

Conviction Lists Changes



Changes in Target Price:

Alphabet Inc (GOOGL-US) – Global and US Conviction Lists

BNP Paribas SA (BNP-FR) – Global and European Conviction Lists

*In accordance with the applicable regulation, we inform the reader that this material is qualified as a marketing document.
Data as of 28 October 2016, 11 p.m. Paris time*

Rationale

This document aims to communicate any changes concerning the high dividend list and the conviction lists whether it is an increase/decrease in target price or the addition/removal of a company to/from the lists. The data provided are composed of the rationale for the change and prices as of d-1 close.

Alphabet Inc (GOOGL-US) – BUY – Target Price: USD 922.00

Investment case: In our view, Google benefits from the shift towards digital advertising (internet, smartphones etc.) from advertising through traditional media (radio, newspapers). We believe that this shift should last over the long term as the content published on the internet increases and takes over traditional media. The company is able to monetise its platform and is witnessing increasing traction in services like YouTube. We believe given the strong user base, the monetisation should improve further.

Main risks: Google might not be able to maintain its market share in online advertising (~66% in the US) given the rise of players such as Facebook and Microsoft's Bing. Google's margin may fall in the long run due to the ongoing expansion of mobile internet and lower advertising prices on mobile devices as compared to desktops. Also, like other cyclical companies, Google may see some weakness in overall advertising spends.

Company Description: Alphabet is the parent company of Google, the leader in the web-based search segment. Alphabet has two segments: (1) Google, which maintains an index of websites and other online content and makes this available through its search engine and (2) the upcoming/non-search related technologies such as driverless cars.

For a detailed analysis, please refer to the Alphabet Inc Equity Note, which can be found [here](#).

Rationale

This document aims to communicate any changes concerning the high dividend list and the conviction lists whether it is an increase/decrease in target price or the addition/removal of a company to/from the lists. The data provided are composed of the rationale for the change and prices as of d-1 close.

BNP Paribas SA (BNP-FR) – BUY – Target Price: EUR 60.00

Investment case:	We have a positive view on BNP considering its (1) diversified and integrated business model, (2) wide geographic presence, (3) dominant position in the retail and CIB segments, (4) progress on its CIB transformation plan, (5) robust capitalisation as phased-in 3Q16 Basel III CET I ratio of 11.6% is well above the FY17 regulatory requirement of 8%, (6) resilient asset quality as 3Q16 cost of risk declined 7 bps YoY to 43 bps of loans and (7) disciplined expense management as adjusted 3Q16 C/I ratio declined 140 bps to 64.6%.
Main risks:	Any adverse regulatory requirement could lead to higher provisions/capital requirements, thereby constraining earnings growth. Inability to execute cost-saving measures could lead to de-rating of the stock, as BNP is expected to benefit from operating leverage.
Company Description:	BNP Paribas is eurozone's largest bank by deposits. Its growth has been marked by three major acquisitions, namely that of Paribas in 1999, Banca Nazionale del Lavoro in 2006 and a 100% stake in the non-Dutch banking business of Fortis in tranches in 2008 (75%) and 2013 (25%). BNP's key markets are France, Italy, Belgium and Luxembourg.

For a detailed analysis, please refer to the BNP Paribas SA Equity Note, which can be found [here](#).

