Weekly **Trader**

Upcoming Market Opportunities and Events

CANTOR Fitzgerald

Monday, 9th April 2018

Key Themes This Week

Fundamentals vs Sentiment

We have been writing a lot about volatility lately and rightly so. In fact we have been writing about it since November of last year! 2017, with its ultra low level of volatility and high equity returns, always struck us as being somewhat artificial. At some stage the market would react to such a stellar year and it appears 2018 is the year where we might just have to pay the piper.

The strange thing about the recent volatility is that in large part it has occurred without a significant deterioration in fundamentals, either macro or stock specific. True we have seen some weakening in economic data, particularly in Europe. But it must be remembered that this data had reached multi-year highs towards the end of 2017, levels that were always going to be difficult to sustain. Though it has declined from these levels, the majority of economic data is still in expansionary mode. Likewise, the majority of indicators we monitor do indicate undue stress in the market. There has been some widening in spreads, mainly in High Yields and Libor-OIS but not to an extent where they look to be blowing out. Other indicators that we follow are not flashing red with only a few flashing amber at this stage.

When it comes to specific equities the story is much the same. Earnings growth (see below) for Q1 is expected to 17.1%. In Europe it is approx. 12-14%, dependent on sectors. Likewise in EM the expectations are for 20%. Estimates moved up substantially towards the end of 2017 as US Tax Reform had boosted both analyst and CEO sentiment. So where has all the volatility come from? In short non-fundamental factors. From US trade policy to data breaches, each event has lead to weakness over the past two months. The nature of these events and their unquantifiable effect on earnings means they are very difficult for us or any houses to model out. As such we can only work on fundamentals which at this stage remain robust. But at some stage, if the non-fundamental events continue, they will begin to impact the fundamental case.

Earnings Season Preview

As markets turn to Q1 earnings after the reintroduction of volatility in 2018, expectations are high with the future of the bull market in the balance. The market has lofty expectations of earnings growth of 17.1% per share as Donald Trump's tax policy takes effect. With the big US banks reporting at the end of this week, investors are hoping for results to justify earnings expectations and drive pricing levels. Participants have seen the market ricochet from geopolitical tensions to global trade fears to tech regulation to Mr Trump's Twitter and back again this quarter. A switch to looking at markets from a fundamental standpoint will be welcome and focus investors on the longer term horizon as opposed to very reactionary environment we have seen of late. While we don't expect Q1 earnings to miss estimates in a significant way, the commentary by management will be seen as possibly more important than the earnings figures themselves. If management's tone on earnings growth and outlook on the future trading environment are slightly negative we would expect markets to react poorly. Management need to reassure investors that their strategies are prepared for and, as best they can, insulated from the current tariff troubles.

This week we cover off on all of our Core Portfolio names

Major Markets Last Week

	Value	Change	% Move
Dow	23933	-170.35	-0.71%
S&P	2604	-36.40	-1.38%
Nasdaq	6915	-148.33	-2.10%
UK Index	7188	131.58	1.86%
DAX	12330	233.11	1.93%
ISEQ	6676	82.32	1.25%
Nikkei	21,678	289.68	1.35%
H.Seng	30,230	207.05	0.69%
STOXX600	376	5.19	1.40%
Brent Oil	67.46	-0.18	-0.27%
Crude Oil	62.23	-0.78	-1.24%
Gold	1329	-12.61	-0.94%
Silver	16.3583	-0.24	-1.42%
Copper	306.65	1.65	0.54%
CRB Index	436.43	-0.45	-0.10%
Euro/USD	1.2278	0.00	-0.20%
Euro/GBP	0.8707	-0.01	-0.59%
GBP/USD	1.41	0.01	0.40%

	Value	Change
German 10 Year	0.5	0.00
UK 10 Year	1.412	0.06
US 10 Year	2.7936	0.06
Irish 10 Year	0.909	0.00
Spain 10 Year	1.24	0.08
Italy 10 Year	1.77	-0.02
BoE	0.5	0.00
ECB	0.00	0.00
Fed	1.75	0.00

All data sourced from Bloomberg

Core Portfolio - Update on Core Portfolio names

CF Research Team

Below we have a summary of our each of our Core Portfolio names and how they have traded during the recent volatility. Please note they are ranked in order of conviction.

