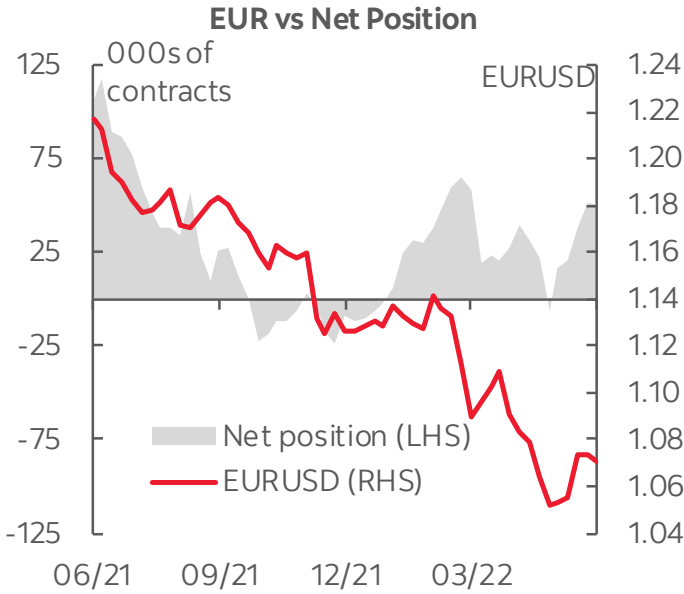


	Sentiment		USD mns	
	07-Jun	Bias	Trend	Position w/w chg.
CAD		neutral	neutral	-85 469
EUR		bullish	decreasing	6,762 -252
GBP		bearish	decreasing	-5,573 264
AUD		bearish	neutral	-3,464 30
NZD		bearish	neutral	-1,283 -63
MXN		bullish	neutral	835 -66
CHF		bearish	decreasing	-2,073 593
JPY		bearish	decreasing	-8,640 535
Gold		bullish	increasing	32,466 755
Total USD position ex. Gold				13,520 -1,509

CAD — NON-COMMERCIAL POSITIONING

Date	(USD mn)	Position - Contracts of 100,000 CAD			Open Int.
	Net	Long	Short	Net	
7-Jun	-85	39,288	-40,350	-1,062	167,373
31-May	-554	30,520	-37,527	-7,007	135,929
24-May	-990	28,999	-41,686	-12,687	138,508
17-May	-1,132	36,069	-50,565	-14,496	151,585



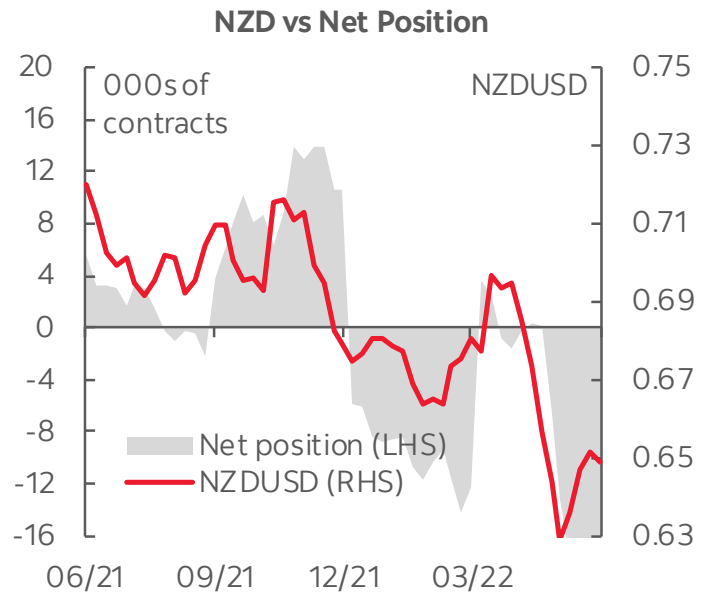
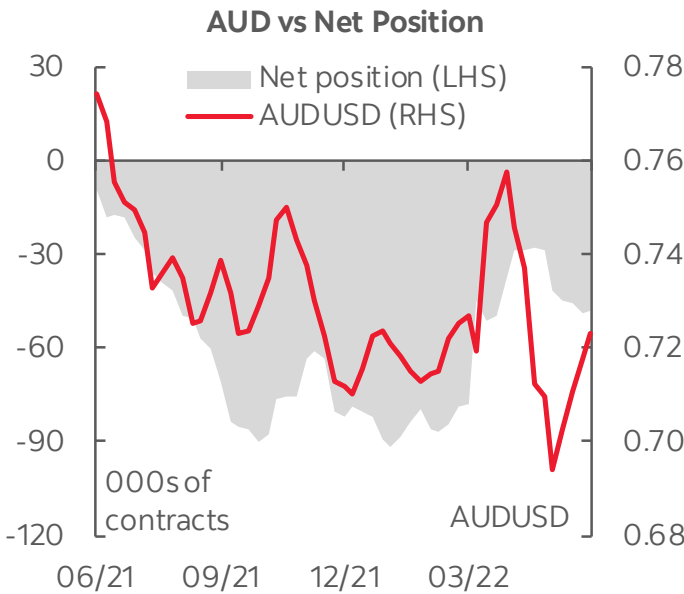