Updated Lists

Global Conviction List

10/28/2016

Code	Company Name	Last Price	Perf.*	Target Price **	Upside	Industry	Entry Date
BABA-US	Alibaba Group Holding Ltd.	101.93	5%	109.00	7%	Information Technology	01/19/2015
GOOGL-US	Alphabet Inc. Class A	819.56	34%	922.00	12%	Information Technology	08/25/2015
AAPL-US	Apple Inc.	113.72	24%	130.00	14%	Information Technology	06/19/2014
BAYN-DE	Bayer AG	90.43	-24%	119.00	32%	Health Care	09/09/2015
BNP-FR	BNP Paribas SA Class A	53.66	35%	60.00	12%	Financials	04/04/2013
CHKP-US	Check Point Software Technologies Ltd.	80.98	5%	98.00	21%	Information Technology	02/11/2015
SGO-FR	Compagnie de Saint-Gobain SA	40.44	1%	51.00	26%	Industrials	04/29/2015
C-US	Citigroup Inc	49.56	-3%	57.00	15%	Financials	10/16/2013
BN-FR	Danone SA	63.11	4%	77.00	22%	Consumer Staples	06/16/2016
FB-US	Facebook, Inc. Class A	131.29	6%	150.00	14%	Information Technology	07/29/2016
INGA-NL	ING Groep NV	12.03	10%	13.40	11%	Financials	06/10/2014
9201-JP	Japan Airlines Co., Ltd.	3 096.00	-26%	3 800.00	23%	Industrials	09/11/2015
2914-JP	Japan Tobacco Inc.	3 994.00	54%	4 650.00	16%	Consumer Staples	01/08/2013
MC-FR	LVMH Moët Hennessy Louis Vuitton SE	167.05	2%	190.00	14%	Consumer Discretionary	06/04/2015
8306-JP	Mitsubishi UFJ Financial Group, Inc.	544.60	15%	720.00	32%	Financials	01/10/2013
NOVN-CH	Novartis AG	70.75	-11%	94.00	33%	Health Care	08/02/2016
ORCL-US	Oracle Corporation	38.17	27%	49.00	28%	Information Technology	06/24/2013
RI-FR	Pernod Ricard SA	108.55	6%	120.00	11%	Consumer Staples	01/19/2015
PFE-US	Pfizer Inc.	31.93	-9%	42.00	32%	Health Care	08/18/2016
SMSN-GB	Samsung Electronics Co., Ltd.	711.50	12%	810.00	14%	Information Technology	02/09/2015
SU-FR	Schneider Electric SE	60.70	-2%	73.00	20%	Industrials	06/30/2015
TMO-US	Thermo Fisher Scientific Inc.	147.21	17%	179.00	22%	Health Care	02/11/2015
DIS-US	Walt Disney Company	93.85	-6%	120.00	28%	Consumer Discretionary	01/08/2016
WPP-GB	WPP Plc	1 762.00	148%	2 080.00	18%	Consumer Discretionary	07/27/2011

List Performance Since Inception: 50.4%

List Potential Upside: 29.9%

Sources: SGPB & FactSet

* Price Return Since Inception

** Target price is a 12-month forecast price defined by SGPB Equity Experts

US Conviction List

10/28/2016

Code	Company Name	Last Price	Perf.*	Target Price **	Upside	Industry	Entry Date
GOOGL-US	Alphabet Inc. Class A	819.56	34%	922.00	12%	Information Technology	08/25/2015
AAPL-US	Apple Inc.	113.72	24%	130.00	14%	Information Technology	06/19/2014
AVGO-US	Broadcom Limited	169.35	9%	190.00	12%	Information Technology	06/20/2016
CHKP-US	Check Point Software Technologies Ltd.	80.98	5%	98.00	21%	Information Technology	02/11/2015
C-US	Citigroup Inc	49.56	-3%	57.00	15%	Financials	10/16/2013
KO-US	Coca-Cola Company	42.23	14%	48.00	14%	Consumer Staples	10/04/2013
CVS-US	CVS Health Corporation	83.36	-15%	117.00	40%	Consumer Staples	09/25/2015
FB-US	Facebook, Inc. Class A	131.29	6%	150.00	14%	Information Technology	07/29/2016
GILD-US	Gilead Sciences, Inc.	73.88	-8%	125.00	69%	Health Care	06/12/2014
MRK-US	Merck & Co., Inc.	58.84	-7%	73.00	24%	Health Care	08/22/2016
ORCL-US	Oracle Corporation	38.17	27%	49.00	28%	Information Technology	06/24/2013
PFE-US	Pfizer Inc.	31.93	-9%	42.00	32%	Health Care	08/18/2016
TMO-US	Thermo Fisher Scientific Inc.	147.21	17%	179.00	22%	Health Care	02/11/2015
DIS-US	Walt Disney Company	93.85	-6%	120.00	28%	Consumer Discretionary	01/08/2016
ZTS-US	Zoetis Inc	48.56	-3%	58.00	19%	Health Care	10/17/2016

