

Aug 7, 2024 (UTC -02:00)

Yen Carry Trade Unwinding: Are We There Yet?

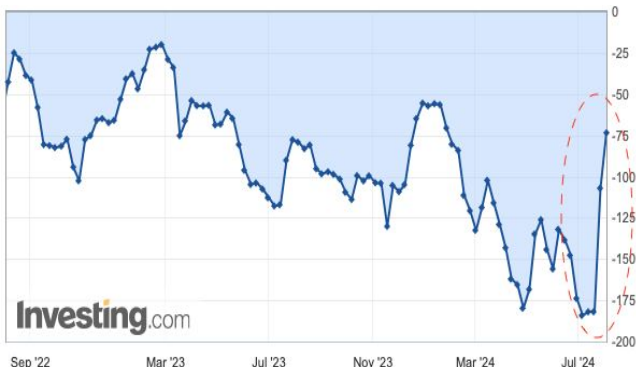
BTC	\$56,057.83	S&P500	5,240.03	US 10Y	3.8862%	WTI	\$72.86
	+3.9%		+1.0%		+0.1072PPT		-0.1%
ETH	\$2,461.92	Nasdaq	16,358.17	DXY	102.97	Gold	\$2,424.25
	+1.9%		+1.0%		+0.1%		-0.8%

- After Black Monday, both the crypto and equities markets have shown signs of recovery. The Nikkei 225, which dropped 12.4% on Monday, was up 10.23%, the Nasdaq rose by 1.03%, and the S&P 500 rose by 1.04%. In the crypto market, \$BTC is now trading at \$56,057, up 3.9%, and \$ETH is trading at \$2,461, up 1.9%.
- On the Bitcoin ETF front, we observed a continuous outflow on Monday, with \$IBIT recording zero inflows. However, on the ETH ETF side, there was a small net inflow of \$48.8M.
- Key headlines include Capula Management reporting \$464M in Bitcoin ETF holdings, the CEO of the \$STRK foundation stepping down, and Hyperliquid reaching a new all-time high in 24-hour perps volume.
- During the last 24 hours, the top three gainers were \$MEW, \$DOG, and \$NOT, while the top three losers were \$MKR, \$GAL, and \$WEMIX.

Yen Carry Trade Unwinding: Are We There Yet?

One way to gauge if the market is bottoming is to assess where we are in the unwinding cycle of the yen carry trade. While no reliable data exists on the size of the yen carry trade, using CME's JPY speculative net short position as a proxy shows we are done with 60% of the unwinding. Another, albeit rougher but simpler, approach is to compare the JPY moves to previous unwinding cycles. The chart by Bloomberg's T. Kimura suggests that we may be about halfway done, with USD/JPY's -10% move since July versus -20% in previous episodes (e.g., subprime crisis, LTCM). Whether the crypto market has already frontrun this dynamic remains to be seen.

