

FX SENTIMENT REPORT

COMMITMENT OF TRADERS—CFTC

Friday, April 15, 2016

Shaun Osborne
Chief FX Strategist
(416) 945-4538
Shaun.Osborne@scotiabank.com

Eric Theoret, CFA, CMT
FX Strategist
(416) 863-7030
Eric.Theoret@scotiabank.com

BULLISH JPY SENTIMENT REACHES FRESH RECORD

Data in this report cover up to Tuesday April 12 & were released Friday April 15.

- This week's changes in sentiment were relatively minor, with a steady improvement for most currencies and a deterioration for GBP and MXN. The aggregate USD long has softened modestly and remains close to neutral, bullish JPY positioning has climbed to a fresh record and bearish GBP sentiment has built to levels last seen in 2013. Investors are bullish JPY, AUD, and CHF, neutral CAD and NZD, and bearish MXN, GBP, and EUR (bottom left p2).

- Changes in CAD sentiment were relatively limited on a w/w basis, with a modest \$0.2bn rise in the net long to \$0.2bn—marking an 11th consecutive week of improvement (see middle, bottom right p1). AUD risk was added to both sides, highlighting a considerable degree of uncertainty while adding to vulnerability. The bullish net long AUD position has climbed to a fresh high not seen since November 2014 and gross longs are at three year highs.

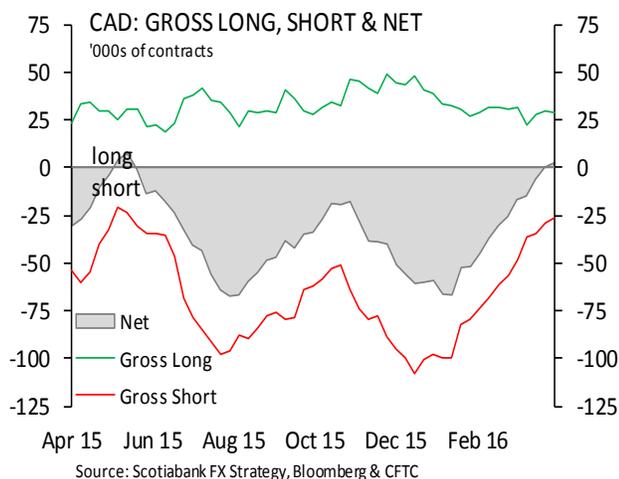
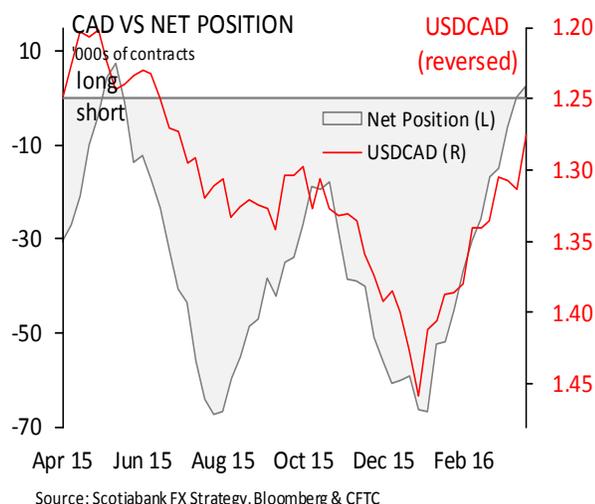
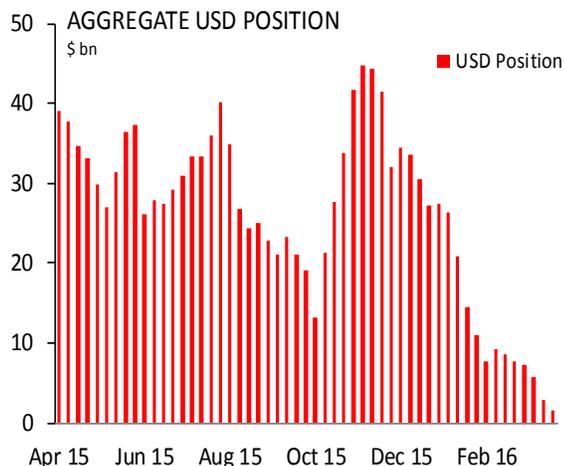
- GBP sentiment has deteriorated for a fourth consecutive week and bearish sentiment is now at levels last seen in June 2013. Gross shorts are still well off the extended, record levels from 2013, leaving ample space for a continued build. Investors are paring back EUR risk from both sides, suggesting a lack of conviction with regards to the near term path.

