

BG SALES-TRADING MORNING DU 15/06/2016

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	17674,8	-0,3%	0,3%	Household Products	0,9	5,7	Food & BeV	-0,9	-6,1
NASDAQ	4843,6	-0,1%	0,1%	Cap Goods	0,6	5,2	Chemicals	-1,2	-11,6
S&P 500	2075,3	-0,2%	0,4%	Telecom Op.	0,5	14,8	Const. & Materials	-1,6	-6,2
NIKKEI	15925,4	0,4%	-	Utilities	0,5	16,4	Technology	-1,6	-12,6
				SECTEURS S&P : WORST PERFS.			SECTEURS STOXX : WORST PERFS		
				S&P	Var %	YTD	STOXX	Var %	YTD
				Banks	-2,2	-12,3	Basic Resources	-3,5	6,5
				Div. Financials	-1,7	-4,2	Oil & Gas	-2,9	0
				Transportation	-1,6	-1	Financial Serv.	-2,5	-16,9
				Auto	-0,8	-10	Media	-2,4	-14,7

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%
DANONE	60	-0,8	DANONE	60	-0,8	GAM HOLDING AG	9,4	-17,9
VIVENDI	15,1	-3,9	VIVENDI	15,1	-3,9	FIRSTGROUP PLC	109,3	6
ENGIE	13,6	-1,8	ENGIE	13,6	-1,8	MAPFRE SA	2	-2,2
AIR LIQUIDE SA	90,3	-1,9	AIR LIQUIDE SA	90,3	-1,9	REXAM PLC	628	-0,9
LVMH MOET HENNESSY LOUIS VUI	137,1	-2,4	LVMH MOET HENNESSY LOUIS VUI	137,1	-2,4	ASHTAD GROUP PLC	985,5	3

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

Taux U.S	Valeur	Var%	Yld	DEVICES	Valeur	Var%	YTD	MAT. PREMIERES	Valeur	Var%	YTD
U.S 2 ANS	100,3	0%	0,7%	€/ \$	1,1218	0%	3,2%	BRENT	47,4	-0,4%	32,5%
U.S 10 ANS	100,1	0%	1,6%	€/ ¥	119,24	-0,3%	9,5%	ONCE OR (\$)	1286,9	0,4%	21,2%

VIX Index	20,5	-2,2%	VSTOXX Index	38,3	11,6%
-----------	------	-------	--------------	------	-------

Economic Calendar

GB - Jobless Claims Change May. (0.0K E)
 US - Industrial Production May (-0.2% E)
 US- Capacity Utilisation May (75.2% E)
 US- DOE oil inventories
 US - FOMC rate Decision

Dividends Calendar ex-date next day

3I GROUPI	10.6p (1.9%)
MAN	3.07€ (3.2%)
HOPSCOTCH (HOP.PA)	0.25€ (2.9%)

Ex Div today

AST GROUP (ASTP.PA)	0.19€ 5.4%
NEURONES	0.06€ (0.31%)
BOURBON	1€ (8.29%)

Markets Recap (source Street account)

Asian markets are trading higher on Wednesday. Early risk-off sentiment, driven by the usual focus on Brexit and caution ahead of the FOMC meeting, has given way to solid gains on the major indices. There was an early focus on China after MSCI delayed A-share inclusion in its indexes. However negative spillover was brief with mainland indices now outperforming region. China's securities regulator accepted the decision, vowing it will press ahead with market reforms.

The Nikkei has reversed higher despite the yen largely maintaining its recent strength ahead of Thursday's BoJ meeting. Nikkei reported the BoJ may be delaying its bond-buying operations until after the Brexit vote in case an effort is needed to tamp down turbulence.

Elsewhere the ASX is being hamstrung by the materials/energy complex amid softer commodity prices. WTI has extended declines in post-settlement trade after API revealed an unexpected crude inventory build last week. The economic calendar hasn't been much of a directional driver. Australian

consumer confidence dropped this month while New Zealand's current account deficit narrowed in Q1.

