

BG SALES-TRADING MORNING DU 23/02/2016

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	16620,7	1,4%	0,1%	Auto	2,8	-12,5	Basic Resources	6,5	5,7
NASDAQ	4570,6	1,5%	0,1%	Transportation	2,4	-1,2	Oil & Gas	3,2	-2,6
S&P 500	1945,5	1,4%	0,1%	Oil & Gaz	2,2	-2,7	Banks	2,7	-20,7
NIKKEI	16052	-0,4%	-	Consumer Durables	2,2	-2,4	Telecom	2,2	-6,5
				SECTEURS S&P : WORST PERFS.			SECTEURS STOXX : WORST PERFS		
				S&P	Var %	YTD	STOXX	Var %	YTD
				Household Products	0,4	3,1	Real Estate	0,2	-7,9
				Food Bev & Tobacco	0,4	1,3	Retail	0,3	-6
				Food staples, Retail	0,5	-1,8	Personal & Household	0,5	-2,3
				Telecom Op.	0,7	8,2	Travel & Leisure	0,6	-8,6

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%
NOKIA OYJ	5,6	4,2	E.ON SE	8,9	5,3	BG GROUP PLC	1062	-
ACCOR SA	36,5	2,4	ESSILOR	109,4	0	BOSKALIS WEST.	32,4	2,4
KERING	162,8	2,2	NOKIA OYJ	5,6	4,3	UCB SA	74	-3,7
VALEO SA	124,1	0	DANONE	60,9	0,9	INTRUM JUSTITIA AB	261,4	0,5
ESSILOR INTERNATIONAL	109,4	0	VIVENDI	18,3	1,7	UMICORE	41,4	7,2

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

Taux U.S	Valeur	Var%	Yld	DEVICES	Valeur	Var%	YTD	MAT. PREMIERES	Valeur	Var%	YTD
U.S 2 ANS	100	0%	0,7%	€/€	1,1037	0,1%	1,6%	BRENT	33,6	-1,2%	-5,9%
U.S 10 ANS	98,8	0%	1,8%	€/¥	123,93	0,5%	5,4%	ONCE OR (\$)	1217,9	0,8%	14,7%

VIX Index	19,4	-5,6%	VSTOXX Index	29,9	-4,2%
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Economic Calendar

DE - GDP 4Q (2.1% E)
 DE - IFO Expectations Feb. (101.6E)
 US - S&P caseshiller Composite 20 Dec. (5.8% E y/y)
 US - consumer confidence Feb. (97.3E)
 US - Existing Home Sales Jan. (-2.2%E m/m)

Dividends Calendar ex-date next day

HERMES (HRMS.PA) 1.5€ (0.46%)

Ex Div today

Markets Recap (source Street account)

Asian markets are trading lower on Tuesday. The Nikkei opened with solid early gains though it has turned lower with the yen picking up strength. There was some focus on BoJ Governor Kuroda, who argued expanding the monetary base wouldn't necessarily boost inflation expectations. His comments follow an earlier Nikkei report speculating more easing may be forthcoming in March amid a stronger yen. Mainland China is also lower with the PBoC ramping up today's liquidity injection to CNY130B as it guided the yuan midpoint lower by the most in six weeks. China's leaders reiterated efforts to support the economy in a Politburo meeting Monday. The ASX has erased earlier gains. Reaction to BHP Billiton's earnings was positive, though results elsewhere have been mixed. Commodities are seeing some movement with base metals and oil easing from overnight highs, while gold has risen ~1%.

US equities were higher on Monday. Treasuries were weaker. The dollar was stronger, especially against sterling; DXY +0.79%. Gold (1.7%) was weaker. Oil was sharply higher as the WTI settled +6.2%.

The rise in US equities followed earlier gains in Asian and European equities. Today's strength in equities was despite weaker than expected flash manufacturing PMIs and intensifying Brexit fears. Positioning/short covering were discussed as factors. There has been some speculation that softer data

could be a benefit in regards to policy support. China sentiment improved as the head of the CSRC was removed, which was taken as a positive sign that Beijing is moving to restore confidence in their ability to manage the economy and financial markets.

Strength was broadly-based as all sectors were higher. Energy +2.23% was the best performer on underlying commodity strength. Consumer discretionary +1.91% and materials +1.87% were notable gainers. Defensives were laggards.

Stocks Factor to watch today :

DANONE : Operating profit 2015 2892M€ (+5.7% lfl), operating margin 12.91% (+17bp), Net profit group 1282M€ (+7.4%) EPS 2.1€, Dividend 1.6€ (+6.7%), says economic conditions to remain volatile sees difficult markets in Russia, China & Brazil, expects solid improvement in trading operations margin in 2016, expects sales growth between 3-5% for 2016, confirms its target for 2020.

L'OREAL : UFC QUE CHOISIR says some products may contain potentially harmful substances.

ORANGE : are discussing different deal structures regarding the sale of the construction group's Bouygues Telecom.

Rating & TP Changes



EIFFAGE : TP raised to 76€ vs. 71, Overweight @JPM

TOTAL : TP raised to 46€ vs. 45, Buy @HSBC

VINCI : TP raised to 70€ vs. 68, Overweight @JPM



ZURICH INSURANCE: HOLD vs. BUY TP 236CHF vs. 261 @Berenberg

ZURICH INUSRANCE : TP cut to 180CHF (-8%), SELL @Soc Gen

EULER HERMES : TP cut to 73€ vs. 80, Reduce @ HSBC

ENGIE : TP cut to 15€ vs. 21, Neutral @JPM

SAFILO : TP cut to 9€ vs. 11.5 @Citi

Technical Analysis

DIOR, CNP ASSURANCES, COMPASS, HERMES, KERING, LVMH : at their highest ytd

INGENICO : at its lowest ytd

Upward Signals

HEXAGON (HEXAb.ST), stock price crossing upward 50, 100d, 200d MAV

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

Swiss Re

RATING : NEUTRAL

Fair Value CHF100 (+7%)

Q4 2015 net income is USD938m, slightly higher than consensus (USD0.88bn). The Q4 combined ratio remains very solid (89.6%) in a low natcat environment. Yet adjusted for expected natcat, the FY combined ratio would have been 99.8% vs. 94.1% last year, which is consistent with a less attractive reinsurance environment and a larger impact from man-made losses. SST (solvency) is estimated around 205% at end-2015. The regular dividend is CHF4.6 (vs. CHF4.25 last year and consensus CHF4.55), offering a 4.9% yield. No exceptional dividend this year, but the company has announced a new CHF1bn share buy-back programme (3% of end-2015 shareholder's equity). -> **Neutral**