List Performance Since Inception: 41.1%

List Upside: 34.3%

Sources: SGPB & FactSet

* Price Return Since Inception

** Target price is a 12-month forecast price defined by SGPB Equity Experts

European Conviction List

10/28/2016

Code	Company Name	Last Price	Perf.*	Target Price **	Upside	Industry	Entry Date
A DEN-CH	Adecco Group AG	58.80	-12%	78.00	33%	Industrials	12/17/2015
AIR-FR	Airbus Group SE	54.44	-3%	69.00	27%	Industrials	08/25/2015
ATO-FR	Atos SE	95.08	11%	101.00	6%	Information Technology	07/27/2016
BA YN-DE	Bayer AG	90.43	-24%	119.00	32%	Health Care	09/09/2015
BNP-FR	BNP Paribas SA Class A	53.66	35%	60.00	12%	Financials	04/04/2013
SGO-FR	Compagnie de Saint-Gobain SA	40.44	1%	51.00	26%	Industrials	04/29/2015
BN-FR	Danone SA	63.11	4%	77.00	22%	Consumer Staples	06/16/2016
CA-FR	Carrefour SA	23.91	10%	26.50	11%	Consumer Staples	08/03/2016
EOAN-DE	E.ON SE	6.67	-30%	12.00	80%	Utilities	10/13/2015
ENG-ES	Enagas SA	26.10	2%	31.00	19%	Utilities	01/08/2016
ENEL-IT	Enel SpA	3.94	-1%	4.64	18%	Utilities	08/25/2015
FME-DE	Fresenius Medical Care AG & Co. KGaA	73.56	-6%	90.00	22%	Health Care	01/08/2016
INGA-NL	ING Groep NV	12.03	10%	13.40	11%	Financials	06/10/2014
MC-FR	LVMH Moët Hennessy Louis Vuitton SE	167.05	2%	190.00	14%	Consumer Discretionary	06/04/2015
NOVN-CH	Novartis AG	70.75	-11%	94.00	33%	Health Care	08/02/2016
RI-FR	Pernod Ricard SA	108.55	6%	120.00	11%	Consumer Staples	01/19/2015
PUB-FR	Publicis Groupe SA	62.61	3%	77.00	23%	Consumer Discretionary	12/01/2015
DSM-NL	Royal DSM NV	58.61	-2%	76.00	30%	Materials	08/04/2016
SU-FR	Schneider Electric SE	60.70	-2%	73.00	20%	Industrials	06/30/2015
SOLB-BE	Solvay SA	103.65	12%	108.00	4%	Materials	05/08/2016
VIE-FR	Veolia Environnement SA	19.84	10%	25.00	26%	Utilities	04/08/2015
WDI-DE	Wirecard AG	43.20	12%	50.00	16%	Information Technology	05/08/2015
WIZZ-GB	Wizz Air Holdings Plc	1 504.00	-16%	2 150.00	43%	Industrials	11/06/2015
WPP-GB	WPP Plc	1 762.00	148%	2 080.00	18%	Consumer Discretionary	07/27/2011

List Performance Since Inception: 27.0%

List Upside: 29.3%

Sources: SGPB & FactSet

* Price Return Since Inception

** Target price is a 12-month forecast price defined by SGPB Equity Experts

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Rating System

Investment Rating Definitions

Buy	Stock that is expected to outperform its MSCI sector index over a 12-month investment horizon.
Neutral	Stock that is expected to perform in line with its MSCI sector index over a 12-month investment horizon.
Sell	Stock that is expected to underperform its MSCI sector index over a 12-month investment horizon.
Restricted	Covered stock that is not rated or assigned a target price as the Societe Generale group has a capital market transaction with that company.
Suspended	Analyst coverage reorganisation.