EUR — NON-COMMERCIAL POSITIONING

Date	(USD mn)	Position - Contracts of 125,000 EUR				Open Int.
	Net	Long	Short	Net	Net w/w	
7-Jun	6,762	230,248	-179,705	50,543	1,729	730,667
31-May	7,014	236,553	-184,281	52,272	-13,342	706,317
24-May	5,224	237,072	-198,142	38,930	-18,591	708,938
17-May	2,682	230,770	-210,431	20,339	-3,810	706,712

GBP — NON-COMMERCIAL POSITIONING

Date	(USD mn)	Position - Contracts of 62,500 GBP				Open Int.
	Net	Long	Short	Net	Net w/w	
7-Jun	-5,573	34,618	-105,428	-70,810	-3,295	258,623
31-May	-5,837	30,788	-104,893	-74,105	-6,267	252,881
24-May	-6,295	25,936	-106,308	-80,372	1,131	253,864
17-May	-6,187	26,613	-105,854	-79,241	-357	253,811



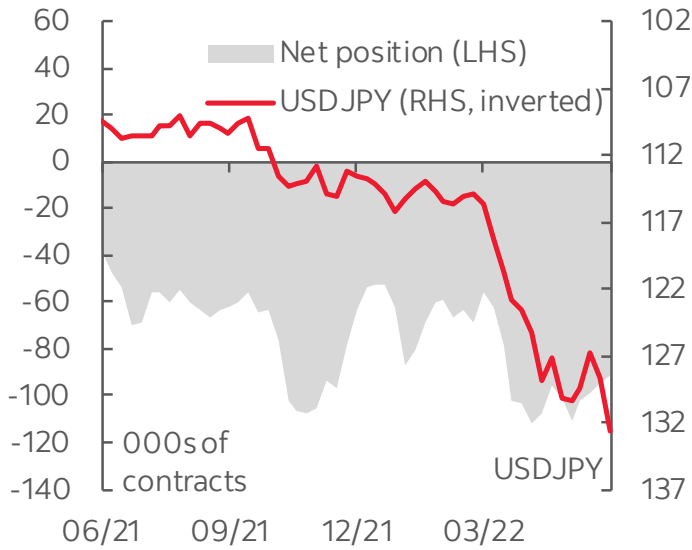
AUD — NON-COMMERCIAL POSITIONING

Date	(USD mn)	Position - Contracts of 100,000 AUD				Open Int.
	Net	Long	Short	Net	Net w/w	
7-Jun	-3,464	31,720	-79,616	-47,896	-786	166,422
31-May	-3,494	32,897	-81,579	-48,682	3,236	153,661
24-May	-3,229	36,579	-82,025	-45,446	804	158,615
17-May	-3,138	41,473	-86,115	-44,642	2,928	163,809