Ryanair

After a difficult H2/17, Ryanair has outperformed both the sector and the broader equity market this year, rerating over 8.5%. Over the past month there have been a number of positive news stories for the airline including expansion of routes, trade union progression and positive load/ traffic numbers. Both macroeconomic conditions and stock fundamentals remain supportive for the stock. Current valuations are below both competitors and historic averages with a 13% discount to Easyjet, a 19% discount to Wizz air and an 11% discount to its 5 year average. From a technical perspective its first level of support is between €15.60-15.70, it has bounced off/close to this level three times this year. The next level of support is between €14.6 -14.7, the bottom of the drawdown in December ’17. The first level of resistance is between €16.7 -16.75, it has bounced off/close to this level four times this year. The 2nd level is €16.9, the 200 day moving average. The third level of resistance is €17.95-18.05, where volumes have spiked historically. Our 12 month target price on the stock is €18.50, which is13.5% upside to the current price. We will have a more detailed note in tomorrow’s Daily.

Vinci

Vinci is currently trading at €80.28, having declined 8.8% from its high in January. This has been driven in large part by the extended weakness in European equities. The investment case for Vinci remains solid and all of the previously outlined catalysts remain in place. There have been no EPS declines during the recent price weakness. In terms of valuation, it is currently trading at FY19 P/E of 14.96x, which is line with its 5 year average and a premium to its 10 year average. It currently pays a dividend yield of 3.23%, which is expected to rise to 3.91% by 2021. Lastly, Vinci had found support in the €78-€81 range, which represents a substantial level of support. There is currently 17.6% upside to consensus price target of €94.39 with 26% upside to our own price target of €101. It remains a conviction stock both for us and most major European houses.

CRH

CRH has continued to trade in a tight range between €26.70 and €28.4. This is despite better results in the US than peers and earnings accretive acquisitions (+8-10%) in H2/17. Undoubtedly the general market sell-off has played its part but there are several more reasons we think are playing into this. Firstly, the general uncertainty regarding US construction, stemming from White House policy uncertainty, and some weakening housing data, has ensured that most US materials companies have traded in a range this year. Secondly, the Brexit related uncertainty in the UK construction sector has undoubtedly not helped. Finally, the last couple of quarters, both in the US and Europe, have seen inordinate weather patterns resulting in the loss of a significant amount of work days for the construction industry. Recent FY results were positive and guidance was optimistic in line with our previous meeting with management. It is currently trading at €27.65 which represents 24.5% upside to the Street target price of €34.43 and 30% upside to our own price target of €36. Downgrades to EPS estimates bottomed out in Sept 17 and have since started growing. Yet the stock has not re-rated to a significant degree. We will believe this should occur as the market sees a few more positive quarters. It remains a conviction buy for the market with 22 buys, 5 holds and 0 sells. The valuation case also remains positive as it is currently trading at FY18 P/E of 12x, representing a 44% discount to its 5 year average (21.41x) and a 55% discount to its 10 year average (27.14x)

Kingspan

Kingspan is currently trading at €34.70, representing 16.6% upside to consensus price target of €40.47. It has traded down 12.88% from its January, partly due to the wider market weakness but driven mainly by management guidance in FY results for a 15% decline in UK panels and significant tick up in raw material costs. At our subsequent meeting with management the picture was much brighter. It has recovered 95% of the €200m tick-up in costs it experienced. Importantly, it also stated that its peers have now also increased prices and it expects to gain back the market share it lost as a result of increasing prices. On the UK, management said the 15% decline in panel orders it had seen in 2018 so far had stabilized. It did not state that it was expecting an improvement as it is too difficult to predict due to Brexit uncertainty. But longer term, it retains confidence in the UK to bounce back. It is currently trading at FY18 P/E of 19.11x, which represents an attractive discount to its 10 (20.5x) and 5 year average (23.64x). The share price has recently moved up past its 200DMA (€34.03), which along with the €32 level, represent solid levels of support. In the event of continuing market volatility, we would look to these levels as buy-in points. We maintain our Outperform rating.

