

# European Short Observer

## November 2016

This report displays insights from the European Short Disclosure Regulation (ESMA). From the daily filings we track over 30 billion euros in short investments across more than 200 managers. Here we show changes in the sector exposures and track the best short picks from the previous month. Also ranked are the most shorted securities, the most covered ones and the top new shorts in the month.

In November Industrials had the largest increase in aggregate short value. The best short of the month was **Stefanel** with only one manager shorting 0.6% of the firm at the end of the month. Among the best shorts, the most crowded is **Tullow Oil** shorted by 9 managers who have increased their short investments during the month.

The most shorted security by short interest was **Grafton Group** with almost 70 million euros in capital invested during the month and one manager filing the position.

The most covered security was **Ladbroke's Coral Group** with 5 managers closing the position and an aggregate decrease in shorted value of over 128 million euros.

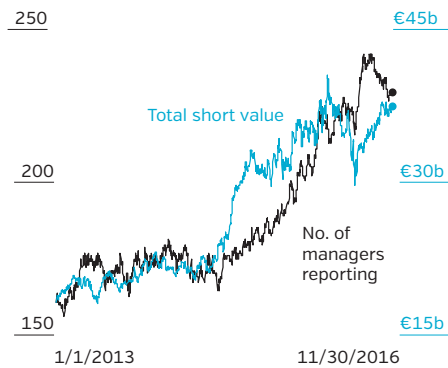
Below, we display the top 10 shorts by short interest and the top 5 new shorts of the month ranked by short interest. Among these **WM Morrison Supermarkets** was the most shorted overall and **Grafton Group** was the most shorted among the new shorts.

### Top short interest in November

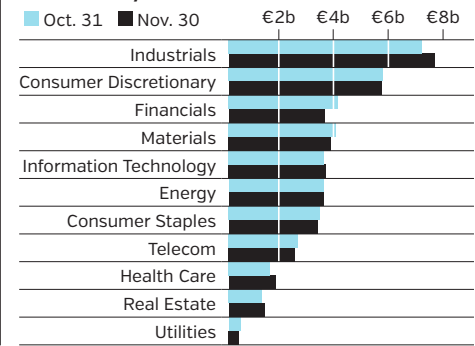
Name	Short interest	Δ Short Int.
Wm Morrison Supermarkets	16.62%	0.96%
Ocado Group	16.41%	-0.21%
K+S	16.28%	1.74%
Carillion	15.14%	0.19%
Tullow Oil	14.78%	0.73%
Compagnie Generale Geophysique Veritas	14.75%	-0.10%
Intrum Justitia	14.03%	0.34%
Technip	12.33%	0.37%
Fingerprint Cards	12.18%	-1.56%
Metso	11.20%	1.24%

### Top new shorts in November

Name	Short interest	Value
Grafton Group	4.7%	€69.2m
CHL - Centro HL Distribuzione	1.4%	€0.1m
Viscofan	1.1%	€23.3m
Novozymes	1.0%	€81.9m
Schön & Cie	0.7%	€0.1m



### Short value by sector



### Best shorts in November

Name	Return	Value	#Mngrs short	Short interest	○ Oct. 31	● Nov. 30
Stefanel	-40.5%	€<0.1m	1			
Heijmans	-19.0%	€0.7m	1			
Livanova	-16.7%	€57.8m	3			
Sirius Minerals	-16.7%	€4.8m	1			
Premier Oil	-12.4%	€21.1m	6			
Banca Popolare Di Milano	-11.7%	€66.9m	3			
Hexagon	-11.6%	€57.5m	1			
Pantheon Resources	-11.6%	€2.2m	2			
Banco Popolare Societa' Cooperativa	-11.2%	€58.0m	2			
Tullow Oil	-11.0%	€473m	9			

### Most sold short in November

Name	Δ Short Int.	Short Int.	Δ Value	Δ #Mngrs	#Mngrs	Return
Grafton Group	4.69%	4.69%	€69.2m	+1	1	0.5%
Premier Oil	3.98%	5.90%	€13.9m	+4	6	-12.4%
Nordex	3.73%	7.35%	€54.4m	+2	7	-6.9%
Banca Popolare Di Milano	2.31%	4.98%	€17.9m	+1	3	-11.7%
Leoni	2.24%	5.24%	€17.2m	+3	7	-3.7%
Hikma Pharmaceuticals	1.95%	3.96%	€96.2m	+3	6	-3.0%
Telit Communications	1.90%	9.59%	€9.5m	+1	7	-1.1%
Cellnex Telecom	1.90%	4.51%	€47.6m	+2	4	-6.0%
Alstom	1.84%	1.84%	€103.1m	+3	3	-0.9%
Antofagasta	1.77%	4.08%	€188.7m	+3	5	3.2%
Banco Popular Español	1.77%	6.66%	€26.2m	+0	4	-7.5%
K+S	1.74%	16.28%	€83.7m	+0	14	-1.9%
Tullett Prebon	1.65%	4.59%	€30.3m	+2	5	1.4%
Arcadis	1.59%	3.11%	€13.6m	+2	4	-9.0%
Credito Valtellinese Societa' Cooperativa	1.54%	1.54%	€5.0m	+2	2	-10.2%

### Most covered in November

Name	Δ Short Int.	Short Int.	Δ Value	Δ #Mngrs	#Mngrs	Return
Ladbroke's Coral Group	-9.16%	1.45%	-€128.7m	-5	2	-1.61%
Telecom Italia	-4.11%	1.13%	-€450.4m	-3	2	-2.28%
FLSZmidh & Co.	-3.11%	3.55%	-€42.6m	-2	3	-3.72%
Air France-Klm	-2.76%	5.92%	-€54.4m	-1	5	-2.16%
Bolsas y Mercados Españoles	-2.43%	4.99%	-€51.3m	-2	4	-1.93%
Tecnicas Reunidas	-2.21%	0.71%	-€42.0m	-1	1	-2.50%
Banca Monte Dei Paschi di Siena	-2.20%	0.00%	-€15.7m	-3	0	-10.67%
QSC	-2.10%	0.00%	-€4.9m	-2	0	-0.91%
CYBG	-1.90%	0.86%	-€48.0m	-3	1	-2.05%
Unione Di Banche Italiane	-1.74%	6.98%	-€54.9m	0	5	-6.05%
Bilfinger	-1.67%	5.33%	-€16.0m	-3	5	-1.14%
Heidelberger Druckmaschinen	-1.64%	10.76%	-€11.2m	-2	6	1.76%
Fingerprint Cards	-1.56%	12.18%	-€70.0m	-1	10	-1.36%
Klöckner & Co	-1.52%	0.58%	-€18.0m	-2	1	-4.63%
Bang & Olufsen	-1.46%	0.00%	-€6.4m	-1	0	-1.35%