

From: [REDACTED]
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Subject: Early Tour 3.11.14

Good Morning ... European Markets mixed (Portugal +0.84%, Russia -1.5%) ... NKY +0.69%, SHCOMP +0.10%, HSI +0.02%, KOSPI +0.48%, TWSE +0.43%, ASX +0.04%

EUR 1.3854 (-0.16%) JPY 103.31 (-0.04%) NZD 0.8486 (+0.18%) AUD 0.9030 (+0.11%) US 10yr 2.7861%

Futures: Dow -13, Nasdaq -2, S&P -2 DXY \$79.86 (+9c) Crude \$101.41 (+29c) Gold \$1348.40 (+\$6.90) Copper +0.48% Silver +0.60%

Asian indices were mixed overnight in quiet trading. Japan outperformed as the Yen maintained well above 103, but saw the lowest turnover in five months. The BOJ rate policy came in just as expected over the break with no change in their plan for a ¥60tn to ¥70tn rise in the monetary base and will continue easing until 2.0% inflation is stable. Australia ended flat as it faded into the closed with miners once again weighing following yesterday's commodity rout. China fluctuated in and out of positive territory amid some local speculation as to whether the government will have to take measures such as RRR cuts to have a realistic chance of hitting growth targets. Malaysia identified one of the stolen passport holders that was on Flight 370 as a 19yr old Iranian with no suspected terrorist ties. European markets are mixed (up/down small but generally starting to fade a bit) with Portugal outperforming +0.84% and Russia underperforming -1.5%. The UK is hosting an international meeting today to discuss possible sanctions on Russia if Crimea is annexed (asset freezes, travel bans, etc). SPA's -2 handles = 1874.50 last.

NFIB Small Business Optimism @ 7:30am, JOLTs Job Openings @ 10am

Wholesale Inventories & Trade Sales @ 10am, AEO & DKS report pre-open

Ackman to show internal documents in Herbalife China webcast @ 2pm

Ferragamo & Tod's reporting after the close in Europe

- United Natural eps matched but net +24% as sales jumped & raised FY2014 eps outlook (trading +3.0%)
- Urban Outfitters eps/profit beat but CEO said Q1 margin still under 'significant pressure' (trading -2.5%)

- Boyd Gaming trading +10% after Elliot Associates reported 7.0% beneficial ownership stake
- DuPont sees Q1 revs & earnings growth 'challenged' by both weather & Ukraine issues (trading -1.0%)
- FuelCell loss/shr matched estimates but sales beat street expectations (trading +20.0%)
- Perfect World Q4 adj net/ADS & revenues beat estimates & sees strong sales (trading +5%)
- Chobani (private) (Greek yogurt) looking to sell minority 20% stake at \$2.5B valuation ([Reuters](#))
- Sean Combs may bid \$200 million for Madison Square Garden's Fuse TV Networks ([Bloomberg](#))
- Altice reconfirms its offer to combine SFR and Numericable (offer worth €10.9 billion in cash)
- Lindt & Spruengli 2013 ebit inline, takes 51% stake in new Brazil JV with CRM Group (trading -0.91%)
- Brunello Cucinelli FY net & dividend better, ebitda inline, reits 2014 rev/profit target (trading +7.1%)
- Akzo Nobel CMD today: CEO says on track to achieve 2015 financial targets (trading -0.22%)
- UCB pact with Sanofi to discover anti-Inflammatory small molecules (trading +0.11%)
- Nestle cuts pay of CEO Paul Bulcke by 7.0% to 9.29 million CHF (trading -0.45%)
- Unicredit: Bank Pekao net tops estimates, raises div, UCG owns 50% (trading +0.58%)
- Banca Monte dei Paschi: Fondazione sells €40.6 million shares (trading +0.46%)
- Enel in talks with Sapem on Power Plants venture (trading +0.31%)
- Galenica NI and dividend better, sees profit target at least same level in 2014 (trading -3.5%)
- D/S Nord 2013 EBITDA \$24M vs. \$148M, expects mkt improvement and well positioned (trading -4.3%)
- Ahold acquires 50 stores in the Czech Republic from Spar for €191.7M (trading -0.76%)
- Foxtons: prelimns strong set of numbers with growing sales and lettings (trading +0.74%)
- BATS looking to acquire Reynolds's e-cigarettes business (trading -0.61%)
- AB Inbev CEO Brito sells €14.9M in stock, buys 684,000 puts, ING upgrades (trading +0.55%)
- Geberit FY sales in-line with estimates, appoints Christian Buhl as new CEO (trading +2.0%)
- Zurich Insurance: new cost savings targets, cut 800 jobs by 2015 (trading +0.50%)
- Royal Unibrew: Sales +7% vs cons, EBIT +17% vs cons, ests to come up 6-8% (trading +6.4%)
- African Barrick: Barrick Gold sells 41 million shares @ 275p/share (trading -13.0%)

