

Our Team 069-219397

Jaap v. Harten	-10	Ralph Wille	-11	Frederik Altmann	-13	Marcel Roth	-14
Björn Götze	-15	Gert Leussink	-16	Christian Zorn	-20	Jan Zschemisch	-22
Frank Merkle	-27	Frank Schneider	-36	Stefan de Schutter	-39	Ralf Loke	-40

Alpha – Morning Note

28/02/2017

07:05

Company News

Co	Source	Comment	Opinion
1COV BAS	Bloom- berg	BASF suspends MDI (diphenylmethane diisocyanate) output in Chongqing for at least 1 month after its raw material supplier faces equipment issues. Could work mildly positive for peer Covestro who is another major producer of MDI.	1COV ↗
ADS	NYP	Losses at Adidas golf unit TaylorMade are much greater than potential bidders for the unit expected, causing suitors to walk away, "NY Post" reports, citing unnamed insiders involved. The golf division is losing \$75-100mn a year, according to report. Adidas told last year that golf business is up for sale. Unit profit numbers were not revealed so far. Analysts expected a selling price of >\$500mn, according to earlier reports.	↘
HOT	Dow Jones	Hochtief FY16 numbers better for sales and earnings. Dividend with 2.60 euros also better. FY17 outlook (sales plus more than 10%, adj. EAT plus 13-25%) also reading well.	↗
- DAI	- Reuters	- Daimler has picked the head of its US truck division, Daum, to run group-wide truck operations. Several names were called by press as potential new head. Daum was one of them... Mildly positive, as Daimler avoided a lengthy search for a successor to departing chief Bernhard.	- ➔

Broker recommendations ...

ALV	Reuters	Morgan Stanley raised Allianz to "Equal-Weight" from "Underweight".	↗
G24	Bloom- berg	UBS rated Scout24 new "Neutral", PO 34.75 euros.	→
LEG	Bloom- berg	SocGen cut LEG Immobilien to "Hold" from "Buy".	↘
NDX1	Bloom- berg	Citi cut Nordex to "Neutral" from "Buy".	→
RHK	Reuters	Jefferies cut Rhoen-Klinikum to "Underperform" from "Buy".	↘
RHM	Bloom- berg	Mainfirst starts Rheinmetall with "Outperform", PO 80 euros.	↗
-	-	-	-
1COV	Reuters	Barclays raised Covestro to 68 vs. 59 euros, kept "Equal-Weight".	→

Voting rights announcements, directors' dealings, ...

- - - -

Co preview

Elring Klinger – Prelim FY16 (7.30 CET)

Figures (in mn euros)	FY16 rep.	FY16e	FY15	%-chg. Vs. €	FY17e	%-chg. vs. 16
Sales		1557	1507	3,3	1623	4,2
EBITDA		226	223	1,3	252	11,5
EBIT		134	135	-0,9	154	14,9
EAT		84	92	-8,3	99	17,9
Dividend		0,52	0,55	-5,5	0,56	7,7

Reuters consensus

Co outlook for 2016

Sales: +5% to +7% organic sales growth
Adj. EBIT (bef. Ppa): at lower end of
 140mn to 150mn euros
FY17e: EBIT margin of 10-11% realistic

Factors to watch

Is the production problem in Switzerland solved?
 Company might cut organic growth target of 5-7%

Salzgitter – FY16 (7.30 CET, CC10.00 CET)

Figures (in mn euros)	Q416 rep.	Q416e	Q415	%-chg. FY16 Vs. (e)	FY16e	%-chg. FY17e Vs. (e)	FY17e	%-chg. vs. 17
Net Sales		2147	1905	12,7	8007	-5,8	8711	8,8
EBT		23	12	100,0	44	-32,0	155	252,3
EAT (after min.)		12	-48	-	27	-	104	286,6
Dividend		-	-	-	0,25	0,0	0,30	18,9

Reuters consensus

Co outlook	Factors to watch
FY16e: Sales decline to 8.0-8.5bn euros	Co outlook 2017 (CEO said already EBT >100mn is possible)
FY16e: EBT rise to 30-60mn euros	Steel margins
FY16e: ROCE marginally higher yoy	

Further important events today

Comp.	Event	Consensus expectation
HLAG	Prelim FY16 (8.00 CET)	FY16e sales 7,827mn; EBITDA 568mn; no dividend; FY17e sales 8,861mn; EBITDA 977mn ("Reuters")
HOT	FY16 (7.00 CET)	FY16e EBT 619mn; dividend 2.40 euros; FY17e EBT 727mn ("Reuters")
RIB	Final FY16	Prelim FY16 sales 97.8mn; op. EBITDA 33mn; FY16e: dividend 0.17euros; FY17e sales 110mn; op. EBITDA 35mn; dividend 0.19 euros ("Reuters")
SAP	Release of Annual Report	-
SNH	Trading update Q116/17 (8.00 CET)	Q116/17e sales 5,481mn (1 broker)
-	<i>CS Global Health Care Conf., London</i>	-
-	<i>MSCI Quarterly Index Reshuffle (AMC)</i>	-
-	<i>Stoxx-Europe-600 Quarterly Index Review (AMC)</i>	-
-	-	-
<i>Arkema</i>	<i>Q416</i>	-
<i>Europcar</i>	<i>Q416</i>	-
<i>Grifols</i>	<i>Q416</i>	-
<i>Thales</i>	<i>Q416 (7.00 CET)</i>	-
-	-	-
<i>Intrepid Potash</i>	<i>Q416 (BMO)</i>	<i>EPS \$-0.12</i>
<i>Salesforce.com</i>	<i>Q416 (AMC)</i>	-

Important economic data today

Event	CET	Consensus expectation
JP Industrial Production JAN	0.50	→came in at -0.8% (e: +0.4%)
JP Retail sales JAN	0.50	→came in at +0.5% (e: +0.3%)
FR GDP final Q4	8.45	+0.4%
FR CPI FEB	8.45	+1.7% (yy)
IT CPI FEB	11.00	+1.2% (yy)
US GDP final Q4	14.30	+2.1%
US Case-Shiller house price index DEC	15.00	+0.7%
US Chicago PMI FEB	15.45	53.0
US Consumer confidence FEB	16.00	111.0
US API Crude oil inventories weekly	16.30	-
US Fed ´s George to speak in Midwest City	18.45	-
US Fed ´s Williams to speak in Santa Cruz	20.30	-
US President Trump addresses a joint session of Congress	3.00 MAR 1	-

Disclaimer:

Alpha Wertpapierhandels GmbH does not guarantee the accuracy of this content and shall not be liable for any errors or delays in the content. This information should not be regarded as a research report. Alpha Wertpapierhandels GmbH trades shares of companies covered in the research notes for customers or proprietary accounts.