Product Risk Rating:

The product category of single equity, stock, share is rated at '4'. In order to draw the attention of potential investors to the risk linked to each investment solution, Societe Generale Private Banking has ranked each product according to its own specific risk scale from the lowest risk (class 0) to the highest risk (class 4). The risk classification is a Societe Generale Private Banking internal risk indicator. These internal indicators are based on the Value at Risk 95% 1 year (VaR). The VaR corresponds to the maximum amount that the portfolio being considered could lose in normal market conditions over a given period with a given probability (past performances and simulations of performance shall not be considered as a reliable indicator of future performance). If the VaR 95% 1 year is y%, this means that there is a 95% probability that the portfolio will not lose more than y% of its value in one year.

Risk Level

Losses

0 - Lowest Risk	There is a 95% probability that the product will not depreciate in value in one year.
1 - Low Risk	There is a 95% probability that the product will not lose more than 5% of its value in one year.
2 - Medium Risk	There is a 95% probability that the product will not lose more than 15% of its value in one year.
3 - High Risk	There is a 95% probability that the product will not lose more than 30% of its value in one year.
4 - Highest Risk	There is a minimum of 5% probability that the product will lose more than 30% of its value in one year.

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Calculation Methodology

Performance Calculation

At the time of inception of the conviction list, all members are based at 100. Each stock is equally weighted, so that every member has the same probability to add value to the list. The selection is made using a bottom-up approach and may not be read as a portfolio construction. Performance of Conviction Lists and the members is calculated every week based on Monday's closing price or last trading day in case of a holiday. Rebased level for Conviction List members is obtained by applying the change in the share price (current price/last week price) to the previous rebased level. Rebased level for the Conviction Lists is obtained by averaging the rebased levels for all the conviction list members.

Conviction List Change

Performance is also calculated as mentioned above at the time of any change in Conviction Lists such as inclusion of a new member or removal of an existing member. For inclusion or removal of a member, closing price on the day prior to the announcement is used. In addition, all members are equally weighted again by applying the last rebased level of the Conviction List.

Performance Measurement

Weekly: % change in the current rebased level over previous week's rebased level.
YTD: % change in the current rebased level over the rebased level at the beginning of the year.
Since inception: % change in the current rebased level over the base value (100).
Since inclusion (Conviction List Members): % change in the current rebased level over the rebased level at the time of inclusion.

Potential Upside Calculation

Of Members: is obtained by ascertaining the % difference between the current price and target price.
 Of Conviction Lists: is obtained by rebasing the upside potential of members and then averaging these rebased upside potential levels.

Corporate Actions

Dividend payment: the performance methodology does not take into account the impact of dividend payment. Therefore, the lists' performance is purely based on price return calculation.
Stock Split: to adjust the effect a stock split, we adjust the target price by the same ratio as that of the stock split.

Benchmarking

Performance of Conviction Lists (CLs) is compared with the following relative benchmarks to ascertain the outperformance/ underperformance:

Conviction List	Benchmark
Global CL	MSCI AC World
Developed Asia-Pacific CL	MSCI AC Asia Pacific
European CL	MSCI Europe
US CL	S&P 500
Emerging CL	MSCI Emerging Markets
Dividend CL	MSCI World High Dividend Yield

Glossary (1/2)

SGPB Investment Universe

Societe Generale Private Banking defines and maintains an investment universe, aiming at ensuring the liquidity and the meaningful coverage of companies subject to potential investments. This investment universe complies with rules defined as follows:

