Weekly Trader

Upcoming Market Opportunities and Events

Monday, 28th August 2017

Euro strength pressuring European equities

Jackson Hole meeting sees Euro rally

The Euro is currently trading at its highest level against the US Dollar since January 2015 at $1.1930 at the time of writing this morning, and at 8 year highs against the Pound at 92.5p. Fed Chairwoman, Janet Yellen gave little in the way of fresh information on the Fed's future policy stance, with the probability of a further 25bps rate hike from the Fed dropping to 35% after her speech. The Euro rallied as ECB President, Mario Draghi failed to talk the Euro currency lower after sizable gains reported already in 2017. We see next key resistance for the EURUSD currency pair at $1.2150. This renewed Euro strength is a headwind to our preference for European equities over US equities into year end, but we feel improving underlying fundamentals can offset a strengthening Euro which is a headwind for large European exporting companies. The next big event for the Euro is the ECB policy meeting on 7th September where the market will be paying very close attention to whether the council will signal its intentions to taper the ECB's ongoing €60bn a month bond buying programme.

Theresa May under pressure

Theresa May is facing renewed pressure from her own Labour party as it aims to keep Britain in the EU single market, at least during a transitional period. This change in stance could see Brexit head towards a softer Brexit with EU negotiations set to continue next month. The Labour Party may now seek a longer term transitional deal which gives Britain access to the Single Market for as long as 4 years after the country leaves the EU in March 2019.

EU warns the UK not to use Irish border as bargaining tool

Several EU officials have warned the UK Government not to use peace in Ireland as a bargaining tool in upcoming Brexit negotiations which resume next week. There is still significant uncertainty as to how to control trade and immigration between the Irish and Northern Irish border. Earlier in the month, the UK said it wanted to avoid any physical border or customs checks with Ireland as part of any Brexit deal with the EU, calling for more "flexibility and imagination" to devise arrangements on the island of Ireland that preserve free movement of people and goods across the border. However, EU officials said the UK's plans on the North–South border lack workable solutions. They also warned not to use the peace process in the UK's future trade deal with the EU.

Stock Coverage This Week

This week we cover Ryanair which is back approaching key support level for active trading stocks. We re-iterate our Outperform call for European Banking ETF as we expect European yields to edge higher in the second half of 2017. We also summarise the next big binary event for Falcon Oil on page 3, and give a detailed overview of our newly added stock to our Core Portfolio, Vinci which is a European infrastructure company and is replacing Greencore. Finally, we re-iterate our Outperform stance for CRH following on from a solid H1/17 results update last week.

Major Markets Last Week

	Value	Change	% Move
Dow	21814	139.16	0.64%
S&P	2443	17.50	0.72%
Nasdaq	6266	49.12	0.79%
UK Index	7401	77.48	1.06%
DAX	12110	47.66	0.36%
ISEQ	6643	-31.42	-0.47%
Nikkei	19,450	56.77	0.29%
H.Seng	27,859	811.53	3.00%
STOXX600	373	0.39	0.10%
Brent Oil	52.46	0.82	1.55%
Crude Oil	47.49	0.10	0.25%
Gold	1297	4.73	0.37%
Silver	17.1696	0.15	0.91%
Copper	309.6	9.45	3.15%
CRB Index	435.38	-2.43	-0.56%
Euro/USD	1.1929	0.01	0.96%
Euro/GBP	0.9247	0.01	0.95%
GBP/USD	1.2902	0.00	0.02%

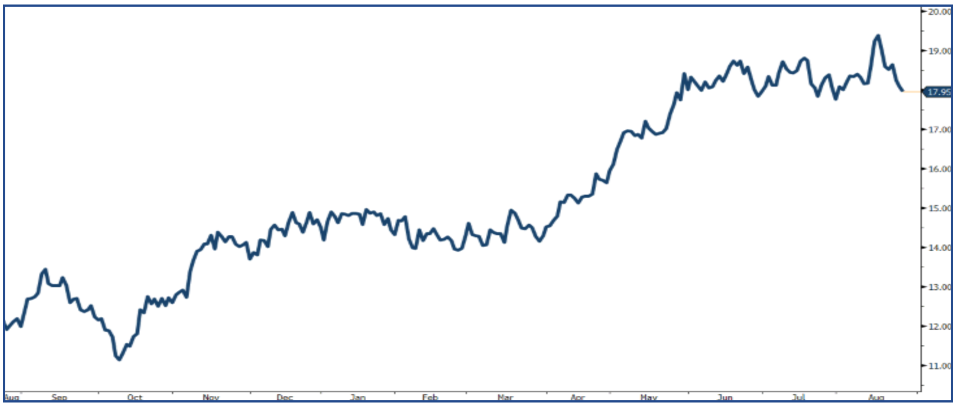
	Value	Change
German 10 Year	0.389	-0.01
UK 10 Year	1.053	-0.04
US 10 Year	2.1676	-0.01
Irish 10 Year	0.747	0.00
Spain 10 Year	1.606	0.06
Italy 10 Year	2.107	0.07
BoE	0.25	0.00
ECB	0.00	0.00
Fed	1.25	0.00

