

BG SALES-TRADING MORNING DU 13/06/2016

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	17865,3	-0,7%	-0,2%	Telecom Op.	0,8	14,6	Food & BeV	-1,6	-3,6	
NASDAQ	4894,5	-1,3%	-0,2%	Food staples, Retail	0,7	2	Oil & Gas	-1,8	4,5	
S&P 500	2096,1	-0,9%	-0,2%	Household Products	0	5,4	Chemicals	-1,9	-9,7	
NIKKEI	16054,6	-3,3%	-	Food Bev & Tobacco	-0,1	9	Auto & Part	-2	-17,8	
				SECTEURS S&P : WORST PERFS.			SECTEURS STOXX : WORST PERFS			
				S&P	Var %	YTD	STOXX	Var %	YTD	
				Oil & Gas	-2	11,8	Banks	-3,7	-23,5	
				Banks	-1,7	-9,3	Insurance	-3,3	-17,8	
				Auto	-1,3	-8,6	Financial Serv.	-2,9	-12,5	
				Div. Financials	-1,2	-1,7	Retail	-2,8	-10,8	

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%
ENGIE	14,1	-1,4	ENGIE	14,1	-1,4	DASSAULT AVIATION	985	1,5
AIR LIQUIDE SA	93,2	-1	ENEL SPA	4	-3,4	MAPFRE SA	2	-5,5
AXA SA	20,3	-4,2	AIR LIQUIDE SA	93,2	-1	HAYS PLC	126,6	-6,2
VIVENDI	15,9	-1,9	DEUTSCHE TELEKOM	14,7	-1,5	JM AB	215	-5,5
CREDIT AGRICOLE	8,2	-3	AXA SA	20,3	-4,2	G4S PLC	187,4	1,2

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	100,3	0%	0,7%	€/§	1,1255	0%	3,6%	BRENT	48,5	-0,9%	35,6%
U.S 10 ANS	100	0,1%	1,6%	€/¥	119,11	1,1%	9,7%	ONCE OR (\$)	1282,4	0,8%	20,7%
VIX Index	17		16,3%				VSTOXX Index	30,2		17%	

Economic Calendar

CNY - Retail Sales May (10.0%A vs. 10.1%E)
 CNY - Industrial Prod. May (5.9%A as E)
 US - 4 Week Bill announcement

Dividends Calendar ex-date next day

NETGEM 0.15€ (6.8%)

Ex Div today

SECHE ENV 0.95€ (2.95%)

Markets Recap (source Street account)

Asian markets are trading sharply weaker on Monday on the back of follow-through risk aversion. Reports widely cited growing Brexit fears, along with upcoming risk events such as the FOMC and BoJ meetings. Japan equities notably underperforming amid yen strength, while the British pound hit an eight-week low against the dollar. China markets reopened lower after the long weekend, though regained some ground. China industrial production and retail sales were in line with expectations, though fixed investment disappointed.

US equities finished lower on Friday. Treasuries were stronger across the curve. The dollar was mostly higher, though weaker on the yen cross. Gold gained 0.3%. Oil was weaker, with WTI crude settling down 3%.

Global risk-off sentiment the main theme today as government bond yields continue to fall. German and Japanese yields hit record lows, while the 10-yr Treasury continued its move below the 1.7% level. More focus on the bond scarcity dynamic, scaled back Fed rate hike odds and low growth/inflation environment. Latest Brexit poll showing sharp move to the exit camp another headwind.

Economic calendar largely quiet. U of Michigan consumer sentiment in line with estimates. However, some focus on respondents outlook for inflation hitting record lows.

HRB and MFRM the notable post-earnings movers. FTC reportedly closer to approving RAD acquisition

of WBA. Bayer reportedly making new takeover approach to MON at same price. Brazil accused VALE and BHP of negligence in Samarco disaster. TSLA reportedly dealing with suspension issues.

Eight of the ten major sectors closed lower. Energy the worst performer, losing more than 2%. Financials and consumer discretionary also trailed the tape. Telecom the best performer, while consumer staples also posted a gain

Stocks Factor to watch today :

SANOFI ; Two pivotal phase III clinical trials of its Lixilan Diabetes drug had met their targets.

ACCORHOTELS : HNA group said on Sunday it had not discussed buying shares in AccorHotels and had no plans to hold such talks

LUXURY GOODS : TAG HEUER pushing brand in China, CEO said.

DASSAULT SYSTEMES : re-affirms its 2019 non-IFRS EPS objective of about €3.5 per share.

TESCO : Agrees to sales of KIPA and GIRAFFE

ZEALAND PHARMA : partners with BETA BIONICS.

WIRECARD : enables AIRPAY payments at MUNICH Airport

Rating & TP Changes



MORPHOSYS : Initiated with BUY rating, TP €62 @Bryan Garnier

DASSAULT SYSTEMES : TP cut to €63 vs. 62, SELL @ Bryan Garnier



SCOR : initiated with UNDEPERFORM, TP €28 @Credit Suisse

HANNOVER RE : initiated with UNDEPERFORM, TP €97 @Credit Suisse

MUNICH RE : initiated with NEUTRAL, TP €172 @Credit Suisse

SAP : UNDERPERFORM vs. HOLD TP cut to €63.5 vs. 73, @Jefferies

LUXOTTICA : TP cut to € 61 vs. 67, @Barclays

WOLSELEY : TP cut to 4330p vs. 4530 @Jefferies

TALKTALK :initiated with NEUTRAL, €32 TP @Credit Suisse

Technical Analysis

LOWEST YTD : BIC, BOUYGUES, BURBERRY, ILAID, LUFTHANSA, MUNICH RE, SCOR, NUMERICABLE, SUEZ, SWISS RE, VIVENDI,

⚠️Downward Signals⚠️

CENTRICA : 50D MAV crossing downward 200d MAV.

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

Genmab

RATING : BUY

Fair Value DKK1450 (+25%)

Details from the POLLUX study (which as a reminder evaluated daratumumab in combination with Celgene's Revlidmid (lenalidomide) and dexamethasone in relapsed/refractory patients with multiple myeloma) were presented yesterday at the EHA meeting; and let's say the data were simply outstanding. We will update our sales estimates accordingly... But the time being we reiterate our BUY rating with a FV of DKK1,450.

Morphosys

RATING : BUY Coverage initiated

Fair Value EUR62 (+39%)

We are initiating coverage of Morphosys with a Buy recommendation and a FV of EUR62, representing c.35% upside potential. The stock has significantly underperformed both its peers and the wider market, following disappointing late-stage data for MOR202 and bimagrumab plus Celgene's decision to end the partnership agreement for the latter. We believe that upcoming Phase III data for guselkumab, an anti-IL23p19 (partnered with JNJ) in development for the treatment of plaque psoriasis, could lead to a rerating of the shares.

On Friday last week Dassault Systèmes hosted a Capital Markets Day at its head office in Vélizy-Villacoublay (France). While 2019 targets remain unchanged, the company highlighted the success of its value-based approach and new opportunities offered by the 3DExperience platform to accelerate growth going forward. Our Sell rating remains unchanged, while we increase our DCF-derived fair value to EUR63 from EUR62 as we update our fx assumptions (stronger JPY).