- **Issuers are constituents of MSCI indices:** The constituents of the indices retained cover developed and emerging countries with increased precision (average market capitalisation) for Germany, Belgium, France, the UK and Switzerland.
- **Market Capitalisation:** To avoid the inclusion of securities whose market capitalisation could be too low in light of the potential investments by clients and/or managers, only securities whose market capitalisation is greater than €500 mn have been chosen.
- **Liquidity:** To ensure minimum liquidity for investments, only securities with a six-month average daily trading volume greater than EUR 300,000 are selected.
- **Reliable Financial Information:** Only securities tracked by at least three sell side financial analysts are included in the universe.
- **Social and Environmental Responsibility Policy of SG Group:** Societe Generale has defined a framework for Social and Environmental Responsibility. This framework sets out restrictions on listed securities identified by SG Group and deleted from the universe.

SGPB Recommended Universe

The Recommended Universe is made of companies from the Investment Universe as defined by Societe Generale Private Banking guidelines. Members are chosen by Equity Solutions. There are no lower nor upper limits on the number of stocks in the Recommended Universe. There is no specific constraint in term of geographical or industry representation. A company from the recommended universe can be subject to a rating change, as decided by the Equity Solutions expert covering the company. When a stock is downgraded to a Sell rating, it is still followed for at least 3-month, after which Equity Solutions issues a coverage termination alert.

Financial terms and acronyms

ADR (American Depositary Receipt): is a negotiable certificate issued by a US bank representing a specified number of shares in a foreign stock that is traded on a US exchange. ADRs are denominated in US dollars, with the underlying security held by a US financial institution overseas.

BACKLOG: often refers to a company's sales orders waiting to be fulfilled. Even if it provides the revenue visibility, the companies usually try to avoid to have an extensive backlog because that creates the risk of unmet demand and thus can have negative impact on future earnings

BENCHMARK: is, generally, a broad market, market-segment stock or bond index that is used as a reference to evaluate the performance of a security, mutual fund or investment manager.

BV (Book Value): is the total value of net assets of a company. It consists of the firm's fixed assets plus its current assets, minus short-term liabilities, long-term creditors and any provisions.

BVS (Book Value Per Share): is the total value of the net assets of a company divided by the total number of outstanding shares.

C/I (Cost Income Ratio): is used for valuing banks. It shows a company's costs in relation to its income. Formula: $(\text{Operating Costs}/\text{Operating Income}) \times 100$.

CAGR (Compound Annual Growth Rate): is a term used for the geometric progression ratio that provides a constant rate of return over a specific time period.

CAPEX (Capital Expenditure): is the fund used by the company to acquire or upgrade the physical assets such as property, industrial buildings or equipment. The most capital intensive industries include oil, telecom and utilities.

CAR (Capital Adequacy Ratio): is a measure of a bank's capital. It is expressed as a percentage of a bank's risk-weighted credit exposures. Formula: $(\text{Tier One Capital} + \text{Tier Two Capital})/\text{Risk Weighted Assets}$.

CET I (Common Equity Tier I Ratio): is a measure of the bank's common equity capital as a percentage of risk-weighted assets. It is generally compared to a defined benchmark stipulated by the regulatory authority to determine whether a bank is sufficiently capitalised.

Combined Ratio: It represents the total of acquisition and administrative expenses, and claims and insurance benefits incurred, divided by net premiums earned.

DIVIDEND YIELD: Dividend per share or DPS (total dividend paid out divided by the total number of shares) expressed as a percentage of current stock price.

EBIT (Earnings Before Interest and Taxes): profit before taking into account interest payments and income taxes. Also referred to as operating income, it is calculated as a company's gross income minus all its operating expenses.

EBIT Margin: Ratio that expresses EBIT as a percentage of total sales $(\text{EBIT}/\text{Sales} \times 100)$; also referred to as operating margin.

