

GBP NET SHORT NARROWS FROM LAST WEEK'S RECORD

Data in this report cover up to Tuesday Aug 30 & were released Friday Sept 2.

- This week's changes in sentiment were relatively limited as investors added to EUR shorts while paring risk in CAD. The net GBP position narrowed from its record short as investors added risk to both sides, and investors added to bullish JPY positions for a fifth consecutive week. The aggregate USD position softened modestly.
- Investors pared CAD risk in the week ended August 30th, reducing both gross long and short positions in a manner that delivered a modest \$0.4bn build in the net long to \$1.7bn. The w/w changes served to reduce some of the risk that had been built through August (bottom right p1). The AUD net long held steady at \$3.2bn.
- EUR sentiment deteriorated for the first week in five, the net short widening \$0.6bn to \$11.4bn on the back of a build in gross shorts. EUR positioning continues to be dominated by EUR bears (middle right p2) and this week's shift may hint to early signs of a turn following a four week run of short covering.
- The net short GBP position narrowed modestly from last week's \$7.8bn record following a modest build in both gross long and gross short positions. The latter have climbed to a fresh record high. GBP remains the most vulnerable to positioning, with shorts outnumbering longs 3.3 to 1.
- JPY positioning continues to shift in a bullish manner, with this week's modest \$0.2bn rise in the \$7.7bn net long position driven by a combination of short covering and build in longs (middle left p2).

30-Aug	Sentiment		\$mns	
	Bias	Trend	Position	w/w chg.
CAD	bullish	increasing	1,710	414
AUD	bullish	neutral	3,196	-60
NZD	neutral	neutral	137	201
MXN	bearish	neutral	-883	-115
EUR	bearish	increasing	-11,411	-578
GBP	bearish	decreasing	-7,561	274
CHF	bullish	increasing	1,043	798
JPY	bullish	neutral	7,729	207
Gold	bullish	decreasing	36,231	-3,174
Total USD pos'n (excluding gold)			6,040	-1,142

CAD — NON-COMMERCIAL POSITIONING

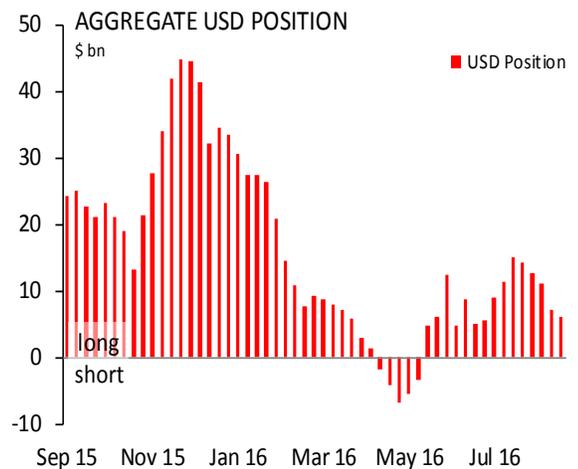
Date	(\$MM) Net	Position - Contracts of 100,000 CAD			Net w/w	Open Int.
		Long	Short	Net		
30-Aug	1,710	46,808	24,408	22,400	5,666	125,716
23-Aug	1,296	50,097	33,363	16,734	4,261	131,618
16-Aug	970	46,118	33,645	12,473	-2,893	124,610
9-Aug	1,171	43,647	28,281	15,366	-2,392	115,796