CME JPY Speculative Net Positions



Source: Investing.com

JPY Move Comparison

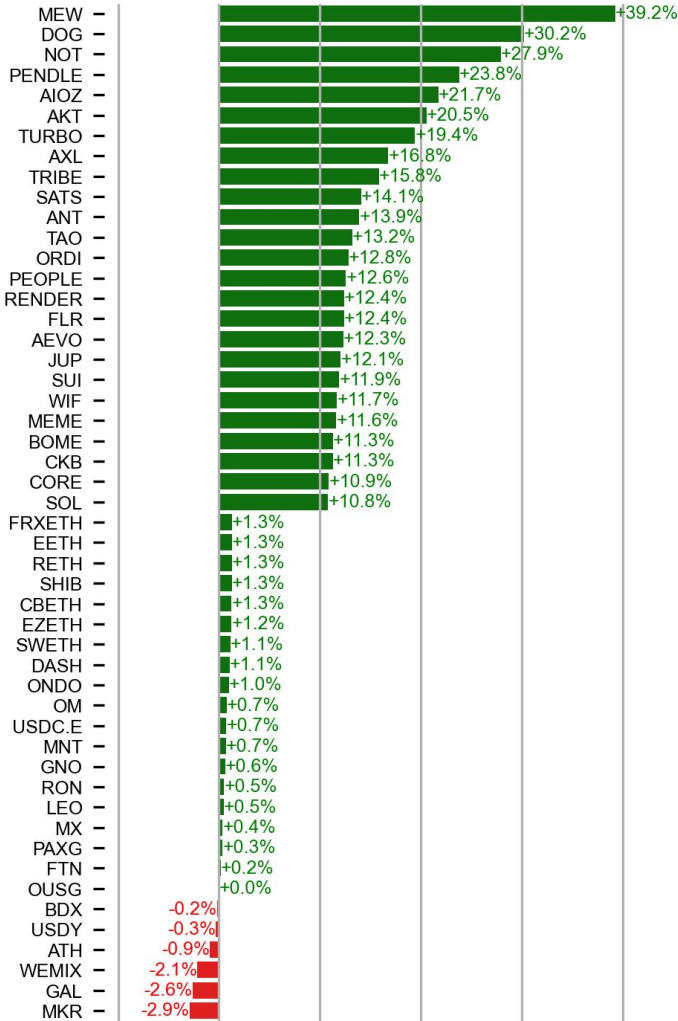


Source: Bloomberg Economics, Note: Horizontal axis shows trading days before and after the peaks of USD/JPY.

Source: Bloomberg

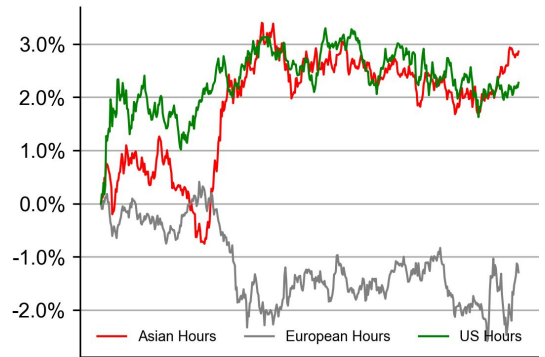
PRICE ACTIONS

24H Price Change (Top/Bottom 25 from Top 200)

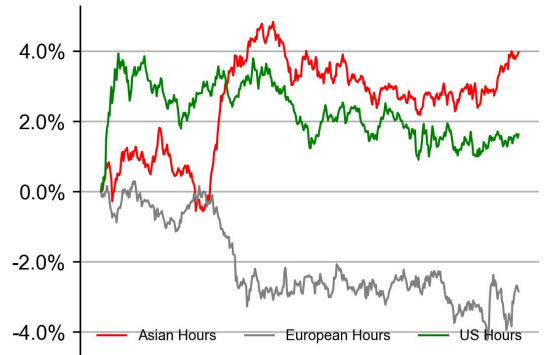


Time Zone Analysis

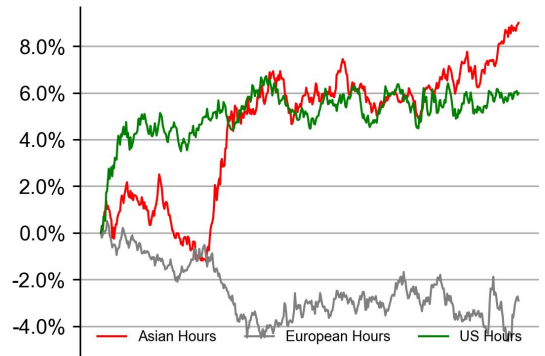
BTC



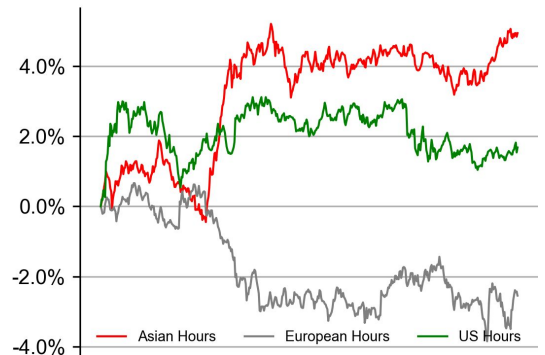
ETH



SOL

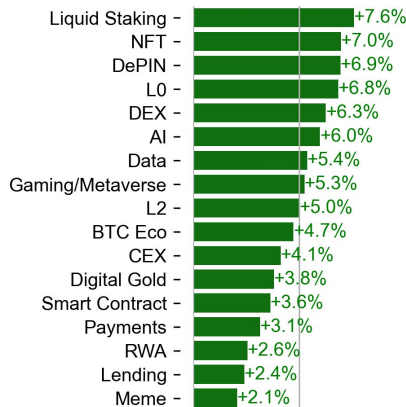
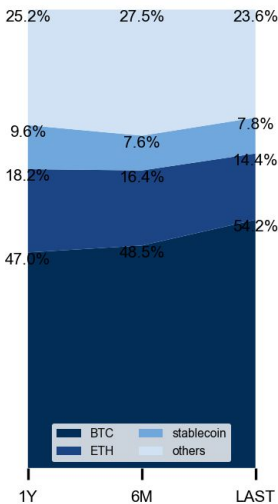


