

# Weekly Trader

## Upcoming Market Opportunities and Events

**CANTOR**  
*Fitzgerald*

Monday, 13<sup>th</sup> November 2017

### Key Themes This Week

#### Some Worrying Signs in Markets

Equity markets were noticeably weak towards the end of last week with both European and US markets selling off. On the European side it was driven by profit taking in various names such as Lufthansa which have doubled year to date. Also, metal prices slid on Thursday by between 3-5% resulting in profit taking across most miners. In the US, news broke that the tax reform package initially outlined would push the reduction in US corporate tax rate to 20% back to 2019. US markets had begun to believe that this tax reform package may be implemented by the end of the year. That may still be achieved but if the corporate tax rate cut is pushed back, this would severely dent US market expectations and may result in taking profit into year end. One other worrying factor is the current spread between the US 10 year and 2 year yields at a very low 68 basis points. This is what is known a “bear flattening” in the curve and is usually indicative of poor expectations of future growth and returns in the longer term. US high yield has also shown some worrying signs of weakness of late with the US HY ETF down 1.75% on Thursday and breaking a year long trend line. This appears to be limited to certain names but does need monitoring.

Clients should be aware that markets are at multi-year highs globally (the Nikkei hit its highest level since 1991 last Tuesday) and current US valuations look somewhat stretched (S&P 500 is currently trading at an FY17 P/E of 19.32x). The majority of global indices have moved into overbought territory and the breadth of the market has been worsening with a great percentage of stocks below their 200DMA.

**All of the above does not necessarily mean a sell-off is imminent. We have had a strong earnings quarter in Europe, US and EM. Economic data across the globe has been strong, particularly in Europe and EM. We remain long equities as an asset class into year-end.** But with an 9 year old bull market and the above trends, it would imply that investors should tread with caution and consider an allocation to more defensive names and funds in their portfolio. As we move into 2018 and beyond, with the central bank “put” being removed, diversification takes on increasing importance.

#### Cantor Managed Portfolios

With the above in mind, we would like to call clients attention to the Cantor Managed Portfolio offering. These are a range of discretionary managed portfolios for a variety of risk profiles. We have included the Growth Portfolio on page 6 for illustrative purposes. We also manage a Conservative and Balanced portfolio. These strategies are designed to offer the right mixture of asset classes to suit a clients individual risk profile. The diversified nature of the portfolios should allow investors to capture upside as markets re-rate higher but should also protect to some extent from stock specific drawdowns in turbulent periods. It varies across strategies but clients can get exposure to nearly all asset classes including direct equities, funds, absolute return strategies, fixed income, commodities and real estate.

#### Stock Coverage

This week we cover off on DCC, CRH, BOI, Kingspan, Allianz and One51.

### Major Markets Last Week

	Value	Change	% Move
Dow	23422	-116.98	-0.50%
S&P	2582	-5.54	-0.21%
Nasdaq	6751	-13.50	-0.20%

UK Index	7458	-104.43	-1.38%
DAX	13131	-338.06	-2.51%
ISEQ	6850	-117.62	-1.69%

Nikkei	22,381	-167.36	-0.74%
H.Seng	29,182	585.38	2.05%
STOXX600	388	-8.82	-2.22%

Brent Oil	63.52	-0.75	-1.17%
Crude Oil	56.7	-0.65	-1.13%
Gold	1277	-4.56	-0.36%

Silver	16.8891	-0.33	-1.92%
Copper	308.65	-7.10	-2.25%
CRB Index	431.14	-0.52	-0.12%

Euro/USD	1.165	0.00	0.34%
Euro/GBP	0.8917	0.01	1.16%
GBP/USD	1.3066	-0.01	-0.80%

	Value	Change
German 10 Year	0.391	0.06
UK 10 Year	1.312	0.06
US 10 Year	2.3735	0.06

