

BG SALES-TRADING MORNING DU 01/07/2016

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	17930	1,3%	0,6%	Food Bev & Tobacco	3,1	12	Utilities	2,5	-2,6
NASDAQ	4842,7	1,3%	0,4%	Insurance	2,4	0,8	Basic Resources	2,1	18,2
S&P 500	2098,9	1,4%	0,7%	Cap Goods	2,2	6,5	Food & BeV	1,7	-0,5
NIKKEI	15653,7	0,5%	-	Utilities	2,2	21,2	Personal & Household	1,5	1,5
				SECTEURS S&P : WORST PERFS.			SECTEURS STOXX : WORST PERFS		
				S&P	Var %	YTD	STOXX	Var %	YTD
				Spec. Retail	0,4	0,1	Travel & Leisure	-0,3	-19,3
				Consumer Serv.	0,4	-3	Auto & Part	0	-25
				IT, SOFTW & Serv.	0,7	-1	Banks	0,2	-31,3
				Food staples, Retail	0,7	2,9	Media	0,3	-12,4

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%
ENGIE	14,5	3,4	ENGIE	14,5	3,4	REXAM PLC	645	
UNIBAIL-RODAMCO	233,6	0,5	DEUTSCHE BANK AG-	12,3	-2,6	BRITVIC PLC	585	0,2
DANONE	63,4	3,3	UNIBAIL-RODAMCO	233,6	0,5	TATE & LYLE PLC	668,5	-0,3
ESSILOR	118,8	-0,1	DANONE	63,4	3,3	3I GROUP PLC	547,5	8,5
VIVENDI	16,9	2,4	UNILEVER NV-CVA	41,9	2,2	RED ELECTRICA	80,2	2,4

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	100,1	0%	0,6%	€/€	1,1079	-0,2%	2%	BRENT	48,7	0,5%	36,1%
U.S 10 ANS	101,8	0,4%	1,4%	€/¥	113,85	0,7%	14,7%	ONCE OR (\$)	1333,8	0,9%	25,7%
VIX Index	15,6		-6,1%		VSTOXX Index	26,1					-8,7%

Economic Calendar

JP - CPI May (-0.4% A 0.5% E y/y)
 CNY - Manuf PMI (50A as Exp.)
 US - ISM Manuf. Jun (51.3E)
 US- ISM Construction spending May (0.7%E)
 US - US - Baker Hughes Rig Count

Dividends Calendar ex-date next day

UNIBAIL 4.85€ (2.08%)
 GECINA 2.5€ (2.04%)

Ex Div today

PROSIEBEN SAT 1.8€ (4.1%)
 REXEL 0.4€ (3.15%)

Markets Recap (source Street account)

Asian markets are trading higher on Friday with the risk-on rally extending into another session. Repeating this week's theme, trading activity on Asian indexes is very subdued (with volumes also impacted by the closure of the Hang Seng). Post-Brexit headlines of increased central bank support have been the go-to-excuse for recent market strength. However with 10Y JGB yields also hitting a new record low today, there remains a good deal of skepticism over the bounce given persistent Brexit-related uncertainty.

The Nikkei is holding its gains as a busy day of data fails to provide much direction. The BoJ Tankan showed Japanese business confidence was stable amid a sharp yen appreciation. Data also showed anemic household spending, while continued deflation in May has fueled more BoJ easing speculation.

Mainland markets are flat where spillover from the latest China PMIs has been limited. While the official manufacturing PMI was in-line, Caixin's gauge added to signs of a deceleration in China's 'old economy' indicators. At the same time, evidence of China's economic rebalancing was supported by a stronger services PMI. The yuan remains a focal point following a slightly weaker fix. While Reuters said

Thursday the PBoC could allow it to depreciate 4.5% this year, the article hasn't generated too much concern given officials' focus on gradualism.

US equities closed higher today, extending their recent recovery. Treasuries were stronger across the curve. The dollar was better overall, stronger on the euro cross and seeing big gains vs sterling. Gold closed down 0.5%. Oil gave back some of its recent gains, with WTI settling down 3.1%.

Skepticism continues to surround the market's recent bounce, given that Brexit-related uncertainties are unlikely to go away. The narrative shifted today toward the race for Tory leadership, with the big development the news that Boris Johnson will not stand for PM. Potential policy support from the BoE and ECB garnered a good deal of attention. US economic data were better, and the PBoC said it is willing to let the yuan weaken ~4.5% this year.

There was a fair bit of corporate news today. On the M&A front, HSY rejected a bid from MDLZ. LGF will acquire STRZA for \$4.4B in cash and stock. IOC received an unsolicited bid. There was more talk of regulatory push-back against the CI/ANTM combination. CRCM rose sharply on word of a Google Capital investment. Elsewhere, PIR cut guidance, DRI comps disappointed, and CAG revenues missed.

Consumer staples led the market. E&Cs were better in industrials. Banks were higher, with CCAR analyst takeaways largely positive. Industrial metals helped materials. Tech lagged the tape, with internet and social-media names underperforming. Specialty pharma weighed on healthcare. Slumping crude was a drag on energy. Retailers were weaker.

Stocks Factor to watch today :

FUTURE 8-00 : CAC40 +0.6%, FTSE +1%, ES50+0.7%, DAX +0.6%

ASTRAZENECA : As Consideration for termination of European Rights ASTRAZENECA to pay to co an upfront payment and Certain sales-based milestone payments.

Rating & TP Changes



VINCI : added to Q3 Top Pick List @ *Bryan Garnier*

IMERYS : added to Q3 Top Pick List @ *Bryan Garnier*

KERING : OVERWEIGHT vs. NEUTRAL, TP raised to €16 @ *JPM*

RWE : TP raised to €14 vs. 12.3 @ *Bernstein*

GLAXOSMITHKLINE: TP raised to 1800p vs. 1550, BUY @ *Citi*



BUREAU VERITAS : TP cut to €21 vs. 22, NEUTRAL @ *BRYAN GARNIER*

S. FERRAGAMO : TP cut to 21€ vs. 23.5 @ *JPM*

GEOX : TP cut to 2.9€ (-6.%) @ *Exane*

COMPASS : TP cut to 1470p vs. 1435 @ *Barclays*

LUXOTTICA : TP cut to 44.5€ @ *Citi*

AEGON : TP cut to 3.7€ vs. 5 @ *Morgan Stanley*

TOD's : TP cut to 52€ vs. 64 @ *JPM*

SWATCH : TP cut to 294CHF vs. 350 @ *JPM*

RICHEMONT : TP cut to 61CHF vs. 68 @ *JPM*

MONCLER : TP cut to 18€ vs. 20.5 @ *JPM*

LVMH : TP cut to 165€ vs. 170 @ *JPM*

Technical Analysis

HIGHEST YTD : ADIDAS? AB INBEV, COMPASS, CAMPARI, DIAGEO, GLAXOSMITHKLINE, L'OREAL, PENNON, RWE, SABMILLER, SAGE, SGS, SODEXO, UNILEVER, UNILEVER PLC

LOWEST YTD : LUXOTTICA