XRP



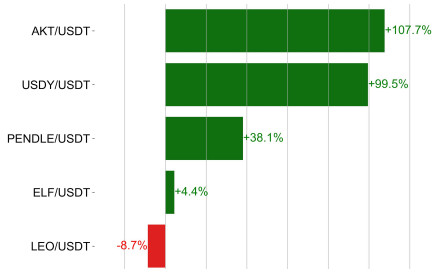
Dominance Ratio

Sector Performance

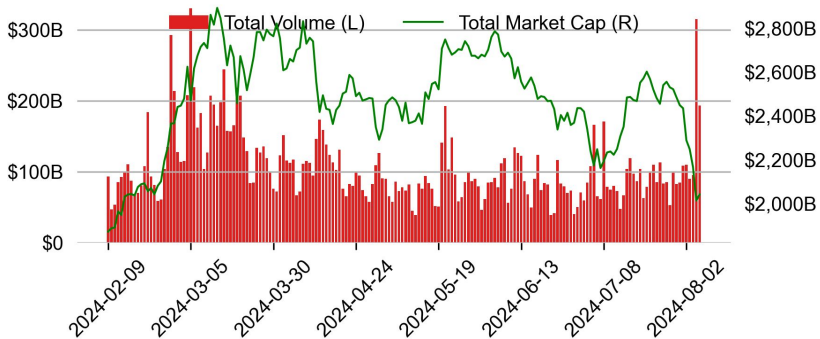


TRADING VOLUME

24H Vol % Chg*

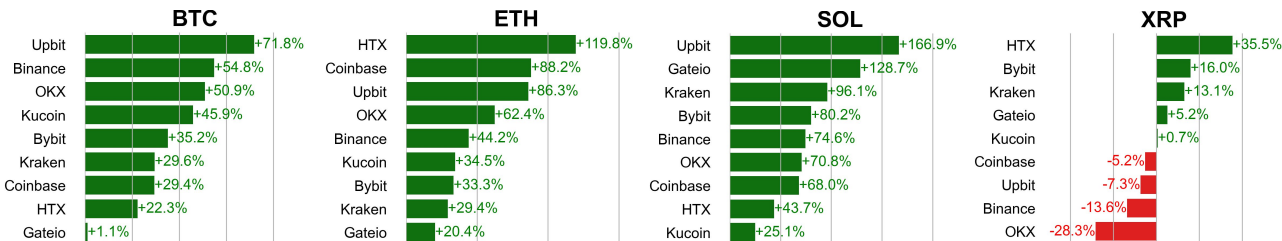


Spot Volume



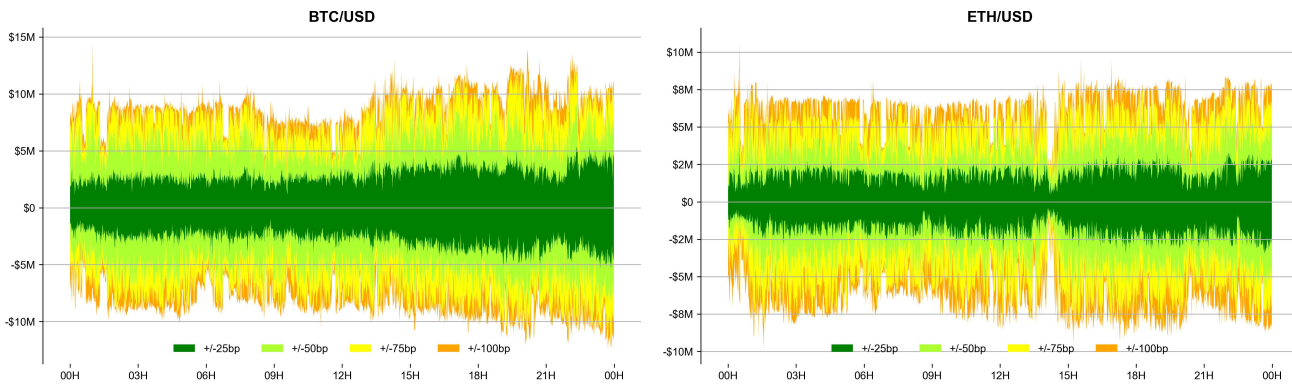
* 5 largest 24H vol. change from the universe of top 50 assets by market cap

