

BG SALES-TRADING MORNING DU 15/02/2016

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	15973,8	2%	0,5%	Banks	6,2	-18,3	Basic Resources	8,7	-8,4
NASDAQ	4337,5	1,7%	0,3%	Insurance	3,7	-10,1	Oil & Gas	6,3	-8,6
S&P 500	1864,8	2%	0,5%	Div. Financials	3,3	-13,5	Banks	5,6	-24,6
NIKKEI	16022,6	7,2%	-	Auto	3,2	-18	Financial Serv.	3,4	-20
				SECTEURS S&P : WORST PERFS.			SECTEURS STOXX : WORST PERFS		
				S&P	Var %	YTD	STOXX	Var %	YTD
				Utilities	-0,3	4,8	Technology	1	-15,7
				Tech Hardware	0,9	-10,8	Real Estate	1,5	-12,8
				Food Bev & Tobacco	1,1	-1,3	Food & Bev	1,6	-7,5
				MEDIAS	1,1	-6,5	Chemicals	1,8	-14,4

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%
LEGRAND SA	42,3	-1,7	DEUTSCHE BANK AG-	15,3	11,8	MEDA AB-A SHS	143,5	-0,3
L'OREAL	150,2	2,4	L'OREAL	150,2	2,4	REXAM PLC	594	1,3
PUBLICIS GROUPE	55,6	3,7	UNICREDIT SPA	3,3	14,2	BG GROUP PLC	1062	-
PERNOD RICARD SA	93,3	0,5	TOTAL SA	38	7,6	BTG PLC	577,5	2,3
TOTAL SA	38	7,6	SOCIETE GENERALE	28,4	3,4	UBISOFT	19	-9,1

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	100,1	0%	0,7%	€/§	1,1213	-0,7%	2,8%	BRENT	32,8	1,7%	-8,2%
U.S 10 ANS	98,9	0%	1,7%	€/¥	127,74	-0,2%	2,2%	ONCE OR (§)	1214,1	-2,3%	14,3%
VIX Index	25,4		-9,7%					VSTOXX Index	35,7		-6,8%

Economic Calendar

JP - GDP 4Q (-1.4% A, -0.8%E)
 CN - Trade Balance Jan. (406.2b A, 389.01b E)
 EUZ - Trade Balance
 EUZ - Draghi's speaks in EU Parliament

Dividends Calendar ex-date next day

DERICHEBOURG (DBG.PA) 0.05€ (1.98%)

Ex Div today

Markets Recap (source Street account)

Asian markets are mixed on Monday. Mainland markets are back online after the Lunar New Year break and while they opened weaker stocks are of their lows. The PBoC fixed the yuan midpoint higher as it injected CNY10B in liquidity. This after PBoC Governor Zhou repeated on the weekend there was no basis for continued yuan depreciation, adding capital outflows were normal. China's trade sector remained under pressure in January amid another sharp drop in exports and imports. The Nikkei is outperforming despite Japan's Q4 GDP contracting more-than-expected. Aussie earnings are slowly ramping up with the results generally exceeding downbeat estimates. The ASX is off its highs with an earlier bank rally unwinding. Note US markets are closed Monday for Presidents' Day.

US equities closed up today. Treasuries were weaker, with the curve steepening. The dollar was stronger, particularly against the yen and euro. Gold declined after its strong rally yesterday. Oil was sharply higher, with WTI settling +12.3% on renewed hope of crude production coordination and a decline in the rig count.

It was a fairly quiet session, though a few catalysts were at play. NY Fed President Dudley noted that talk of negative rates in the US was "extraordinarily premature." Banks rallied on a positive report by Commerzbank, DB's confirmation of a debt buyback, and JPM CEO Dimon's \$26M insider purchase. Core retail sales surprised to the upside, dampening some recent growth fears. Some market support was

chalked up to oversold conditions.

GRPN's results were stronger. COLM beat despite weather and macro challenges. Several software names were weaker on earnings, including ATVI, QLIK, and FEYE, though ROVI beat. SCSS was hurt by a challenging ERP platform rollout. ICPT is reportedly exploring a sale. LB was hit by the resignation of Victoria's Secret CEO Turney.