- Technicolor: main shareholder Vector sells 26 million shares of TCH FP at €4.53/share (trading - 4.5%)
- DKSH sales miss estimates, raises dividend, sees EBIT CAGR 10% until 2016 (trading +5.4%)
- UK online retail: British Retail Consortium online sales for February +14.3% (ASC LN trading - 0.94%)
- UK manufacturing rises more than forecast in January (+0.4% m/m versus estimate +0.3%)
- Russia: Citi cuts 2014 GDP growth estimates to 1.0% vs 2.6% on rising tensions in the Ukraine
- Cosco Shipping reports Feb shipping volume -3.5% y/y (6th largest in # of container ships in world)

Leading European Sectors: Autos/Parts +0.45%, Utilities +0.43%, Fin Services +0.23%
Lagging European Sectors: Media -0.52%, Food/Bev -0.38%, Banks -0.36%

CASY eps/revs missed – PLOW net sales topped – NVAX loss narrower

POWR revs beat – FTEK revs missed – NES to sell Thermo Fluids

Secondaries (announced/priced): MMYT, AMH, VIPS (convert), Q, SMLP, ACMP, POST, OXLC, TESO, STCK, VOYA, AMZG, ARI (convert), TKM CN, ABG LN, TCH FP

IPO's: Virtu Financial files \$100M IPO through GS/JPM/Sandler, Zoe's Kitchen files \$80.5M IPO through Jefferies & Piper, Phibro Animal Health files \$230M IPO through BofA & MS, Paycom Software files \$100M IPO through Barclays & JPM, Pets at Home (books close tomorrow 12pm GMT, orders below 245p likely to miss out), ISS A/S closing early (books close 11am GMT, to start trading Thursday), Seplat Petroleum launches IPO (\$500M)

IPO's (lock-up expires): RetailMeNot (SAE)

US Key Research:

- Barcap initiates MGIC (ew), Canaccord initiates DXLG (buy), UBS initiates TMH (buy)
- Ascendant initiates NEON/RFMD/SWKS/TWNT/TSEM/TXN (buy) & INTC (sell)
- Bernstein initiates CSCO/FFIV/UBNT (op) & JNPR (mp) & ARUN/RKUS (up)
- GS adds CDW to Conviction Buy List & upgrades ITMN (buy) & downgrades VIPS

- Imperial initiates FLIR (in-line) and ISH (op), Piper initiates BLOX (ow)
- RBC downgrades TGI & upgrades WAIR, Stifel downgrades (INGN), FBR upgrades IFT
- KBW cuts USB, JPM initiates INGN (ow), Wells upgrades M/HPT/SWK & cuts NXTM/FMC
- Buckingham initiates ARO (buy), Key upgrades AIMC, B. Riley downgrades ARTX
- PacCrest upgrades AAPL, Berenberg downgrades CTSH, Citi upgrades JCP (buy)

Europe Key Research:

- ING upgrades ABI BB, Berenberg initiates DAI GY (buy), UBS upgrades RH SJ, GS upgrades ACX SM
- Berenberg upgrades (CNA LN, ELE SM, FUM1V FH, GSZ FP, IBE SM, GAS SM) & downgrades EGPW IM
- Kepler upgrades BC IM, BofA upgrades BKIR ID, Berenberg upgrades TEMN SW, SocGen downgrades CGM FP
- Berenberg downgrades IDR SM, GS upgrades LMI LN, JPM upgrades CKN LN, RBC upgrades EN FP & AV/ LN
- Mediobanca upgrades BC IM, MS downgrades MIC SS, Kepler upgrades SYNN VX & downgrades WDF IM
- Kepler re-initiates RI FP (hold) & MF FP (buy), Exane downgrades AIXA GY, Liberum downgrades JMAT LN
- Investec downgrades RWE GY, Natixis downgrades ILD FP & ZC FP, HSBC upgrades SY1 GY
- Espirito upgrades SON PL & downgrades WEIR LN, Panmure upgrades CCC LN, ABN downgrades USG NA

Reporting Pre-Open: AEO, AFAM, ARCO, BONT, BPI, CBLI, CMN, CTC, DKS, EJ, GTN, HTHT, IMOS, INFU, JW.A, LEAF, LODE, NNBR, SGA, SNTA, SSH, SYPR, TLP

Reporting Post-Close: BKEP, CDXS, CIA, CLIR, CODI, CYTX, CZR, DMND, ENZ, EVOL, FOXF, FURX, GCA, GNMK, GSIG, HRZN, IPAR, KOPN, KTOS, MMI, MNTG, MPO, NCS, NTK, ODC, OGXI, PAY, PIP, PRMW, PULS, RM, RNF, RTK, SAFT, SUMR, TEU, WFI CN