Spot Volume Leaders (% chg vs ave)*



ORDER BOOK DEPTH (within 1% best bid/ask)

Coinbase



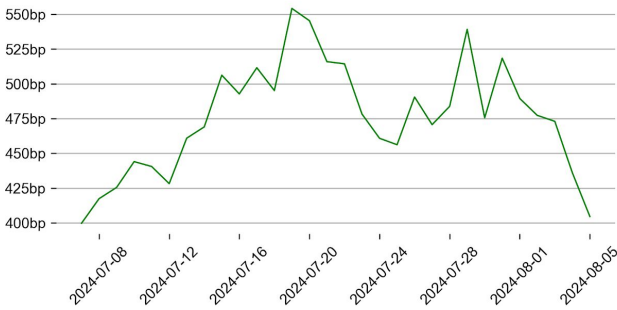
Binance



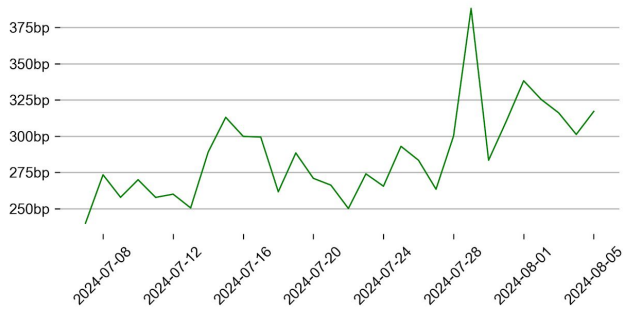
DERIVATIVES

OI/ MC & Leverage Ratios

BTC

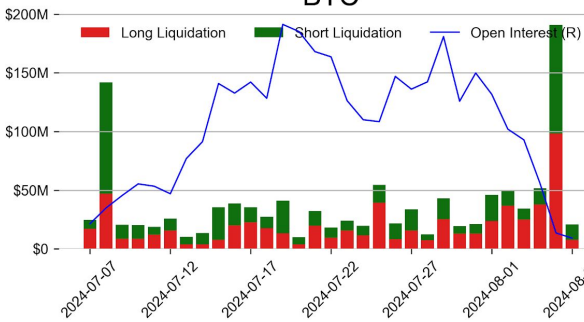


ETH

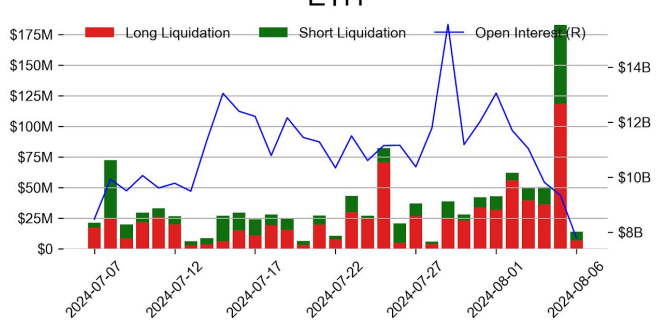


Futures O.I. & Liquidations

BTC

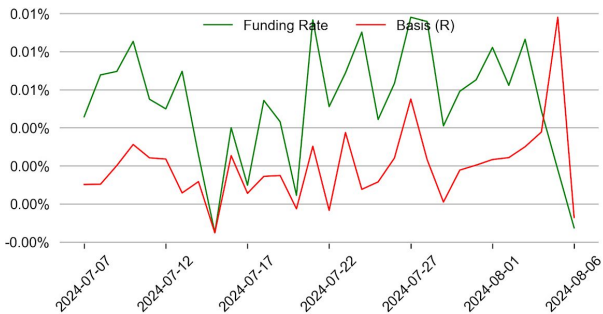


ETH

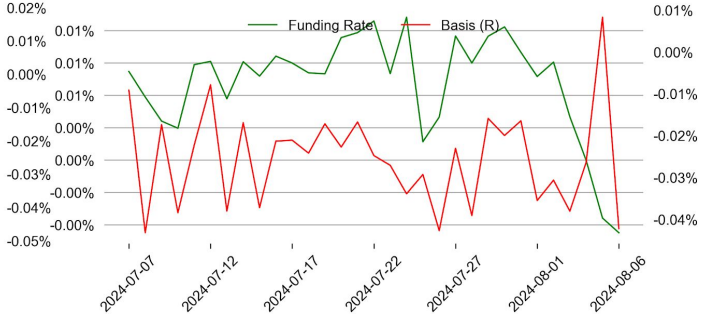


Perps Funding Rate & Rolling Basis

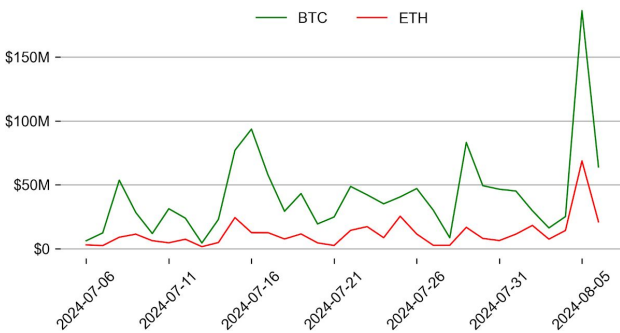
BTC



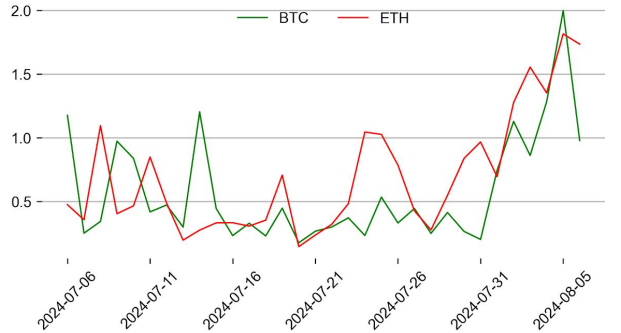
ETH



Option Volume



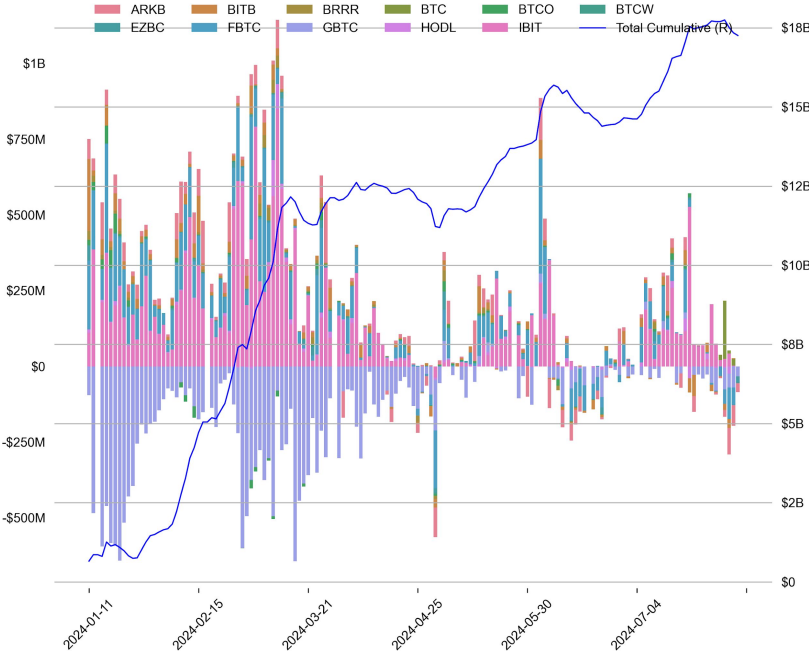