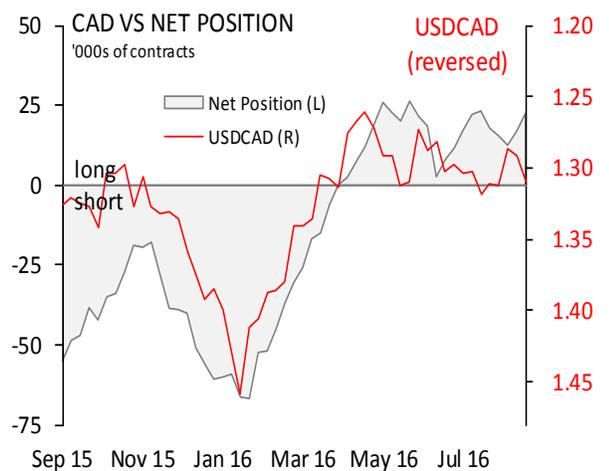
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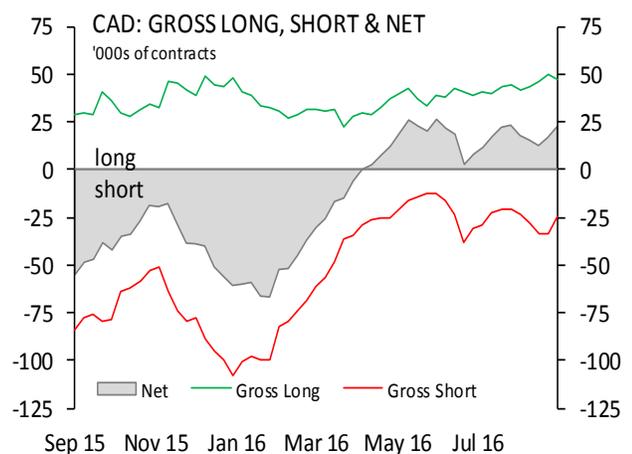
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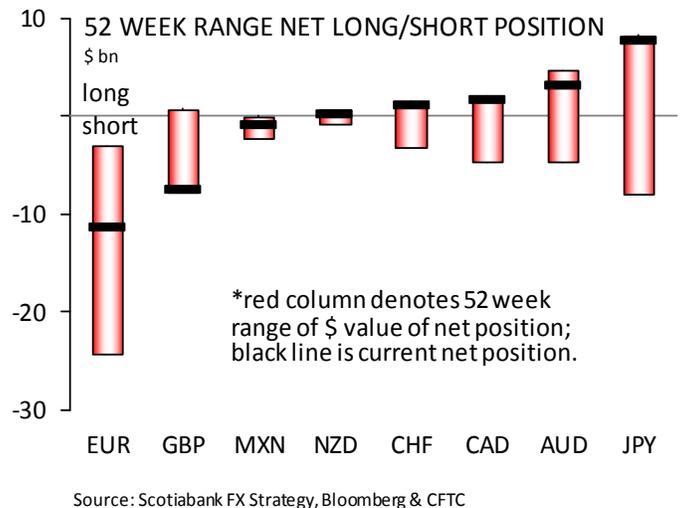
