

# Macro Hive Pro: FX Positioning and Sentiment – Real Money Benefitting from DXY Strength and JPY Weakness

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In our positioning report we separate actual positioning data from sentiment data.

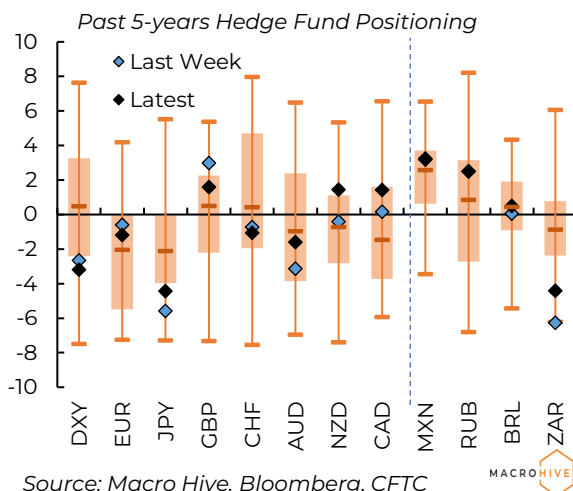
Here’s the latest on IMM positioning (as of 26 April):

- **Hedge funds remain decently net-short DXY**, perhaps looking for signs that the continued drive higher is getting stretched (Chart 1). GBP net-long positioning has now returned to more typical levels AUD, NZD, and CAD saw notable changes in positioning as hedge funds begin to look for a reversal in recent commodity currency underperformance.
- **Real money will have benefited from the recent USD strength and GBP and JPY weakness.** They remained in extreme net-longs for DXY and extreme net-shorts for JPY and GBP (Chart 2). Meanwhile, AUD net-positioning has returned into short territory, while they remain strongly net-long BRL and ZAR.

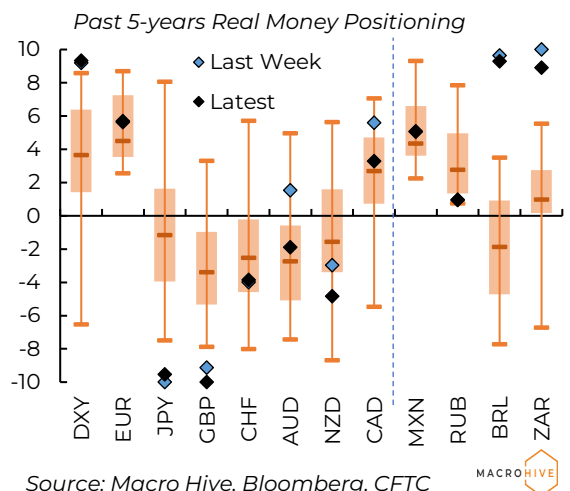
Here’s the latest on FX sentiment (as of 3 May):

- **G10 FX:** US Dollar sentiment, by our metric has moved marginally more bullish, driven by 3-month riskies. JPY sentiment meanwhile reduced markedly, driven by an overly dovish BoJ. The remainder of G10 have a poor outlook, when considering 3-month riskies as the main measure. Our consolidated measure paints a similar picture.
- **EM FX:** MYR was the big gainer in sentiment, on the back of a large move in 3-month MYR riskies, while RUB sentiment returned negative once again. On the continued zero-COVID policy, the market remains strongly bearish Chinese yuan. Bert has suggested to **stay short CNY until the PBOC stops the move.**

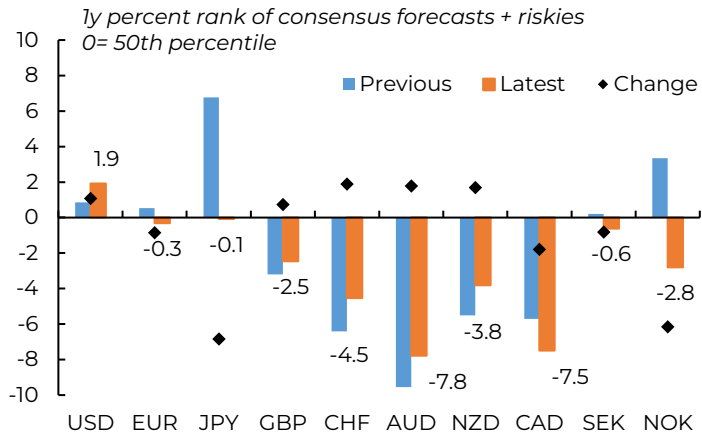
**Chart 1: HF's Not Capitalising on DXY Gains**



**Chart 2: RM Benefitting from FX Trends**



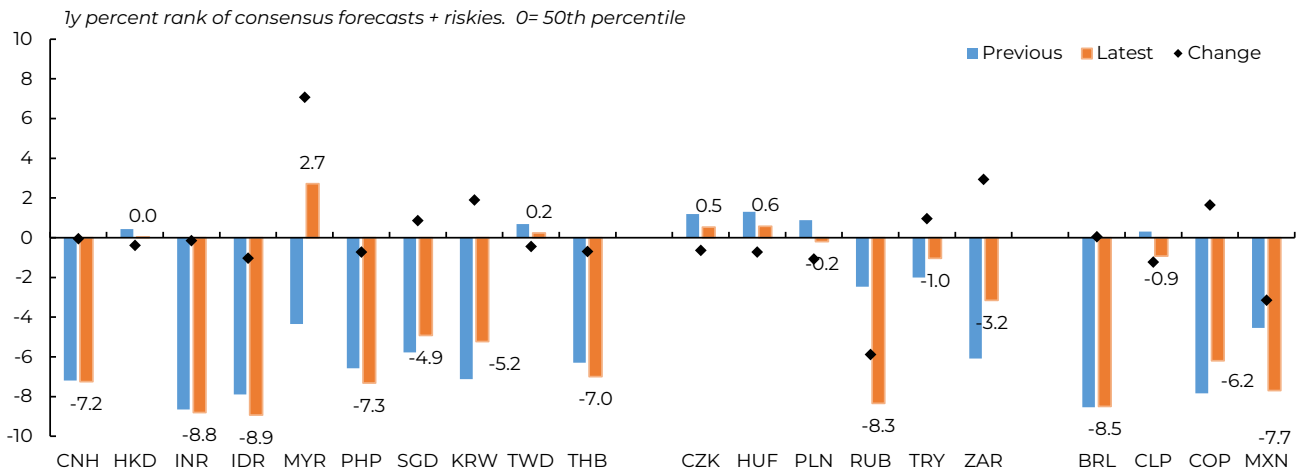
**Chart 3: The Market Is Only Bullish USD Within DMs**



Source: Macro Hive, Bloomberg, CFTC



**Chart 4: EM FX – MYR Sees Strong Bullish Move**



Source: Macro Hive, Bloomberg



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