

BG SALES-TRADING MORNING DU 01/06/2016

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	17787,2	-0,5%	0%	Transportation	0,6	0,9	Technology	0	-6,3
NASDAQ	4948,1	0,3%	0,2%	Utilities	0,6	12,8	Const. & Materials	-0,1	1,6
S&P 500	2097	-0,1%	0,1%	Telecom Op.	0,5	11,4	Travel & Leisure	-0,4	-6,9
NIKKEI	16921,8	-1,8%	-	PHARMA.	0,3	-3,5	Industrial Goods & Serv.	-0,4	1,5
				SECTEURS S&P : WORST PERFS.			SECTEURS STOXX : WORST PERFS		
				S&P	Var %	YTD	STOXX	Var %	YTD
				Div. Financials	-0,7	1,1	Banks	-1,6	-16,3
				Consumer Serv.	-0,7	-2,3	Telecom	-1,2	-5,7
				Food Bev & Tobacco	-0,6	6,2	Real Estate	-1,2	-0,9
				Oil & Gaz	-0,6	10,7	Basic Resources	-1,1	11,4

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%
ACCOR SA	39,1	-2	FRESENIUS SE & CO	67,8	-0,7	DCC PLC	6290	0,5
MICHELIN (CGDE)	91,3	-0,5	SIEMENS AG-REG	96,8	-1,6	COVESTRO AG	38,1	1,3
VINCI SA	67,6	-0,8	VOLKSWAGEN AG-	134,4	-2,6	B&M EUROPEAN	311	2
SAINT GOBAIN	40,1	0,2	VINCI SA	67,6	-0,8	HIKMA PHARM	2298	3,3
SOCIETE GENERALE	37	-0,9	ASML HOLDING NV	89,4	-0,1	EIFFAGE	66,3	-2,5

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	100	0%	0,9%	€//\$	1,1121	-0,2%	2,3%	BRENT	48,6	0,6%	35,9%
U.S 10 ANS	98	0,1%	1,8%	€/¥	122,33	0,8%	6,8%	ONCE OR (\$)	1215,3	0%	14,4%
VIX Index	14,2		8,2%					VSTOXX Index	22,1		5,6%

Economic Calendar

FR - PMI Manuf. (48.3E)

DE - PMI Manuf.(52.4E)

US - ISM Manuf ISM May (50.4E)

US - ISM New Orders May (58E)

Dividends Calendar ex-date next day

GRIFOLS A	0.1€ (.53%)
HERMES	1.85€ (0.57%)
DASS. SYSTEMES	0.47€ (0.66%)
ATOS	1.1€ (1.32%)
IPSEN	0.85€ (1.5%)
VETOQUINOL	0.41€ (1.14%)
MOLSON COORS	0.41\$ (0.4%)
BNP PARIBAS	2.31€ (4.64%)
BOURBON	1€ (9.4%)

Ex Div today

SOFTWARE	0.55€ (1.6%)
SMA SOLAR	0.14 (0.3%)
ALBIOMA	0.285 (2.03%)
FAURECIA	0.65€ (1.8%)
BOIRON	1.5€ (2.%)

Markets Recap (source Street account)

Asian markets are mixed on Wednesday. A busy economic calendar has been headlined by regional manufacturing PMIs. China's official gauge held at April's pace, beating expectations. The Caixin PMI slowed but was in-line, while the official services gauge came in lower. Mainland media have also reported fiscal policy will be more proactive in H2 as the PBoC dials back its easing stance. Greater Chinese equities have shown muted reaction to the macro developments.

The Nikkei is lower with the yen holding its overnight gains. Data showed a slowdown in Japanese capex. The final May Japanese manufacturing PMI slowed from April but was slightly above consensus. Prime Minister Abe has also just confirmed a delay in the sales tax according to headlines.

Korea has been a focus, with BoK rate cut speculation increasing amid data showing further deterioration trade activity and inflation. Press discussion has floated the potential for China's A-share

inclusion in MSCI indexes to negatively impact Korean equities.

Commodity softness has extended into Asian trade and led to weakness in the ASX energy/materials complex. While stocks saw little reprieve from better-than-expected Aussie GDP, the Aussie dollar has climbed ~0.5% in the data's aftermath. Other data showed a further slowdown in Australian manufacturing activity.

US equities were mixed, ending off worst levels. Treasuries were stronger with some curve steepening. The dollar was higher overall, up sharply on the sterling cross but lagging against the yen and Aussie. Gold was marginally higher, breaking a streak of eight daily losses. Oil lost ground with Thursday's OPEC meeting coming into focus. WTI settled down 0.5%.

China was significantly stronger overnight on talk its shares could be included in MSCI's global indices as early as next month. Some early US strength was punctured by new *Guardian* Brexit polling data suggesting public opinion may be shifting toward the "leave" camp. Oil received early support on supply issues, but dropped in the afternoon after the UAE's oil minister said he was happy with the oil market, noting prices are correcting upward.

Today's economic releases were mixed. Consumer spending rose at its fastest pace since August 2009, though annual core PCE still remains below the Fed's 2% target. May consumer confidence was lower. May's regional manufacturing surveys continued to come in weaker, with both the Chicago PMI and the Dallas Fed survey reporting declines.

Energy was the worst sector on oil's reversal. Chemicals were weaker in materials. Tobacco stocks weighed on consumer staples. Banks underperformed. Retailers were mixed. Road and rail companies helped industrials. Hardware buoyed tech. Biotech was better. Utilities and telecom led the market.

Stocks Factor to watch today :

WOLSELEY : Q3 revenue was 10.8% ahead of last year 5.9% at CER, Trading profit before restructuring cost expected in line with consensus

DELAHIZE : acquisition of treasury shares

BIOMERIEUX : to buy HYGLOS of Germany.

SOPRA STERIA : buys 8.62% take in AXWAY

AUTOMOTIVE : New car registrations up 22.3% on the first fifth months.

Rating & TP Changes



REMY COINTREAU : initiated with OUTPERFORM, TP 84€ @*Credit Suisse*



LUXOTTICA : TP cut to 55€ @*EXANE*

FERRAGAMO : TP cut to 25€ @*EXANE*

SWATCH : TP cut to 315CHF @*EXANE*

RICHEMONT : TP cut to 69CHF @*EXANE*

SAP : cut to HOLD @*EVERCORE ISI*

Technical Analysis

HIGHEST YTD : ACTELION, ATOS, CNP, COVESTRO, L'OREAL, SABMILLER, TEMENOS, UBISOFT

LOWEST YTD : BURBERRY, TELEFONICA

Upward Signals

RWE, VOLKSWAGEN : 50d MAV crossing upward 200d MAV

Downward Signals

Luxury Goods

Q1 2016 has been a tough quarter with almost no organic sales growth, partly due to lack of tourists (mainly Chinese) in Europe. In this challenging environment, LVMH (BUY-FV: EUR174), Hermès (BUY- FV: EUR355) and Moncler (BUY- FV: EUR17) are our preferred stocks.

Pernod Ricard

RATING : NEUTRAL

Fair Value EUR107 (+9%)

Yesterday, Pernod Ricard held a conference call about Asia which represents one third of its total sales. It was a great opportunity to fully understand the operations in the strongly growing Indian market and the group' strategy in China. But it has not removed the uncertainty about the recovery in this country in 2016/17. Management said that it is difficult to know if there will be a return to growth. We maintain our Neutral recommendation.