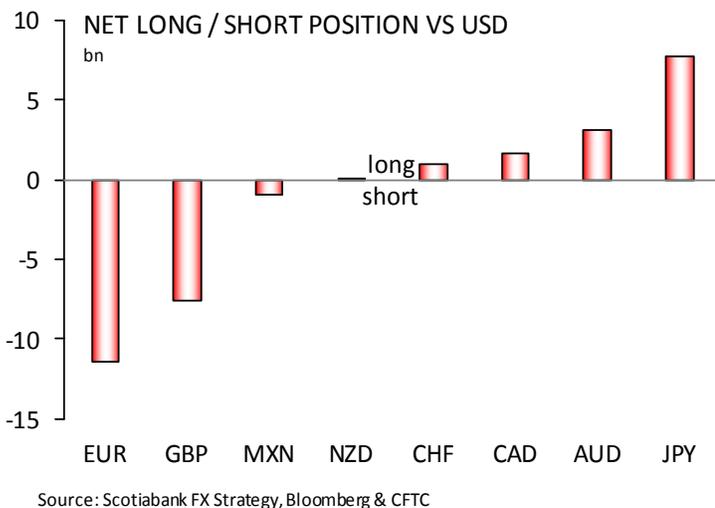
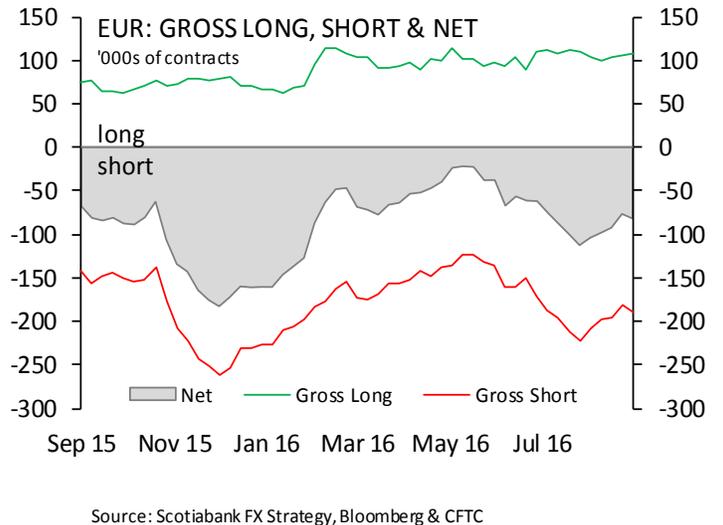
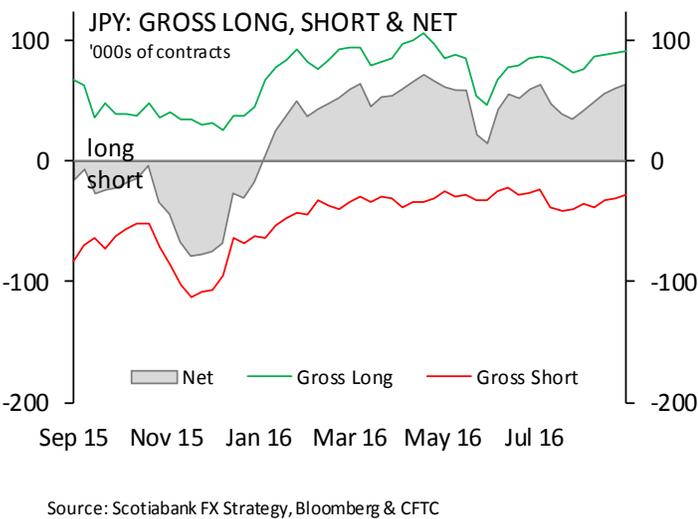
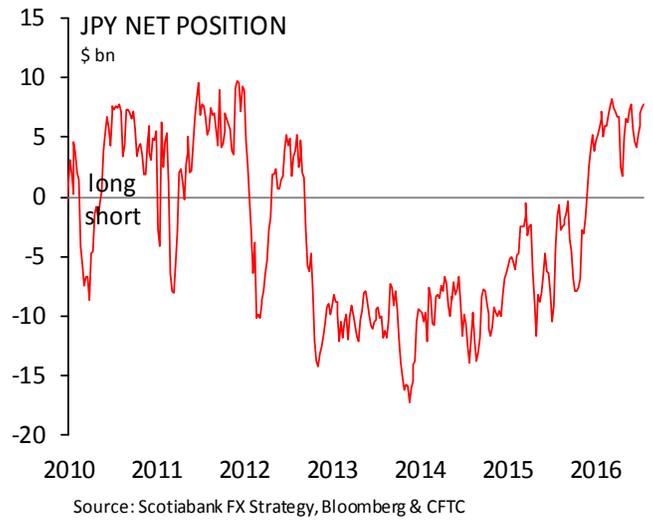
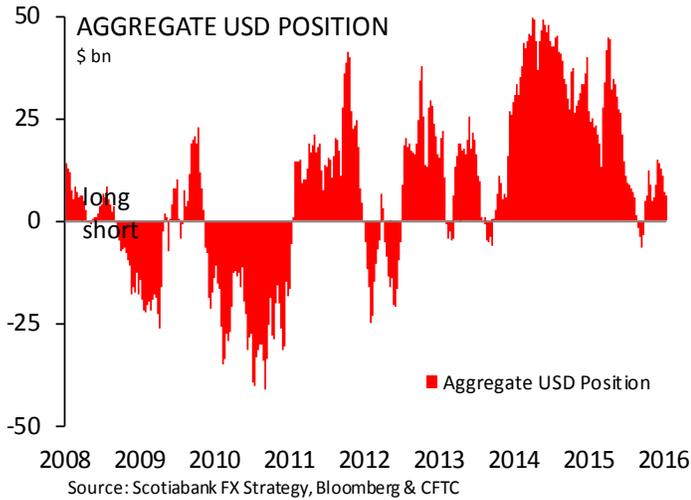
Source: Scotiabank FX Strategy, Bloomberg & CFTC