- Bullish JPY sentiment has climbed to a fresh record with the net long breaching the prior high from March 2008. Gross longs have driven much of the improvement on a YTD basis (middle left p2).

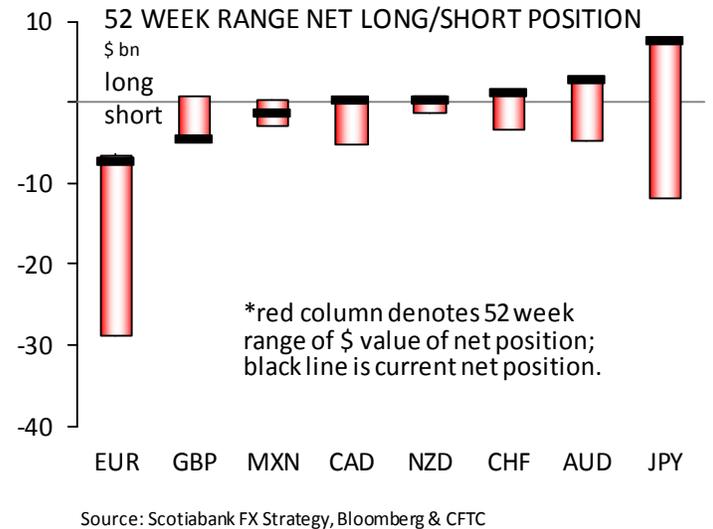
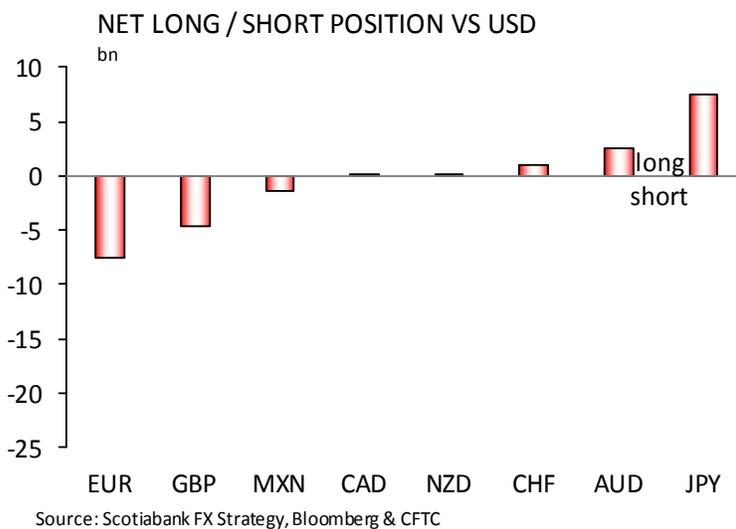
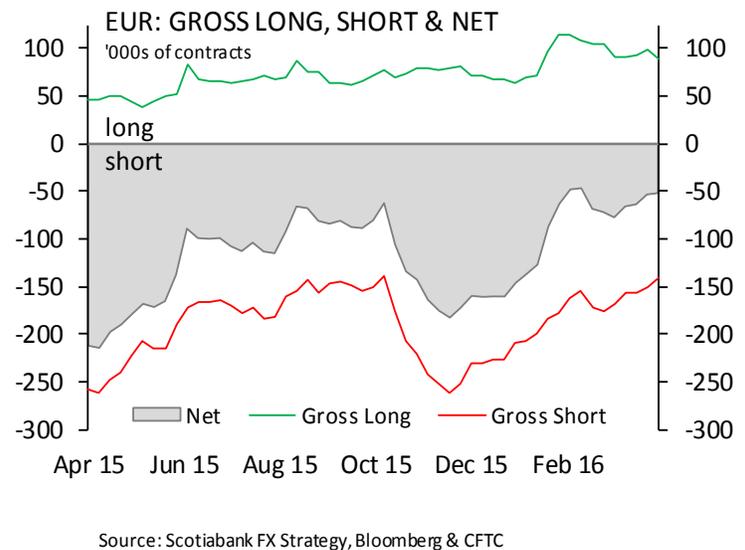
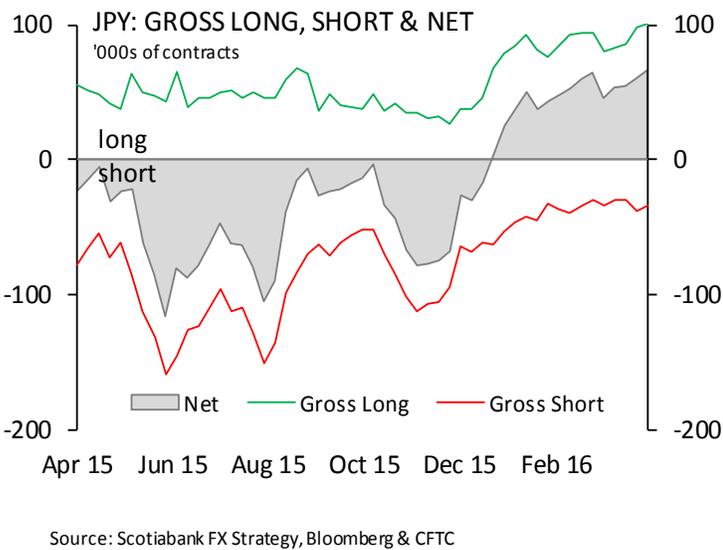
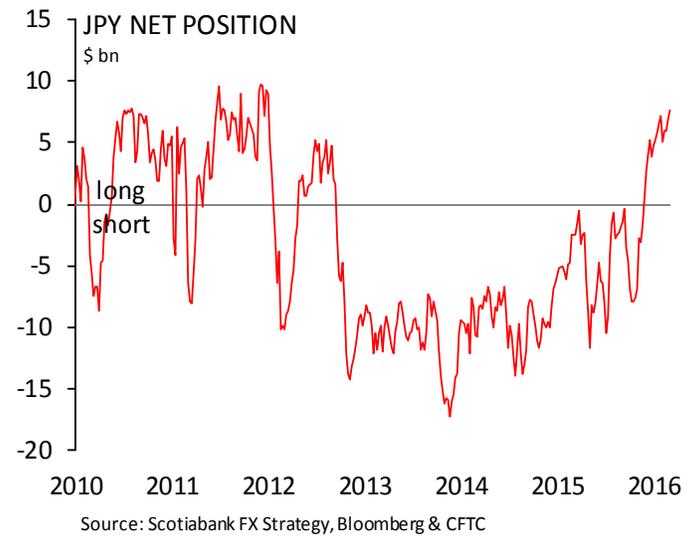
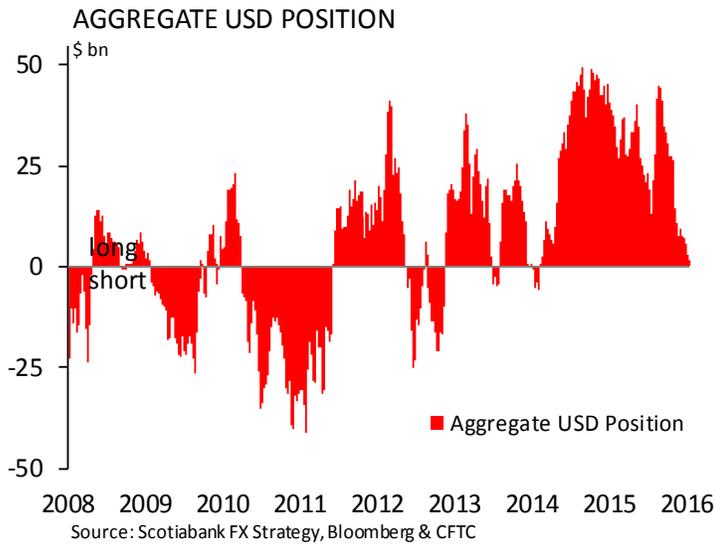
| 12-Apr | Sentiment | | (\$mns) | |
|----------------------------------|-----------|------------|----------|----------|
| | Bias | Trend | Position | w/w chg. |
| CAD | neutral | neutral | 187 | 180 |
| AUD | bullish | increasing | 2,699 | 674 |
| NZD | neutral | neutral | 297 | 100 |
| MXN | bearish | increasing | -1,333 | -432 |
| EUR | bearish | neutral | -7,408 | 203 |
| GBP | bearish | increasing | -4,578 | -462 |
| CHF | bullish | increasing | 1,078 | 339 |
| JPY | bullish | increasing | 7,623 | 817 |
| Gold | bullish | increasing | 26,846 | 3,401 |
| Total USD pos'n (excluding gold) | | | 1,435 | -1,419 |

