

BG SALES-TRADING MORNING DU 18/10/2016

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	18086,4	-0,3%	-0,2%	Utilities	0,5	10,8	Banks	-0,1	-21,8
NASDAQ	5199,8	-0,3%	-0,2%	Telecom Op.	0,2	10,3	Telecom	-0,2	-17,8
S&P 500	2126,5	-0,3%	-0,2%	Real Estate	0,1	1,3	Auto & Part	-0,3	-13,9
NIKKEI	16954,6	0,3%	-	Materials	0,1	6,3	Basic Resources	-0,4	33,9
				SECTEURS S&P : WORST PERFS.			SECTEURS STOXX : WORST PERFS		
				S&P	Var %	YTD	STOXX	Var %	YTD
				Consumer Serv.	-1,2	-6,4	Personal & Household	-1,3	-0,8
				Spec. Retail	-1,1	3,6	Retail	-1,3	-11,2
				Food staples, Retail	-1	-5,1	Media	-1,2	-13,4
				Div. Financials	-0,6	1,3	Oil & Gas	-1,2	10,7

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%
CAPGEMINI	80,6	-0,7	LVMH MOET	165,4	-0,8	MERLIN PROPERTIES	9,9	-1,2
ACCOR SA	32,2	-2,2	ANHEUSER-	116,6	-0,6	B POP DI MILANO	0,4	-3
LVMH MOET	165,4	-0,8	BASF SE	78,3	-1,2	PEARSON PLC	762,5	-8,4
PERNOD RICARD SA	104,6	0,2	UNILEVER NV-CVA	39	-1,1	BANCO POPOLARE SC	2,6	0,8
KERING	190	-1,3	DANONE	63,8	-0,6	SOFTWARE AG	33,2	-1,7

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	99,9	0%	0,8%	€/ \$	1,1017	0,2%	1,4%	BRENT	50,1	0,3%	40,1%
U.S 10 ANS	97,6	0%	1,8%	€/ ¥	114,58	-0,3%	14%	ONCE OR (\$)	1259,4	0,3%	18,7%

VIX Index

16,2

0,6%

VSTOXX Index

20,6

6%

Economic Calendar

11h00 EUZ - CPI (0.4% E)

14h30 US - Empire Manuf. Oct. (1E)

15h15 US - Industrial Prod. Sep. (0.2% E)

15h15 US - Capacity Utilisation Sep. (0.2% E)

Markets Recap (source Street account)

Asian markets are trading higher on Tuesday. Dollar weakness has been a prominent theme to the day's trading. While recent Fed speak continues to fit with expectations for a December rate hike, comments have also reinforced a shallow overall tightening cycle, a somewhat salient point in the context of the weak October Empire Manufacturing read.

The Nikkei has maintained its modest gains despite the yen's recent advance. There has been some press discussion highlighting internal and external skepticism over BoJ Governor Kuroda's easing policies. The Hang Seng is leading Chinese markets. Casino operators have recovered following Monday's sell-off in ASX-listed Crown Resorts, which was linked to weekend reports of Chinese authorities arresting a number of the company's employees.

The kiwi dollar has been an FX outperformer after New Zealand inflation topped estimates. The Aussie has also risen as the RBA signaled next week's inflation data will be an important variable in shaping November policy deliberations. There has been a reprieve for the ASX's rate sensitive sectors even as Aussie government yields have backed up further today.

US equities finished modestly lower on Monday. Treasuries were firmer. The dollar was weaker with the DXY (0.14%). Gold +0.1% was slightly higher. WTI (0.8%) was lower; moving back below \$50 a barrel.

A lack of major catalysts allowed for a low-volume, uneventful session. Comments from Fed officials continue to signal December rate increase. Polls suggest positive momentum for Clinton. Hard Brexit

remains in focus and Gilts were under pressure. BAC's report continued the better than expected bank earnings season, but market reaction remains muted. Industrial production was in-line with expectations, but Empire manufacturing disappointed. Earnings season increases in intensity this week with high profile companies across most sectors. Also in focus will be economic data from China on Wednesday and an ECB decision on Thursday.

Sectors were mixed. Most defensives outperformed. Utilities +0.55% was the best performer. Consumer Discretionary (0.77%) was the largest decliner on weakness in retailers and apparel.

Stocks Factor to watch today :

FUTURES 08h00 : ES50 +0.7%, DAX +0.6%, CAC +0.6%, FTSE +0.5%

BURBERRY: H1 revenue 1.159bn £, on track to deliver financial goals

DANONE : Q3 sales growth slows with China baby food, MIZONE. FY 2016 guidance maintained

REMY COINTREAU : confirms 2016-17 targets

ORANGE: J. Dutray appointed CFO of the ORANGE GROUP

ASTRAZENECA : FDA accepts for review new drug application for Sodium Zirconium Cyclosilicate (ZS-9) for the treatment of Hyperkalaemia

SHIRE: granted EU marketing authorization of CONVYDE

ALTRAN: acquires BENTELER ENG. German specialist in Design and Engineering services for automotive industry.

BUREAU VERITAS : Q3 revenue €1.14bn, 9 month revenue up1.0% at constant currencies, FY adjusted operating margin outlook lowered to the 16%-16.5% range.

Rating & TP Changes



EIFFAGE : BUY vs. HOLD, TP raised to €76.7 vs. 73 @ *soc Gen*

ADIDAS : TP raised to €170 vs. 165 @ *Cowen*

FRESENIUS SE : TP raised to €68 vs. 64 HOLD @ *HSBC*

VIVAT : TP raised to € 58 vs. 54 @ *Berenberg*

VINCI : TP raised to 77 vs. 75, BUY @ *Berenberg*

INFINEON : TP raised to €16.6 vs. 12.2 NEUTRAL @ *Goldman Sachs*



INNATE : removed from Goldman Sachs conviction BUY list

HEIDELBERGCEMENT: HOLD vs. BUY @ *Berenberg*

BNP : NEUTRAL vs. BUY, TP raised to €48 vs. 49 @ *UBS*

Technical Analysis

HIGHEST YTD : EUROFINS,

LOWEST YTD : ERICSSON, EASYJET, GALENICa, ROCHE

5 consecutive days of declines : ACTELION, CAP GEMINI, DIAGEO, FAURECIA, SOFTWARE, UNILEVER/

5 consecutive days of rising : EDP

RSI 14 overbought : EUROFINS, RUBIS

RSI 14 D Oversold : ACCOR, CAPGEMINI, SOFTWARE, UCB

⚠️Downward Signals⚠️

EDF, ENAGAS : 50d MAV crossing 200d MAV

Rémy Cointreau

RATING : BUY-Top Picks

Fair Value EUR84 (+12%)

Q2 2016/17 sales increased 6.2% to EUR294.8m, 4% above expectations (consensus: EUR284m and our estimate: EUR283m). Organically, the group posted 7.4% organic sales growth (consensus: +4.3% and our estimate: +3.3%), implying a strong improvement vs Q1 (flat sales) which was driven by Cognac and Liqueurs & Spirits. These two divisions were impacted in the previous quarter by some destocking following a global hike in prices at the beginning of 2016/17.