Financials led the market with banks outperforming. Industrial metals and miners were stronger. Machinery buoyed industrials. Restaurants and leisure names were up. Biotech was better. Select software names weighed on tech. Utilities was the worst performer

Stocks Factor to watch today :

EDF : Net income 2015 below 2bn€, French State might accept to receive dividend in shares instead of cash (le Figaro)

ENGIE : Moody's placed under review for downgrade the A1 issuer and senior unsecured ratings.

VALLOUREC : is close to selling 60% of its Saint Saulve steelworks

LATECOERE : 2015 sales rose 7.3% to 712m€

NESTLE : is recalling some batches of its Good Start 2 infant formula in Canada on grounds that too little of the products nutrients may benefits children using it.

Rating & TP Changes



KORIAN : BUY vs. SELL, TP cut to 30€ vs. 38 @ Bryan Garnier

TOTAL : added to "Premium List recommended stocks" @SocGen

VESTAS : TP raised to 148DKK vs. 135, SELL @ UBS



L'OREAL : TP cut to 178€ vs. 182 @Bryan Garnier

L'OREAL : TP cut to 170€ vs. 172, BUY @SocGen

NOVO NORDISK : TP cut to 450DKK vS. 465,@Goldman Sachs

SHIRE : TP cut to 5150p BUY @ Jefferies

INTERCONTINENTAL : TP cut to 2200p vs. 2650 Equal Weight @ Barclays

SOFTWARE AG : NEUTRAL vs. BUY @ UBS

C. DIOR : TP cut to 181€ vs. 189, NEUTRAL @JPM

EDENRED : TP cut to 15€ vs. 17, NEUTRAL @JPM

PERNOD RICARD : TP cut to 98€ vs. 102 NEUTRAL @JPM

Technical Analysis

Upward Signals

GALP ENERGIAS : 50D MAV crossing upward 200D MAV

LUNDIN PETROELUM, SCA: Stock price crossing upward 50D, 100D, 200DMAV

Downward Signals

ESSILOR, SKY : 50D MAV crossing downward 200D MAV

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

Korian

RATING : BUY vs. SELL

Fair Value EUR30 vs. EUR38

Since our downgrade, the share underperformed its main competitor with an acceleration following 2015 profit warning due to results resetting (no cash impacts). Considering 1-the massive stock adjustment, 2- bad news that are in our view for most of the part behind us, 3-the upcoming action plan to restore performance (23rd of March) and 4-the strong sector fundamentals, we move our recommendation to Buy with a FV of EUR30 using a DCF with forecasts lower than consensus recently adjusted. Positive

L'Oréal	RATING : BUY	Fair Value EUR178 vs. EUR182
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The Friday analyst meeting gave L'Oréal's management the opportunity to come back on 2015 figures and also on the 2016 prospects. If we maintain our 16 FY organic sales growth (+4.2%), we have reduced our reported sales due to 1.5% FX negative effect. Consequently, we reduced our FV from EUR182 to EUR178. Buy maintained.

Temenos Group	RATING : BUY	Fair Value CHF53 (+25%)
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We reiterate our Buy rating following the Capital Markets Day held on Friday last week in London. The key takeaways of this event were that: 1). 2015 was a landmark year and the focus is now on how to raise the excellent momentum with tier-1/2 banks to the next level with partners; 2). Market drivers are structural while Cognizant's warning for Banking is related to discretionary IT spending; 3). Competition is left behind, while Temenos made the right strategic choices in our view.

Iliad	RATING : BUY	Fair Value EUR270
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According to the Journal Du Dimanche, Orange and Bouygues Telecom are close to an agreement for the merger of the two companies. A project could be presented on Tuesday, together with Orange's annual results. Le Figaro is saying an agreement has been found between all stakeholders for the dismantling of assets, but negotiations are still difficult regarding a number of liabilities. These latest news reinforce our belief that French market consolidation will happen, and Iliad will greatly benefit from it.