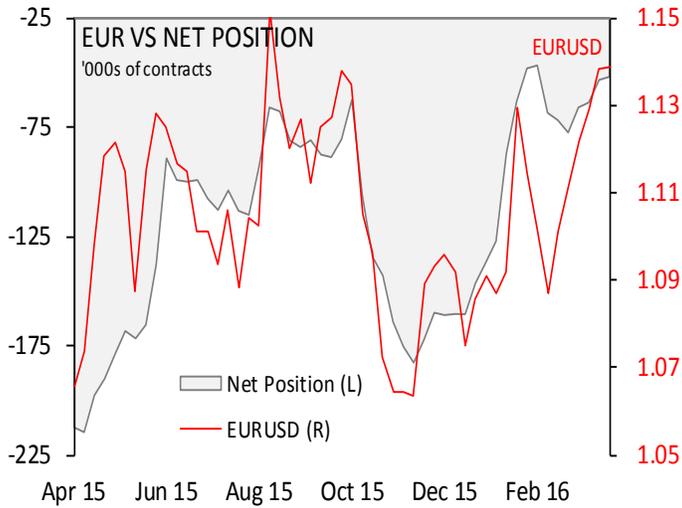
CAD — NON-COMMERCIAL POSITIONING

| Date | (\$MM) Net | Position - Contracts of 100,000 CAD | | | | Open Int. |
|--------|---------------|-------------------------------------|--------|---------|---------|-----------|
| | | Long | Short | Net | Net w/w | |
| 12-Apr | 187 | 28,968 | 26,583 | 2,385 | 2,288 | 107,755 |
| 5-Apr | 7 | 29,565 | 29,468 | 97 | 6,277 | 105,335 |
| 29-Mar | -473 | 28,146 | 34,326 | -6,180 | 8,829 | 101,099 |
| 22-Mar | -1,150 | 21,807 | 36,816 | -15,009 | 1,817 | 98,997 |

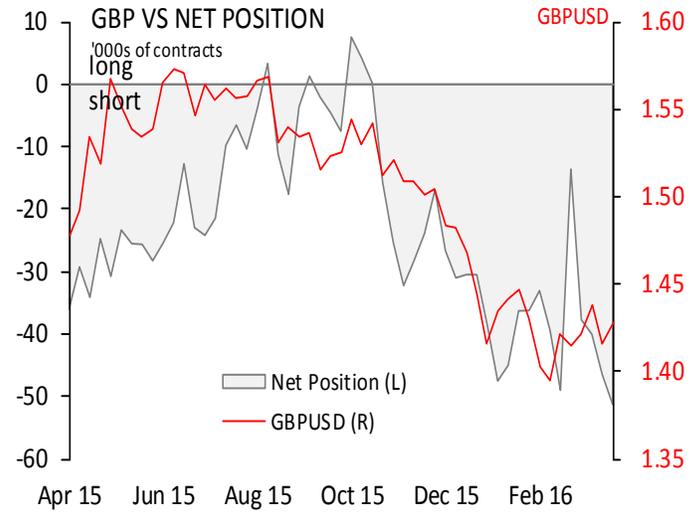


* A trader is classified as "non-commercial" by the Commodity Futures Trading Commission if the trader is not using futures contracts in a particular currency for hedging purposes (as defined by the Commission). This category of futures trader is generally considered to include individual investors, hedge funds and other large financial institutions engaged in trading the securities for speculative purposes.





Source: Scotiabank FX Strategy, Bloomberg & CFTC



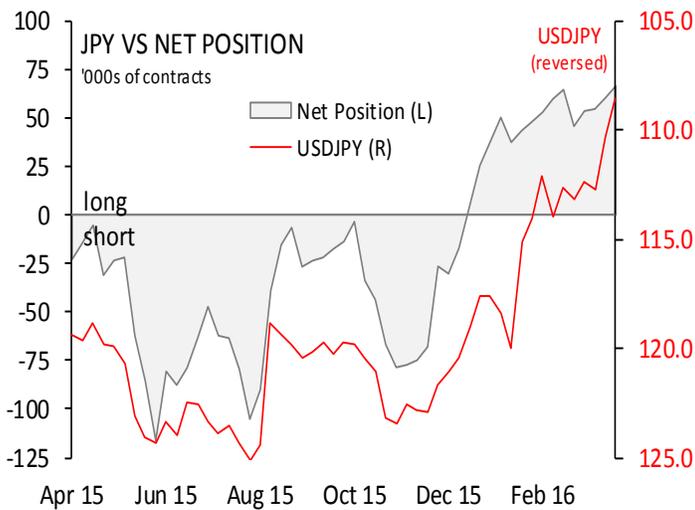
Source: Scotiabank FX Strategy, Bloomberg & CFTC