NZD — NON-COMMERCIAL POSITIONING

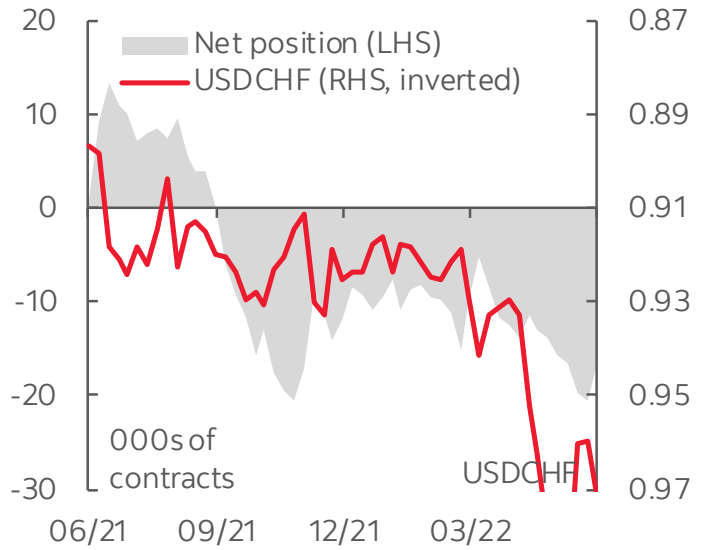
Date	(USD mn)	Position - Contracts of 100,000 NZD				Open Int.
	Net	Long	Short	Net	Net w/w	
7-Jun	-1,283	12,310	-32,081	-19,771	1,047	63,540
31-May	-1,220	9,179	-27,903	-18,724	-597	55,134
24-May	-1,250	10,749	-30,070	-19,321	1,554	59,279
17-May	-1,130	14,998	-32,765	-17,767	4,771	60,804

JPY vs Net Position



Source: Bloomberg, CFTC, Scotiabank FICC Strategy.

CHF vs Net Position



Source: Bloomberg, CFTC, Scotiabank FICC Strategy.

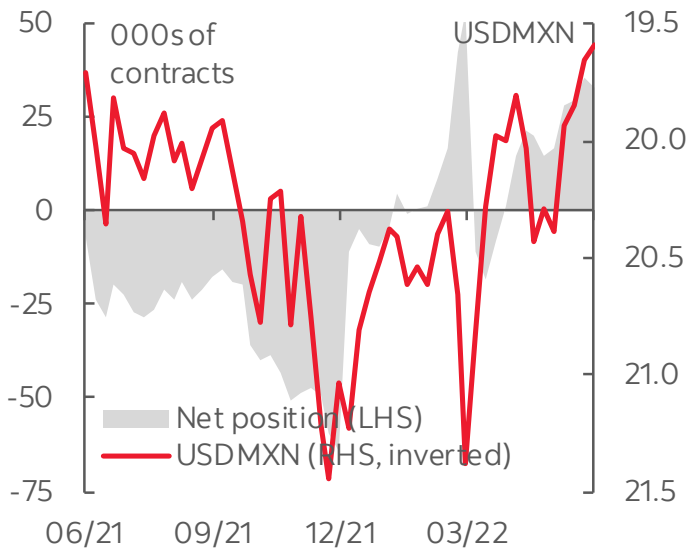
JPY — NON-COMMERCIAL POSITIONING

Date	(USD mn)	Position - Contracts of 12.5mn JPY				Open Int.
	Net	Long	Short	Net	Net w/w	
7-Jun	-8,640	18,466	-110,112	-91,646	-2,793	266,054
31-May	-9,175	15,201	-109,640	-94,439	-5,005	239,080
24-May	-9,801	16,567	-116,011	-99,444	-2,865	237,256
17-May	-9,885	12,113	-114,422	-102,309	-8,145	241,308