EBITDA (Earnings Before Interest, Taxes, Depreciation and Amortisation): profit before taking into account interest payments, income taxes and non-cash operating expenses (depreciation and amortisation). It is calculated as a company's gross income minus its cash operating expenses only.

EPS (Earnings Per Share): is the division of total net profit by the number of shares.

EV (Enterprise Value) is a measure of a company's value, often used as an alternative to straightforward market capitalisation. It is calculated as $(\text{market cap} + \text{debt} + \text{minority interest} + \text{preferred shares}) - \text{total cash} - \text{cash equivalents}$.

EV/EBITDA: compares the total value of the company to its EBITDA.

EV/SALES: compares the total value of the company to its sales.

FCF (Free Cash Flow): represents the difference between operating cash flow and capital expenditures and shows the company's ability to generate shareholder's value after laying out the money required to maintain or expand its asset base. Without enough cash, it would be difficult for a company to develop new products, make acquisitions, pay dividends and reduce debt.

FFO (Funds from Operations): measures a REIT's operating performance. It is net income plus gains (minus losses) from property sale and purchase. Non-cash expenses like depreciation and amortisation are added back because value of real estate tends to rise over time rather than depreciating like other fixed assets and investments. FFO per share is often used in place of earnings per share when analysing REITs.

FY1 (Fiscal Year One): refers to the current fiscal year. **FY2 (Fiscal Year Two):** refers to the next fiscal year.

FY16E: Fiscal year 2016 estimation. **FY17E:** Fiscal year 2017 estimation.

GDR (Global Depositary Receipt): is very similar to an ADR. It is a bank certificate issued in more than one country for shares in a foreign company. The shares are held by a foreign branch of an international bank. The shares trade as domestic shares, but are offered for sale globally through the various bank branches.

GOODWILL: is an intangible asset that arises as a result of the acquisition of one company by another company for a premium value and can have as origin the value of a company's brand name, solid customer base, good customer relations, good employee relations and any patents or proprietary technology.

GROSS INCOME: gross profit calculated as a company's total sales minus its cost of goods sold (COGS) that corresponds to labour and production costs.

GROSS MARGIN: expresses gross income as a percentage of total sales $(\text{Gross Income}/\text{Sales} \times 100)$.

IPO (Initial Public Offering): is the first sale of stock by a private company to the public to expand its growth or, sometimes, repay its debt.

LIKE FOR LIKE (LFL) GROWTH: is a measure of growth in sales, adjusted for new or divested businesses. This is a widely used indicator of retailers' performance. This adjustment is important in businesses that show a significant change through expansion, disposals or closures.

LTV (Loan-To-Value Ratio): is a financial term used to express the ratio of a loan to the value of an asset purchased. The term is commonly used by financial institutions and real estate companies to represent the ratio of the loan as a percentage of the total appraised value of real property.

NAV (Net Asset Value): is similar to book value and is also called per investment unit. NAV is the marked-to-market value of the company's property investments less liabilities.

ND (Net Debt): is calculated as a company's total debt minus cash and other liquid assets.

NET MARGIN: is a financial ratio which measures the profitability of the net income of a company. Formula: $\text{Net Profit}/\text{Sales}$.

NI (Net Income or Bottom Line): represents a company's total earnings which is calculated by adjusting revenues for the costs, depreciation, interest, taxes and other expenses.

OPERATING MARGIN: See definition of EBIT Margin.

Glossary (2/2)

ORGANIC GROWTH: is the growth rate that a company can achieve by increasing its output and enhancing sales, excluding any profits or growth from takeovers or M&A activities.

P/E or PER (Price Earnings Ratio): reflects the trading price of a share in relation to the expected earnings. Formula: Share Price/Earnings Per Share.

P/TBVS (Price To Tangible Book Value): expresses the share price with regard to the accounting value of the company. Formula: Share Price/Tangible Book Value Per Share.