US equities closed lower today, but off worst levels. Treasuries were slightly weaker across the curve, reversing earlier strength. The dollar was stronger, particularly on the sterling and euro crosses. Gold finished up 0.1%, rising for a fifth consecutive session. Oil declined, with WTI settling down 0.8% and Brent settling down 1.0%.

Trading was fairly uneventful as the market waited for tomorrow's FOMC decision, where no action is expected. Brexit concerns continued to rattle the market as the latest polls and endorsements suggest increasing support for the "Leave" camp. This was one of the factors supporting a continuation of the recent risk-off theme, which pushed the German 10y Bund yield into negative territory for the first time on record. A retail-sales beat went almost unnoticed amid other concerns.

Banks were a drag on financials. Industrial metals were weaker. Multiline retailers trailed in consumer discretionary. Energy stocks were little changed despite oil's drop. Multis were better in industrials. Select pharma names cushioned healthcare. Hardware was stronger within tech. Defensive sectors led the market.

Stocks Factor to watch today :

GALAPAGOS : GLPG2222 passed the safety hurdle in Phase 1 studies

H&M : May sales +9% vs. Reuters poll +10%

INDITEX : Revenues better than consensus

AIRBUS : TO sell entire stake in DASSAULT AVIATION

SOCIETE GENERALE : FITCH affirms SG at "A", outlook stable

RENAULT : another record year for car industry CEO said (CNBC)

ORANGE : CEO said is open to merger moves in Europe to become one of the two biggest regional companies in the sector.

ZODIAC : reaffirmed financial targets to 2015/16 as it posted a 5.9% rise in 9 months revenues,

Rating & TP Changes



DANONE : TP raised to 71€ vs. 70, BUY @ Bryan Garnier

PERNOD RICARD : includes in CONVICTION LIST @Goldman Sachs

GEMALTO : NEUTRAL vs. SELL @Goldman Sachs

LUXOTTICA : Started with OUTPERFORM, TP 52€ @ Credit Suisse



LUXOTTICA : TP cut to 58€ vs. 61, BUY @Bryan Garnier

LDR : Cut to MARKET PERFORM, TP raised to \$37 vs. 33 @ Cowen

DANONE : TP cut to 67€, OVERWEIGHT @Barclays

Technical Analysis

HIGHEST YTD : No HIGH

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

Ubisoft

RATING : BUY

Fair Value EUR34 (+9%)

Ubisoft's management held an investor meeting yesterday, in Los Angeles. It was all on fundamentals and the group's capacity to deliver strong topline growth, profit margin improvement and therefore value creation for shareholders. We believe UBI's lineup showed at E3 fully validates its FY guidance, and the group is well on track to benefit from the current cycle and to reach its 3-year horizon financial targets. The clear leverage is in digital and stems especially from extra contents. The share price is currently not far from our FV (based on FY16/17 fundamentals) but we believe in the speculation surrounding the stock. As a result, we advise investors to play the good momentum.

Danone

RATING : BUY

Fair Value EUR71 vs. EUR70 (+18%)

The company has indicated that the EBIT margin should grow 50-60bps in organic this year, while the organic sales growth should be in the low end of the group's guidance (3-5%). Emerging countries, especially China, are weaker than expected and, consequently, the group has decided to allocate less resources to these markets. We now expect EBIT margin to increase 52bps vs our previous forecast of +30bps. We have also adjusted downwards our organic sales growth forecast, from +4% to +3.2%. Our Fair Value is upgraded from EUR70 to EUR71.

Luxottica	RATING : BUY	Fair Value EUR58 vs. EUR61 (+32%)
-----------	--------------	--------------------------------------

It seems that Luxottica started off the sun peak season softly only due to a rainy May across Europe and in some parts of the U.S. As a consequence, we anticipate a slower FX-n sales growth in Q2 (+4%e vs. +5%e) and for 2016 (+4.5%e vs. +5%e), slightly shy of the group's "rule-of-thumb" (+5-6%). We believe the market has already anticipated these soft trends, which do not call into question our investment case over the MT/LT. FV adjusted to EUR58 vs. EUR61 but Buy recommendation confirmed.