Allianz

Allianz has traded down YTD by 2.96%. Price action is trending downward with the 50 day moving average at €190.09, below both the 100 day moving average (€194.23) and the 200 day moving average at (€190.13). The share price has broken through previous support levels at €183 and the most recent level of support was €176. We would expect an insurer to outperform the wider financials sector in a “flight to safety scenario”. Allianz has a consensus price target of €212., representing 13% upside from current levels.

Core Portfolio - Update on remaining names

CF Research Team

PayPal

Along with the rest of the US Tech sector, PayPal has been weak of late, declining by 12% from its January high. It is currently trading at €75.56, implying 12.5% upside to consensus price target. Allied with the overall Tech decline, the recent news that eBay was to stop offering PayPal as a payment option after 2023 has also been a drag on the stock. At the time we outlined our belief why we were not too worried about this and in the longer term, it could provide PayPal with opportunities in other markets it had been previously excluded from (due to is agreement with eBay). We maintain that view but it has had a knock-on effect with FY20 (the year where eBay will begin to offer payment alternatives) EPS estimates moving down 8% to $3.186. This has been the major drag on the stock. PayPal has already moved away from been over-reliant on eBay over the past 3 years. It has found support at the bottom of a 3 month range at $72.80 with the next level of resistance to the upside being the 100DMA at $77.55. Technically, it remains in a downtrend and may continue to do so if the volatility we have seen in 2018 continues. Longer term it should continue to add new earnings accretive partnerships which sustain current growth levels. We maintain our Outperform and would advise clients to pick up the stock if market volatility subsides. It remains a conviction buy for the market with 31 buys, 14 holds and 0 sells.

Smurfit Kappa

Smurfit is currently trading at €35.08 with approx. 1.5% upside to consensus price target. Having rallied approx. 20% on the news of the IP approach, it has since traded back down with the rejection of the new offer by Smurfit management. We remain convinced of its longer term growth prospects but in the short term price action will be dictated by developments in the takeover story. The last update on that had Smurfit management rejected IP's latest offer as it undervalued the company. There has been some media speculation that IP will now bypass Smurfit management and approach the underlying shareholders themselves. We maintain our Outperform but if the IP offer fails, Smurfit is likely to trade down back down to pre-bid levels at €28.

DCC

DCC is currently trading at £66.45, representing 26.2% upside to consensus price target at €83.87. It has declined by about 14% from its January high driven by Brexit worries and the wider European sell-off. It remains a conviction stock for the market with 12 buy ratings, 2 holds and 0 sells. There has been no decline in EPS expectations over the past three months and we would expect management to maintain its excellent track record of earnings growth, both organic and through M&A. The next levels of resistance to the upside are £68.13 and the £70 mark and it is showing positive price momentum from a technical perspective. Current levels are attractive and we maintain our Outperform rating.

AIB

AIB Group has traded poorly year to date, down 13.35%, despite releasing strong results in Q1. The 50 day moving average, currently at €5.18, is trending downward, has crossed the 100 day (€5.29) in mid-March and is close to crossing the 200 day (€5.14) indicating downward moment on the share price. AIB has not traded below the IPO as off yet and has found support at €4.60. Catalysts for the stock will include the market interpreting a more hawkish ECB and stock specific news regarding NPE improvements. Relative strength indicators (RSI) indicate that the stock is not yet oversold. AIB has a consensus price target of €5.25 (just 8.5% upside) but any downgrade to earnings growth would warrant a rerating. We would expect AIB to mature into a very stable dividend payer in the near future.

Amazon

Amazon remains up 20% YTD but has declined by 12% over the past 3 weeks. Having withstood the wider sell-off better than peers, the recent volatility has been driven mainly by Mr Trump's continuing references to Amazon and its supposed non-compliance with US tax laws. Despite the fact they are untrue, Mr Trump's utterances have weighed on the share price and are indicative of the greater scrutiny US Tech is likely to face going forward. It is currently trading at $1,405.23, implying 21% upside to the Street's price target of $1,708.02. There has been no target price or EPS estimate changes as there have been no fundamental changes to the investment case. However, in the short term Amazon's share price is likely to be dictated by any continuing White House comments along with overall market volatility. It has found support at its 50 DMA ($1,337.7) and has moved higher. In the absence of any further comments from Mr Trump, we would expect it to continue doing so.