EUR — NON-COMMERCIAL POSITIONING

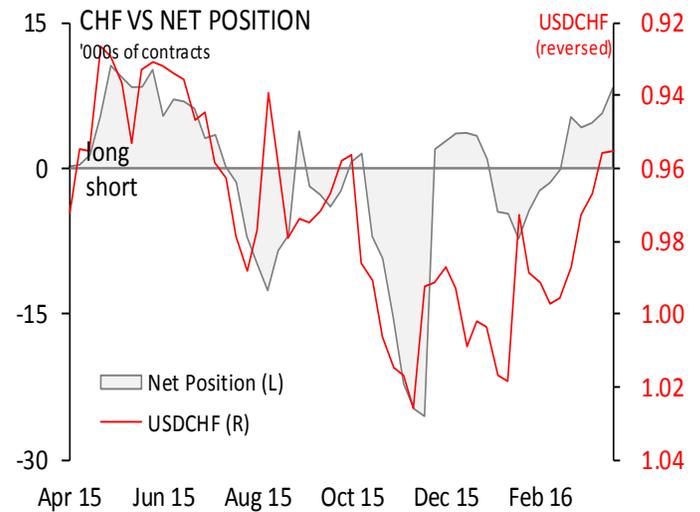
| Date | (\$MM) | Position - Contracts of 125,000 EUR | | | | Open Int. |
|--------|--------|-------------------------------------|---------|---------|---------|-----------|
| | Net | Long | Short | Net | Net w/w | |
| 12-Apr | -7,408 | 89,216 | 141,267 | -52,051 | 1,436 | 333,535 |
| 5-Apr | -7,611 | 98,014 | 151,501 | -53,487 | 10,324 | 338,533 |
| 29-Mar | -9,006 | 93,726 | 157,537 | -63,811 | 2,242 | 330,090 |
| 22-Mar | -9,261 | 91,334 | 157,387 | -66,053 | 11,502 | 324,310 |

GBP — NON-COMMERCIAL POSITIONING

| Date | (\$MM) | Position - Contracts of 62,500 GBP | | | | Open Int. |
|--------|--------|------------------------------------|--------|---------|---------|-----------|
| | Net | Long | Short | Net | Net w/w | |
| 12-Apr | -4,578 | 33,848 | 85,158 | -51,310 | -4,804 | 236,169 |
| 5-Apr | -4,116 | 39,574 | 86,080 | -46,506 | -6,478 | 247,586 |
| 29-Mar | -3,599 | 38,926 | 78,954 | -40,028 | -2,305 | 250,444 |
| 22-Mar | -3,350 | 38,526 | 76,249 | -37,723 | -24,104 | 246,222 |



Source: Scotiabank FX Strategy, Bloomberg & CFTC



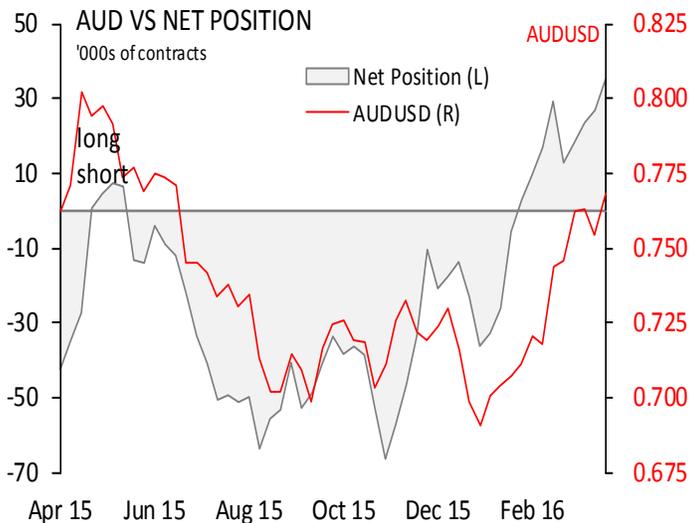
Source: Scotiabank FX Strategy, Bloomberg & CFTC

