

BG SALES-TRADING MORNING DU 31/05/2016

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	17873,2	0,3%	-	MEDIAS	0,9	6,4	Auto & Part	1	-12,8
NASDAQ	4933,5	0,6%	-	Insurance	0,9	3,6	Chemicals	0,4	-7,9
S&P 500	2099,1	0,4%	-	Banks	0,8	-5,3	Retail	0,4	-5,2
NIKKEI	17231,6	1%	-	IT, SOFTW & Serv.	0,7	2,4	Media	0,3	-4,3
			SECTEURS S&P : WORST PERFS.			SECTEURS STOXX : WORST PERFS			
				S&P	Var %	YTD	STOXX	Var %	YTD
				Food staples, Retail	-0,1	-0,2	Travel & Leisure	-0,2	-6,6
				Materials	0	8	Industrial Goods & Serv.	0	1,9
				Oil & Gaz	0	11,4	Basic Resources	0	12,7
				Cap Goods	0,1	4,9	Real Estate	0	0,3

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%
CAPGEMINI	85,7	1,2	VOLKSWAGEN AG-	138	1,7	POSTNL NV	4	3,5
ESSILOR	118,2	0	DAIMLER AG-	61,6	1,5	INTERHOTELS GROU	2671	1,3
VINCI SA	68,2	0	ESSILOR	118,2	0	B&M EUROPEAN	304,9	4,9
ENGIE	14	0,7	GENERALI	13,2	0,5	CASTELLUM AB	114,2	-1,6
BNP PARIBAS	50,3	1	BAYER AG-REG	86,4	1,3	PHOENIX GROUP	881	3,7

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	99,9	0%	0,9%	€/ \$	1,1126	-0,1%	2,4%	BRENT	49,2	0,1%	37,6%
U.S 10 ANS	97,8	-0,2%	1,9%	€/ ¥	123,83	-0,1%	5,5%	ONCE OR (\$)	1212,4	0,6%	14,1%
VIX Index	13,1							VSTOXX Index	20,9		2,4%

Economic Calendar

DE- Retail sales (+1.7% E y/y)
 FR - CPI
 FR - PPI
 DE - Unemployment rate (6.2% E)
 US - Chicago PMI
 US - Consumer confidence May (96.3 E)

Dividends Calendar	ex-date next day	Ex Div today
SOFTWARE	0.55€ (1.6%)	ADP 1.91€ (1.75%)
SMA SOLAR	0.14 (0.3%)	DELHAIZE 1.31€ (1.4%)
ALBIOMA	0.285 (2.03%)	LEGRAND 1.15€(2.31%)
FAURECIA	0.65€ (1.8%)	ASSYTEM 1.91€ (1.76%)
BOIRON	1.5€ (2.%)	TIVOLY .45€ (2.5%)

Markets Recap (source Street account)

Asian markets are mostly higher on Tuesday. The Nikkei is gaining with the dollar-yen holding steady following its recent post-Yellen rally. Japanese data was mostly better with the unemployment rate in-line, and household spending and industrial production both coming in ahead of expectations. Japan's ruling parties are also currently debating the sales tax hike delay with a formal announcement reportedly set for Wednesday 1-Jun.

Mainland China is outperforming with the yuan remaining in focus. The currency's midpoint was fixed only slightly lower than Monday, as mainland media reiterated that despite foreign press reports to the contrary, officials will push ahead with market-based reforms for the currency. There is also an ongoing focus on the potential for A-share inclusion in MSCI indices.

The ASX has come off its lows with the Aussie dollar rebounding after current account data revealed

net exports will be a positive contributor to Australian Q1 GDP (due out Wednesday). The kiwi dollar has also lifted against the dollar after New Zealand business confidence jumped in May. Elsewhere the Kospi has held its gains amid data showing a drop in South Korean industrial production and reports that North Korea failed at a missile launch.

US equities finished higher on Friday. Treasuries were mostly weaker with some curve flattening. The dollar was higher, outperforming on the euro cross. Gold lost 0.5%. Oil was weaker, with WTI crude settling down 0.3%.

Quit pre-holiday session. Fed Chair Yellen's comments in focus today. No much new as she reiterated that it will likely be appropriate to hike rates in the coming months. Fits with the relatively hawkish narrative from regional presidents over the past few weeks. Not much impact from the economic calendar. Q1 GDP revised higher, while consumer sentiment slightly below estimates.

Earnings once again focused on retail space, with BIG and ULTA posting beats. SPLK, PANW and GME the other notable reporters. Some M&A activity, with VRX reportedly receiving takeover approach a month or two ago. TEX acquisition terminated. TMO to acquire FEIC in \$4.2B deal.

All major sectors traded higher today. Financials the best performer with rates up. Tech, healthcare and consumer discretionary also beat the tape. Materials and energy the two worst performers, but still in the green.

Stocks Factor to watch today :

BREXIT : support for Britain to stay in the E.U. stood at 51% (Daily Telegraph)

DBV TECH : agreement announced with NESTLE HEALTH to develop and commercialize a test for Allergy a diagnostic test for pediatric milk allergy. DBV is eligible to receive up to 100M€.

VOLKSWAGEN : Q1 Results due. Operating profit seen down 17% at 2.75bn€ (Reuters Poll)

TELENET : announces deal with Orange Belgium ion full MVNO contract. TELENET will pay 150M€ for 2016 to 2018.

EURAZEO & CREDIT AGRICOLE : agree to sell 10% of ELIS

Rating & TP Changes



SEB : FV 125€ vs. 102, BUY @Bryan Garnier

E.ON : 10.2 vs. 10, BUY @Bryan Garnier

EDF : 13.8 vs.13.5, BUY @Bryan Garnier

ENGIE : 16.8 vs. 16.5, BUY @Bryan Garnier

RWE : 10.2 vs. 9.5, NEUTRAL @Bryan Garnier



RANDSTAD : TP cut to 51€ vs.55 @JPM

Technical Analysis

HIGHEST YTD : SEB, FRESENIUS, ESSILOR, CRH, CARLSBERG

LOWEST YTD : BIC

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

Groupe SEB

RATING : BUY

Fair Value EUR125 vs. EUR102
(+12%)

We are revising up our assumptions following the M&A fever that marked SEB over the last two weeks, with the acquisition of two German groups: EMSA (2015 sales of EUR92m) and WMF Group (2015 sales of EUR1.061bn). Considering limited risks surrounding these deals (excellent track record with M&A, very low cost of financing) and significant accretive impacts expected in 2017, we are clearly confident on the group's outlook! Buy recommendation confirmed and FV raised to EUR125 vs. EUR102.