Put Call Ratio



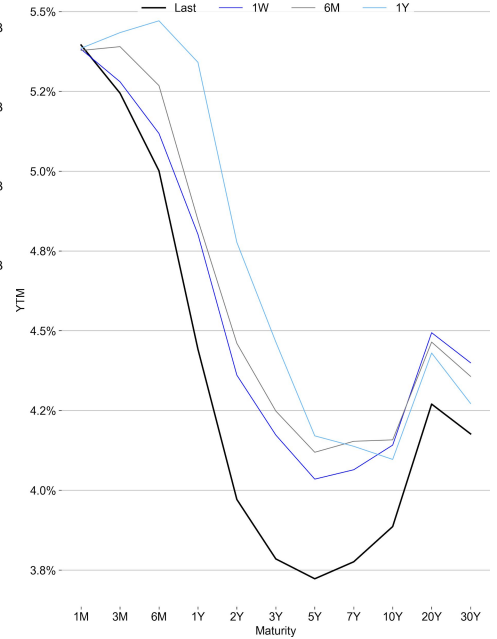
TRADFI

	Stocks					FX				Commodity		Crypto Equity			
	S&P500	Nasdaq	EuroStoxx50	HSI	CSI300	USD/EUR	USD/JPY	USD/CNY	DXY	WTI	Gold	COIN	MSTR	MARA	RIOT
Last	5240.03	16358.17	4575.45	16647.34	3342.98	0.9154	144.75	7.1569	102.97	72.86	2424.25	194.09	1369.21	17.25	8.41
1D	1.0%	1.0%	0.1%	-0.3%	-0.0%	0.2%	0.4%	0.4%	0.1%	-0.1%	-0.8%	2.4%	4.6%	1.8%	1.2%
1M	-5.9%	-10.9%	-8.1%	-6.5%	-2.6%	-0.8%	-9.9%	-1.5%	-1.8%	-12.4%	1.1%	-13.2%	6.8%	-14.5%	-12.8%
1Y	16.0%	17.0%	5.5%	-14.8%	-16.2%	0.8%	1.6%	-0.5%	0.9%	-11.1%	23.1%	125.8%	269.2%	14.5%	-48.5%