JPY — NON-COMMERCIAL POSITIONING

| Date | (\$MM) | Position - Contracts of 12.5MM JPY | | | | Open Int. |
|--------|--------|------------------------------------|--------|--------|---------|-----------|
| | Net | Long | Short | Net | Net w/w | |
| 12-Apr | 7,623 | 100,120 | 33,930 | 66,190 | 6,117 | 173,515 |
| 5-Apr | 6,805 | 98,130 | 38,057 | 60,073 | 5,686 | 166,831 |
| 29-Mar | 6,032 | 84,870 | 30,483 | 54,387 | 1,041 | 148,292 |
| 22-Mar | 5,934 | 82,812 | 29,466 | 53,346 | 7,857 | 146,421 |

CHF — NON-COMMERCIAL POSITIONING

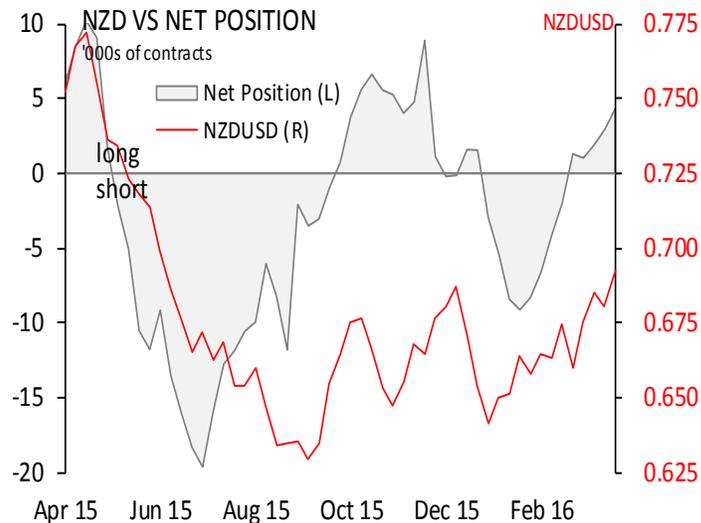
| Date | (\$MM) | Position - Contracts of 125,000 CHF | | | | Open Int. |
|--------|--------|-------------------------------------|--------|-------|---------|-----------|
| | Net | Long | Short | Net | Net w/w | |
| 12-Apr | 1,078 | 17,478 | 9,240 | 8,238 | 2,589 | 39,757 |
| 5-Apr | 739 | 16,564 | 10,915 | 5,649 | 1,002 | 36,411 |
| 29-Mar | 601 | 17,932 | 13,285 | 4,647 | 461 | 35,601 |
| 22-Mar | 538 | 19,391 | 15,205 | 4,186 | -1,076 | 37,656 |



Source: Scotiabank FX Strategy, Bloomberg & CFTC

AUD — NON-COMMERCIAL POSITIONING

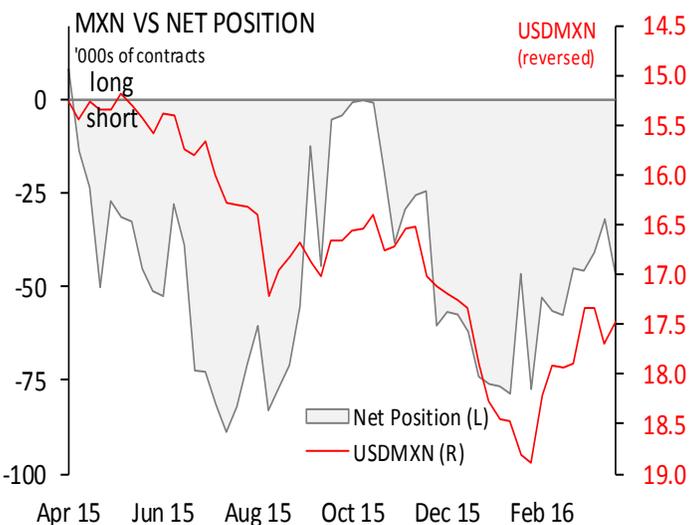
| Date | (\$MM) | Position - Contracts of 100,000 AUD | | | | Open Int. |
|--------|--------|-------------------------------------|--------|--------|---------|-----------|
| | Net | Long | Short | Net | Net w/w | |
| 12-Apr | 2,699 | 90,768 | 55,646 | 35,122 | 8,277 | 132,621 |
| 5-Apr | 2,025 | 78,234 | 51,389 | 26,845 | 3,379 | 121,060 |
| 29-Mar | 1,790 | 77,076 | 53,610 | 23,466 | 5,436 | 119,665 |
| 22-Mar | 1,374 | 67,931 | 49,901 | 18,030 | 5,248 | 111,677 |



