

BG SALES-TRADING MORNING DU 08/03/2016

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	17074	0,4%	0,1%	Oil & Gaz	2,4	3,5	Basic Resources	3,1	19,7
NASDAQ	4708,3	-0,2%	-0,3%	Materials	1,2	0,8	Oil & Gas	0,5	4,3
S&P 500	2001,8	0,1%	0%	PHARMA.	1,1	-7,1	Healthcare	0,4	-10,5
NIKKEI	16783,2	-0,8%	-	Transportation	0,7	1,2	Chemicals	0,2	-7,8
				SECTEURS S&P : WORST PERFS.			SECTEURS STOXX : WORST PERFS		
				S&P	Var %	YTD	STOXX	Var %	YTD
				IT, SOFTW & Serv.	-1,3	-4,8	Banks	-1,1	-15,8
				Consumer Durables	-1,2	1,2	Travel & Leisure	-0,9	-7,7
				Food Bev & Tobacco	-0,8	2,6	Real Estate	-0,8	-7,1
				Spec. Retail	-0,8	-5,2	Financial Serv.	-0,8	-10,6

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%
ARCELORMITTAL	4,7	1,4	FRESENIUS SE & CO	59,6	-1,3	SEADRILL LTD	46,8	60,3
UNIBAIL	49,7	0,8	ENGIE	14	-1,4	BG GROUP PLC	1062	-
VEOLIA ENV	20,7	0,5	INTESA SANPAOLO	2,5	-2,4	OLD MUTUAL PLC	192,1	6,9
PUBLICIS GROUPE	58,4	0,2	ESSILOR	110,9	1,3	GLENCORE PLC	170,8	6,7
NOKIA OYJ	5,6	0	BASF SE	63,6	0,4	TULLOW OIL PLC	222,6	2,7

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				DEVISES				MAT. PREMIERES			
Taux U.S	Valeur	Var%	Yld	Devises	Valeur	Var%	YTD	Mat. Prem	Valeur	Var%	YTD
U.S 2 ANS	99,7	0%	0,9%	€/€	1,1025	0,1%	1,5%	BRENT	39,8	-1,1%	11,2%
U.S 10 ANS	97,8	0,3%	1,9%	€/¥	124,53	0,3%	4,8%	ONCE OR (\$)	1270,1	0,2%	19,7%
VIX Index	17,4		2,9%					VSTOXX Index	26,2		6,9%

Economic Calendar

International Women's day.
 JP - GDP annualised 4Q (-1.1%A, -1.6%E)
 CNY - Trade Balance Feb.(32bn\$A, 51bn\$E)
 JP - Bankruptcies Feb. (4.47% A y/y)
 GB - BoE Cunliffe testify on Brexit at Parliament committee
 EUZ - GDP 4Q (1.5% q/q)
 US - NFIB small Business optimism Feb. (94.1E)

Dividends Calendar ex-date next day
 AMER SPORTS (AMEAS.HE) 0.55€ (2.14%)

Ex Div today
 KONE (KNEB.HE) 1.4€ (3.38%)

Markets Recap (source Street account)

Asian markets are trading lower on Tuesday. Mainland China was under pressure earlier but has steadied a little in the wake of February trade data. Exports fell at a faster-than-expected pace though some of the weakness was put down to the effect of the Lunar New year. The PBoC also fixed the yuan midpoint higher today. The Nikkei's losses picked up pace with the yen building on recent strength. Data showed a slight uptick in Japan's Q4 contraction, though the data didn't really move the needle. The ASX has swung lower with miners selling off following their recent rally and failing to capitalize on iron ore's overnight surge. The Aussie dollar has faded from its recent highs with RBA Deputy Governor Lowe arguing it would be helpful to have a lower currency.

US equities were mixed on Monday. Treasuries were weaker with some curve flattening. The dollar was weaker with the DXY (0.24%). Gold (0.5%) was lower. Crude extended recent gains with WTI +5.5% settling higher.

Strength in underlying commodities like oil and iron ore contributed directly to gains in commodity-related equities. Some broader themes were in focus including weak earnings backdrop, political

uncertainty and renewed concerns about policy divergence. The weak opening was attributed by many to profit-taking following three-week rally.

Sectors were mixed. Energy +2.36% was the best performer on crude rally. Materials +1.17% was a notable gainer on strength in base metals. Defensive sectors outperformed. Tech (0.73%) was the biggest decliner on weakness in FANG stocks and other large caps.

Stocks Factor to watch today :

SOLVAY : wins AIRBUS qualification for its high performance lightweighting foam Tegracore Sodac.

SAIPEM : JPM and Godman Sachs have placed for the consortium they lead 700m shares in Saipem at a final price of 0.39€/

BURBERRY : rumours that BURBERRY could be a bid target Sources close to the designer confirmed it has asked HSBC to disclose the identity of an investor who has built a 5% stake.

Rating & TP Changes



COMPASS : TP raised to 1375p vs. 1200, BUY @Jefferies

HEINEKEN : TP raised to 80€ vs. 77, Equal Weight @Barclays

BERENBERG : TP raised to 88€ vs. 81, HOLD @ Berenberg

MUNICH RE : raised to BUY @Citi

DELHAIZE : TP raised to 94.3€ vs. 91.8, NEUTRAL @ UBS

AHOLD : TP raised to 20€ vs. 19.5, NEUTRAL @ UBS



ENGIE : Tp cut to 17€ vs. 19, BUY @ Bryan Garnier

IPSEN : EQUAL WEIGHT vs. OVERWEIGHT, @Barclays

UCB : UNDERPERFORM vs. HOLD @ Jefferies

SCOR TP cut to 35€ vs. 37 Sector perform @RBC

INDITEX : TP cut to 30€ vs. 32, Equal Weight @Barclays

BIOMERIEUX : REDUCE vs. HOLD @HSBC

Technical Analysis

Upward Signals

BARRY CALLEBAUT (BARN.S) : 50d MAV crossing upward 200d MAV

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

RWE RATING : NEUTRAL Fair Value EUR9,8 (-14%)

RWE posted 2015 metrics ahead of expectations notably explained by positive one-off effect; while released a prudent 2016 guidance which will reflect group's hedging policy for its outright power position. Yet market was already aware of that following trading statement in February. 2016 is not set to be a growth year for the group (2017 is likely), as for other sector peers. We continue to prefer E.ON over RWE. Neutral.

Engie RATING : BUY Fair Value EUR17 vs. EUR19 (+21%)

We publish this morning a report on Engie on which we analyse the commitments made by the group at its 2015 earnings presentation and try to predict what the group could look like depending on whether additional disposals are made or not. We find three times more upside than downside assuming group's transformation is done. Buy.

Dialog Semiconductor

RATING : NEUTRAL

Fair Value EUR38 (+15%)

This morning Dialog Semiconductor reports Q4-15 results above consensus estimates but a disappointing Q1 outlook. For Q4-15, Underlying EBIT, which is the one comparable to consensus data, is USD105m and EPS came out at USD0.97, i.e. 9% above consensus expectations. However, for Q1-16, the company sees revenue in the range of USD230m to USD245m, which, at the mid-point (USD238m) is 7% below the current Street's expectations of USD257m. Finally, the group adds it is looking to put in place a share buy-back program. We keep our Neutral recommendation, waiting for the conference call to be held today. Impact: Negative