Irish 10 Year	0.633	0.07
Spain 10 Year	1.554	0.09
Italy 10 Year	1.832	0.05

BoE	0.5	0.00
ECB	0.00	0.00
Fed	1.25	0.00

All data sourced from Bloomberg

**Allianz** - Solid Q3/17 trading update - Limited upside into year end

Closing Price: €199.50

Stephen Hall, CFA | Investment Analyst



Key Metrics	2017e	2018e	2019e
Revenue (€'bn)	120.33	123.74	127.83
EPS (€)	16.08	16.97	17.575
Price/ Earnings	12.49x	11.81x	11.4x
Div Yield	4%	4.25%	4.44%

Share Price Return	1 Mth	3 Mth	YTD
ALV GY	3.59%	7.14%	28%

Source: All data & charts from Bloomberg

Allianz released a solid Q3/17 trading update last Friday. Top line revenue grew 2.1% to €28.3bn in the period. Operating profit declined by 17.3% to €2.5bn, primarily as a result of a €529m loss from natural catastrophes after a series of hurricanes, storms and other natural disasters as a result of higher claims. All things considering, this is a relatively low charge which reflects strong risk management by the Group. Net income for the period came in at €1.67bn, which was 5.6% ahead of market expectations. The group strengthened its capital position further, with its Solvency II ratio improving by 8 percentage points to 227% at September 2017 from 219% at June 2017. Allianz announced a €3bn share buyback programme earlier in the year, and announced a new €2bn share buyback programme this morning which should begin early in 2018 and run for 6 months, and should support the share price further. The Property and Casualty segment incurred a Combined Operating Ratio (COR) of 96.9%, a 3.4 percentage point increase YoY due to natural disasters. Management said aims to have its COR below 94% for 2018. Its asset management business is performing strongly, total net inflow into the group were above €100bn, leaving its total AUM at €1,922bn. For the overall Group, management expects operating income for FY17 to be towards the upper range of its €10.3bn to €11.3bn guidance range. The market forecasts already stands towards the upper end of that range at €11.22bn. Allianz is trading right at its consensus 12 month target price at €200, and following on from our call in last Monday's trader, we continue to expect a period of consolidation in its share price into year end, given 28% gains (excluding dividend payments) in 2017. The stock is currently trading at 12.5x FY17e earnings and offers a 4% dividend yield.

**CRH** – Recent weakness represents a buying opportunity

Closing Price: €30.65

Will Heffernan | Investment Analyst



Key Metrics	2017e	2018e	2019e
Revenue (€'Bn)	27.747	27.044	28.184
EPS (€)	1.708	1.942	2.181
Price/ Earnings	18.03x	15.85x	14.12x
Div Yield	2.2%	2.3%	2.43%

Share Price Return	1 Mth	3 Mth	YTD
CRH ID	0.1%	5.63%	-6.58%

Source: All data & charts from Bloomberg

CRH share price has been weak of late stemming from several factors. Firstly the majority of its US peers have already reported with most missing on EPS and revenue estimates due to poor weather and hurricanes in Q3. There are weakening trends in Mexico (CRH does not have any material exposure here), the Philippines (about 3.55 of EBITDA) and the UK (approx. 11% - 12% of Group EBITDA). We would not expect these trends to impact CRH to the same extent as its US peers. Another factor driving the sector sell-off was the Portland Cement Association, a leading industry body, revising down its forecasts for US cement volume growth. The PCA now has US volumes growth at 2.6% in 2017 and 2.8% in 2018, down from previous forecasts of above 3% for both years. Overall compound annual growth rate for 2016 to 2021 was reduced to 3.7% from 4.3%. Longer term growth projections are still intact with 4.5% growth in 2019, 6.4% in 2020 and 3.6% in 2021. These downgrades have been driven by poor weather conditions and labour market shortages in the US. The US accounts for 60% of CRH's EBITDA. CRH is currently trading at an FY17 P/E of 17.91 which is line with its 10 year average and 15% discount to the its 5 year average of 20.97x. When you apply a correctly weighted multiple CRH should trade at approx. 21.3x, which implies a current valuation discount of 16.7%. Even with the Ash Grove acquisition, its balance sheet remains in impressive shape with Net Debt/EBITDA at 2.03x and €1.9bn in cash on the balance sheet.