All data sourced from Bloomberg

Ryanair - Back to €17.70 - €18.00 buy zone

Closing Price: €17.86

Stephen Hall, CFA | Investment Analyst



Key Metrics	2018e	2019e	2020e
Revenue (€'bn)	7.04	7.69	8.24
EPS (€)	1.26	1.43	1.58
Price/ Earnings	14.2x	12.54x	11.33x
Div Yield	0.45%	0.77%	0.62%

Share Price Return	1 Mth	3 Mth	YTD
RYA ID	1.94%	3.25%	23.8%

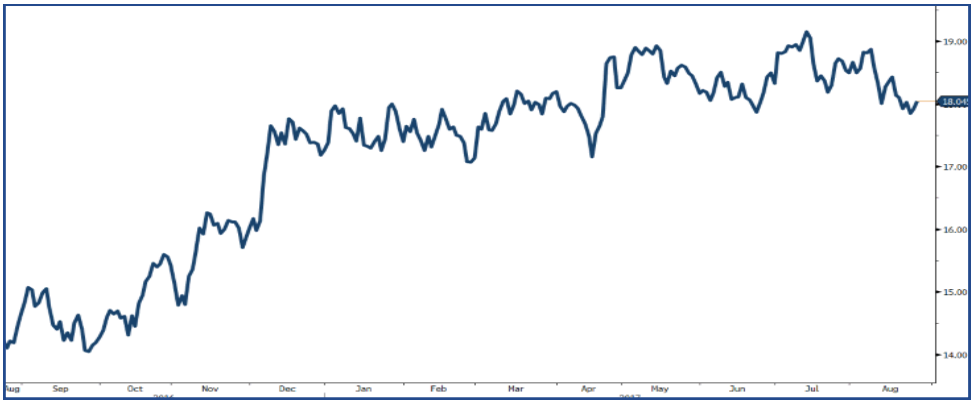
Source: All data & charts from Bloomberg

Ryanair's share price has retraced c. 10% off its all-time highs recorded mid-August due to profit taking and the recent terrorist attack in Barcelona impacting sentiment. The average drawdown in its share price over the past year have been between 7% - 10% which is relatively shallow in nature for a cyclical stock and we continue to believe the stock remains a buy on dips. For active trading clients we would recommend buying this dip and we remain structurally bullish on the long term growth prospects of the group. Key support is €17.70, which would represent a 10.5% retracement if reached. We are happy to pick up the stock between €17.70 to €18.00. The economic recovery in Europe is becoming more broad based which should boost tourism numbers in Europe. The share buyback programme is 61.5% complete today as of yesterday (€369m), meaning the Group will purchase an additional €231m of its own stock over the next 2 months providing support to the stock. We'd expect the corporate brokers running this programme to be quite aggressive around current market levels which should provide support to the stock. The continued weakening of the Pound is a headwind to earnings, however with Air Berlin and Alitalia both filing for insolvency in recent months, the consolidation of the European airline sector is accelerating. The recent insolvency of Air Berlin should reduce supply and support fares in the region. Ryanair recently expressed interest in acquiring some assets of Air Berlin despite its fleet being Airbus unlike Ryanair's whole fleet which is Boeing. Ryanair has de-rated towards 14.2x FY18e earnings post the recent selloff.

Stoxx600 Banks ETF - Recent weakness presents opportunity

Closing Price: €18.045

Will Heffernan | Investment Analyst



SX7PEX Key Metrics	Current
Market Cap (€mn)	814.73
30 Day Avg Vol	15.864
Div Yield	8.26%
Div Frequency	Quarterly

Share Price Return	1 Mth	3 Mth	YTD
SX7PEX GY	-2.1%	1.84%	9.68%

Source: All data & charts from Bloomberg

Jackson Hole produced very little of note from either Mario Draghi or Janet Yellen. However, the euro rallied against all major currencies as markets interpreted Mr. Draghi's speech as the ECB remaining unconcerned with the recent rally in the euro. Markets, which had been allowing for the possibility of a tapering announcement, are now expecting some form of tapering announcement in the second half of the year. We believe that Mr Draghi will use the September 7th ECB meeting to indicate to markets that it has started the preliminary work on tapering plans. If this does occur European yields will rally. We have seen a drop in the German 10 year yield from 0.60% to 0.37% as inflation declined. However we expect the German 10 year to move back to the top of that range. European banks should outperform the market if this occurs. From a longer term perspective, the economic backdrop is the most favourable for European banks since 2008. Lending growth is accelerating while the average European consumer has increased spending and is feeling more confident about future spending. Both in core and peripheral Europe banks are primed to take advantage of this European upturn. The sector continues to trade at attractive valuations due to historical legacy issues but we believe that these issues, including NPLs, have been well managed and should be less of a headwind going forward.