Source: Scotiabank FX Strategy, Bloomberg & CFTC

NZD — NON-COMMERCIAL POSITIONING

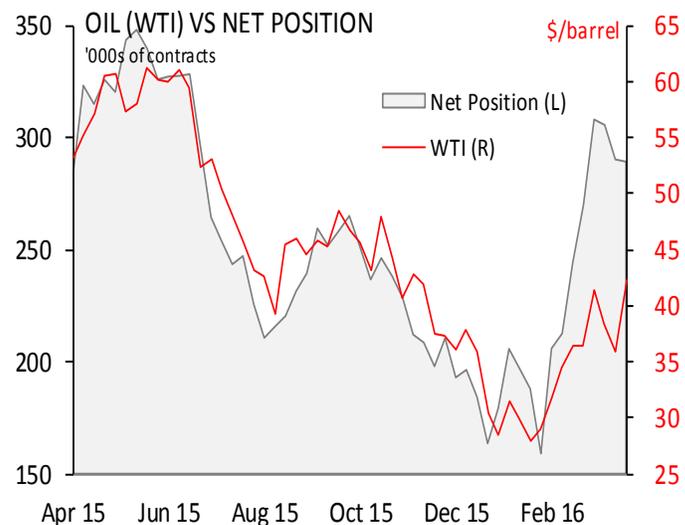
| Date | (\$MM) | Position - Contracts of 100,000 NZD | | | | Open Int. |
|--------|--------|-------------------------------------|--------|-------|---------|-----------|
| | Net | Long | Short | Net | Net w/w | |
| 12-Apr | 297 | 21,472 | 17,180 | 4,292 | 1,389 | 29,575 |
| 5-Apr | 198 | 20,152 | 17,249 | 2,903 | 1,029 | 28,309 |
| 29-Mar | 128 | 20,255 | 18,381 | 1,874 | 857 | 28,248 |
| 22-Mar | 69 | 19,375 | 18,358 | 1,017 | -273 | 27,163 |



Source: Scotiabank FX Strategy, Bloomberg & CFTC

MXN — NON-COMMERCIAL POSITIONING

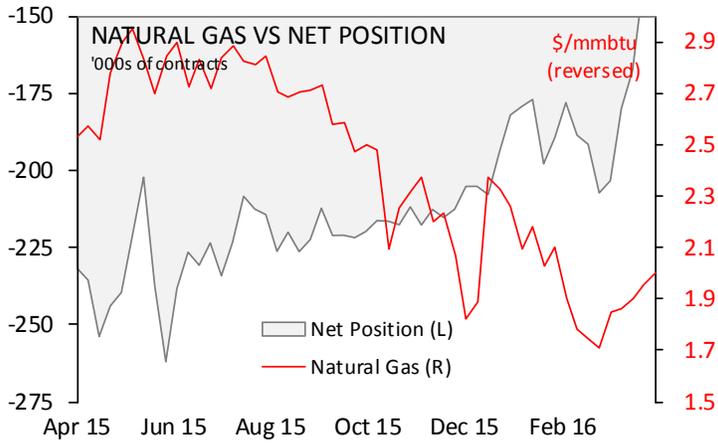
| Date | (\$MM) | Position - Contracts of 500,000 MXN | | | | Open Int. |
|--------|--------|-------------------------------------|--------|---------|---------|-----------|
| | Net | Long | Short | Net | Net w/w | |
| 12-Apr | -1,333 | 40,518 | 87,109 | -46,591 | -14,713 | 153,572 |
| 5-Apr | -901 | 40,864 | 72,742 | -31,878 | 8,918 | 113,872 |
| 29-Mar | -1,176 | 33,005 | 73,801 | -40,796 | 4,900 | 109,067 |
| 22-Mar | -1,318 | 28,550 | 74,246 | -45,696 | -659 | 105,395 |