## DCC - Earnings Preview

Closing Price: £73.05

Will Heffernan | Investment Analyst



Key Metrics	2018e	2019e	2020e
Revenue (£'bn)	13.527	14.368	14.609
EPS (£)	3.108	3.624	3.73
Price/ Book	23.65x	20.28x	19.71x
Div Yield	1.64%	1.85%	1.96%

Share Price Return	1 Mth	3 Mth	YTD
DCC	0.55%	7.46%	21.52%

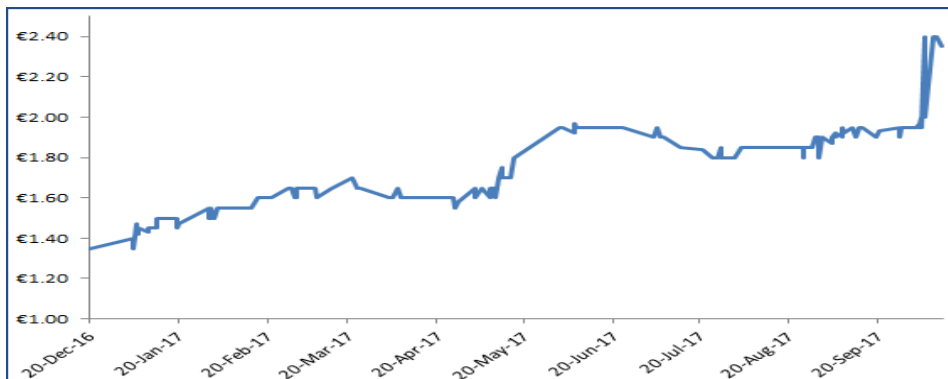
Source: All data & charts from Bloomberg

DCC release H1 results tomorrow that we expect to be solid. DCC has an excellent track record of beating estimates with upgrades subsequently following. Management recently announced the [acquisition of the Retail West](#), a US LPG distributor and its first foray into the US LPG market. This follows on from DCC's first move into Emerging Markets with the purchase of Shell's HK & Macau LPG business. Undoubtedly the focus on the analyst call will be on these two new markets and the associated growth & acquisition potential. LPG is a higher margin, higher growth business than traditional oil and fuel retailing/distribution. Both regions are high growth, fractured markets with great potential for consolidation in the longer term. The stock had traded in a range due to a lack of news in this regard and this recent deal has the potential to be the necessary catalyst in order to re-rate higher. EPS expectations are £0.929 with revenue expected to come in at £6.34b. Markets are also expected a 7-10% increase in dividend. DCC is trading at a FY18 P/E of 23x, which could be considered lofty for the sector. However, we believe it is trading at a premium because of the potential earnings accretive deals the Group could implement over the coming years. Post the Retail West deal, DCC still maintains approx. £898m in cash on the balance sheet with a very low net debt/EBITDA ratio of 1.25x. From an organic growth perspective, this should be reinforced by the expansion of DCC brands Butagaz and Gaz Europeen into the residential market in France.