Falcon Oil and Gas - Company Overview Closing Price: GBp 23

Stephen Hall, CFA | Investment Analyst

News

Falcon Oil & Gas (Falcon) is a global energy company that is focused on acquiring, exploring and developing large acreage positions of unconventional oil and gas resources primarily in Northern Australia and South Africa. Falcon has interests in approximately 12.3 million gross acres in three major exploration projects in Australia, South Africa and Hungary. Falcon Oil's most advanced project comes from a 30%/ 70% Joint Venture (JV) split with Origin Energy called the "Beetaloo JV" in the Northern Territory of Australia. In February 2017, Falcon's JV partner, Origin Energy produced a promising report of the exploration potential of the Beetaloo region where initial gross contingent gas resources over just one of the shale plays (Middle Velkerri B Shale) were estimated at 6.6 trillion cubic feet (TCF) and net contingent resource best estimate at 1.94 TCF over 2,000 square kilometre (500,000 acres) of ground representing just 1/8 of the JV acreage. Origin's report also indicated a gross technically recoverable resource of 85 TCF from the Middle Velkerri B Shale over the entire JV acreage. Falcon Oil's ultimate goal is to mature these contingent resources into proven reserves over time. Falcon's CEO, Philip O'Quigley recently said "the Beetaloo Basin is the Northern Territory's most prospective onshore basin for shale gas". The CEO of Origin Energy said "it is still early stages but the site has the potential of being a material gas resource that could bring economic activity and productivity to the region".

Comment

The next big binary risk event for Falcon Oil is the Chief Minister of the Northern Territory, Michael Gunner's decision on whether to keep the moratorium in place to ban fracking or allow it in "highly regulated circumstances in tightly prescribed areas once the final report was complete". In our opinion this is ultimately a binary decision which will dictate the direction of Falcon's share price once this decision is made final late in 2017.

A scientific inquiry into "Hydraulic Fracking of Unconventional Reservoirs in the Northern Territory" was established by the Labour Government to determine the nature and extent of the risks associated with hydraulic fracking of onshore unconventional shale reservoirs and its associated activities on the environmental, social, cultural and economic conditions of the Northern Territory. It also assesses whether these risks can be mitigated to an acceptable level. If they can, by what methodology or methodologies these risks can be mitigated, and whether the existing regulatory framework is sufficient to implement these methodologies and if not, what changes need to be made.

Hydraulic fracturing is required to extract unconventional gas which is necessary to increase the level of porosity and permeability and a recent interim report indicated it could recommend significant regulatory and legislative framework changes before fracking could be allowed in the Northern Territory. The report revealed that many locals oppose fracking, however many also believe that a properly regulated and adequately safeguarded onshore extraction of shale gas by hydraulic fracturing could be beneficial to the territory, creating employment opportunities and raising much needed revenue for the region. The report cited that water safety and disposal were the biggest concern for interested stakeholders as hydraulic fracking requires large quantities of water which can be sourced from local surface, groundwater sources or can be transported in.

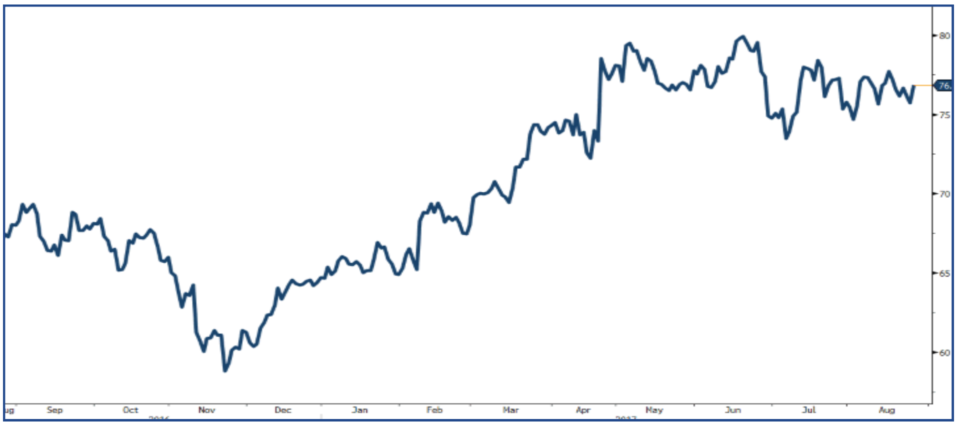
The initial geological assessment from Origin Energy produced earlier in 2017 is very promising, but the regulatory landscape is challenging and is the next clear binary risk for the stock. If the moratorium is lifted even with restrictions in place, we would expect the market to react favourably to such an outcome. Beyond that, the cost of gas extraction and the transportation of the gas to the East Coast of Australia or Darwin are the next variables which could determine whether this project is commercially feasible or not. If the moratorium is lifted, restrictions may be placed on the treatment, storage and management of waste water, with drilling to commence as soon as feasible. A draft final report is expected between October 2017 to November 2017 and the final report is expected by the end of the year.

