

BG SALES-TRADING MORNING DU 17/02/2016

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	16196,4	1,4%	0,5%	Entprises Serv	3,3	-2,5	Media	0,5	-9,4	
NASDAQ	4436	2,3%	0,5%	Spec. Retail	3	-11,6	Travel & Leisure	0,2	-13	
S&P 500	1895,6	1,7%	0,5%	Tech Hardware	2,9	-8,2	Industrial Goods & Serv.	0	-10,5	
NIKKEI	15836,4	-1,4%	-	Auto	2,7	-15,8	Personal & Household	-0,1	-4,6	
				SECTEURS S&P : WORST PERFS.			SECTEURS STOXX : WORST PERFS			
				S&P	Var %	YTD	STOXX	Var %	YTD	
				Food staples, Retail	0,2	-2,2	Chemicals	-1,3	-13,5	
				Household Products	0,5	1,7	Financial Serv.	-1	-18,2	
				Telecom Op.	0,5	6,9	Basic Resources	-0,8	-6,9	
				Utilities	0,6	5,4	Real Estate	-0,7	-10,8	

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%
MICHELIN (CGDE)	84,4	3,4	INDITEX	27,2	-1,2	SPECTRIS PLC	1648	8,8
PERNOD RICARD SA	94	-1,6	IBERDROLA SA	6	-0,9	BG GROUP PLC	1062	-
PEUGEOT SA	12,8	0,2	AIR LIQUIDE SA	91,8	-4,8	OSRAM LICHT AG	38,5	-0,2
ACCOR SA	32,7	1,8	TOTAL SA	38,8	0,4	MEDA AB-A SHS	144,5	0,8
AIR LIQUIDE SA	91,8	-4,8	VIVENDI	17,9	1,4	MTU AERO ENGINES	76	-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	100,1	0%	0,7%	€/ \$	1,117	0%	2,4%	BRENT	31,5	-0,8%	-11,9%
U.S 10 ANS	98,9	0,2%	1,7%	€/ ¥	126,85	0,2%	2,9%	ONCE OR (\$)	1207	-0,4%	13,6%
VIX Index	24,1							VSTOXX Index	33,5		

Economic Calendar

JP - Machine orders Jan. (-3.6% A -2.8% E)
 GB -Claimant count rate (2.3% E)
 EUZ - construction output Dec.
 US - Housing starts Jan. (2.3% E)
 US - Building permits Jan. (-0.3% E)
 Us - Industrial Prod. Jan. (0.4% E)

Dividends Calendar ex-date next day

CARNIVAL (CCL.L) 0.3\$
 ASTRAZENECA (AZN.L) 131p (3.1%)
 GLAXOSMITHKLINE 23p (1.6%)

Ex Div today

STATOIL (STL.OL) 0.22\$
 OSRAM (OSRn.DE) 0.9€

Markets Recap (source Street account)

Asian markets are trading slightly lower on Wednesday with volatility subdued across the region. It has also been very quiet in terms of macro newsflow. There has been more scrutiny of yesterday's Chinese loan data to assess implications. Takeaways have been mixed with some linking it to China's debt problems while others see it fitting with official's rhetoric on supporting growth. Chinese markets largely shrugged off a noticeably weaker yuan fixing. The Nikkei has turned negative with the yen holding its recent gains versus the dollar. Japan machinery orders were in-line with expectations and didn't really attract much attention. There was also continued focus on negative rates, which took effect yesterday. The ASX is being pulled lower by energy, which is under pressure following oil's sell-off. Conversely, solid earnings are underpinning strength in consumer stocks.

US equities closed higher today. Treasuries were weaker, with the curve steepening. The dollar was stronger, though it lagged on the yen cross. Gold lost ground. Oil was lower, with WTI settling (1.4%).

Stocks continued to get help from oversold conditions and pushback against negative rates, with Fed

President Kashkari today suggesting they may not be needed in the US. Oil jumped on news of a Russia-Saudi pact to cut production, but faded on skepticism and news of a large build at Cushing. On the economic front, the NAHB Housing Market Index and the NY Fed Empire Survey both disappointed.

Despite earnings season winding down, there were still several notable corporate reports. ADT agreed to be taken private by APO. HRL was helped by its beat and raise. CYH missed on weak volumes and bad debts, exacerbating concerns surrounding the hospital space. GRPN was boosted by disclosure that BABA had taken a 5.6% stake.

Consumer discretionary led on strength from retailers. Semis were stronger. Healthcare outperformed despite weakness in hospitals. Banks led financials. Precious-metal names lagged. Energy was weaker on oil's decline. Telecom was the worst performing sector.

Stocks Factor to watch today :

CNP ASSURANCES : FY net attributable net profit up 4.7% to 1 130M€, Cash dividend proposed 0.77€

UBS: KNIGHT VINKE sold 1% stake in UBS

ROCHE : FDA has granted breakthrough therapy designation for ocrelizumab for treating primary progressive multiple sclerosis

GAMESA : will repower a German wind farm with 4.5MW turbines.

