

BG SALES-TRADING MORNING DU 15/09/2016

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	18034,8	-0,2%	-0,5%	Tech Hardware	2,2	10	Basic Resources	1,1	22,8
NASDAQ	5173,8	0,4%	-0,4%	Semi Conducteurs	0,7	14,9	Healthcare	0,7	-8,7
S&P 500	2125,8	-0,1%	-0,4%	Utilities	0,5	12	Const. & Materials	0,4	2,8
NIKKEI	16397,6	-1,3%	-	Real Estate	0,3	2,9	Chemicals	0,2	-3,5
				SECTEURS S&P : WORST PERFS.			SECTEURS STOXX : WORST PERFS		
				S&P	Var %	YTD	STOXX	Var %	YTD
				Oil & Gaz	-1,1	10,5	Personal & Household	-0,9	-0,3
				Auto	-0,9	-8,9	Telecom	-0,7	-16,7
				Food staples, Retail	-0,7	-2,3	Oil & Gas	-0,7	4,5
				Banks	-0,6	-6,1	Banks	-0,4	-22,4

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%
AIR LIQUIDE SA	97,9	1,3	BAYER AG-REG	93,6	0,3	HERMES	353	-8,8
LVMH	147,4	-2,3	AIR LIQUIDE SA	97,9	1,3	ATLAS COPCO AB-A	247,5	0,6
CARREFOUR SA	22,2	-0,2	DEUTSCHE POST AG-	27,3	-1,2	ARM HOLDINGS PLC	1700	-
SANOFI	69,8	0,8	LVMH	147,4	-2,3	OCADO GROUP PLC	257	-7,6
SAFRAN SA	63,8	-0,1	CARREFOUR SA	22,2	-0,2	BAYER AG-REG	93,6	0,3

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				DEVISES				MAT. PREMIERES			
Taux U.S	Valeur	Var%	Yld	Devises	Valeur	Var%	YTD	Mat. Prem	Valeur	Var%	YTD
U.S 2 ANS	100	0%	0,8%	€/ \$	1,1245	0%	3,5%	BRENT	44,8	0,1%	25,4%
U.S 10 ANS	98,1	-0,1%	1,7%	€/ ¥	115,01	0,2%	13,6%	ONCE OR (\$)	1321,6	-0,1%	24,5%
VIX Index	18,1		1,6%				VSTOXX Index	22,2		-2,5%	

Economic Calendar

GB - Jobless claims change (1.8K E)
 EUZ - Industrial Prod. Jul. (-0.8%E)
 FR - CPI Aug. (+0.2% E y/y)
 US - DOE Crude Oil inventories

Dividends Calendar ex-date next day

Ex Div today

WORLDPAY 0.65p (0.22%)
 INMARSAT \$0.2059

Markets Recap (source Street account)

Asian equities lower in Thursday trading following lackluster US session. Japan under pressure from yen rebound. ASX200 tracking weaker as gains in banks and materials outweighed by broader sector losses. Hang Seng higher though lacking direction with mainland markets closed for holidays. Dollar softer while sterling stronger. Crude oil futures stabilizing after sharp drop while gold holding steady.

Attention skewed toward FX and bond market volatility given state of flux in monetary policy expectations. Plethora of BoJ speculation overnight suggests negative rates to be centerpiece of policy going forward, though unclear if they will be reduced at next meeting. More talk about bond buying flexibility to steepen curve. JGBs trading mixed though no major moves with short end lower and long end mostly firmer.

US equities finished mostly lower on Wednesday, though downside limited. Treasuries were stronger with the curve steepening as the front end outperformed. The dollar was broadly lower. Gold gained 0.2%, snapping a five-session losing streak. Oil sold off, with WTI crude settling down 2.9%.

Relatively quiet session following last few sessions of volatility. Some reprieve in rates after recent backup. Oil selloff a headwind. Uncertainty surrounding Fed's upcoming meeting largely lifted as its expected to remain on hold. However, more speculation over what the BoJ will do next week. Also more

talk about complacency surrounding the presidential election as polls tighten. Economic calendar largely quiet with import/export prices the only notable piece of data.