## One 51 –Takeover bid rejected, IPO to proceed

Closing Price: €2.20

Will Heffernan | Investment Analyst



Key Metrics	2016	2017
Revenue (€'mn)	170	225
EPS (€)	5.69	3.95

Share Price Return	1 Mth	3 Mth	YTD
One51	23.6%	46.8%	74%

Source: All data & charts from Bloomberg

One51 management released a statement on Friday confirming that CapVest offer of €2.50 has been rejected and IPO plans are to proceed. This is good news for shareholders as we believe the CapVest offer substantially undervalued the overall business and growth potential. Management will convene an EGM in early December to discuss the IPO and corporate restructuring necessary to deal with the 33% IPL put liability currently held by CDPQ. Based on our recent meeting with management we believe the stock swap that will be carried out will be satisfactory to current shareholders with less dilution to shareholders than expected and a multiple value that we consider relatively cheap. Management also stated that they have received assurances from CDPQ that it will vote for all resolutions put forward by management at the EGM. We expect EBITDA to grow by approx. 17% in 2018 to €88m. This would imply a pricing range of €2.90 - €3.10 at the end of 2018. Based on our 2017 EBITDA expectations we are forecasting a FY18 target price of €2.95. It should also be noted that our 2018 expectations are not based on hard guidance from the management but the risk remain firmly to the upside. Based on our discussions with management we believe the growth trajectory of One51 is substantial and should be led by organic growth as opposed to the historical acquisitive growth. The IPO, if it is to occur, should be in H1/18. We estimate there should be €5-6m in synergies from merging the respective management structures, refinancing of debt and resin procurement synergies. One51 represents a very compelling story that is moving into a phase of very good organic growth well ahead of peers in its sector. There remains good scope for further M&A activity and consolidation in the European plastics space in the future as well. We maintain our Outperform.

**Bank of Ireland** - €175m provision increase to deal with tracker review

Closing Price: €6.42

Stephen Hall, CFA | Investment Analyst



Key Metrics	2017e	2018e	2019e
Revenue (€bn)	3.013	3.019	3.086
EPS (€c)	67.1	65.8	69.1
Price/ Book	0.76x	0.74x	0.71x
Div Yield	2.35%	3.87%	4.96%

Share Price Return	1 Mth	3 Mth	YTD
BIRG ID	-6.57%	-8.5%	-8.26%

Source: All data & charts from Bloomberg

Last week, Bank of Ireland released a statement updating the market on the Central Bank of Ireland’s review of its tracker mortgage loan agreements. In addition to the original 4,300 Bank of Ireland customers who were previously identified as impacted by incorrect mortgage rates, the bank has identified an additional 6,000 affected customers. The Group had previously provisioned €26m for the original 4,300 affected customers, and set aside an additional €150m to €175m worth of provisions, which will be included as part of the Group’s FY17 results. However, Bank of Ireland’s market capitalisation has reduced by €500m from its October highs when this mortgage tracker scandal reappeared in the Irish media. The statement revealed that affected customers will revert to their original tracker mortgage rates which will impact the Group’s Net Interest Margin (NIM) by 1bps from 2018 onwards. Additionally, the Group’s capital position will be impacted, with its Fully Loaded CET1 ratio reducing by 30bps to 12.5% from 12.8%. However, we still expect the Group to reinstate its dividend in 2018 relating to FY17’s financial year. Management said “the Group will ensure that all impacted customers who continue to have an open mortgage account will be returned to their correct tracker rate as soon as possible”. If this is a line drawn in the sand relating to total compensation for affected customers, then hopefully investors can refocus their attention on the solid fundamentals of the Group and steep valuation discount it currently trades to the broader European banking sector.

**Kingspan** - Marginally soft Q3/17 update, positive longer term

Closing Price: €34.77

Stephen Hall, CFA | Investment Analyst



Key Metrics	2017e	2018e	2019e
Revenue (€m)	3,635	3,784	3,986
EPS (€c)	1.633	1.768	1.910
Price/ Earnings	20.5x	19.0x	17.6x
Div Yield	1.12%	1.24%	1.37%