The purpose of this update is to inform investors of the upcoming decision by the Northern Territory of Australia and the likely impact on Falcon's share price given both scenarios, which we view as a binary event. We initiate our investment outlook on the stock with a "Market Perform" rating. There are convincing arguments to keep or lift the moratorium in place. Lifting the moratorium could potentially bring great economic benefits to the Northern Territory of Australia associated with the exploration/ commercialisation of the region. Developing this region could also help Australia's growing energy crisis. However, environmental concerns means the moratorium could just as easily be left in place. In the best case scenario, the moratorium is lifted with minimal restrictions, then the recommencement of the work programme can begin through five exploration and appraisal wells where A$115m capex is expected to be carried out to complete the farm out agreement that Falcon has with its JV partner Origin and hopefully determine whether this project is commercially feasible or not.

Vinci - Pure play on European recovery

Closing Price: €76.50

Will Heffernan | Investment Analyst



Key Metrics	2017e	2018e	2019e
Revenue (€'bn)	39.5	40.59	41.78
EPS (€)	4.74	5.122	5.497
Price/ Earnings	16.19x	15.04x	14.02x
Div Yield	3.02%	3.28%	3.53%

Share Price Return	1 Mth	3 Mth	YTD
DG FP	-0.6%	-0.2%	18.61%

Source: All data & charts from Bloomberg

Intro

We are initiating coverage on Vinci at an outperform rating. Vinci is a very high quality company with an excellent management team and a long historical track record of solid earnings growth and accretive acquisitive activity. The company retains a mixture of defensive assets such as Toll Roads and Airports which are complemented by higher growth activities such as contracting, building and financing infrastructure projects. We have been highlighting our belief that 2017 represents the first true year of recovery for the European economy with strong growth across all countries (excluding Greece) driven by increased confidence on behalf of both consumers and governments. This strong growth should benefit both the established assets through increased traffic but also lead to strong revenue growth on the contracting and financing side.

Company History

Vinci was formed in 1899 as the Societe Generale d'Enterprise. In 2000, the company merged with GTM group to become Vinci. Today it is a global leader in infrastructure and construction employing approx. 180,000 people with operations in 100 countries. France remains its major base of operations with 60% of revenue stemming from there. Overall 77% of revenue is derived from Europe with the remainder a mix of Asia Pac (5.8%), Russia(6%), North America (4%), Africa (3.5%) and South America (3%). As such, Vinci does not represent a high degree of FX exposure. We believe the euro will moved higher against most currencies in H2/17. While we believe this will not be much of a obstacle to European equities due to the strength of the recovery, we believe this removes any potential headwind that may occur. It also makes Vinci a reasonably pure play on the European recovery.

Business Model

The company is structured into two divisions – **Concessions** (17% of Group revenue & 72% of EBITDA) and **Contracting** (83% of Group revenue & 27% of EBITDA). **Concessions** designs, finances, constructs and mange transport infrastructures and public amenities, usually under the auspices of a public private partnership. It operates in areas such as motorways, bridges, tunnels, railways and stadiums. It is the smaller of two divisions but it is a very high margin business (2016 EBITDA margin of 68%) and generates 72% of group EBITDA. The assets in this division are predominantly European based and the group is organised into three further sub-divisions; **Autoroutes, Airports and Other Concessions** (including Highways, Railways and Stadium). Autoroutes (86% of Concessions EBITDA) operates the biggest toll motorway network in Europe with 4,422km in total carrying over 2 million drivers a day. Airports (13% of Concessions EBITDA) manages 35 airports worldwide and handles approx. 132.3m passengers. Other Concessions (1% of Concessions EBITDA) is further subdivided into Highways (which has approx. 30 road assets around the world), Railway (which operates high speed rail lines) and Stadium (which owns 5 stadiums in France and the UK). **Contracting** also contains three divisions; **Energies, Eurovia and Construction.** Energies is the industrial contracting division and generates 40% of Contracting EBITDA. Eurovia is responsible for civil contracting in rail & road and management of quarries (26% of Contracting EBITDA). Construction is the division responsible for implementing major contracts (34% of EBITDA)

Investment Case

In terms of reason to buy Vinci there are several which we wish to highlight. Firstly there is the quickening pace of European economic growth. This should ensure **above average traffic growth** for the assets Vinci already owns, most notably roads and airports. These assets form the overwhelming majority of Vinci's EBITDA. As European economic growth comes through traffic through these assets should increase. Rates on these assets, particularly on autoroutes, should **grow above inflation** due to compensation clauses in contracts that Vinci signed. Lastly toll roads represent an asset with **sizeable operational leverage** – any traffic increase automatically means margin enhancement. Secondly, Vinci has recently **won some high profile contracts** including the Grand Paris Express Program which seeks to modernise Paris's urban transport network. It involves the building of an additional 4 metro lines, about 200km and 68 stations, a ring route around Paris and new lines serving outlying suburbs. According to estimates, the project will invest €26bn. Vinci has already been awarded two major contacts within the project for €496m and €926m (10% of its current backlog). Expectations are that contract awards will ramp up in 2018 and we expect Vinci, as the major domestic infrastructure specialist, to benefit.