BTC Spot ETF Flow

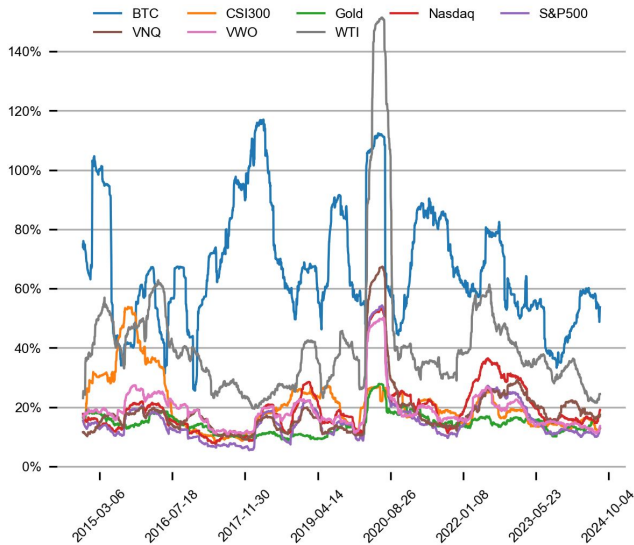


US Treasury Yield Curve

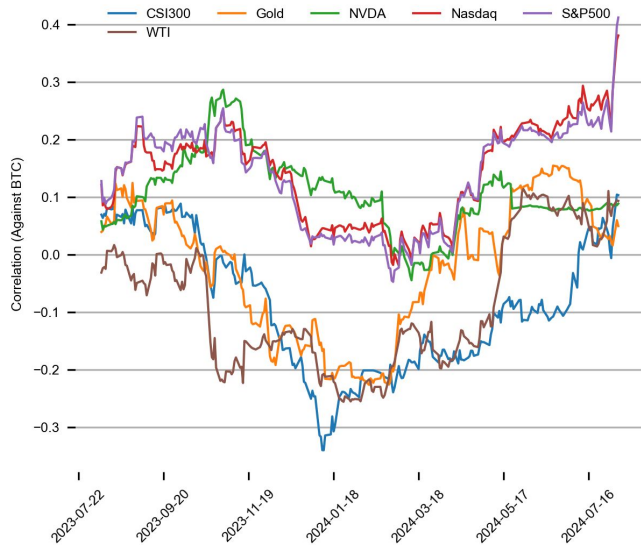


CROSS ASSET METRICS

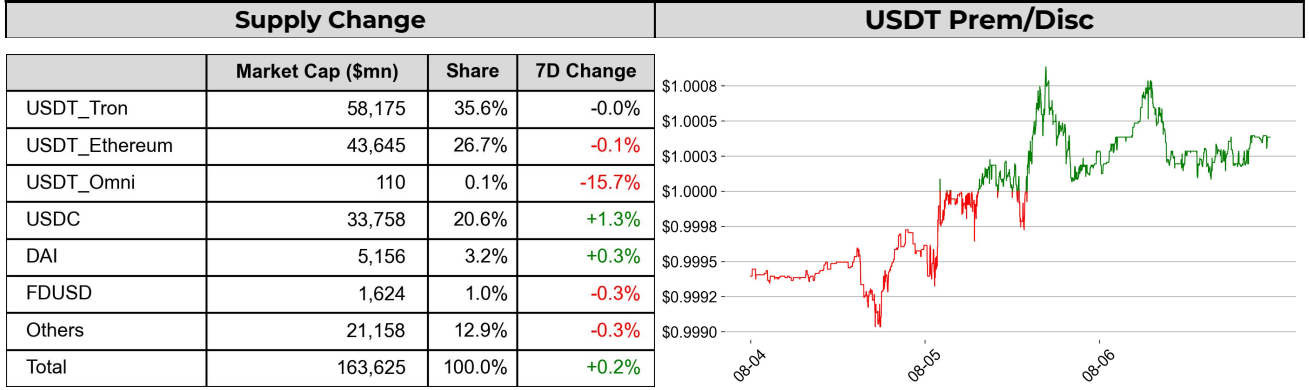
Volatility



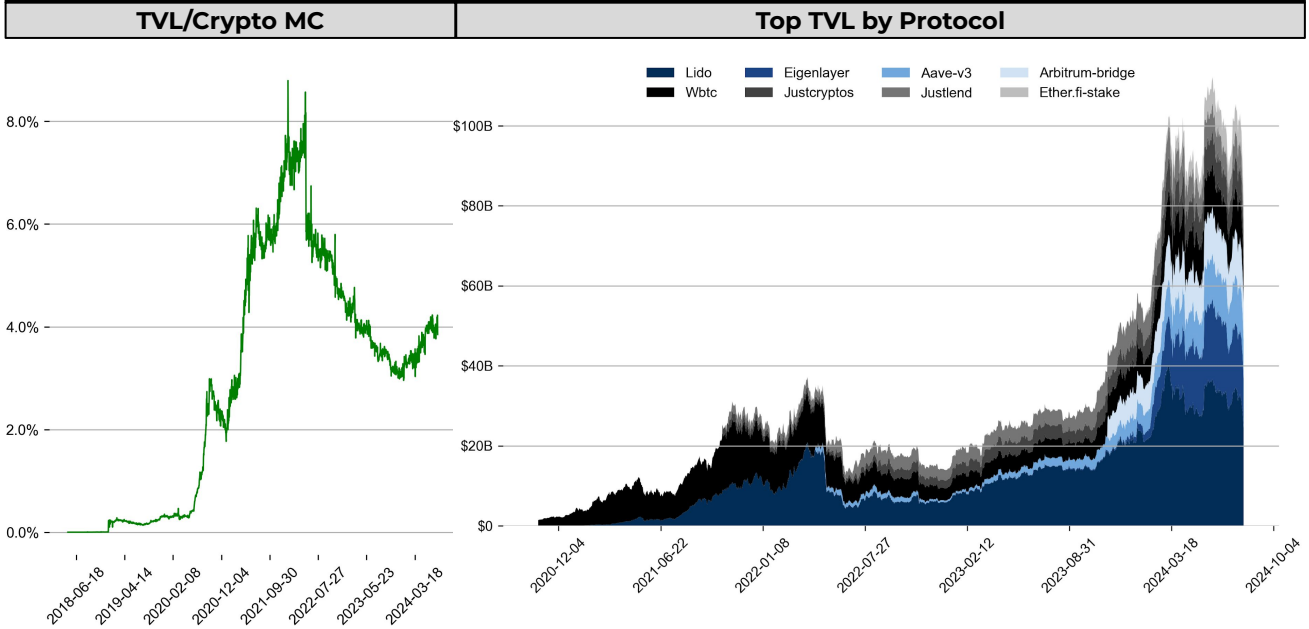
Correlation



STABLECOIN



ONCHAIN MOVES



Top TVL Gainers*

#	Name	7D Change
1	UniRouter	+64.5%
2	SUNSwap V3	+31.6%
3	Hyperliquid Perp	+6.0%
4	Hyperliquid Bridge	+5.9%
5	Hashnote USYC	+4.1%

* 5 largest 7 day TVL change in % terms from the universe of minimum \$100m TVL protocols, according to DefiLlama.