Share Price Return	1 Mth	3 Mth	YTD
KSP ID			

Source: All data & charts from Bloomberg

Kingspan released an marginally soft Q3/17 update this morning. Management said it expects to generate trading profit for FY17 of €375m, which is 1.4% below current market expectations of €380m. In general Kingspan’s end markets are relatively stable, notwithstanding some recent evidence of a slowdown in UK commercial and industrial activity which is a concern. Separately, the Group’s development pipeline is encouraging. Insulated Panel sales in the first nine months increased by 16% (+18% pre currency), and increased by 13% (+15% pre currency) in the third quarter. Mainland European sales were solid in most markets and notably positive in France. In the UK we have experienced a sense of near-term indecision around order placement, however our future activity tracker remains modestly ahead of prior year. North America sales were solid overall, and in Latin America we have experienced very encouraging activity since taking a position there in recent months. Insulated Board sales was 13% year to date and 19% in the third quarter. Management expects annualised sales in its Light and Air division of €220m. Within its Environmental division, UK and Europe sales were solid overall, and margins continue to progress upwards. Kingspan’s Net debt at the end of September 2016 was €479.8m, and management forecasts Net Debt to be in the region of €400m by year end. This would translate into a Net Debt/ EBITDA ratio of 0.85x. The initial aftermath was a 3% selloff, which we feel is a good opportunity to add exposure to the stock on weakness. We see key support coming in at €33.40, which we would expect to hold. It currently trades at 19.0x FY18e earnings.

# Cantor Core Portfolio - In Detail

## Cantor Core Portfolio

Date: 01/11/2017

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Performance YTD	%
Portfolio	9.8%
Benchmark	8.0%
Relative Performance	1.8%
P/E Ratio	20.59x
Dividend Yield	2.6%
ESMA Rating	6
Beta	1.00

Sectors	Portfolio	Benchmark	+ / -
Consumer Discretionary	6%	11%	
Consumer Staples	5%	14%	
Energy	5%	6%	
Financials	24%	15%	
Health Care	5%	9%	
Industrials	27%	15%	
Information Technology	16%	9%	
Telecommunication Services	0%	3%	
Utilities	0%	3%	
Materials	12%	15%	
Real Estate	0%	2%	

FX	Portfolio	Benchmark
EUR	63%	54%
GBP	21%	26%
USD	16%	20%

Currency YTD %		
GBP	-2.9%	
USD	-9.6%	

## Benchmark

Weighted Average Contribution

Index	Currency	PE	Outlook	Weighting	YTD Return (EUR)	Weekly Return	Currency Contribution	Total Contribution
ISEQ 20 INDEX	EUR	18	Neutral	32%	8.9%	1.3%	0.0%	2.2%
UK 100 INDEX	GBP	15	Neutral	26%	5.7%	0.6%	-0.4%	1.5%
S&P 500 INDEX	USD	19	Neutral	20%	6.2%	0.5%	-2.0%	1.5%
IBEX35 INDEX	EUR	15	Positive	6%	15.8%	0.2%	0.0%	0.8%
DAX INDEX	EUR	15	Positive	16%	17.3%	0.7%	0.0%	2.0%
<b>Total</b>				<b>100%</b>			<b>-2.42%</b>	<b>7.9%</b>