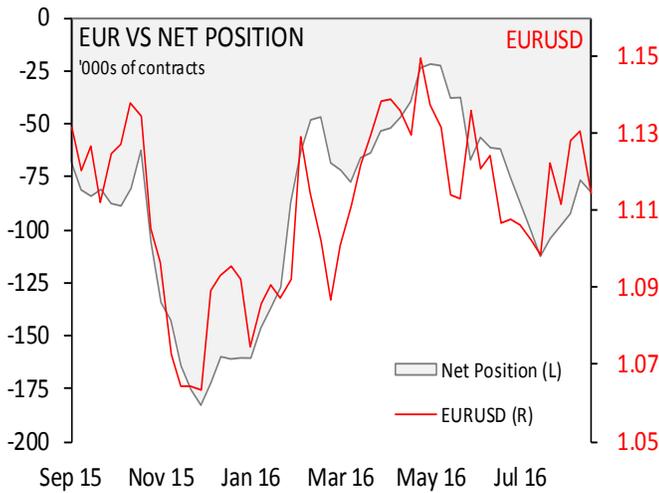


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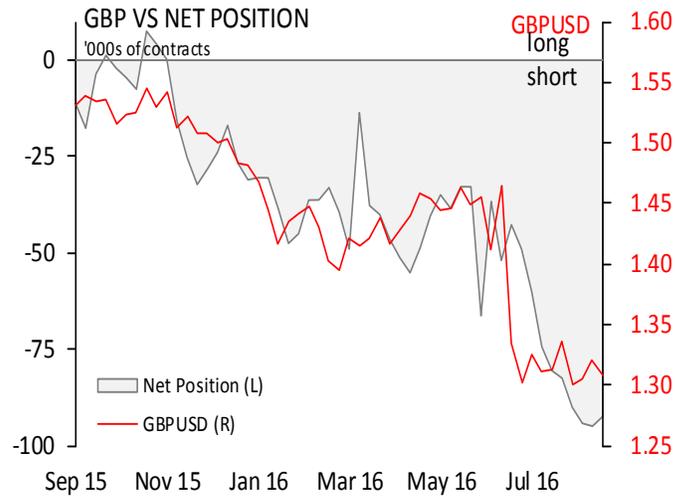


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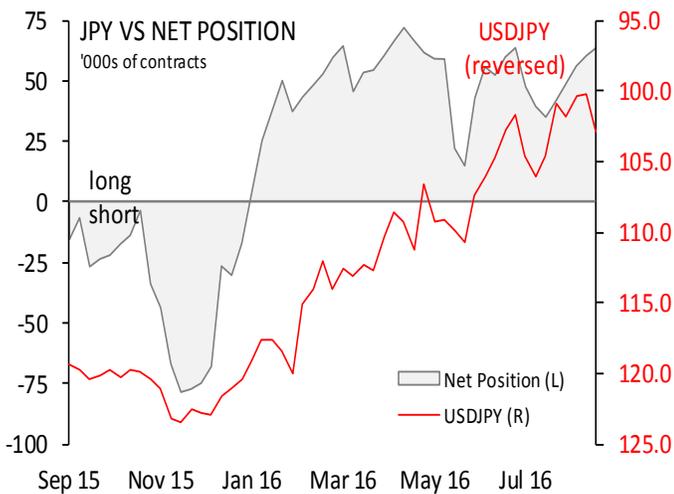
Source: Scotiabank FX Strategy, Bloomberg & CFTC

EUR — NON-COMMERCIAL POSITIONING

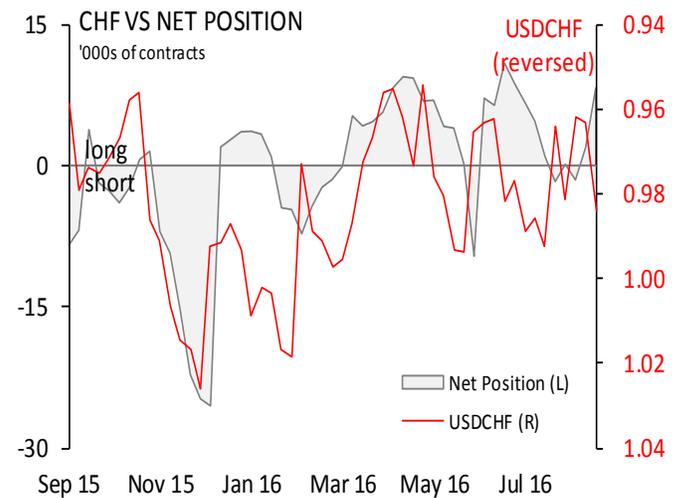
Date	(\$MM)	Position - Contracts of 125,000 EUR				Open Int.
	Net	Long	Short	Net	Net w/w	
30-Aug	-11,411	108,261	190,186	-81,925	-5,267	364,843
23-Aug	-10,833	105,374	182,032	-76,658	15,850	364,044
16-Aug	-13,042	103,060	195,568	-92,508	5,891	366,037
9-Aug	-13,674	100,442	198,841	-98,399	5,704	368,693

