

BG SALES-TRADING MORNING DU 29/04/2016

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	17830,8	-1,2%	-1%	Entprises Serv	0,6	7,9	Basic Resources	3,3	24,5
NASDAQ	4805,3	-1,2%	-1,4%	Household Products	0,5	2	Oil & Gas	0,7	9,6
S&P 500	2075,8	-0,9%	-1%	Food Bev & Tobacco	0,2	5,1	Auto & Part	0,6	-9,9
NIKKEI	16666	-3,6%	-	Auto	0,2	-2,4	Personal & Household	0,5	0,3
SECTEURS S&P : WORST PERFS.					SECTEURS STOXX : WORST PERFS				
				S&P	Var %	YTD	STOXX	Var %	YTD
				Tech Hardware	-2,5	-5,1	Financial Serv.	-0,5	-7,4
				Semi Conducteurs	-2,2	-2,9	Retail	-0,4	-5,2
				Consumer Durables	-1,9	2,5	Insurance	-0,3	-11,7
				Spec. Retail	-1,6	-2,3	Telecom	-0,3	-6,7

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%	
AIRBUS GROUP SE	55,8	-4,6	AIRBUS GROUP SE	55,8	-4,6	REGUS PLC	295,3	-1,1	
MICHELIN (CGDE)	95,6	-2	BANCO BILBAO VIZCAYA ARGENTA	6,3	-6,8	ELECTROLUX AB-SER B	232,7	9,4	
PERNOD RICARD SA	95,4	-0,6	VOLKSWAGEN AG-PREF	132,2	2,2	CLARIANT AG-REG	18	8,1	
COMPAGNIE DE SAINT GOBAIN	40,7	-0,9	MUENCHENER RUECKVER AG-REG	166,4	-4,3	JYSKE BANK-REG	267,6	-5	
VEOLIA ENVIRONNEMENT	21,7	1,9	COMPAGNIE DE SAINT GOBAIN	40,7	-0,9	VICTREX PLC	1414	-6,9	

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	99,9	0%	0,8%	€/ \$	1,1392	0,4%	4,9%	BRENT	46,8	0,4%	31%
U.S 10 ANS	98,2	0%	1,8%	€/ ¥	122,2	0,4%	6,9%	ONCE OR (\$)	1275,4	0,7%	20,2%
VIX Index	15,2		10,5%					VSTOXX Index	20,9		-2%

Economic Calendar

GB - Net Consumer Credit Mar.
 EUZ - CPI Core Apr. (0.9% E y/y)
 US - Personal Spending Mar. (0.1E)
 US - U. of Michigan Confidence Apr.
 US - Baker Hughes U.S. Rig Count Apr.
 US - Personal Spending March (0.1E)
 US - U. Of Michigan Confidence April
 US - Baker Hughes U.S. Rig Count April

Dividends Calendar	ex-date next day	Ex Div today
VEOLIA ENVIRONNEMENT	0.73€	L'OREAL 3.10€
BAYER	2.50€	AB INBEV 1.46€
MERCK	1.05€	ADECCO 0.9CHF
INDITEX	0.1296€	

Markets Recap (source Street account)

Asian markets are trading lower on Friday. Trading activity has been comparatively lackluster following Thursday's post-BoJ volatility. Still, while the Nikkei is closed for Showa Day, futures and the dollar-yen have continued to trace lower. Mainland Chinese markets are off earlier lows while the Hang Seng has held its losses. The country's FX regulator said it would step up monitoring of outbound direct investment. The corporate calendar has been busy with a host of regional companies reporting earnings. However it has been fairly quiet on the macro front with Australian PPI slipping into deflation and private sector credit growth slowing. The ASX 200 is the only major index in positive territory.

US equities finished lower, near worst levels, on Thursday. Treasuries were stronger across the curve. The dollar was broadly weaker, with the biggest losses coming on the yen cross. Gold gained 1.3%. Oil was stronger again, hitting new 2016 highs. WTI crude settled up 1.5%.

Bank of Japan decision to leave policy unchanged the big headwind today. Move was somewhat unexpected and caused a sharp rally in the yen. News Carl Icahn exited his AAPL position on China concerns helped exacerbate an afternoon selloff.

Economic calendar highlighted by Q1 GDP data, coming in slightly below estimates. Jobless claims remained subdued near multi-decade lows. Another busy day on the earnings calendar, with FB receiving the bulk of the spotlight. Also a busy day for M&A, particularly in the healthcare sector. The biggest deal was ABT acquiring STJ in a transaction valued at ~\$25B.

Consumer staples the only major sector to close higher. Tech led the downside, with semis getting hit hard. Energy, consumer discretionary and financials all trailed the tape. Defensive sectors outperformed, with utilities and telecom both beating the broader index.