Vinci cont'd

Will Heffernan | Investment Analyst

From a capex perspective Vinci is at the latter end of a heavy investment cycle with Capex expected to move from €844m in 2017 to €1.2bn in 2018. However, **after 2018 it is expected to decline** (€800m by 2021)and should be less of a headwind going forward. It is expected its European autoroute capex will halve by 2020 and enter into just maintenance only by 2024. As this **occurs free cash flow should increase dramatically, allowing for potential dividend increases and higher margin growth**. Vinci currently pays a dividend of 3.1% and has a FCF yield of 7.3%. These numbers will improve as capex declines. Vinci currently has €4.5bn in cash on its balance sheet with a net debt/EBITDA position of just under 2x. This is very healthy and Vinci has a long history of accretive acquisitions properly executed by an excellent management. Management recently stated it remains committed to M&A. From a financing perspective it is also quite solid with interest cover of 6.17x. Infrastructure companies tend to have an inverse relationship with yields – when yields rise they do badly as they generally pay decent dividends and investors perceive their financing ability to be impacted. We believe this is less of a factor for Vinci. European yields are moving from such a low base and Vinci's balance sheet is very strong. This was backed up during the recent tick up in yields in which Vinci outperformed the broader European market.

Summary

Vinci is a very solid company that generates 7-9% EPS growth on a consistent basis. We would expect this to increase, possibly to low double digit, on the back of declining capex, new contracts and the strength of the coming European recovery. Infrastructure companies have outperformed the broader market from a historical perspective. Traditionally, because it is a sector that is not correlated with the overall market, it has outperformed in down markets also. It retains excellent diversification qualities for an investor's portfolio. Vinci has an excellent management team who are committed to earnings accretive acquisitions. It is currently trading at €75.73 which we believe represents a good buy-in point and a further 12-15% potential upside based on 7-9% EPS growth. From a valuation perspective it is trading at an FY17 P/E of 15.98x dropping to 14.8x in 2018. This is a slight premium to its 3 year average but still at a discount to its peers in the sector. FY17 estimated dividend is 3.06%, rising to 3.32% in 2018. We believe Vinci represents the ideal model by which to play a domestic European recovery.

CRH - Further upside despite recent moves

Closing Price: €29.66

Will Heffernan | Investment Analyst

Key Metrics	2017e	2018e	2019e
Revenue (€'bn)	28.22	28.67	29.84
EPS (€)	1.75	2.005	2.284
Price/ Earnings	17.37x	15.17x	13.32x
Div Yield	2.24%	2.39%	2.53%

Share Price Return	1 Mth	3 Mth	YTD
CRH ID	-0.46%	-5.75%	-7.45%

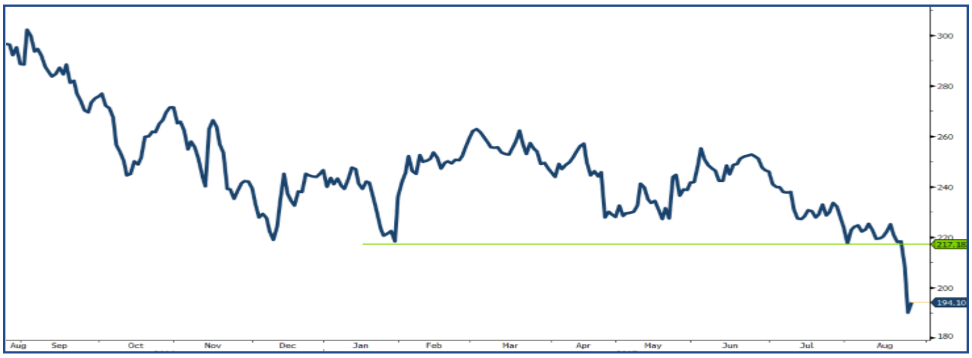
Source: All data & charts from Bloomberg

CRH released H1/17 results that were positive from an overall standpoint. Sales revenue grew 2% YoY to €12,997m, a slight miss on estimates of €13.248bn. EPS grew 29% to 43.5c, which again was a slight miss on estimates of 45c. EBITDA grew by 5% to €1,1175m which was a slight miss on estimates of €1.195bn. Its US performance was affected by recent poor weather in Q2, relative to its US peers CRH actually performed quite well in this region. LFL sales only increased by 1% but EBITDA grew by 6%. US pricing remains healthy with increases offsetting overall volume declines in Q2. Margins also improved despite rising input costs. We had been guiding that CRH may perform better than its US peers in Q2 due to its much more diverse geographical operational spread than peers. In Europe, cement volumes continue to tick up despite continued pricing pressures which have been improving. From an M&A perspective this was a very positive update also and perhaps more significant than they underlying numbers. Management announced the disposal of its Americas Distribution business to Beacon Roofing for a total consideration of €2.63bn. Based on historical trends, management appear to have achieved a price of 16x EBITDA. This is a very attractive price for this business. It has followed this to the letter by spending €600m on Fels, a leading German lime and aggregates business. In 2016 Fels reported EBITDA of €70m with sales of €260m. This represents a purchase price of 7x EBITDA, again a very attractive price. More importantly, the divestment of Americas Distribution business further increases the Group's ability to engage in M&A in the H2/17. We had been guiding clients to pick up CRH as we believe current valuations were unjustified in our opinion and should re-rate higher. We maintain that view. With improvement expected in the US, European volumes backed by a strong economic recovery, US H2 YoY comps easing considerably and considerable room for M&A, we believe CRH currently has still 15-17% potential upside after its 4% move last week.

