

BG SALES-TRADING MORNING DU 02/11/2016

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	18037,1	-0,6%	-0,1%	Oil & Gaz	0,1	12,7	Food & BeV	-0,4	-6,1
NASDAQ	5153,6	-0,7%	0,2%	PHARMA.	0	-10,1	Insurance	-0,6	-16,5
S&P 500	2111,7	-0,7%	0%	Banks	-0,1	-2,3	Retail	-0,6	-9,8
NIKKEI	17134,7	-1,8%	-	Household Products	-0,3	5,2	Travel & Leisure	-0,6	-18,1
				SECTEURS S&P : WORST PERFS.			SECTEURS STOXX : WORST PERFS		
				S&P	Var %	YTD	STOXX	Var %	YTD
				Real Estate	-2	-2,4	Real Estate	-1,9	-12,9
				Entprises Serv	-1,9	7,7	Technology	-1,9	-5,1
				Utilities	-1,8	12	Banks	-1,6	-18,1
				Tech Hardware	-1,4	10,3	Telecom	-1,5	-17,5

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	74,9	-0,7	TELEFONICA SA	9,2	-0,9	POSTNL NV	4,8	11,4
NOKIA OYJ	4	-2,3	A-B INBEV SA/NV	104,5	0	HEXAGON AB-B SHS	309,5	-2,1
RENAULT SA	77,4	-2,2	UNIBAIL-RODAMCO	213	-1,9	KERRY GROUP PLC-A	65,6	-0,8
UNIBAIL-RODAMCO	213	-1,9	IBERDROLA SA	6,2	-0,6	FRAPORT AG	56,2	4
SCHNEIDER EL	60,3	-1,3	SCHNEIDER ELECTRIC	60,3	-1,3	NOKIAN RENKAAT OYJ	33,2	8,4

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				DEVISES				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%	€/§	1,1065	0,1%	1,8%	BRENT	47,9	0%	33,9%
U.S 10 ANS	97,2	0,1%	1,8%	€/¥	115	0,2%	13,6%	ONCE OR (\$)	1293	0,3%	21,7%
VIX Index	18,6		8,8%					VSTOXX Index	23,5		9,4%

Economic Calendar

9h55 DE Unemployment change Oct. (-1K)
 10h30 GB Markit UK construction PMI Oct. (51.8E)
 13h15 US - ADP employment change(165K)
 15h30 US DoE Inventories
 19h00 FOMC rate decision (0.5%E =)

Dividends Calendar ex-date next day

Ex Div today

STATOIL \$0.22

Markets Recap (source Street account)

Asian markets are weaker on Wednesday, in what has largely been a continuation of the overnight risk-off theme. The latest bout of selling has been linked to polls showing Donald Trump gaining ground on Hillary Clinton a week out from the election. The Mexican Peso – considered a proxy of market attitude towards the election – has fallen 3% against the dollar over the past 24 hours.

The negative risk environment has lent support to the yen, which has been blamed for the underperformance of Japanese equities. The major autos are weighing on the Nikkei, with added selling pressure linked to disappointing October US sales figures. Elsewhere the Hang Seng is leading Chinese markets lower, the ASX is being weighed down by the big banks as yields reverse, and the KOSPI continues to confront the turmoil gripping South Korea's government.

The kiwi has been an FX outperformer as investors reassess the prospects for further RBNZ easing after data revealed a larger decline in New Zealand unemployment, an increase in inflation expectations, and sharp rise in dairy prices. In commodity markets oil is extending declines in post-settlement trade after API revealed the biggest weekly crude inventory build in eight months.

US equities closed lower in Tuesday trading, with the S&P 500 posting its sixth consecutive decline.

Treasuries were mixed. The dollar was notably weaker on most major crosses though little changed against sterling. Gold gained 1.2% and silver was up more than 3%. Oil lost ground after again after yesterday's pressure. WTI settled down 0.4%

Ramping uncertainty seemed to be the theme of the day, with a recent tightening in the polls and ongoing commentary around the FBI's investigation of Clinton-linked emails clouding the US electoral picture. Other macro factors—including better China PMIs, a beat on October's manufacturing ISM, and a decline in construction spending—had limited impact on the market's trajectory.