GBP — NON-COMMERCIAL POSITIONING

Date	(\$MM)	Position - Contracts of 62,500 GBP				Open Int.
	Net	Long	Short	Net	Net w/w	
30-Aug	-7,561	39,648	132,133	-92,485	2,493	248,410
23-Aug	-7,834	35,850	130,828	-94,978	-740	247,711
16-Aug	-7,684	35,890	130,128	-94,238	-4,156	248,568
9-Aug	-7,321	35,523	125,605	-90,082	-7,567	243,430



Source: Scotiabank FX Strategy, Bloomberg & CFTC



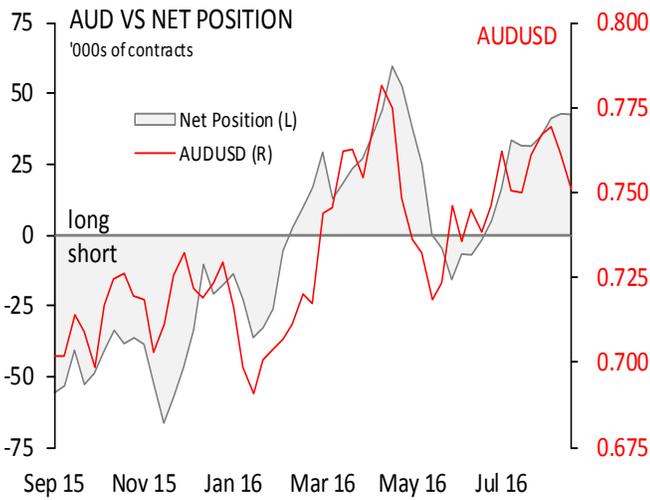
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JPY — NON-COMMERCIAL POSITIONING

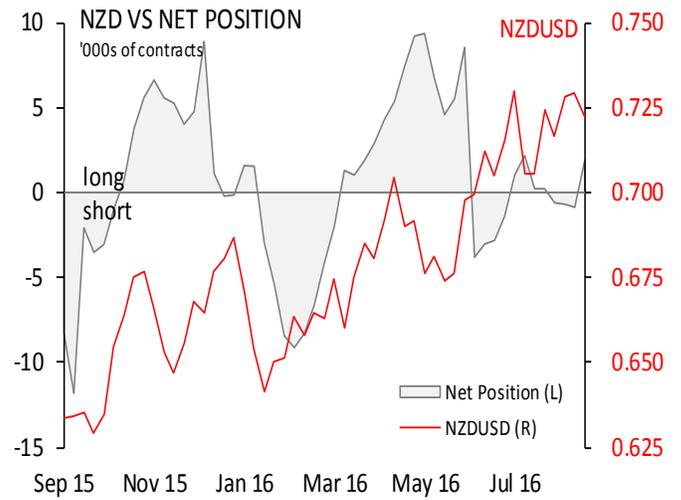
Date	(\$MM)	Position - Contracts of 12.5MM JPY				Open Int.
	Net	Long	Short	Net	Net w/w	
30-Aug	7,729	91,570	27,909	63,661	3,345	164,329
23-Aug	7,521	90,387	30,071	60,316	4,310	164,756
16-Aug	6,979	88,273	32,267	56,006	7,175	165,905
9-Aug	5,991	86,719	37,888	48,831	7,131	167,011