Greencore - Removed from Core Portfolio

Closing Price: GBp 199.90

Stephen Hall, CFA | Investment Analyst



Key Metrics	2017e	2018e	2019e
Revenue (£'bn)	2.329	2.668	2.814
EPS (£)	0.155	0.173	0.167
Price/ Earnings	12.5x	11.2x	10.1x
Div Yield	2.72%	3.03%	3.39%

Share Price Return	1 Mth	3 Mth	YTD
GNC LN	-16.91%	-20.68%	-20.7%

Source: All data & charts from Bloomberg

News

Last Thursday, Greencore's management released a statement which tried to reassure investor concerns after the sizeable selloff witnessed in its share price over the past month since its Q3/17 results update. Management said "the Group is not aware of any developments since the release of its Q3/17 trading statement on July 27th that changes the outlook contained in that statement". However, the selloff in Greencore's shares actually accelerated following this statement's release as key support level at GBp 218 was breached. On the positive side of this statement management said "the integration of our US business is on track and we continue to be encouraged by the pipeline of commercial opportunities being explored with existing and new customers". However, there was a small negative saying "the Group notes there has been some level of churn in the legacy retail part of the US business. Specifically, it has decided to refocus its Jacksonville, Florida site on fresh product offerings and will withdraw from current frozen product production on that site". This is a new development since Q3/17 results, and management said "this change is being managed seamlessly with the relevant customers and the Board anticipates that the impact on profitability will be minimal". This assembly facility is now massively underutilised and hurting margins. Its share price recovered off the lows after Greencore's CEO and Chairman were both in buying the company's own stock.

Comment

The Group displayed strong organic volume growth in Q3/17, however the rally after results were released was short lived. Overall the price action is the stock has been hugely disappointing of late and not reflective of the underlying fundamentals in our opinion. The stock has experienced a significant valuation de-rating over the past month with the stock trading at just 12.5x FY18e earnings which is a steep 41% discount to the broader Euro Stoxx 600 Food and Beverage Index at 21x, and a 15.5% discount to its own 1 year forward Price/ Earnings ratio averaged over the past 3 years at 14.8x. Ultimately, given that a core support level was breached at GBp 218 we have decided remove Greencore from our Core Portfolio and have downgraded our investment outlook on the stock to Market Perform from Outperform. Investor sentiment appears to have turned negative and sterling pound weakness and mixed UK economic data might further impact sentiment towards the stock. We have replace Greencore with Vinci which we summarised on page 4.

Cantor Core Portfolio - In Detail

Cantor Core Portfolio

Date: 25/08/2017

Performance YTD	%
Portfolio	2.6%
Benchmark	1.2%
Relative Performance	1.4%
P/E Ratio	20.54x
Dividend Yield	2.6%
ESMA Rating	6
Beta	1.01

Sectors	Portfolio	Benchmark	+ / -
Consumer Discretionary	6%	11%	
Consumer Staples	5%	14%	
Energy	5%	6%	
Financials	20%	15%	
Health Care	5%	9%	
Industrials	27%	15%	
Information Technology	16%	9%	
Telecommunication Services	4%	3%	
Utilities	0%	3%	
Materials	12%	15%	
Real Estate	0%	2%	

FX	Portfolio	Benchmark
EUR	59%	54%
GBP	21%	26%
USD	20%	20%

Currency YTD %		
GBP	-7.9%	
USD	-11.8%	

Benchmark

Weighted Average Contribution

Index	Currency	PE	Outlook	Weighting	Total Return Local*	Currency Contribution	Total Contribution	
ISEQ 20 INDEX	EUR	17	Neutral	32%	-4.8%	0.0%	0.4%	
UK 100 INDEX	GBP	15	Neutral	26%	4.1%	-1.7%	-0.1%	
S&P 500 INDEX	USD	19	Neutral	20%	3.0%	-2.4%	-0.1%	
IBEX 35 INDEX	EUR	15	Positive	6%	-3.4%	0.0%	0.6%	
DAX INDEX	EUR	14	Positive	16%	-2.9%	0.0%	0.3%	
Total				100%		-4.05%		1.1%