LAFARGEHOLCIM : HARRIS ASSOCIATES' HERRO says has increased its stake to around 6.4%

SCHNEIDER ELECTRIC : Record results, FY revenues 26.6bn€ + 6.8%, (+1% org), proposed dividend +4% at 2€/sh

CREDIT AGRICOLE : promised stable investor returns and a solid capital base in the future as it outlined plans to simplify its much criticised ownership structure

TOTAL : Group Bruxelles Lambert said it plans to sell 0.7% stake in the oil company via a private placement.

ADP : it expected slight earnings growth in 2016 on the back of a 2.3% increase in traffic.

Rating & TP Changes



LAFARGEHOLCIM : BUY vs. SELL, TP cut to 50CHF vs. 60 @BRYAN GARNIER

ADIDAS : TP raised to 85€ vs. 77, NEUTRAL @ *Susquehanna*

HEIDELBERGCEMENT : TP cut to 99€ vs. 100, BUY @ *Goldman Sachs*

MICHELIN : TP raised to 89€ Outperform @ *Exane*

REXEL : TP cut to 11€ vs. 15 Overweight @ *Barclays*.



UBISOFT : TP cut to 28€ vs. 30, BUY @ *Berenberg*

SHIRE : TP cut to 5400p vs. 6300, Buy @ *Berenberg*

COFACE : TP cut to 7.7€ vs. 11.3, Overweight @ *JPM*

Technical Analysis

NATIXIS, PUBLICIS : 5 consecutive days of rising

AIR LIQUIDE, PENNON, TELECOM ITALIA : at its lowest ytd

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

Construction & Materials

Nexity has reported steady residential sales figures in Q4, up 16%. For the full year, French leader residential sales are up 13%, still underpinned by individual investors, and the company estimates market increase for residential sales to be close to 16% at 101,000 sales (so-called "réservations"). Nexity market outlook has been updated with 105,000 to 110,000 sales expected in 2016, vs 105,000 previously and a 10-year average of 103,000. This is positive for companies exposed to the French new residential market, in particular Saint-Gobain, Eiffage and Vinci in our coverage. Positive.

LafargeHolcim	RATING : BUY vs. SELL	Fair Value CHF50 vs. CHF60
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In this short report, we revisit our position on LafargeHolcim. A strong share price underperformance (-45% on the last 6 months) and an overplayed China export risk, motivate us to upgrade to Buy (vs Sell). Not only do we see no significant downside risk to the current share price, but we suspect investors might start to consider the glass full half: a decent entry point, unique diversification and synergies. FV adjusted to CHF50 (vs CHF60), based on new estimates (-7% on EBITDA in average on the 2015e-2017e period).

SAP	RATING : NEUTRAL	Fair Value EUR74 (+10%)
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Yesterday evening SAP announced the acquisition of Roambi assets, for an undisclosed sum. Launched in 2010 inside the California-based mobile Business Intelligence software vendor MeLLmo, Roambi develops and sells mobile analytics and reporting solutions. The rationale of the deal is to use Roambi as a front end for SAP's Analytics Cloud and leverage enterprise data crunched on the HANA platform and deliver in a consumable fashion to mobile devices. Neutral.

CNP Assurances	RATING : NEUTRAL	Fair Value EUR15 (+35%)
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FY net income is up 4.7% to EUR1.13bn (up 10.7% lfl), in line with consensus (EUR1.125bn). Policyholders' surplus reserve (French PPE) has been strengthened again to reach 3% of technical reserves (vs. 2.4% at end-2014). Dividend is stable at EUR0.77, in line with consensus, fully in cash, offering a 7.2% yield. Solvency 2 margin (standard formula) is 192%, way above previous economic solvency numbers (c. 170%) and market expectation (c. 170%). -> **Positive**

BIC	RATING : NEUTRAL	Fair Value EUR130 (-7%)
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BIC has reported 2015 sales increased 13.3% on a reported basis and 6.2% LFL to EUR2,242m (CS: EUR2,237m), implying a 7.3% LFL growth in Q4 alone which topped CS forecast at 4.7%(vs. +5.8% in 9M). However the FY normalised IFO came in at EUR432m shy of CS at EUR448m, representing a 60bp-improvement to 19.3% whilst the CS was expecting a margin of 20%. Three major announcements this morning: 1/ CEO Mario Guevara retires but remains at the Board and is replaced by Bruno Bich, 2/ the normalised IFO margin outlook is "overly-cautious" (-100/-150bp decline vs. +40bp anticipated by CS) and 3/ BIC announced an extraordinary dividend of EUR2.50 in addition of a EUR3.40 ordinary dividend (+19%). Analysts' meeting today at 3pm Paris time. => **Negative**