PAYOUT RATIO: is the proportion of earnings paid out as dividends to shareholders and typically expressed as a percentage. A lower payout ratio is generally preferable to a higher payout ratio. A ratio greater than 100% indicates the company is paying out more in dividends than it makes in net income.

PROFIT WARNING: is the announcement made by the company before its earnings release indicating the investors that its earnings would not meet the analysts' expectations.

RWA (Risk Weighted Assets): is a measure of the bank's assets, weighted according to their risk. It involves the risk weighting of both on and off-balance-sheet exposures. It is generally used to calculate risk-based capital ratio which is the ratio of a bank's capital to its risk weighted assets.

REVENUE GROWTH: Illustrates the growth of sales over a given period.

ROA (Return on assets): a financial ratio that is calculated as net income divided by total assets and shows how profitable a company is relative to its total assets

ROC (Return on invested capital): a profitability ratio which is calculated as net income minus dividends divided by total invested capital.

ROE (Return On Equity): The amount of net income returned as a percentage of shareholders' equity. Return on equity measures a corporation's profitability by disclosing how much profit a company generates with the money shareholders have invested.

SHARE BUYBACK (Share Repurchase): A program by which a company buys back its own shares from the marketplace, reducing the number of outstanding shares. It usually indicates that the company's shares are undervalued and pushes the share prices up.

SHAREHOLDER'S EQUITY: is the amount of the funds contributed by the owners (the stockholders) plus the retained earnings (or losses).

STOCK SPLIT: is a corporate action in which the company divides its existing shares into multiple shares to make shares seem more affordable for small investors without changing the underlying value of the company.

TBV (Tangible Book Value): is the book value excluding intangible assets.

TBV/S (Tangible Book Value Per Share): allows to estimate the accounting value of a company by measuring its stockholders' equity per share. Formula: Re-valued Net Assets/Total Shares of Company.

WACC (Weighted Average Cost of Capital): also referred to as the firm's cost of capital, it is the rate that a company is expected to pay on an average to all its security holders to finance its assets.

WORKING CAPITAL: is the difference between a company's current assets and current liabilities and shows whether the company has sufficient short-term assets to cover its short-term debts.

Sources: FactSet, Bloomberg, SGPB

Indices

MSCI AC WORLD: is a free float-adjusted market capitalisation weighted index that is designed to measure the equity market performance of developed markets. The MSCI World Index consists of the following 23 developed market country indexes: Australia, Austria, Belgium, Canada, Denmark, Finland, France, Germany, Hong Kong, Ireland, Israel, Italy, Japan, the Netherlands, New Zealand, Norway, Portugal, Singapore, Spain, Sweden, Switzerland, the UK, and the US (as of 2 June 2014).

MSCI AC ASIA PACIFIC: is a free float-adjusted market capitalisation weighted index that is designed to measure the equity market performance of the developed and emerging markets in the Pacific region. The MSCI AC Pacific Free Index consists of the following 12 developed and emerging market countries: Australia, China, Hong Kong, Indonesia, Japan, Korea, Malaysia, New Zealand, the Philippines, Singapore, Taiwan, and Thailand (as of 2 June 2014).

MSCI EUROPE: is a free float-adjusted market capitalisation weighted index that is designed to measure the equity market performance of the developed markets in Europe. The MSCI Europe Index consists of the following 15 developed market country indexes: Austria, Belgium, Denmark, Finland, France, Germany, Ireland, Italy, the Netherlands, Norway, Portugal, Spain, Sweden, Switzerland, and the UK (as of 2 June 2014).

MSCI EMERGING MARKETS: is a free float-adjusted market capitalisation index that is designed to measure equity market performance of emerging markets. The MSCI Emerging Markets Index consists of the following 23 emerging market country indexes: Brazil, Chile, China, Colombia, the Czech Republic, Egypt, Greece, Hungary, India, Indonesia, Korea, Malaysia, Mexico, Peru, the Philippines, Poland, Qatar, Russia, South Africa, Taiwan, Thailand, Turkey* and the UAE (as of 2 June 2014).