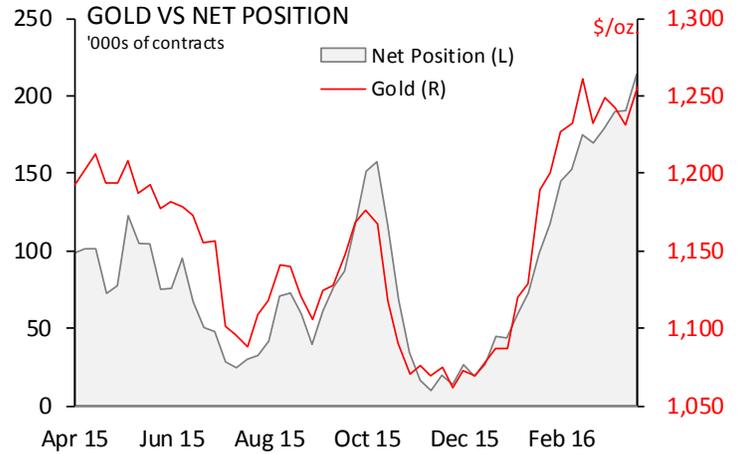
Source: Scotiabank FX Strategy, Bloomberg & CFTC

NYMEX Crude — NON-COMMERCIAL POSITIONING

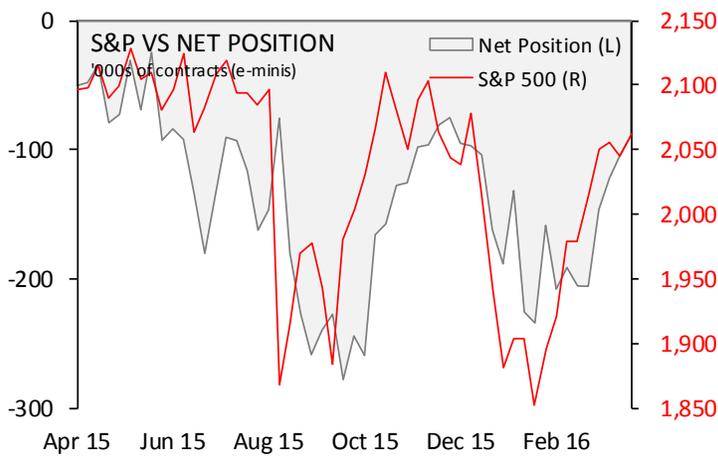
| Date | (\$MM) | Position - Contracts of 1000 barrels | | | | Open Int. |
|--------|--------|--------------------------------------|---------|---------|---------|-----------|
| | Net | Long | Short | Net | Net w/w | |
| 12-Apr | 12,194 | 530,256 | 241,095 | 289,161 | -969 | 1,803,510 |
| 5-Apr | 10,413 | 541,716 | 251,586 | 290,130 | -15,381 | 1,773,774 |
| 29-Mar | 11,695 | 534,637 | 229,126 | 305,511 | -2,466 | 1,734,511 |
| 22-Mar | 12,766 | 527,838 | 219,861 | 307,977 | 38,121 | 1,705,631 |



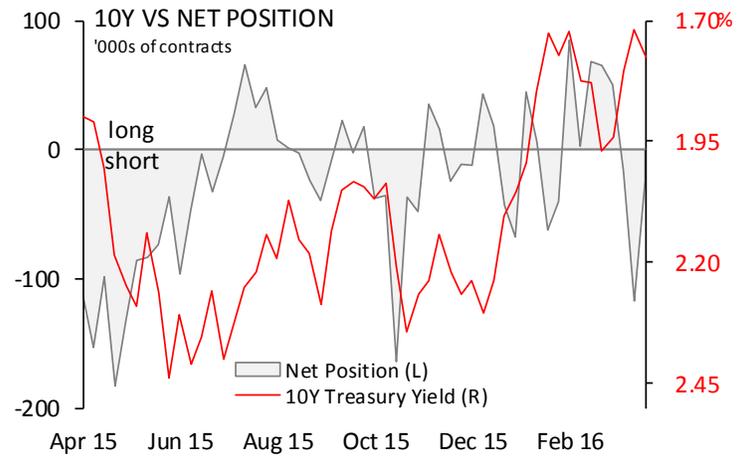
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