

## BG SALES-TRADING MORNING DU 14/03/2016

### 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	17213,3	1,3%	0%	Banks	2,8	-11,6	Banks	4,9	-12,6
NASDAQ	4748,5	1,9%	0,4%	Insurance	2,8	-2,9	Insurance	4,1	-10,6
S&P 500	2022,2	1,6%	0,3%	Real Estate	2,6	-0,2	Auto & Part	4,1	-13,7
NIKKEI	17233,8	1,7%	-	Div. Financials	2,5	-4,2	Telecom	3,3	-4,1
				SECTEURS S&P : WORST PERFS.			SECTEURS STOXX : WORST PERFS		
				S&P	Var %	YTD	STOXX	Var %	YTD
				Household Products	-0,1	3,2	Healthcare	1,2	-10,6
				Utilities	0,1	10,5	Food & Bev	1,5	-3,7
				Food Bev & Tobacco	0,1	4,4	Retail	1,6	-4,2
				Telecom Op.	0,3	12,4	Personal & Household	1,7	-0,8

### 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%
CREDIT AGRICOLE	10,7	7,7	INTESA SANPAOLO	2,7	7,5	FLUGHAFEN ZUERICH	862	7,5
ARCELORMITTAL	4,7	11,2	BNP PARIBAS	48,7	5,5	B COM. PORTUGUES-R	0	13,1
BNP PARIBAS	48,7	5,5	SOCIETE GENERALE	36,8	5,7	OLD MUTUAL PLC	182	-1,8
SOCIETE GENERALE	36,8	5,7	UNICREDIT SPA	4	9,5	SUNRISE COM	66	3,6
BOUYGUES SA	36,4	2,7	GENERALI	13,9	7,3	LAGARDERE SCA	23,3	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				DEVICES				MAT. PREMIERES			
Taux U.S	Valeur	Var%	Yld	Devises	Valeur	Var%	YTD	Mat. Prem	Valeur	Var%	YTD
U.S 2 ANS	99,6	0%	1%	€/ \$	1,1158	0,7%	2,3%	BRENT	39,3	-0,4%	9,9%
U.S 10 ANS	96,9	0,1%	2%	€/ ¥	127,01	-0,1%	2,8%	ONCE OR (\$)	1253	-0,9%	17,9%
VIX Index	16,5							VSTOXX Index	24,1		

#### Economic Calendar

JP : Machine orders Jan. (8.4% A, -3.8% E)  
EUZ - industrial prod. (1.6%E)

#### Dividends Calendar ex-date next day

Cie des ALPES (CDAF.PA) 0.4€(2.78%)

#### Ex Div today

### Markets Recap (source Street account)

**Asian markets are trading higher on Monday.** Mainland China is surging despite industrial production and retail sales data coming in weaker (fixed asset investment beat expectations). Some of the focus has centered on new CSRC chairman Liu, who said on the weekend it was too early for the government to exit its market intervention policies. Liu spoke along with other top officials from China's main regulatory bodies, expanding upon main policy goals for 2016. Property stocks are among the leading gainers with China Vanke and China Overseas Land making M&A-related news. The Nikkei is gaining amid a big rise in core machinery orders while the ASX 200 is being led higher by the big financials.

**US equities closed higher in fairly quiet trading.** Treasuries were weaker with some curve steepening. The dollar was up against the yen and euro, but lower on the commodity crosses. Gold declined. Oil was higher, with WTI settling +1.7% and Brent settling +0.9%

**It was a largely uneventful day with few macro drivers.** The day's most prominent theme was a more positive reassessment of yesterday's ECB policy announcements, which led to a sizable rally in Europe. The IEA's monthly report said oil prices may have bottomed. Import prices posted their eighth consecutive monthly decline.

**It was a slower day on the corporate-news front.** ULTA posted a strong beat. ZUMZ comps and guidance disappointed. Reaction to BOJA's beat was positive in the light of competitive pressures. FNSR's results were boosted by increasing China demand. VRX CEO Pearson told senior management the

company is not going bankrupt.

**Financials led the market, with banks higher.** E&Ps rallied. Pharma was stronger. Tech was boosted by networking and communications companies. Retailers were mixed. Industrial conglomerates underperformed. Defensive sectors lagged

### Stocks Factor to watch today :

**SAFRAN** : reiterates its outlook for 2016, targets adjusted revenue to 21bn€ and operating margin above 15% in 2020

**EDF** : CEO JB Levy said in a letter to staff that EDF would not go ahead with its plan to build 2 nuclear reactors in Britain unless it received more financial support from the French state.

**VIVENDI** : has raised its stake in Telecom Italia to 24.9% just below the 25% threshold that would force it to launch a takeover bid according to a filing with U.S. authorities

**FNAC** : is seeking partners to stay in race for Darty. (Le journal du dimanche)

**CREDIT AGRICOLE** : is launching a tender offer to purchase for cash certain of its outstanding Tier 2 bonds and covered bonds.

### Rating & TP Changes



**HANNOVER RE** : HOLD vs. UNDERPERFORM @ *Jefferies*

**HANNOVER RE** : TP raised to 112€ vs. 110, Sector Perform @ *RBC*



**HEINEKEN** : HOLD vs. BUY, TP cut to 80€ vs. 85 @ *ING*

**VALEO** : HOLD vs. BUY, TP raised to 135€ vs. 125 @ *HSBC*

**CENTRICA** : TP cut to 230p vs. 270, EQUAL WEIGHT @ *Barclays*

### Technical Analysis

**ALTICE (ATCA.AS), DIOR (DIOR.PA), CNP (CNPP.PA), EIFFAGE(FOUG.PA), KERING (PRTP.PA), LVMH (VMH.PA), MUNICH RE (MUVGN.DE), ORANGE (ORAN.PA)** : at their highest

**UCB** : at its lowest ytd

### Downward Signals

**DASSAULT SYSTEMES (DAST.PA), SEB (SEBF.PA)** : 50d mav crossing downward 200d MAV

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

Suez

RATING : BUY-Top Picks

Fair Value EUR19 (+20%)

During a roadshow with Suez, main 2016 short term guidance were reiterated as well as more strategic 2017 "ambition" targets. Like Veolia, and other European environmental services group, Suez is suffering from the lack of growth in its traditional business and then as no choice to optimize its costs structure, look for growth at international and look for external growth. All three options are well addressed by Suez's management, with one common objective: not altering group's equilibrium (financially, and in terms of business). At current share price we assume M&A opportunities, despite being well identified, are not fully well priced in by investors. We remain buyer. Positive.

Saint Gobain

RATING : BUY

Fair Value EUR42 (+11%)

Last Saturday, Saint-Gobain has announced the extension of its deal with the Burkard family. The validity date of the agreement is now the 30th of June 2017. Furthermore, Saint-Gobain has an option for another extension until the 31th of December 2018. According to Saint-Gobain, "the amendment to the agreement covers the longest of timelines to resolve related dispute". We continue to be buyers of the stock, but the ongoing Sika uncertainties might pollute the share price, until resolved. Neutral.