CHF — NON-COMMERCIAL POSITIONING

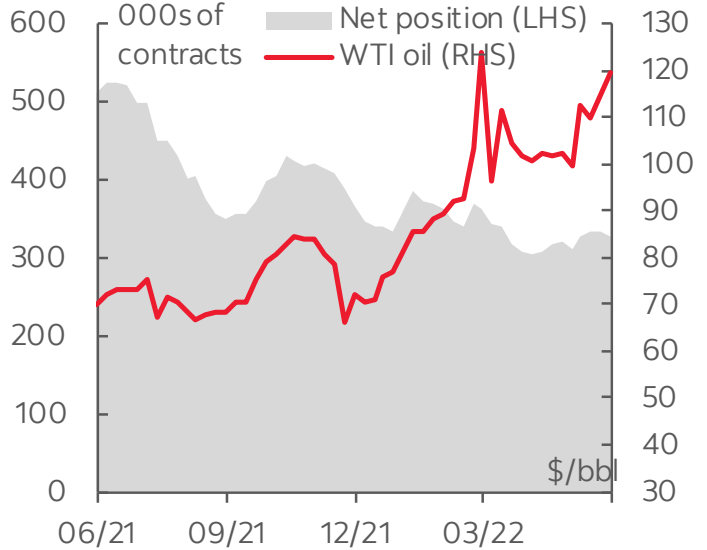
Date	(USD mn)	Position - Contracts of 125,000 CHF				Open Int.
	Net	Long	Short	Net	Net w/w	
7-Jun	-2,073	2,609	-18,741	-16,132	-4,326	49,794
31-May	-2,665	2,641	-23,099	-20,458	785	49,579
24-May	-2,561	1,355	-21,028	-19,673	3,081	49,918
17-May	-2,088	5,240	-21,832	-16,592	829	53,291

MXN vs Net Position



Source: Bloomberg, CFTC, Scotiabank FICC Strategy.

