

BG SALES-TRADING MORNING DU 17/06/2016

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	17733,1	0,5%	1,1%	MEDIAS	0,8	5,4	Food & BeV	-0,2	-5,6
NASDAQ	4844,9	0,2%	0,7%	Food Bev & Tobacco	0,8	8,5	Personal & Household	-0,2	-3,8
S&P 500	2078	0,3%	1%	Telecom Op.	0,8	15,5	Utilities	-0,3	-7,9
NIKKEI	15627,2	1,3%	-	Utilities	0,7	16,3	Media	-0,4	-13,7
				SECTEURS S&P : WORST PERFS.			SECTEURS STOXX : WORST PERFS		
				S&P	Var %	YTD	STOXX	Var %	YTD
				Consumer Durables	-0,8	-1,3	Travel & Leisure	-1,7	-15,8
				Transportation	-0,4	-1,4	Const. & Materials	-1,4	-6,6
				Oil & Gaz	-0,2	10,8	Banks	-1,3	-27,5
				Banks	0	-12,2	Industrial Goods & Serv.	-1,3	-5,9

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%
SAFRAN SA	56,9	-1	ENI SPA	13,2	-1	AENA SA	115	-0,8
ENGIE	13,8	0,1	SAFRAN SA	56,9	-1	ATKINS (WS) PLC	1267	5,3
AXA SA	19,4	0,9	NOKIA OYJ	5,1	0,5	REXAM PLC	630	-0,2
AIRBUS GROUP SE	50,5	-2,3	ENGIE	13,8	0,1	SHAFTESBURY PLC	910,5	-0,2
AIR LIQUIDE SA	91,1	-0,3	INTESA SANPAOLO	2	-0,9	INDIVIOR PLC	215,7	-5,1

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	Devises	Valeur	Var%	YTD	Mat. Prem	Valeur	Var%	YTD
U.S 2 ANS	100,3	0%	0,7%	€/\$	1,1253	0,2%	3,6%	BRENT	46,3	1,9%	29,5%
U.S 10 ANS	100,2	-0,2%	1,6%	€/¥	117,39	-0,3%	11,3%	ONCE OR (\$)	1283,9	0,4%	21%

VIX Index	19,4	-3,8%	VSTOXX Index	39,9	5,9%
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Economic Calendar

US - Housing Starts MAY (-1.9% E)
 US - Building permits May (0.5% E)
 US - Baker Hughes Rig Count

Dividends Calendar ex-date next day

STM (STM.MI)	\$0.05 (1.01%)
ENEL	0.08€ (2.01%)
EXOR	0.35€ (1.12%)
POSTE ITALIANE	0.34 (4.96%)
VIEL & Cie	0.15€ (4.37%)

Ex Div today

WIRECARD	0.14€ (0.35%)
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Markets Recap (source Street account)

Asian markets are trading higher Friday following overnight strength in US equities with news flow remaining light. Japan leading gains to recoup some of yesterday's selloff, followed by Greater China. USD stronger while yen moved further off yesterday's lows. Gold futures trading near overnight lows, while crude oil rebounding modestly. Brexit remains the main global focus, though speculation took a pause after the murder of UK lawmaker Jo Cox prompted a suspension of campaigning.

US equities were mostly higher today, finishing well off early session lows. Treasuries were mixed, following on morning strength that had the 10Y yield touching multiyear lows. The dollar came under meaningful pressure on the yen cross following the BoJ's decision to keep policy unchanged, but it was better against the euro. Gold gained 0.8%, down from early highs. Oil ended lower for the sixth consecutive session, with WTI settling down 3.8% and Brent settling down 3.6%.

There was no clear catalyst for the mid-day reversal. Early weakness was chalked up to a risk-off theme, as evidenced by outsized yen strength. Brexit concerns continued to dominate the discussion, with the conversation shifting radically after the murder of MP and "Remain" supporter Jo Cox. US data

were mixed, with headline CPI coming in below consensus but jobless claims remaining near cycle lows.

EVHC and AMMSG agreed to merge to create a company with a \$15B EV. CAVM announced the acquisition of QLGC for just under \$1.4B in cash and stock. Sumner Redstone's National Amusements reportedly ousted VIAB's CEO and four other directors. JBL guidance was light, but the stock ended higher. KR's reported better-than-feared results, but closed lower.

Defensive sectors led the market. Industrial metals were mixed while precious metals finished weaker. Managed care was a standout in healthcare. Financials beat the tape but banks lagged. Internet and social media names trailed in tech, but software provided some cushion. Airlines were weaker. Energy trailed the market.

CAC40 FUTURE : 08:01 UP 1.1%

Stocks Factor to watch today :

EDF : ECB's President said outcry over Russia's plan to double its gas pipeline to Germany. The project would alter the EU's gas market landscape. (REUTERS)

TECHNIP : signed a definitive merger deal with its U.S. partner FMC

EUTELSAT : issued a 500m€ bond Baa3 rating by Moody's

SANOFI : buys \$23.6m of REGENERON on 14/6

Rating & TP Changes



HUGO BOSS : initiated with BUY, TP €65 @Berenberg



LVMH : TP cut to €171 vs. 174 @Bryan Garnier

ALLIANZ : TP cut to €157 vs. 163 @Berenberg

TECHNIP : UNDERWEIGHT vs. EQUAL WEIGHT, TP cut to 50€ vs.58 @ Barclays

Technical Analysis

HIGHEST YTD : FRESNILO, RANDGOLD RES (RRS.L),

LOWEST YTD : AEGON, CARREFOUR, BOUYGUES, MUNICH RE, SCOR, SUEZ,

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

LVMH	RATING : BUY	Fair Value EUR171 vs. EUR174
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LVMH will release its H1 2016 results end of July and we expect sales to be up 3% organically with a 20bp EBIT margin erosion (17.5%). We have also slightly adjusted our FY 2016 prospects. We have marginally reduced our top line estimates and we cut our FY 16 EBIT by 2%. Nevertheless, we maintain our Buy recommendation with a new EUR171 FV versus EUR174 previously. Negative

adidas Group	RATING : BUY	Fair Value EUR124
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As the Copa America and the EURO 2016 Championship unfold, adidas announced yesterday that its football category should achieve record sales of EUR2.5bn in 2016, representing a ~15% increase over 2014. Thanks to solid momentum this category reinforces its global leadership vs. Nike and remains a key growth driver for the German brand in 2016. => **Positive**

Altran Technologies	RATING : NEUTRAL	Fair Value EUR13
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Yesterday evening Altran announced the acquisition of Synapse, an innovative product development company based in the US, for an undisclosed sum. This deal, which is expected to be close in Q3 16, is poised to increase Altran's Innovative Product Development business inherited from Cambridge Consultants by c. 50% on a pro forma basis for 2016. If we consider such a business is likely to generate a low double-digit margin, we deem Synapse will be accretive to adj. EPS by 1% for 2016 and 2% for 2017 and beyond.

Software and IT Services

Yesterday evening Oracle reported Q4 FY16 sales (FYE 31st May) in line with expectations both on cloud SaaS/PaaS sales growth and non-GAAP EPS. FY17 outlook continues to reflect Oracle's accelerated positive momentum in the cloud, helped by an aggressive strategy. We view these numbers as a positive read-across for European software vendors