## Core Portfolio

Weighted Average Contribution

Stock	Currency	Yield*	Hold / Sold	Sector	Weighting	Total Return LocaI*	Weekly Return	Currency Contribution	Total Contribution
GLANBIA PLC	EUR	1.0	H	Consumer Staples	5%	-9%	0.1%	0.0%	0.4%
GREENCORE GROUP PLC	GBP	3.1	S	Consumer Staples	5%	-16%	0.0%	-0.2%	-1.2%
RYANAIR HOLDINGS PLC	EUR	0.0	H	Industrials	5%	5%	0.6%	0.0%	0.8%
INDUSTRIA DE DISENO TEXTIL	EUR	2.4	H	Consumer Discretionary	6%	-11%	0.2%	0.0%	0.2%
DAIMLER AG-REGISTERED SHARES	EUR	5.0	S	Consumer Discretionary	6%	-1%	0.0%	0.0%	0.0%
LLOYDS BANKING GROUP PLC	GBP	5.8	H	Financials	5%	1%	0.1%	-0.1%	0.5%
AMERICAN INTERNATIONAL GROUP	USD	2.0	S	Financials	5%	-5%	0.0%	0.1%	-0.2%
BANK OF IRELAND	EUR	2.4	H	Financials	5%	-6%	0.3%	0.0%	-0.5%
ALLIANZ SE-REG	EUR	4.1	H	Financials	5%	20%	0.2%	0.0%	1.6%
FACEBOOK INC-A	USD	0.0	H	Information Technology	4%	20%	0.4%	-0.4%	1.4%
PAYPAL HOLDINGS INC	USD	0.0	H	Information Technology	4%	48%	0.2%	-0.5%	2.3%
ALPHABET INC-CL A	USD	0.0	H	Information Technology	4%	10%	0.3%	-0.4%	0.7%
AMAZON.COM INC	USD	0.0	H	Information Technology	4%	17%	0.6%	-0.5%	0.7%
iShares STOXX Europe 600 Banks ETF	EUR	4.9	H	Financials	5%	2%	0.0%	0.0%	0.1%
GENERAL ELECTRIC CO	USD	4.4	S	Industrials	5%	-4%	0.0%	-0.2%	-0.3%
SIEMENS AG-REG	EUR	3.2	H	Industrials	6%	-1%	0.5%	0.0%	-0.1%
VINCI SA	EUR	2.9	H	Industrials	5%	11%	0.2%	0.0%	0.6%
SMURFIT KAPPA GROUP PLC	EUR	3.3	H	Materials	6%	6%	0.2%	0.0%	0.5%
ALLIED IRISH BANKS PLC	EUR	2.7	H	Financials	4%	6%	0.2%	0.0%	0.3%
CRH PLC	EUR	2.1	H	Materials	6%	-6%	0.0%	0.0%	-0.1%
KINGSPAN GROUP PLC	EUR	1.1	H	Industrials	5%	11%	0.1%	0.0%	1.6%
ROYAL DUTCH SHELL PLC-B SHS	GBP	5.9	H	Energy	5%	21%	0.2%	-0.1%	0.5%
DCC PLC	GBP	1.7	H	Industrials	6%	-1%	0.1%	-0.1%	0.9%
GLAXOSMITHKLINE PLC	GBP	5.6	H	Health Care	5%	-12%	-0.2%	0.0%	-0.5%
VERIZON COMMUNICATIONS INC	USD	4.8	S	Telecommunication Services	4%	4%	0.0%	-0.4%	-0.9%
<b>Total</b>					<b>100%</b>			<b>-2.82%</b>	<b>9.8%</b>

\*Red Denotes Deletions

\*Green Denotes Additions

\*Return as of last reweighting 03/05/2017

\*Yields are based on the mean of analyst forecast

All data taken from Bloomberg up until 08/11/2017.

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

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

# Cantor Growth Portfolio - In Detail

## Growth Portfolio

Date: 08/11/2017

Performance YTD	%	Asset Class	Portfolio
Portfolio	13.7%	Absolute Return	5%
Benchmark	9.9%	Equity	85%
Relative Return	3.8%	High Yield Bonds	10%
Yield	2.7%	Cash	0%
ESMA	5		
TER *	0.3%		

FX	Portfolio	Benchmark	FX YTD % Change	
EUR	56%	60%	USD	-9.3
GBP	26%	20%	GBP	-3.4
USD	23%	20%		