EVENTS CALENDAR

Date	Title	Coins / Hosts
Aug 7, 2024	\$AFIX Merge Vote	\$FX
Aug 7, 2024	\$ENSO Auction	Coinlist
Aug 8, 2024	Greenfield Mongolian Hardfork	\$BNB
Aug 8, 2024	xExchange V3	\$EGLD
Aug 8, 2024	Simon's cat Memecoin Launch	\$TOKEN, \$FLOKI
Aug 8, 2024	International Cat Day	
Aug 9, 2024	Altaris Mainnet Upgrade	\$INJ
Aug 12, 2024	Spark Tokenization Grand Prix	\$MKR
Aug 12, 2024	\$80M Unlock	\$APT
Aug 13, 2024	US PPI	
Aug 13, 2024	Crew Packs Release	\$ATLAS, \$POLIS
Aug 14, 2024	US CPI	
Aug 14, 2024	Crescendo Testnet	\$FLOW
Aug 14, 2024	\$70M Unlock	\$SAND
Aug 14, 2024	Stake Action Marketplace (SAM)	\$MNDE
Aug 15, 2024	XBTC & XUSD Integration	\$ALEX
Aug 16, 2024	\$60M Unlock	\$ARB
Aug 16, 2024	\$60M Unlock	\$UNI
Aug 16, 2024	FTX Repayment Process Voting	\$FTT
Aug 20, 2024	\$250M Unlock	\$AVAX
Aug 22, 2024	Jackson Hole Meeting	US
Aug 26, 2024	V0.13.2 Upgrade (Mainnet)	\$STRK
Aug 26, 2024	FTX Japan Rebranding	\$FTT
Aug 28, 2024	Earnings	\$NVDA
Aug 30, 2024	Treasure chain Mainnet	\$MAGIC
Aug 30, 2024	Worldchain (L2, Summer)	\$WLD
Aug 30, 2024	V4 Hardfork	\$AERGO
Aug 30, 2024	Nakamoto Upgrade activation	\$STX

DATA EXPLAINER

Headers	Source	Note
PRICE ACTIONS TRADING VOLUME ORDER BOOK DEPTH DERIVATIVES	Presto Labs	<p>Time Zone Analysis separates out the asset's price action according to the business hours in Asia, Europe and US region. This is to identify which geography is responsible for price actions of the last 24hrs. The cut-offs are,</p> <ul style="list-style-type: none"> - Asia: UTC 22:00 -1 to UTC 6:00 - Europe: UTC 6:00 to 14:00 - US: UTC 14:00 to 22:00 <p>Sector constituents are, AI(FET, AGIX, OCEAN), BTC Eco(BCH, BSV, ICP, STX, ORDI), CEX(BNB, CRO, OKB, KCS, BGB), Data(LINK, GRT), DePIN(ICP, FIL, AR, HNT, SIA), DEX(UNI, INJ, RUNE, SNX, DYDX, OSMO, CRV, CAKE, GMX), Digital Gold(BTC), Gaming/Metaverse(IMX, BEAM, SAND, GALA, AXS, WEMIX, RON), L0(AVAX, DOT, TIA), L2(MATIC, OP, MNT, ARB, STRK), Lending(MKR, AAVE, COMP), Liquid Staking(LDO, RPL, JTO), Meme(DOGE, SHIB, FLOKI), NFT(APE, BLUR), Payments(XRP, LTC, XLM, XMR, ZEC), RWA(ONDO, CFG), Smart Contract(ETH, BNB, SOL, ADA, TRX, TON, APT, NEAR, HBAR, VET, ALGO, FTM, SUI, FLOW, MINA). The sector return is market-cap weighted average of the constituents' returns.</p> <p>Exchanges: 24H spot price & volume % changes and dominance ratios are from CoinGecko. Time Zone Analysis is based on data from Binance. Spot volume leaders are based on data from Binance Bybit, Coinbase, Kraken, OKX, KuCoin, HTX, Upbit, Gate.io. Futures data are from Binance OKX, Bybit, KuCoin. Options data are from Deribit.</p>
TRADFI	Investing.com Farside Investors	<p>BTC Spot ETF Flows are based on data shown on farside.co.uk at UTC 03:00. Due to varying data reporting schedules among ETF sponsors, the figures may not encompass data from all 10 ETFs.</p>
STABLECOIN ONCHAIN MOVES	DefiLlama	<p>Stablecoin Supply is a proxy for fiat on/off ramp from TradFi into crypto. USDT Prem/Disc reflects the USDT supply/demand imbalance, approximating the market's risk aversion towards USDT specifically, and/or the crypto market more broadly. The data is from Coinbase.</p> <p>TVL/ Crypto MC Ratio = Total Value Locked / Crypto Market Cap. The ratio neutralizes the TVL changes caused by asset price fluctuations.</p>
EVENTS CALENDAR	The Tie LayerGG	<p>Token Unlocks shows those whose unlock amount is greater than 6% of the average trading volume from the universe of top 200 crypto assets by market cap.</p> <p>Other Events show summary of other major events over the next 30 days.</p>

* The Daily Market Brief is published every business day, following the Singapore calendar, excluding public holidays

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