Core Portfolio

Weighted Average Contribution

Stock	Currency	Yield*	Hold /Sold	Sector	Weighting	Total Return Local*	Currency Contribution	Total Contribution	
GLANBIA PLC	EUR	0.9	H	Consumer Staples	5%	-12.6%	0.0%	0.2%	
GREENCORE GROUP PLC	GBp	2.3	S	Consumer Staples	5%	-16.1%	-0.2%	-1.2%	
RYANAIR HOLDINGS PLC	EUR	0.0	H	Industrials	5%	8.3%	0.0%	1.0%	
INDUSTRIA DE DISENO TEXTIL	EUR	2.3	H	Consumer Discretionary	6%	-6.4%	0.0%	0.4%	
DAIMLER AG-REGISTERED SHARES	EUR	5.8	S	Consumer Discretionary	6%	-0.9%	0.0%	0.0%	
LLOYDS BANKING GROUP PLC	GBp	5.6	H	Financials	5%	-4.6%	-0.3%	0.0%	
AMERICAN INTERNATIONAL GROUP	USD	2.0	S	Financials	5%	-4.7%	0.1%	-0.2%	
BANK OF IRELAND	EUR	2.3	H	Financials	5%	-2.8%	0.0%	-0.3%	
ALLIANZ SE-REG	EUR	4.4	H	Financials	5%	7.8%	0.0%	0.9%	
FACEBOOK INC-A	USD	0.0	H	Information Technology	4%	9.6%	-0.5%	0.9%	
PAYPAL HOLDINGS INC	USD	0.0	H	Information Technology	4%	22.3%	-0.5%	1.2%	
ALPHABET INC-CL A	USD	0.0	H	Information Technology	4%	-1.9%	-0.4%	0.2%	
AMAZON.COM INC	USD	0.0	H	Information Technology	4%	0.4%	-0.5%	0.0%	
iShares STOXX Europe 600 Banks ETF	EUR	4.0	H	Financials	5%	-1.0%	0.0%	0.0%	
GENERAL ELECTRIC CO	USD	3.8	S	Industrials	5%	-4.3%	-0.2%	-0.3%	
SIEMENS AG-REG	EUR	3.3	H	Industrials	6%	-12.6%	0.0%	-0.8%	
VINCI SA	EUR	2.7	H	Industrials	5%	1.0%	0.0%	0.1%	
SMURFIT KAPPA GROUP PLC	EUR	3.2	H	Materials	6%	2.0%	0.0%	0.2%	
CRH PLC	EUR	2.2	H	Materials	6%	-13.1%	0.0%	-0.5%	
KINGSPAN GROUP PLC	EUR	1.3	H	Industrials	5%	0.0%	0.0%	1.0%	
ROYAL DUTCH SHELL PLC-B SHS	GBp	6.6	H	Energy	5%	9.0%	-0.4%	-0.4%	
DCC PLC	GBp	1.8	H	Industrials	6%	-3.4%	-0.3%	0.4%	
GLAXOSMITHKLINE PLC	GBp	5.2	H	Health Care	5%	-0.8%	-0.3%	-0.2%	
VERIZON COMMUNICATIONS INC	USD	5.3	H	Telecommunication Services	4%	6.9%	-0.4%	-0.7%	
Total					100%		-4.02%		2.6%

*Red Denotes Deletions

*Green Denotes Additions

*Return as of last reweighting 03/05/2017

*Yields are based on the mean of analyst forcast

All data taken from Bloomberg up until 25/08/2017.

Warning : Past performance is not a reliable guide to future performance

Warning : The value of your investment may go down as well as up.

From the News - Monday's Headlines

- **Global** Banks help to drive global growth in dividends
- **US** Insiders sell their own bank shares are Trump rally hopes fade
- **Europe** Merkel plays it safe on way to fourth term
- **UK** May under pressure as Labour makes single market u-turn
- **Ireland** Major German lender targets Ireland with cheaper rates
- **Dublin** Strong retail sales on back of discounts

Current Stock Trading News

From a market trading perspective we are long Green REIT, Inditex, Royal Dutch Shell, Glanbia, and Kingspan and the positions remain in the money.

This Weeks Market Events

Monday	Tuesday	Wednesday	Thursday	Friday
Corporate	**Corporate**	**Corporate**	**Corporate**	**Corporate**
NA	Datalex.	IFG, Carrefour, Total Produce. Zamano EGM.	Ladbrokes Coral.	NA
Economic	**Economic**	**Economic**	**Economic**	**Economic**
US Dallas Fed Manufacturing Index.	JP Unemployment Rate. GE Consumer Confidence.	EU Business Confidence. US GDP. GE Inflation rate US GDP.	UK Consumer Confidence. EU Unemployment	US Non Farm Payrolls. CN Manufacturing PMI.

Upcoming Events

04/09/2017 NA

05/09/2017 Dalata. Cairn Homes.

06/09/2017 Barratt Developments.

07/09/2017 NA

08/09/2017 NA

04/09/2017 UK Construction PMI.

05/09/2017 EU Retail Sales.

06/09/2017 EU GDP Growth Rate. US Balance of Trade.

07/09/2017 EU ECB Interest Rate Decision.

08/09/2017 UK Balance of Trade. GE Balance of Trade.

Cantor in The Media

- Pound remains under pressure amid deluge of economic data - The Irish Independent - Ryan McGrath - Please click here

Cantor Publications & Resources


Daily Note

Daily Note

Each day we produce a market commentary outlining critical economic and company developments. We leverage off our global network of analysts and investment professionals to provide clients with critical insights from our local teams first thing in the morning.