Corporate activity centered around more M&A activity. MON to be acquired by Bayer in \$66B deal. VTAE acquired by AGN in \$639M deal. Also some updates. F, NUE and CBRL all guided below consensus. RT with a negative preannouncement. HOME beat on earnings.

Seven of the ten major sectors closed lower today. Energy the big decliner, losing more than 1%. Financials and consumer staples also trailed the tape. Tech the best performer, followed by utilities and consumer discretionary.

Stocks Factor to watch today :

SAFILO : signs licence agreement for Moschino and love Moschino eyewear collections

MONSANTO : Moody's places rating under review for downgrade

MOSANTO : FITCH places ratings on negative watch

ABLYNX : receives transparency notification from OPPENHEIMER FUNDS

GAMESA : BUYS 50% of offshore wind turbine ADWEN from AREVA for €60m

ST GOBAIN : launched a 1bn € bond

TECHNIP : BPIFRANCE raised its stake to above 10% of voting rights (AMF)

ZODIAC : posted higher than expected full-year revenue but reiterated recently lowered profit guidance as it pursues a recovery from chronic output delays.

Rating & TP Changes



REMY COINTREAU : FV raised to € 84 vs. 80, Buy @Bryan Garnier

ATOS : TP raised to €105 vs. 95@HSBC

INTERCONTINENTAL : TP raised to 3000p vs. 2850 @Berenberg

MELIA : TP raised to €12 vs. 11 @Berenberg

WOLSELEY : TP raised to 5000p vs. 4400p @Barclays



BAYER : FV cut to €98 vs. 110, NEUTRAL @Bryan Garnier

ACCORHOTELS : TP cut to €38 vs. 39 @Berenberg

HERMES : TP cut to €315 vs. 320, MARKET PERFORM @Bernstein

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

Hermès Intl.

RATING : BUY

Fair Value EUR370

H1 results were quite reassuring with a 140bp EBIT margin gain to 33.9%. Nevertheless, management still anticipates a "slight" FY EBIT margin improvement. We are slightly more optimistic and we expect a 80bp profitability improvement to 32.6%, implying +30bp in H2 as FX positive impact will be less positive than in H1. We leave unchanged our estimates, our EUR370 FV and our buy recommendation. Yesterday share price decline (-9%) is, in our view, a good buying opportunity for medium term.

Tod's Group

RATING : SELL

Fair Value EUR53

Again, Tod's results are lower than market expectations. In H1, EBITDA reached EUR86.3m while consensus was anticipating EUR87.6m. Profitability declined 270bp to 17.3. Furthermore, sales momentum did not likely improve during summer as same stores sales declined in line with almost same trend than in H1. Nevertheless, management estimates that FY consensus is still feasible even "challenging". Negative

Rémy Cointreau

RATING : BUY

Fair Value EUR84 vs. EUR80

The stock had a very strong performance over the past six months (+17% vs DJ Stoxx) but should continue to benefit from the positive momentum. The United States shows no signs of a slowdown and China keeps recovering. Besides, the premiumisation strategy is a success, with the weight of exceptional spirits increasing 400bps in 2015/16 to 49%. We maintain our Buy recommendation and raise our Fair Value to EUR84.

Automotive

ACEA posted this morning solid growth figures for the EU PC market, with registrations being up 10% at 819.1k units after 1.4% decline in July and a +6.9% rise in June. Despite being slightly boosted by favourable calendar effect we view this performance as quite impressive and reassuring. A YTD basis the market is up 8.1% ahead of ACEA expectations for the year (+5%) and ahead our estimates (+4.5%) notably due to the high uncertainties linked to UK demand in September following the Brexit.

Bayer

RATING : NEUTRAL

Fair Value EUR98 vs. EUR110

Bayer has reached an agreement with Monsanto while slightly increasing its offer to USD128. At least because the process should take at least 12 months to complete, we keep a NEUTRAL rating on the stock. The deal is not value-creative until 2022. An ex-Monsanto FV of EUR98 is reinstalled.