WTI Oil vs Net Position



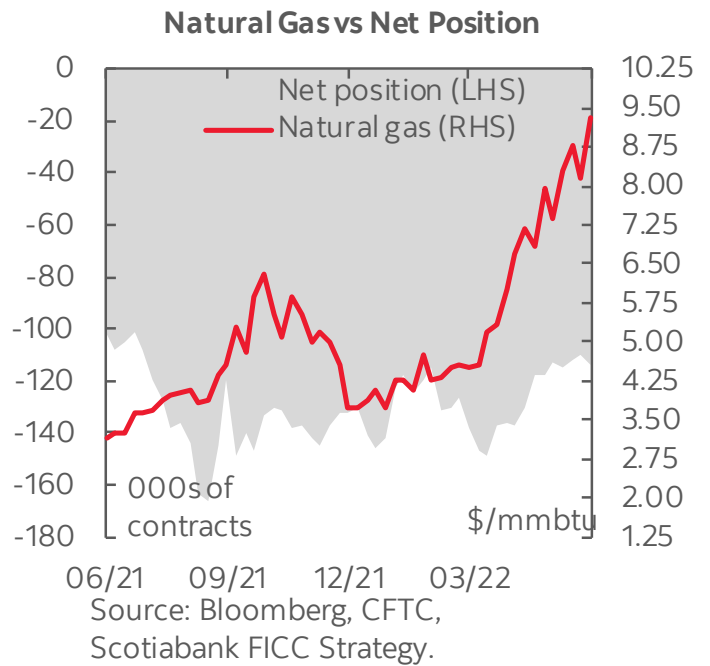
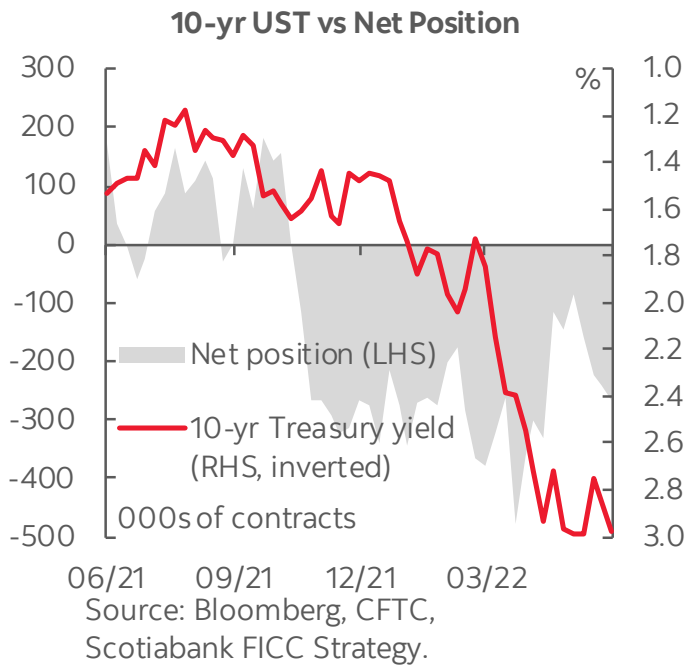
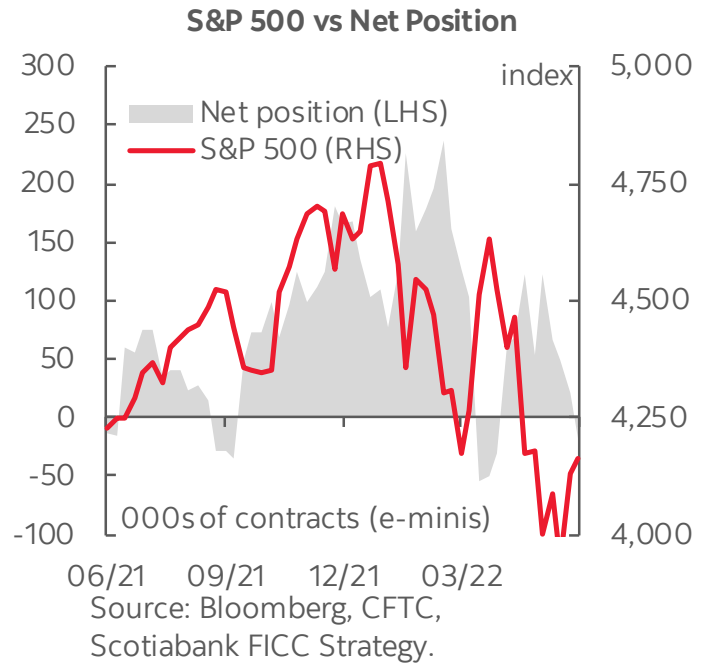
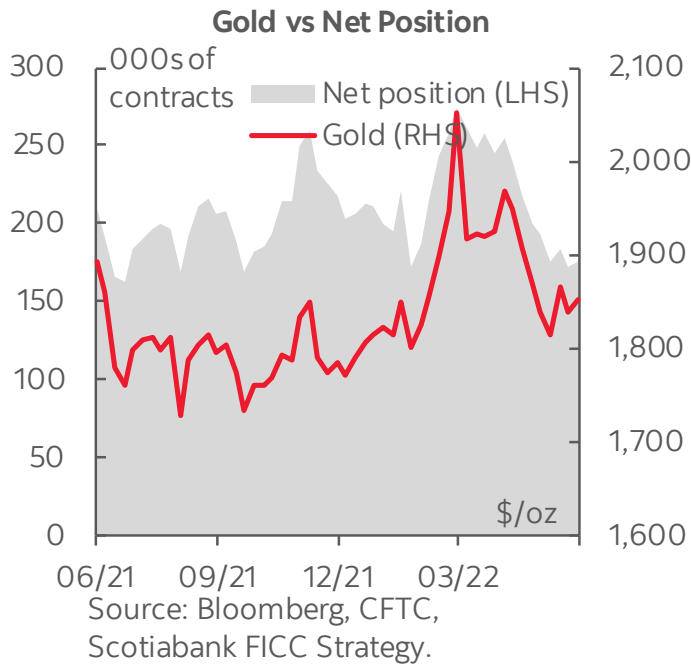
Source: Bloomberg, CFTC, Scotiabank FICC Strategy.

MXN — NON-COMMERCIAL POSITIONING

Date	(USD mn)	Position - Contracts of 500,000 MXN				Open Int.
	Net	Long	Short	Net	Net w/w	
7-Jun	835	119,162	-86,436	32,726	2,723	248,184
31-May	902	114,480	-79,031	35,449	-5,657	212,843
24-May	751	83,031	-53,239	29,792	-1,577	177,125
17-May	707	77,819	-49,604	28,215	-11,490	170,924

OIL — NON-COMMERCIAL POSITIONING

Date	(USD mn)	Position - Contracts of 1,000 barrels				Open Int.
	Net	Long	Short	Net	Net w/w	
7-Jun	39,197	423,882	-95,626	328,256	4,720	1,790,618
31-May	38,182	421,683	-88,707	332,976	1,785	1,787,928
24-May	36,747	422,541	-87,780	334,761	-9,124	1,711,863
17-May	36,602	416,190	-90,553	325,637	-14,834	1,730,665



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