## Benchmark

Weighted Average Contribution

Stock	Currency	Asset Class	Outlook	Weighting	Total Return Local	Weekly Return	Currency Contribution	Total Contribution	
S&P 500	USD	US Equity	Neutral	20%	17.8%	0%	-2.1%	1.4%	
UK 100	GBP	UK Equity	Neutral	20%	9.1%	0%	-0.7%	1.1%	
Euro Stoxx 50	EUR	European Equity	Positive	30%	14.5%	0%	0.0%	4.3%	
BBgBarc Global Agg Corp Bond	EUR	Global Corp Bonds	Positive	15%	3.7%	0%	0.0%	0.6%	
MSCI EM NR EUR	EUR	Emerging Market	Neutral	10%	22.1%	0%	0.0%	2.2%	
Markit iBoxx Liquid High Yield TR EUR	EUR	High yield Bonds	Positive	5%	5.5%	0%	0.0%	0.3%	
<b>Total</b>				<b>100%</b>	<b>13%</b>		<b>-2.9%</b>		<b>9.9%</b>

## Growth Portfolio

Weighted Average Contribution

Stock	Currency	Asset Class	Yield	Weighting	Total Return Local	Weekly Return	Currency Contribution	Total Contribution	
M&G Dynamic Allocation	EUR	Absolute Return - Fund	0.9%	5.0%	9.5%	0.0%	0.0%	0.5%	
Green Reit Plc	EUR	Property - Equity	3.0%	4.5%	14.5%	0.0%	0.0%	0.7%	
Source Physical Gold ETC	USD	Commodity - ETF	0.0%	4.5%	10.7%	0.0%	-0.4%	0.0%	
Smurfit Kappa Group Plc	EUR	Industrial Goods & Services - Equity	3.1%	4.5%	26.4%	0.1%	0.0%	1.2%	
Ryanair Holdings Plc	EUR	Travel & Leisure - Equity	0.0%	4.5%	18.0%	-0.1%	0.0%	0.8%	
Kingspan Group Plc	EUR	Construction & Materials - Equity	1.2%	4.5%	36.9%	-0.2%	0.0%	1.7%	
City of London Investment Trust Plc	GBP	UK Equity - Trust	3.8%	5.0%	10.0%	0.0%	-0.2%	0.3%	
Royal Dutch Shell Plc-B Shs	GBP	Oil & Gas - Equity	6.6%	4.5%	11.2%	0.1%	-0.2%	0.3%	
Lloyds Banking Group Plc	GBP	Banks - Equity	5.6%	4.5%	12.3%	-0.2%	-0.2%	0.4%	
Greencore Group Plc	GBP	Food & Beverage - Equity	2.2%	4.5%	-22.3%	0.0%	-0.3%	-1.3%	
SPDR Euro Dividend Aristocrats ETF	EUR	European Equity - ETF	2.6%	5.0%	12.3%	0.0%	0.0%	0.6%	
Siemens AG	EUR	Industrials - Equity	3.1%	4.5%	8.8%	-0.1%	0.0%	0.4%	
Industria De Diseno Textil	EUR	Retail - Equity	2.2%	4.5%	-5.3%	-0.2%	0.0%	-0.2%	
Allianz Se-Reg	EUR	Insurance - Equity	4.6%	4.5%	34.2%	0.0%	0.0%	1.5%	
Vinci SA	EUR	Construction & Materials	2.8%	4.5%	13.8%	0.1%	0.0%	0.6%	
First Trust Morningstar Dividend Leaders	USD	US Equity - ETF	3.0%	5.0%	6.7%	0.0%	-0.5%	-0.1%	
Facebook Inc-A	USD	Technology - Equity	0.0%	4.5%	56.1%	-0.1%	-0.6%	1.9%	
Alphabet Inc-CI A	USD	Technology - Equity	0.0%	4.5%	33.5%	0.1%	-0.5%	1.0%	
Amazon	USD	Technology - Equity	0.0%	4.5%	51.1%	0.2%	-0.6%	1.7%	
JPMorgan Emerging Markets Trust Plc	GBP	Emerging Markets - Trust	1.0%	7.0%	24.6%	0.1%	-0.3%	1.4%	
Franklin Templeton Global Total Return	EUR	High Yield Bonds - Fund	7.0%	5.0%	2.4%	0.0%	0.0%	0.1%	
PIMCO GIS Global Investment Grade Cred	EUR	High Yield Bonds - ETF	3.7%	5.0%	4.6%	0.0%	0.0%	0.2%	
<b>Total</b>				<b>105%</b>	<b>17%</b>		<b>-3.8%</b>		<b>13.7%</b>

All data taken from Bloomberg up until 08/11/2017.