CHF — NON-COMMERCIAL POSITIONING

Date	(\$MM)	Position - Contracts of 125,000 CHF				Open Int.
	Net	Long	Short	Net	Net w/w	
30-Aug	1,043	24,557	16,349	8,208	6,323	42,294
23-Aug	245	20,921	19,036	1,885	3,430	39,554
16-Aug	-201	19,996	21,541	-1,545	-1,652	42,786
9-Aug	14	20,426	20,319	107	1,822	43,405



Source: Scotiabank FX Strategy, Bloomberg & CFTC



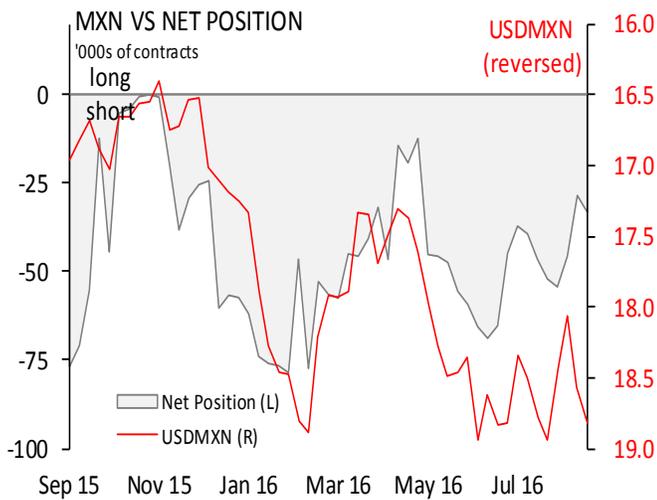
Source: Scotiabank FX Strategy, Bloomberg & CFTC

AUD — NON-COMMERCIAL POSITIONING

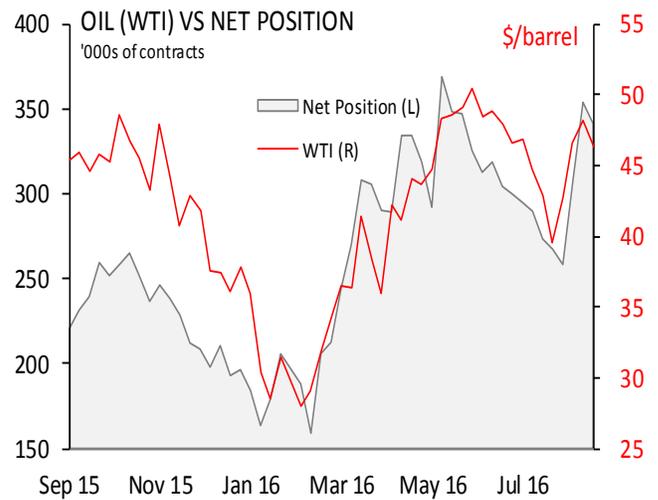
Date	(\$MM)	Position - Contracts of 100,000 AUD				Open Int.
	Net	Long	Short	Net	Net w/w	
30-Aug	3,196	70,432	27,866	42,566	-191	110,040
23-Aug	3,256	71,011	28,254	42,757	1,644	114,452
16-Aug	3,164	68,945	27,832	41,113	6,229	112,135
9-Aug	2,677	59,586	24,702	34,884	3,521	102,059

NZD — NON-COMMERCIAL POSITIONING

Date	(\$MM)	Position - Contracts of 100,000 NZD				Open Int.
	Net	Long	Short	Net	Net w/w	
30-Aug	137	31,747	29,854	1,893	2,771	46,496
23-Aug	-64	29,926	30,804	-878	-183	44,393
16-Aug	-51	28,980	29,675	-695	-82	43,268
9-Aug	-44	28,314	28,927	-613	-830	41,475



Source: Scotiabank FX Strategy, Bloomberg & CFTC



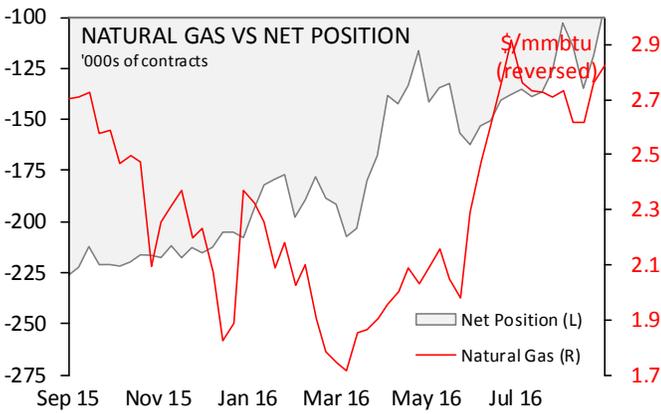
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MXN — NON-COMMERCIAL POSITIONING