Economic Data: MBA Mortgage Applications @ 7am, JOLTs Job openings @ 10am, Wholesale inventories @ 10am

API crude oil inventories @ 4pm

Conferences: CSFB Global Services (AZ), DB Media/Internet/Telecom, JPM Industrials/Transportation (NYC), Roth Growth (CA)

Conferences: Bernstein Biotech (Snowbird), Canaccord Musculoskeletal (New Orleans), ISI Industrials (NYC)

Conferences: Bofa Consumer & Retail (NYC), Piper TMT (NYC), Barcap Healthcare (Miami)

Analyst/Investor Days: EFX, DLPH, MMC, AIZ, CVX, SXC, SXCP

Non-Deal Roadshows: AES, AVD, AVGO, AWH, BIO, BSFT, CAR, CBST, CODE, ECA, EZCH, HCSG, HIMX, JOY, LINC, MMM, MPWR, MRO, MRTX, ONB, OREX, PEGA, PRFT, PVA, QIHU, RMBS, SGI, VAR, VRTU, WSTL

Shareholder Meetings: MLNK, HOV, BERY

Equity/Mixed Shelves: ENLK, POST

Other Newspaper Articles & Stories

WSJ positive: Linear Technology (LLTC) [WSJ](#)

WSJ cautious: Caesars Entertainment (CZR) [WSJ](#)

- Congress to Investigate GM Recall [WSJ](#)
- Muni Bond Costs Hit Investors in Wallet [WSJ](#)
- Deal Nears for Institutional Shareholder Services [WSJ](#)
- China Angst Slams Prices for Copper [WSJ](#)
- Puerto Rico Sets Coupon, Yield Range for \$3 Billion Bond Deal [WSJ](#)

- Activist Investors Put Bondholders in Crossfire [WSJ](#)
- Chiquita and Fyffes to Merge, Creating New Global Top Banana [WSJ](#)
- Drones Find Fans Among Farmers, Filmmakers [WSJ](#)
- Passenger With Stolen Passport Had No Terror Ties, Police Say [NYT](#)
- Icahn's War of Words With eBay [NYT](#)
- U.S. and American Airlines Differ on Price for Takeoff Slots [NYT](#)
- The First Pot Stock Billionaire Says His Penny Stock Could Be A Little High [Forbes](#)
- Ed Balls plans £6bn raid on bank bonuses and mansion owners [FT](#)
- Big pharma warns Australia on poppy shortage [FT](#)
- Mining shares hit by iron ore tumble [FT](#)
- Permira explores NY listing of Arysta [FT](#)
- Gulen calls for new constitution in Turkey [FT](#)
- Lack of unity over Venezuela crisis highlights South America's shortcomings [FT](#)
- UK offers case study for US on balance sheet taxes on banks [FT](#)
- Killing off the Audit Commission is bad for the taxpayer [FT](#)
- Europe prepares sanctions against Russia [FT](#)
- German banks win lighter ECB scrutiny [FT](#)
- China opens door to new private banks [FT](#)
- London is more than a playground for the rich [FT](#)
- Iron ore: whistling past the steelyard [Lex](#)
- US LNG exports: waiting is hardest [Lex](#)
- Tencent: game-changer [Lex](#)
- Bananas: the right split [Lex](#)
- Go figure: nation's number crunchers red-faced again [The Times](#)
- Don't laugh at Ukip – it's a serious force [The Times](#)
- Demands for safer factories behind thousands of job losses in Bangladesh [Independent](#)
- Ben Chu: Will the reversal of easing lay waste to shares? We simply don't know [Independent](#)

- The housing market is booming, but don't expect the Tories to do anything about it [Telegraph](#)
- February storms hit high-street sales [Guardian](#)
- Public sector workers are biggest losers in UK's post-recession earnings squeeze [Guardian](#)
- Give and take in the EU-US trade deal? Sure. We give, the corporations take [Guardian](#)
- Forget sanctions: Putin has already traumatised fragile Russia [CityAM](#)
- Four reasons Osborne should abolish the Budget [CityAM](#)
- No signs of let up in London's flotation flurry [CityAM](#)

Key Events This Week

Wednesday: Eurozone IP

Thursday: Senate hearings on Fed nominees, Retail sales, Jobless Claims, ECB monthly report, China Feb retail sales/IP/FAI, Japan minutes

Friday: Eurozone Q4 Labor report

Saturday: Australian state elections

Sunday: Crimea referendum on joining Russia

Key Events on the Horizon

Mar 18 – German Constitutional Court will rule on legality of ESM bailout mechanism & fiscal pact

Mar 20 – Fed releases result from supervisory stress tests

Mar 26 – Fed will release Comprehensive Capital Analysis and Review results

Apr 11 – DBRS to decide on whether to downgrade Spain or Italy



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