MSCI WORLD HIGH DIVIDEND YIELD: is based on the MSCI World Index, its parent index, and includes large- and mid-cap stocks across 23 Developed Markets (DM) countries (as of 31 March 2014). The index is designed to reflect the performance of equities in the parent index (excluding REITs) with higher dividend income and quality characteristics than average dividend yields that are both sustainable and persistent.

MSCI WORLD VALUE: captures large- and mid-cap securities exhibiting overall value style characteristics across 23 Developed Markets countries (as of 31 March 2014). The value investment style characteristics for index construction are defined using three variables: book value to price, 12-month forward earnings to price and dividend yield. With 853 constituents, the index targets 50% coverage of the free float-adjusted market capitalisation of the MSCI World Index.

MSCI WORLD GROWTH: captures large- and mid-cap securities exhibiting overall growth style characteristics across 23 Developed Markets countries (as of 31 March 2014). The growth investment style characteristics for index construction are defined using five variables: long-term forward EPS growth rate, short-term forward EPS growth rate, current internal growth rate and long-term historical EPS growth trend and long-term historical sales per share growth trend.

MSCI WORLD SMALL CAP: captures small cap representation across 23 Developed Markets (DM) countries (as of 31 March 2014). With 4,302 constituents, the index covers approximately 14% of the free float-adjusted market capitalisation in each country.

MSCI WORLD LARGE CAP: captures large-cap representation across 23 Developed Markets (DM) countries (as of 31 March 2014). With 737 constituents, the index covers approximately 70% of the free float-adjusted market capitalisation in each country.

MSCI EMEA: is a free float-adjusted market capitalisation weighted index that is designed to measure the equity market performance of the emerging market countries of Europe, the Middle East and Africa. The MSCI EM EMEA Index consists of the following 10 emerging market country indexes: the Czech Republic, Greece, Hungary, Poland, Russia, Turkey, Egypt, South Africa, Qatar and the UAE.

MSCI LATAM: captures large- and mid-cap representation across five emerging market (EM) countries (as of 31 March 2014) in Latin America. With 137 constituents, the index covers approximately 85% of the free float-adjusted market capitalisation in each country.

MSCI EMERGING ASIA: captures large and mid-cap representation across eight EM countries (as of 31 March 2014). With 537 constituents, the index covers approximately 85% of the free float-adjusted market capitalisation in each country.

MSCI RUSSIA: is designed to measure the performance of the large- and mid-cap segments of the Russian market. With 22 constituents, the index covers approximately 85% of the free float-adjusted market capitalisation in Russia.

MSCI BRAZIL: is designed to measure the performance of the large- and mid-cap segments of the Brazilian market. With 70 constituents, the index covers about 85% of the Brazilian equity universe.

MSCI INDIA: is designed to measure the performance of the large- and mid-cap segments of the Indian market. With 64 constituents, the index covers approximately 85% of the Indian equity universe.

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S&P 500: includes 500 leading companies in the leading industries of the US economy. It is a core component of the US indices that could be used as building blocks for portfolio construction. It is also the US component of S&P Global 1200.

Nikkei 225: is the leading index of Japanese stocks. It is a price-weighted index comprised of Japan's top 225 blue-chip companies on the Tokyo Stock Exchange. The Nikkei is equivalent to the Dow Jones Industrial Average Index in the US.

Sources: FactSet, Bloomberg, MSCI global equity indexes, SGPB

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SG acted as co-manager in Citigroup's bond issue ((USD perpNC5).

SG acted as co-manager in Citigroup's bond issue.

SG acted as co-manager in Citigroup's bond issue (10y USD).

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SG acted as co-manager in Citigroup's bond issue and a TAP (3 yr, 5yr TAP ISIN US172967KK69).

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