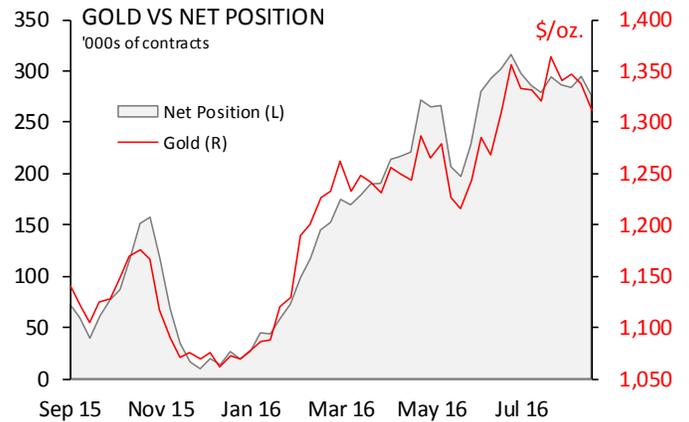
Date	(\$MM)	Position - Contracts of 500,000 MXN				Open Int.
	Net	Long	Short	Net	Net w/w	
30-Aug	-883	19,848	53,082	-33,234	-4,693	114,101
23-Aug	-768	26,845	55,386	-28,541	17,182	113,732
16-Aug	-1,266	24,542	70,265	-45,723	8,639	120,749
9-Aug	-1,474	19,963	74,325	-54,362	-2,239	127,632

NYMEX Crude — NON-COMMERCIAL POSITIONING

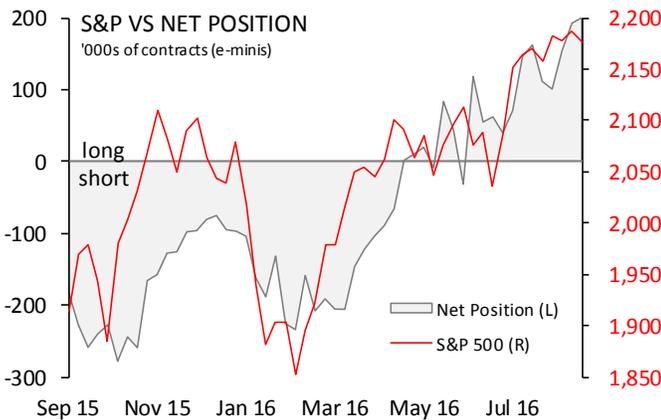
Date	(\$MM)	Position - Contracts of 1000 barrels				Open Int.
	Net	Long	Short	Net	Net w/w	
30-Aug	15,819	538,363	197,075	341,288	-12,456	1,787,891
23-Aug	17,015	555,022	201,278	353,744	46,244	1,747,499
16-Aug	14,323	570,209	262,709	307,500	49,250	1,852,402
9-Aug	11,045	562,028	303,778	258,250	-8,942	1,829,979



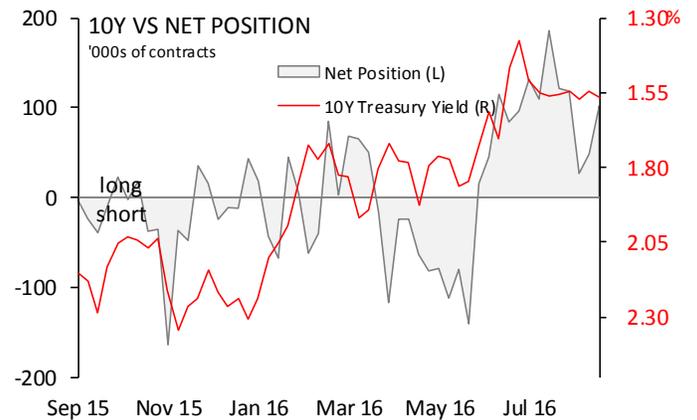
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