PFE's earnings report was overshadowed by its decision to end development of bococizumab. EMR beat on revenue and earnings. ADM was helped by strength in Ag Services. Jakafi revenues were stronger for INCY. COH earnings were in line despite light sales. LB guidance disappointed. VRX is reportedly in advanced talks to sell its Salix unit to Takeda for ~\$10B.

REITs and utilities trailed the market. Autos and components weighed on consumer discretionary. Hardware underperformed in tech. Machinery was a drag on industrials. Paper and forest products lagged for materials. Pharma cushioned healthcare. Banks were mixed. Select food names were better. Energy was the only positive sector.

Stocks Factor to watch today :

FUTURES 08h00 : ES50 -0.7%, DAX -0.7%, CAC -0.9%, FTSE -0.5

SAINT GOBAIN: has acquired 100% of the share capital of the Italian company H-OLD.

LVMH: has formed a joint venture with Mexico based Gallardo family to produce and market Tequila brand 'Volcan de mi Tierra'

SUEZ : buys majority stake in NWS, will hold 58% of NWS venture in CHINA

TEMENOS: to buy back up to 1.6m shares max amount of CHF99m, period Nov. 3 2016 to Dec. 29 2017

Rating & TP Changes



VESTAS : TP raised to DKK646 vs. 630, BUY @DANSKE BANK

RANDSTAD : TP raised to €50 vs. 48 @Credit Suisse

CRH ; BUY vs. HOLD @Canacord



SHIRE : TP cut to 6800p vs. 6900, BUY @Bryan Garnier

SHIRE : TP cut to \$232 vs. 250 @JPM

SHIRE: TP cut to \$248 vs. 262, BUY @ Jefferies

SHIRE: TP cut to \$198 vs. 234, OUTPERFORM @ LEERINK

FMC : TP cut to €82 vs. 84 @ DBK

FRESENIUS SE: TP cut to €76 vs. 77 @DBK

Technical Analysis

HIGHEST YTD : CNP, NORSK HYDRO, RIO TINTO,

LOWEST YTD : GEMALTO, GRIFOLS, KERRY GROUP, NOKIA, ROCHE, SOBI, TELIA, UCB.

RSI 14D overbought : SEB, DIOR

Upward Signals

ASM : 50d MAV crossing upward 200d MAV

TENARIS: 50d MAV crossing upward 200d MAV

Downward Signals

FRESENIUS MED CARE : 50d MAV crossing upward 200d MAV

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

Suez	RATING : BUY-Top Picks	Fair Value EUR17,5 (+24%)
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NWS Holding announced this morning that it has reached an agreement with Suez regarding their 50/50 JV in SFH, the Chinese water subsidiary of Suez. Under this agreement, NWS and Suez will group together their respective waste and wastewater businesses under a unique subsidiary. Following the operation, Suez will own a 58% stake of the new structure which will be fully consolidated by the Group. Positive for Suez, with more financial and accounting details however expected to be unveiled by the Group.

Temenos Group	RATING : BUY	Fair Value CHF77 (+24%)
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This morning Temenos announced the launch of a new share buyback programme, starting from 3rd November 2016. It has received the approval to purchase up to 1,600,000 of its shares for a maximum amount of CHF99m (c. USD100m). This maximum amount of shares is equivalent to 2.4% of the share capital. The shares will be purchased between 3rd November 2016 and no later than 29th December 2017, and are intended to be used to cover employee stock ownership plans and/or for potential acquisitions.

Shire PLC	RATING : BUY-Top Picks	Fair Value 6800p vs. 6900p (+50%)
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Q3 16 revenues and EBIT significantly disappointed, and especially on the side of BXLT's Hematology franchise... But such miss was due to an unfavourable timing of large orders rather than a decreasing demand for FVIII or bypassing therapies. We believe that Q4 16 should be a more dynamic quarter, and that's why we have barely reduced our EPS estimates. That said, our FV is trimmed to GBp6,800 following this publication.

Hugo Boss	RATING : NEUTRAL	Fair Value EUR74 (+31%)
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Sales reached EUR703m in Q3 (CS: EUR704m), down 6% as reported and 3% FX-n (CS: -3%) after -2% FX-n in H1. The adj. EBITDA dropped by 14% to EUR144.5m ahead of CS forecast (EUR136m), representing a 200bp-margin decline to 20.6%. Hugo Boss confirms its FY16 sales and earnings targets. Conference call today at 2:00pm (CET). => **Positive**
