

BG SALES-TRADING MORNING DU 26/01/2016

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	15885,2	-1,3%	-0,8%	Entprises Serv	0,2	-4,5	Personal & Household	0,6	-4,3
NASDAQ	4518,5	-1,6%	-1%	Telecom Op.	-0,3	0,8	Healthcare	0,5	-5,3
S&P 500	1877,1	-1,6%	-0,9%	Food Bev & Tobacco	-0,5	-3	Technology	0,4	-3,2
NIKKEI	16708,9	-2,3%	-	Health Equip.	-0,7	-6,3	Real Estate	0,2	-6
				SECTEURS S&P : WORST PERFS.			SECTEURS STOXX : WORST PERFS		
				S&P	Var %	YTD	STOXX	Var %	YTD
				Oil & Gaz	-4,5	-11,2	Banks	-2,9	-15,9
				Materials	-3,3	-14,1	Auto & Part	-1,3	-15,1
				Banks	-3,2	-17,3	Oil & Gas	-1,3	-8
				Div. Financials	-2,4	-12,8	Basic Resources	-1,3	-16,4

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%
SCHNEIDER	47,1	-4,2	BANCO SANTANDER	3,9	-4,1	BANCO SANTANDER SA	3,9	-4,1
LEGRAND SA	48,3	-0,9	SCHNEIDER ELECTRIC	47,1	-4,2	STAGECOACH GROUP	276,9	1,2
ACCOR SA	33	-0,6	IBERDROLA SA	6,3	0,2	KINGFISHER PLC	323,9	-6,1
VINCI SA	61,6	2,3	VINCI SA	61,6	2,3	BETFAIR GROUP PLC	4038	3,8
ENGIE	14,2	-1,7	ENGIE	14,2	-1,7	JYSKE BANK-REG	284,9	2,6

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	100,3	0%	0,8%	€/§	1,0848	0%	-0,1%	BRENT	28,1	-1,9%	-21,3%
U.S 10 ANS	102,3	0,1%	2%	€/¥	127,85	0,4%	2,1%	ONCE OR (\$)	1115,1	0,6%	5,1%
VIX Index	24,2		8,1%					VSTOXX Index	28,4		0,4%

Economic Calendar

US - House price index Nov. (0.5% m/m)
 US - S&P Case Shiller composite 20 Nov. (5.64% exp.)
 US - Consumer confidence Jan. (96.5 exp.)
 US - Redbook

Dividends Calendar ex-date next day

SIEMENS 3.5€ (4.2%)

Ex Div today

Markets Recap (source Street account)

Asian markets are weaker on Tuesday. The momentum follows overnight weakness in US equities and oil prices. Media continues to debate the upcoming BoJ announcement on Friday in the wake of Governor Kuroda's benign comments in Davos. One report indicated that some in the BoJ consider a policy change to be a close call. Also, there is more rehashing of the earlier indications that the PBoC is reluctant to lower the reserve requirement ratio. PBoC announced a slightly stronger yuan fixing at 6.5548 vs 6.5557 yesterday, and a total CNY440B in liquidity injections via seven/28-day operations, which marks the largest one-day injection since 2013.

US equities came under renewed pressure Monday , ending near their worst levels. Treasuries were stronger. The dollar lagged on the yen and euro crosses. Gold gained 0.8%. Oil was back on the defensive following a ~10% rally last week. WTI lost 5.7%. Brent fell 5%.

It was a very uneventful session and there was nothing specific behind the more sluggish tone. However, there remained a good deal of skepticism surrounding last week's bounce. Renewed weakness in oil and a soft Dallas Fed survey were mentioned as overhangs.

The M&A theme was back as JCI announced a deal to acquire TYC for \$16.5B. MCD beat on Q4 EPS and all segments comped positively. KMB missed and guided F16 EPS below consensus at the midpoint. DHI disappointed on orders. TWTR confirmed executive departures.

Energy underperformed on oil. Containerboard stocks hit materials. Banks were hit again. Machinery and building materials weighed on industrials. Nothing really stood out in tech. The consumer, healthcare and telecom sectors were the relative outperformers.

Stocks Factor to watch today :

PHILIPS : reported core fourth earnings ahead of expectations but issued a cautious outlook for 2016.

ILIAD : Xavier Niel has approached British Telecom regulator Ofcom to express preliminary interest in entering the UK mobile market (Financial Times)

EDF : French energy market regulator CRE will decide by the end of May on new regulated tariffs that utility EDF can change household clients whose consumption is below 35KW/H.

BIOMERIEUX : BIOFIRE's Filmarray gets CE MARKED

INTERPARFUMS : 4Q better than expected thanks to Jimmy Choo and Montblanc. Annual Operating margin revised up.

MORPHOSYS : announced clinical milestone for start of Bayer's Phase 2 trial designed to support registration of Anetumab Ravtansine.

Rating & TP Changes



UCB : tp raised to 92€ vs. 81 BUY @Citi

VINCI : TP raised to 68€ vs. 67 @UBS

DANONE : TP raised to 61€ vs. 60, Hold @Berenberg

AIRBUS : TP raised to 75€ vs. 70, Buy @Jefferies

KERING : TP raised to 187€ vs. 185 Outperform @ Bernstein



GALAPAGOS : TP cut to 63€ vs. 64, Buy @ Bryan Garnier

TECHNIP : TP cut to 50€ vs. 62 Buy @ HSBC

CREDIT AGRICOLE : TP cut to 10€ vs. 11 Underweight @ Barclays

Technical Analysis

ADIDAS, E.ON, EIFFAGE, GLAXOSMITHKLINE, PENNON, RWE, SABMILLER : at their highest ytd

⚠️Downward Signals⚠️

FRAPORT, SUEZ ENV., THYSSENKRUPP : 50d mav crossing downward 200d MAV

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

Sword Group	RATING : BUY	Fair Value EUR28 (+14%)
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Yesterday evening Sword reported preliminary FY15 results in line with our estimates. FY16 guidance is consistent with our expectations, with the company banking on 15% lfl revenue growth – both for Software and IT Services - and 15% EBITDA margin. Finally, the management confirmed there was no hurry to make acquisitions. We expect a slightly positive short-term share price reaction on the back of this release, and deem the growth story will remain a positive catalyst going forward. =>POSITIVE

Galapagos	RATING : BUY	Fair Value EUR63 vs. EUR64 (+30%)
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Galapagos announces that GLGP1205 studied in phase IIa in Ulcerative Colitis did not meet primary endpoint. Hence the development of the drug should be discontinued. Removing the compound from our model lead to a EUR1 decrease in our fair value.

