

## BG SALES-TRADING MORNING DU 14/10/2016

### 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	18098,9	-0,2%	0,4%	Utilities	1,3	10,8	Real Estate	1,4	-10,8
NASDAQ	5213,3	-0,5%	0,3%	Transportation	0,9	8,1	Utilities	0,4	-10,3
S&P 500	2132,6	-0,3%	0,4%	Real Estate	0,5	1,5	Travel & Leisure	-0,1	-19,5
NIKKEI	16858,4	0,5%	-	Food staples, Retail	0,4	-4,4	Healthcare	-0,3	-11,5
				SECTEURS S&P : WORST PERFS.			SECTEURS STOXX : WORST PERFS		
				S&P	Var %	YTD	STOXX	Var %	YTD
				Banks	-1,2	-5,7	Basic Resources	-2,9	33,5
				Div. Financials	-1,1	1,2	Insurance	-2,3	-18,4
				Auto	-1	-9,6	Banks	-2,1	-23,3
				Semi Conducteurs	-0,8	17,7	Auto & Part	-1,5	-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%
NOKIA OYJ	4,4	-4,4	INDITEX	32	-0,6	RIGHTMOVE PLC	3936	-1,9
CAPGEMINI	82,4	-0,2	UNILEVER NV-CVA	39,5	-3,1	NIBE INDUSTRIER AB-B	67,2	0
SOLVAY SA	102,6	0,4	NOKIA OYJ	4,4	-4			
SODEXO	101,6	-1,5	A-BINBEV SA/NV	114,4	-0,5	ROTORK PLC	216,7	1,3
BOUYGUES SA	29,3	-0,5	AXA SA	20	-3,5	CLOSE BROTHERS	1319	-5

**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%	0,9%	€/§	1,1023	-0,3%	1,5%	BRENT	50,6	0,4%	41,5%
U.S 10 ANS	97,6	-0,2%	1,8%	€/¥	114,74	-0,1%	13,9%	ONCE OR (§)	1255,5	-0,2%	18,3%
VIX Index	16,7		4,9%					VSTOXX Index	20,9		4%

### Economic Calendar

14h30 US - Advance retail sales Sep. (0.6% E)  
 14h30 US - retail sales control group  
 16h00 US- Michigan Confidence Oct. ( 92E)  
 18h00 US - Fed J. Yellen Speaks at Boston Confidence  
 19h00 US - Baker Hughes rig Count

### Markets Recap (source Street account)

European equity markets indicate a marginally higher open amidst lower close on Wall Street overnight and mixed trading in Asia at this time. The focus has remained on China where data showed a pickup in inflationary pressures last month. Elsewhere the Nikkei is moving higher after a quiet start to trade.

On the macroeconomics calendar for today, Spain CPI and Italy CPI (final) are due at 08:00 BST and 09:00 BST respectively. Switzerland PPI is out at 08:15 BST, followed by UK Aug Construction Output at 09:30 BST and Eurozone Aug Trade Balance at 10:00 BST. On the politics front, Young Christian Democrats convention will be addressed by German finance minister Schaeuble at 19:15 CET. In Portugal, the government is due to present 2017 draft budget while Italian cabinet is scheduled to meet tomorrow and is expected to approve Italy's 2017 draft budget which will be presented to parliament.

Notable corporate updates for today include earnings from Ashmore Group (ASHM.LN) as well as trading statement/IMS from Galp Energia (GALP.PL), Man Group (EMG.LN) and Provident Financial (PFG.LN). Peugeot (UG.FP), Renault (RNO.FP) and Fiat Chrysler Automobiles (FCA.IM) are due to release global vehicle sales.

Asian markets are trading mixed on Friday. The focus has remained on China where data showed a pickup in inflationary pressures last month. Producer prices expanded for the first time since early 2012, with takeaways noting the positive read-through for corporate profitability and arguing the trend helps

allay some of the concerns around China's growth following yesterday's weak trade data. M&A has been another discussion point amid reports Beijing is looking to merge ChemChina and Sinochem. There has been muted activity in the offshore RMB market with the PBoC setting the yuan's midpoint slightly higher after a series of weaker fixings.

**Elsewhere the Nikkei is moving higher after a quiet start to trade.** Data showed a slight easing in Japanese input cost deflation last month. The ASX is also little changed as weaker commodity prices weigh on the materials/energy complex. The RBA's financial stability review highlighted risks around apartment oversupply, though Aussie dollar impact has been limited. The US dollar is mixed on other crosses after recent strength was linked to elevated Fed tightening expectations. Tonight's speech by Fed Chair Yellen is likely to be parsed for clues on a likely December move (futures are pegging the odds of a December hike at ~70%).

#### Stocks Factor to watch today :

**FUTURES 08h00 : ES50 : +0.7%, DAX +0.4%, FTSE +0.6% CAC +0.6%**

**PSA** : Sales down 5.8% to 128956 units

**RENAULT** : sales up 18.7% to 130 875 units

**REMY COINTREAU** : Luca Bols may buys REMY's Stake in Passoa

**SOFTWARE AG** : 3Q EBIT €50.1m, 3Q total revenue €198.3m, Op. Earnings €66.8m,

#### Rating & TP Changes



**LVMH** : TP raised to 184€ vs. 173 @Goldman Sachs

**L'OREAL** : HOLD vs. BUY, TP raised to €185 vs. 160 @DBK

**SEB** : TP raised to €143 vs. 134, BUY @UBS

**SOC GEN** : TP raised to 35€ vs. 33 @DBK

**CREDIT AGRICOLE** : TP raised to 10.6€ vs. 10.5 @ DBK

**INFINEON** : TP raised to 16.6€ vs. 15.7 @DBK



**ACCOR** : SELL vs. HOLD, TP cut to €30 vs. 38 @ Berenberg

#### Technical Analysis

**HIGHEST YTD** : DIOR, RUBIS, TEMENOS,

**LOWEST YTD** : ENGIE, ERICSSON, GALENICA, INGENICO, NOVO NORDISK

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

Edenred

RATING : NEUTRAL

Fair Value EUR22 (+7%)

Positive numbers in Q3 in all parameters outpacing the consensus. In fact and despite negative calendar effects compared with previous quarters, lfl growth in Q3 picked up pace with positive contribution in all regions and all family of services. Nevertheless and despite sustained positive dynamics in Q4, management simply confirmed its FY 2016 guidance particularly an EBIT between EUR350m and EUR370m compared with EUR341m in 2015. Again, cautiousness is mainly due to currency volatility having in mind that group guidance takes into account EUR35m negative currency effect, which sounds to us a bit excessive based on current forex. Positive.

Faurecia

RATING : BUY

Fair Value EUR47 (+38%)

As expected Faurecia posted poor Q3 sales yesterday after market with group's business affected by production decline in Europe and by unfavourable FX/scope effects. All targets were reiterated yet we negatively adjusted our 2016 sales and EBIT estimates by respectively 2% and 1%. We continue to play Faurecia for its margin and EPS improvement thanks notably to self-help measures, and not for its ability to outperform automotive production.