Stocks Factor to watch today :

AMUNDI: Net profit up to 0.8% at EUR130m, 2016-2019 plan confirmed

GALAPAGOS: Milestones increased to USD600m, patient trials expected to start in 2017

GEMALTO: Q1-16 sales up 1% at EUR691m, expects 1.5% gross margin increase for FY 2016

ENGIE: Q1-16 revenue at EUR18.9bn, 2016 annual targets confirmed

Rating & TP Changes



COMERICA: TP raised to 46\$ vs 44\$ @ Morgan Stanley

ALTRAN TECHNOLOGIES: TP raised to 15€ vs 14.5€ @ Berenberg

ALTRAN TECHNOLOGIES: TP raised to 16.3€ vs 16.2€ @ SocGen

GLAXOSMITHKLINE: TP raised to 1,550p vs 1,500p @ Independent research

ALTEN: TP raised to 59€ vs 58€ @ SocGen

FRESENIUS: TP raised to 70.55€ vs 65.10€ @ Berenberg

EDF: TP raised to 10€ vs 8.5€ @ HSBC



AGEON: TP cut to 5.7€ vs 5.8€ @ JPM

SUEZ ENVIRONNEMENT: TP cut to 17.5€ with BUY rating @ SocGen

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

Gameloft

Q1 sales were 1.6% above our estimate and in line with the consensus. We consider that the group now has two engines (in-app purchases and advertising) enabling it to return to its past op. margin as of FY16e (BG est.: 11.5%e), and that its FY18e targets are achievable (revenue of over EUR350m, current op. before SO of over EUR65m, cumulative FCF 2016/18 of more than EUR85m). Gameloft's strategy is well on track. Our FY16/18 EPS sequence remains unchanged. We keep our Buy rating and FV of EUR7.2. The stock is currently trading 3% above Vivendi's last offer. Investors have nothing to gain by tendering their GFT shares now. We estimate a fair offer in the range of EUR7.6-8.6. => **Slightly positive**

Alten

We reiterate our Sell rating but raise our DCF-derived fair value to EUR48 from EUR46 as we increase our adj. EPS ests. by 1% for 2016, 2% for 2017 and 3% for 2018. Yesterday evening Alten reported Q1 16 sales 3% above our ests. and 2% ahead of consensus, driven by a solid performance in North America, Spain and Italy. Management is now more confident for exceeding in 2016 the 3.4% lfl growth rate reported for 2015, but optimism is tempered by the negative effects of AÜG in Germany.

Engie

As expected the group reported this morning positive earnings growth thanks primarily to Energy Europe which benefit from the restart of nuclear power plants. All in all EBITDA is down 1.7% YoY but up 2.3% LfL to EUR3.5bn while EBIT is on both YoY and LfL basis. The group did suffer from negative FX effect (BRL) and from negative weather effect, yet benefited from restart of nuclear power production and from Lean 2018 program. Net debt remained under control while 2016 targets were reiterated. Buy confirmed with FV unchanged at EUR16.5/share.

VINCI

Contrasted figures in Q1 : +5.7% increase for Concessions revenues, with very strong but anticipated toll road traffic good dynamic (+7.2%), while Contracting has reported a -5.4% l-f-l decline penalised by lower SEA contribution, oil&gas woes and ongoing difficulties in the French roadworks market. Guidance is unchanged though. Order book is flat and order intake actually increasing (+12%) on a 12 months basis. Share price likely to be under pressure in the short term, following a very strong YTD performance. This is still a Buy, though, as we got no worries on our estimates so far. Somewhat negative.

Swiss Re

Q1 2016 net income is USD1.2bn, down 15% but above consensus (USD955m), driven by the Capital Life (ex. Admin Re) division. The reported combined ratio is a less unsustainable 93.3% vs. 84.3% last year, including some reserve strengthening in US liability (89.8% vs. 85.4% adjusted for natcats and PYD). SST ratio at end-April is 223%. Tentative Solvency II equivalent is estimated at 312% (!), reflecting the strong capital position of the group. -> **Positive overall**

Groupe SEB

Q1 sales came in at EUR1.115bn (+2.3%), matching the CS of EUR1.121bn. LFL growth amounted to 5.1% and was also in line with CS (+5.2%) against a weak North America (-12.4%) and a demanding comparison base (Q1 15: +9.4%). Operating profit reached EUR93m, 12% above expectations despite a huge EUR45m negative impact (Q1 15: -EUR15m), such that the margin remained almost stable (-10bp to 8.3% vs. CS: 7.4%). Based on current exchange rates, management now expects the adverse FX impact to total around EUR120m vs. EUR130-140m previously. We have made minor adjustments to our top line forecasts. Buy recommendation and FV of EUR102 confirmed. => **Positive**

Altran Technologies

We reiterate our Neutral rating following the conference call held yesterday, although we raise our lfl revenue growth forecasts to 6.3% from 5% for 2016, to 6.3% from 5.6% for 2017, and to 6% from 5.6% for 2018. The sales growth acceleration seen in Q1 16 driven by France looks sustainable over the full year thanks to a strong pace of hiring, and the turnaround in Germany is confirmed, but we contend that, at this stage, all these positive elements are fairly valued.

Gemalto

Gemalto posted Q1 sales 1.8% below our estimate and in line with the consensus. We calculate an organic decline of 2.5% over the quarter (-0.3% at cc and -2.5% by also excluding the acquisition of Trüb). So, Government programs, M2M, Enterprise and Payment have not offset the underperformance once more of the SIM & related services. The management has confirmed its vague 2016 guidance (+1.5% gross margin, accelerating its PFO expansion towards its 2017 objectives). The current year will be very back-end loaded (Softcard loss during Q2 last year) and there are still too many risks in the SIM & related businesses, so the 2017 PFO target of over EUR660m is clearly challenging (it implies at least a +25% CAGR 2015-17e vs. +10.4% in 2015). Unattractive risk/reward. Conf. call today at 3pm (Paris time). => **Negative.**