

BG SALES-TRADING MORNING DU 25/01/2016

LA SEANCE DE LA VEILLE

INDICES U.S & JAPON			SECTEURS S&P : BEST PERFS				SECTEURS STOXX : BEST PERFS			
Indices	Cloture	Var %	Var 17h30-22H (en %)	S&P	Var %	YTD	STOXX	Var %	YTD	
DJ	16093,5	1,3%	0,7%	Oil & Gaz	4,3	-7	Oil & Gas	5,1	-6,8	
NASDAQ	4591,2	2,7%	0,6%	Tech Hardware	3,9	-6,6	Telecom	4,2	-3,6	
S&P 500	1906,9	2%	0,7%	Real Estate	2,7	-4,8	Real Estate	4	-6,2	
NIKKEI	17110,9	0,9%	-	IT, SOFTW & Serv.	2,6	-6,1	Media	3,7	-6	
				SECTEURS S&P : WORST PERFS.			SECTEURS STOXX : WORST PERFS			
				S&P	Var %	YTD	STOXX	Var %	YTD	
				Auto	0,3	-15,5	Basic Resources	0,7	-15,3	
				Consumer Serv.	0,4	-3,6	Auto & Part	1,7	-14	
				Transportation	0,4	-10,1	Insurance	2,2	-10,1	
				Cap Goods	0,7	-8,3	Chemicals	2,4	-8,9	

Valeurs les plus traitées hier vs. Moy. 3M

CAC 40			EURO STOXX 50			STOXX 600		
Stocks*	Last	Var%	Stocks*	Last	Var%	Stock*s	Last	Var%
CARREFOUR SA	25,3	6,3	BANCO SANTANDER	4	4,4	RIGHTMOVE PLC	3815	2,2
SCHNEIDER ELECT	49,2	3,3	IBERDROLA SA	6,3	2,5	AMLIN PLC	669	0,1
SAINT GOBAIN	37,4	3,6	CARREFOUR SA	25,3	6,3	UBM PLC	515	2,9
LEGRAND SA	48,8	3,2	KONINKLIJKE PHILIPS	22,7	-0,1	SAIPEM SPA	4,2	-20,6
PERNOD RICARD SA	103,2	2,9	ASML HOLDING NV	83,6	3,7	EIFFAGE	60,1	6,1

DEFINITION : * compare les capitaux traités sur une valeur la veille rapportés à la moyenne des capitaux traités ces 3 derniers mois sur la valeur.

TAUX U.S				DEVICES				MAT. PREMIERES			
Taux U.S	Valeur	Var%	Yld	Devises	Valeur	Var%	YTD	Mat. Prem	Valeur	Var%	YTD
U.S 2 ANS	100,2	0%	0,9%	€/€	1,0811	0,1%	-0,4%	BRENT	31,4	1,2%	-12,3%
U.S 10 ANS	101,7	-0,1%	2,1%	€/¥	128,36	-0,1%	1,7%	ONCE OR (\$)	1101,4	0,3%	3,8%
VIX Index	22,3		-16,3%		VSTOXX Index	28,3		-10,9%			

Economic Calendar

DE - IFO Business Climate Jan. (106.4 exp.)

US - 4 Week Bill announcement

Markets Recap (source Street account)

Asian markets are trading broadly higher on Monday. The gains follow Friday night's surge on global markets. Central banks were a weekend discussion point. BoJ Governor Kuroda offered no indication of a further increase in stimulus at Davos while reports said the PBoC is less likely to lower the RRR amid concerns among officials about the impact on the yuan. The Nikkei has extended its gains with the yen logging another move lower and comes amid data showing a sharp drop in Japanese exports and imports last month. Chinese mining stocks are among the leading gainers after the State Council vowed to curb excess capacity in the steel and coal sectors. ASX energy stocks are outperforming after the surge in oil prices on Friday. The index is among the regional outperformers despite data that showed a drop in Aussie business confidence in December.

US equities closed up today. Treasuries were weaker. The dollar was stronger, outperforming on the euro and yen crosses. Gold was little changed. Oil rose sharply, with WTI settling +9.0% and Brent settling +10.0%.

Global equities participated in a long-awaited oversold bounce today, though conviction remained somewhat muted. Expectations for increased policy support were a significant catalyst. A rally in oil helped sentiment, though it was backed by no shift in fundamentals. There was little market impact from upside surprises in US existing-home sales and flash manufacturing PMI.

AXP beat, but disappointed on guidance. GE beat on earnings, but Industrial revenues missed. Among banks, STI beat and CFG was in line, but both lost ground. MXIM revenues beat and analysts noted its restructuring remains on track. SLB announced a \$10B buyback and better NAM results.

All sectors were positive today. Energy stocks led, backed by oil's rally. Software led in tech. Banks and

consumer finance names underperformed. There were pockets of weakness in industrial metals. Autos lagged. Hospitals and managed-care names were mixed. Industrials trailed the market, with GE a drag.

Stocks Factor to watch today :

LAFARGEHOLCIM : Eric Olsen defended the merged in an interview with Swiss paper SonntagZeitung saying expected synergies are still come.

AIRBUS : Iran has struck a provisional deal with Airbus to buy 8 A380 superjumbo to be delivered from 2019.

EDF : is considering a partial sale of its national power distribution network

ADIDAS : is ending its sponsorship of the international Association of Athletics Federation in the wake of a recent doping scandal (BBC)

Rating & TP Changes



ADECCO : Sector Perform vs. Underperform, TP cut to 61CHF vs. 63 @ RBC

ALTEN : TP raised to 58€ vs. 55, BUY @ Berenberg

SAP : TP raised to 88€ vs 83, Buy @ Citi



GALAPAGOS : removed from pan European Buy list @ Goldman Sachs

ZURICH INUSRANCE: TP cut to 286CHF vs. 291Overweight @Barclays

WORLSELEY : TP cut to 4300p vs. 4700 Outperform @ Credit Suisse

CARREFOUR : TP cut to 30€ vs. 32 Outperform @ RJ

ENGIE : TP cut to 16.5 vs. 17.5, BUY @UBS

SAP : TP cut to 80€ vs. 82 BUY @UBS

SHIRE : TP cut to 5000p vs. 5700 Outperform @ Bernstein

Technical Analysis

Upward Signals

ASML, DELHAIZE, DIAGEO, EIFFAGE, GEMALTO, GLAXOSMITHKLINE, RWE, SABMILLER : at their highest ytd.

Downward Signals

ALSTOM : at its lowest ytd

Bryan Garnier ... Today's comment(s)

SAP

RATING : NEUTRAL

Fair Value EUR75 (+4%)

We reiterate our Neutral rating and our DCF-derived fair value of EUR75 following the conference call held on Friday, when SAP released final FY15 results and confirmed FY16 guidance while updating FY17 ambitions. We change our adj. EPS ests. by +1% for 2016e, -2% for 2017 and -3% for 2018 and shave our mid-term op. margin assumption to 32% from 33% (-EUR2/share). On the other hand, we increase our mid-term lfl sales growth rate to 7% from 6.5% (+EUR2/share).

Consumer durables

Beyond Essilor (our Top Picks for Q1), three other stocks in our Consumer Goods continue to beat the DJ Stoxx 600 Consumer Goods so far after a robust outperformance in 2015: (i) adidas (+7.5% ytd and +39% in 2015), (ii) Groupe SEB (flat vs. the index and +37%) and (iii) Luxottica (+1% and +16%) thanks to an ongoing momentum particularly fuelled by emerging markets. In our view, most of them should remain a growth driver for these three groups and therefore be a key differentiating factor again in a context of rising concerns about these countries.

