

BG SALES-TRADING MORNING DU 29/08/2016

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	18395,4	-0,3%	-0,1%	Banks	0,6	-5	Basic Resources	2,4	31	
NASDAQ	5218,9	0,1%	0,3%	Semi Conducteurs	0,5	16,6	Oil & Gas	1,4	8,9	
S&P 500	2169	-0,2%	-0,2%	PHARMA.	0,4	-1,5	Auto & Part	1,1	-14,5	
NIKKEI	16730,6	2,3%	-	Health Equip.	0,2	6,6	Technology	0,8	1	
				SECTEURS S&P : WORST PERFS.			SECTEURS STOXX : WORST PERFS			
				S&P	Var %	YTD	STOXX	Var %	YTD	
				Utilities	-2,1	12,9	Retail	-0,3	-8,8	
				Telecom Op.	-1,1	14,5	Real Estate	-0,2	-1,9	
				Real Estate	-1	6,6	Media	-0,1	-8,8	
				Materials	-0,6	11,5	Healthcare	0	-8,2	

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%
VIVENDI	17,3	-1,7	VIVENDI	17,3	-1,7	SYDBANK A/S	206,9	2,9
CAPGEMINI	87,9	2,7	GENERALI	11,2	-1,1	FINGERPRINT CARDS	110,8	-2,5
LAFARGEHOLCIM	47,3	1,3	VOLKSWAGEN AG-	124,2	3,2	GEMALTO	62	6,5
SANOFI	69,4	1,1	SANOFI	69,4	1,1	VIVENDI	17,3	-1,7
SAFRAN SA	62,3	0,6	SAFRAN SA	62,3	0,6	CARILLION PLC	270,4	-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	99,8	0%	0,8%	€/§	1,1204	0,1%	3,1%	BRENT	48,7	-0,8%	36,3%
U.S 10 ANS	99	0,2%	1,6%	€/¥	114,66	-0,6%	13,9%	ONCE OR (§)	1318,8	-0,6%	24,2%
VIX Index	13,6		0,1%					VSTOXX Index	19,5		-4,5%

Economic Calendar

UK - Summer Bank Holiday
 US - Personal Income Jul. (0.4% E)
 US - Real Personal Spending
 US - Personal Cons. Exp. Core Jul. (1.5% E y/y)

Dividends Calendar ex-date next day

Ex Div today

STADA	€0.7 (1.42%)
WOLTERS KLUWER	€0.19 (0.5%)
MOLSON COORS	\$0.41

Markets Recap (source Street account)

Asian markets are mixed in Monday trade, with the fallout from Jackson Hole continuing to reverberate. Fed Chair Yellen's speech was interpreted as hawkish while Vice Chair Fischer said her comments were consistent with a potential September hike and another before the end of the year. The ensuing rally in the dollar-yen cross has coincided with Nikkei's outperformance. The policy divergence theme was given added attention after BoJ Governor Kuroda reiterated scope to boost easing in his speech at Jackson Hole.

Another dynamic has revolved around Chinese debt with press discussion highlighting how burdened banks are being tasked with supporting bailouts of struggling commodity producers. This as reports note China's major lenders are to take the lead in the government's debt-for-equity swap program, expected to launch next month. Unsurprisingly, the dollar's rally has led to the PBoC fixing the yuan's midpoint sharply lower. This was accompanied by another combination of 7- and 14-day liquidity injections

US equities were mostly lower in Friday trading. Treasuries were weaker across the curve. The dollar was stronger, particularly on the yen cross. Gold was little changed. Oil was mixed on a day with few crude headlines. WTI settled up 0.7% and Brent settled up 0.5%.

Fed Chair Yellen's speech in Jackson Hole was the centerpiece of the day. While she noted that the case for a rate hike has strengthened in recent months, she stressed that the outlook was uncertain and policy is not on a preset course. Equities lost ground, however, on subsequent comments by Vice Chair Fischer saying Yellen's statements were consistent with a September hike.

There were few other notable drivers today. Q2 GDP was revised down and August consumer sentiment ticked lower. On the corporate front, GME missed on revenue. ULTA beat, but high expectations and its elevated valuation remained an overhang. BIG earnings beat, but competitive pressures were a concern. RAX is to be acquired by APO for \$32/share. Carl Icahn is reportedly selling his stake in HLF.

Pharma was better in healthcare. Software outperformed. Banks led in financials. Airlines weighed on industrials. Retail and apparel names were a drag on consumer discretionary. Industrial metals were weaker. Telecom and utilities trailed the market.

Stocks Factor to watch today :

FUTURES 0800 : CAC40 -0.5%, DAX -0.7, ES50 -0.7%

NOKIA : received 30% of China Mobile's 100G optical network project.

OIL & GAS : Norway to launch its 24th offshore oil & gas licensing round on Monday

EDF : The head of UK division urged to approve the Hinkley point C Nuclear power project (Sunday Telegraph)

ERYTECH : completes patient enrolment phase 2b trial for eryaspase.

Rating & TP Changes



GEMALTO : TP raised to €75 vs. 74, BUY @HSBC



ACCOR : TP cut to €42 vs. 45, BUY @BryanGarnier

PRADA : TP cut to HKD31 vs. 35, NEUTRAL @Bryan Garnier

Technical Analysis

HIGHEST YTD : COVESTRO, CRH, DASSAULT SYSTEMS, HEIDELBERGCEMENT, LAFARGEHOLCIM, REXEL, SCHNEIDER, SIEMENS,

LOWEST YTD : GALENICA, AIR FRANCE

Upward Signals

PHILIPS (PHG.AS) : 50D crossing 100D, 200D moving average.

SBM OFFSHORE (SBMO.AS), TRELLEBORG (TRELb.ST) : 50D Crossing 200D MAV

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

AccorHotels

RATING : BUY

Fair Value EUR42 vs. EUR45

RevPAR in July in France were again highly impacted by current turbulent environment. So, mainly due to that situation, FY 2016 RevPAR for AccorHotels should be closer our "Stress" scenario rather than our "Base" case. Nevertheless, despite AccorHotels exposure to France and to a lesser extent in Brazil, EBIT from operation excluding digital opex, was up in H1 by over 5% which should be also the case in H2. More, we are convinced that the group transformation and strategic development will bear fruits even if some acquisitions currently weigh on result. Finally, waiting a new GAV of HotelInvest, we continue to estimate that fully owned and leased contract are undervalued. Buy recommendation confirmed with a FV adjusted to EUR42.

Prada

RATING : NEUTRAL

Fair Value HKD31 vs. HKD35

Last Friday Prada reported H1 16 results. Revenues were significantly below expectations (EUR1.55bn vs. CS of EUR1.65bn), down 13% FX-n due to very poor retail trends (SSSG and FX-n: -16%) but margins topped the CS forecasts' thanks industrial efficiencies and cost-cutting measures. Although the management has witnessed some signs of improvement in Greater China over July and August, the visibility on the tipping point remains quite low. We revise down our FY estimate by 6% to reflect the H1 sales performance, hence our new FV of HKD31 vs. HKD35. Neutral recommendation reiterated.