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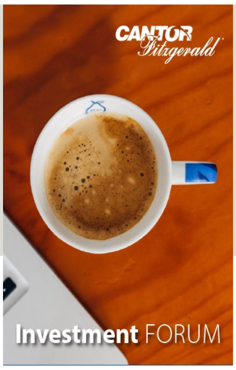

Investment Forum

Through our investment Forum we bring you the latest market news, investment insights and a series of informative articles from our experts.

Click Here

Regulatory Information

Issuer Descriptions: (Source: Bloomberg)

Bank of Ireland: Bank of Ireland provides a range of banking, life insurance and other financial services to customers in Ireland and United Kingdom

AIB: Allied Irish Banks plc (AIB) attracts deposits and offers commercial banking services. The Bank offers mortgage, automobile, business, plant and equipment purchase, and lease financing loans, investment banking, securities brokerage, asset management and treasury services, and discounts invoices. AIB operates in Ireland, the United Kingdom, and the United States

Inditex: Industria de Diseno Textil, S.A. designs, manufactures and distributes apparel. The company operates retail chains in Europe, the Americas, Asia and Africa.

Ryanair: Ryanair Holdings plc provides low fare passenger airline services to destinations in Europe. **ICG:** Irish Continental Group plc markets holiday packages and provides passenger transport, roll-on and roll-off freight transport, and container lift on and lift-off freight services between Ireland, the United Kingdom and Continental Europe.

Siemens: Siemens AG is an engineering and manufacturing company. The Company focuses on four major business sectors including infrastructure and cities, healthcare, industry and energy. Siemens AG also provides engineering solutions in automation and control, power, transportation, and medical.

Greencore: Greencore manufactures and distributes a diverse range of primary foods and related products, food ingredients and prepared foods to the consumer and industrial sectors.

Daimler: Daimler AG develops manufactures, distributes and sells a wide range of automotive products mainly passenger cares, trucks vans and buses. The Company also provides financials and other services relating to its automotive businesses.

Lloyds: Lloyds offers a range of banking and financial services including retail banking, mortgages, pensions, asset management, insurance services, corporate banking and treasury services.

AIG: AIG is an international insurance organisation serving commercial, institutional and individual customers.

Allianz: Allianz, through it subsidiaries, provides insurance and financial services.

Facebook: Facebook Inc. operates a social networking site.

PayPal: PayPal operates a technology platform that enables digital and mobile payments on behalf of customers and merchants.

Alphabet: Alphabet provides web based search, advertisement, maps, software applications, mobile operating systems, consumer content and other software services.

Amazon: Amazon is an online retailer that offers a wide range of products.

GE: General Electric is a globally diversified technology and financial services company.

Smurfit Kappa: Smurfit Kappa manufactures paper packaging products.

CRH: CRH is a global building materials group.

Kingspan: Kingspan is a global market player in high performance insulation and building envelope technologies.

Royal Dutch Shell: Royal Dutch Shell explores, produces and refines petroleum.

DCC: DCC is a sales, marketing, distribution and business support services company.

GlaxoSmithKline: GSK is a research based pharmaceutical company.

Verizon: Verizon Communications is a telecommunications company.

Kerry: Kerry Group PLC is a major international food corporation. The Group develops, manufactures, and delivers innovative taste solutions and nutritional and functional ingredients.

PTSB: Permanent TSB Group Holdings Plc provides personal financial services in the Irish market with strong market positions in life and pensions, fund management and retail banking

GlaxoSmithKline: GlaxoSmithKline PLC is a research-based pharmaceutical company

Verizon: Verizon Communications Inc. is an integrated telecommunications company that provides wire line voice and data services, wireless services, internet services, and published directory information.

Falcon Oil & Gas Ltd: Falcon Oil & Gas Ltd. engages in the acquisition, exploration and development of conventional and unconventional oil and gas assets

VINCI SA: VINCI is a global player in concessions and construction with expertise in building, civil, hydraulic, and electrical engineering

Greencore: Greencore manufactures and distributes a diverse range of primary foods and related products, food ingredients and prepared foods to the consumer and industrial sectors.

iShares STOXX Europe 600 Banks UCITS ETF: iShares STOXX Europe 600 Banks UCITS ETF is an open-end, UCITS compliant exchange traded fund incorporated in Germany. The fund aims to track the performance of the STOXX Europe 600 Banks index. The fund distributes income received to shareholders.

Historical Record of recommendation

VINCI SA: We initiated coverage of Vinci SA with an Outperform rating, on 25/08/2017.

Greencore: We revised our recommendation for Greencore, to Market Perform from Outperform, as of 25/08/2017.

Falcon Oil & Gas Ltd: We have initiated coverage of Falcon Oil Gas with an Outperform rating, as of 28/08/2017

CRH: We have added CRH to our core portfolio on the 01/01/16, with a recommendation of Outperform

Inditex: We have initiated coverage of Inditex with an Outperform rating, as of 23/01/2016

Ryanair: Ryanair was added to the Core Portfolio at inception in and have had an Outperform recommendation since then

None of the above recommendations have been disclosed to the relevant issuer prior to dissemination of this Research.

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