**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** Trump era brings lowest market volatility since early 60s
- **US** Private equity fights back on US tax reforms
- **Europe** Rajoy issues election challenge to Catalan separatists
- **UK** Pound drops after Theresa May no-confidence reports
- **Ireland** Amryt Pharma sign Saudi distribution deal

## Current Stock Trading News

From a market trading perspective we are long Bank of Ireland, Inditex, Kerry Group, and Kingspan.

## This Weeks Market Events

Monday	Tuesday	Wednesday	Thursday	Friday
<b>Corporate</b>	<b>Corporate</b>	<b>Corporate</b>	<b>Corporate</b>	<b>Corporate</b>
Taylor Wimpey. Kingspan	Vodafone. ITV. DCC	Barratt Developments. Cisco	Hibernia REIT, British Land, Prudential	N/A
<b>Economic</b>	<b>Economic</b>	<b>Economic</b>	<b>Economic</b>	<b>Economic</b>
N/A	UK Inflation Rate. EU GDP Growth Rate. DE Economic Sentiment.	UK Unemployment. US Inflation.	FR Unemployment.	N/A

## Upcoming Events

20/11/2017 William Hill

21/11/2017 CRH. EasyJet

22/11/2017 Centrica

23/11/2017 N/A

24/11/2017 Origin Enterprises

20/11/2017 JP Balance of Trade

21/11/2017 US Existing Home Sales

22/11/2017 EU Consumer Confidence

23/11/2017 DE Manufacturing PMI. UK GDP Growth

24/11/2017 DE Business Climate.

## Cantor in The Media

- State issued new bonds just ahead of market reverse— The Independent - Head of Fixed Income strategy and Sales—Ryan Mc Grath—[Please click here](#)



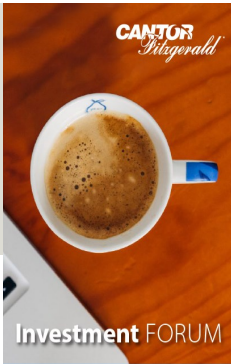
# Cantor Publications & Resources



## 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.

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## 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.
- Lloyds:** Lloyds offers a range of banking and financial services including retail banking, mortgages, pensions, asset management, insurance services, corporate banking and treasury services.
- Allianz:** Allianz, through its 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.
- 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.
- Kerry:** Kerry Group PLC is a major international food corporation. The Group develops, manufactures, and delivers innovative taste solutions and nutritional and functional ingredients.
- VINCI SA:** VINCI is a global player in concessions and construction with expertise in building, civil, hydraulic, and electrical engineering
- Glanbia:** Glanbia plc is an international dairy, consumer foods, and nutritional products company. The Company conducts operations primarily in Ireland, the United Kingdom, and the United States
- 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 .
- One51:** The One51 Group comprises two operating divisions focused on Plastics and Environmental Services

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

### Historical Record of recommendation

- Bank of Ireland:** We have reinstated an outperform rating on Bank of Ireland as of 13/07/2016
- CRH:** We have added CRH to our core portfolio on the 01/01/16, with a recommendation of Outperform
- Allianz:** We have been positive on Core Portfolio stock, Allianz since 24/04/14 and no changes have been made to the recommendation since then
- DCC:** We have an Outperform on DCC as of 17/8/15 changing to Outperform from Not Rated.
- One51:** We have an Outperform on rating on One51 since 17/7/15 changing to Outperform from Not Rated.
- Kingspan:** We have changed our rating for Kingspan from Not Rated to Outperform on the 14/03/2016



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