Siemens

Siemens is currently trading at €104.5, implying 25% upside to consensus price target of €129.86. The stock has been weak lately stemming from two factors. One was the wider European sell-off and the other were EPS downgrades as a result of weakness in the Power & Gas (PG) segment. EPS downgrades bottomed out in January of this year and have since risen by 6.5%, yet the stock has not-rerated. This in our opinion presents an opportunity. It is currently trading at FY18 P/E of 13.87x, which is a 16% and 13% discount to its 5 and 10 year averages respectively. Siemens may suffer if recent tariff rhetoric escalates and Mr Trump turns his attention to the EU. But we maintain our belief in the Siemens turnaround story. Technically, the stock is showing positive price momentum, with the next significant level of resistance at the 50 DMA (€108.6). If it passes through that it can trade up to €113 without much difficulty.

Core Portfolio - Update on remaining names

CF Research Team

Inditex

Inditex is currently trading at €26.04 with 20% upside to the Street price target of €31.25 and 25% to our own price target at €32.55. It remains a conviction stock for the market with 28 buy ratings, 8 holds and 3 sells. Recent news has been positive with strong FY results and management guidance for FX not to be a significant headwind this year. Nothing has changed with the investment case and the EPS declines we saw due to Euro strength in 2017 are unlikely to re-occur. Technically the stock is showing positive price momentum and it is up 8% since FY results in February (in a down-market). It is currently sitting at the 50 DMA with the next major level of resistance to the upside being €28.39. If we do not see sustained Euro strength, which we do not believe we will see and which has not come to pass so far in 2018, Inditex should outperform.

Alphabet

This stock is down 4.12% YTD having suffered from the wider Tech sell off, but not to the same extent as some of its peers. There remains the possibility that regulators turn their gaze onto Alphabet as part of the process of investigating Facebook. Alphabet retains the same mass data on users that FB does and as a result has the same risks. Its is currently trading at $1,009.95 which implies 26.4% upside to the Street price target at $1,276.67. There has been no substantial EPS or ratings changes and the market still retains 34 buy ratings, 7 holds and 0 sells. It has found support around its 200 DMA ($1,026.20). In the short term it is critical is closes above this level. Technically it still showing negative momentum but the longer term investment case remains sound.

Facebook

We have found ourselves writing a lot about Facebook (FB) lately and most of what we have written has been in the context of the Cambridge Analytica (CA) saga. It must also be noted that at the same time there has been more a widespread sell-off occurring with Tech bearing the brunt of investors' concerns. FB has traded down 22% from its January high and found support at the previously outlined $150 - $155 level. It has since moved up and is now trading at $160.56, representing 36% upside to the Street price target of $218.62. We had noted there had been no price target revisions or EPS downgrades in the wake of the CA scandal but the first of these began to occur last week. 2018 & 2019 EPS expectations have now moved down by approx. 5% but the major move has been in FY20 numbers, down by 13%. This is not related to the CA story but driven by previously guided increases in costs, slowing ad load and North American user numbers levelling off. Recent full year results were strong with the future growth potential of Instagram and WhatsApp reinforced. However the stock is likely to be volatile in the near term in the run up to Mark Zuckerberg's testimony in Washington (10th & 11th of April) amid increasing scrutiny by regulators of Big Tech. Overall EPS growth is still very good (20.4% in 2018 and 21.6% in 2019) and it is now trading at an FY18 P/E of 22.25x, representing a substantial discount to historical averages and the overall Tech sector. We maintain out longer term Outperform rating but advise clients that they must be prepared for volatility in the short term.

Royal Dutch Shell

It has been a volatile 2018 for Royal Dutch Shell; down 1% YTD having pulled back some of the losses experienced in January and February. We remain positive on the macroeconomic backdrop and the fundamentals behind the stock. The stock price is heavily correlated to the price of oil. Oil has been trading in a range of between $60 and $67 for a number of months. This has helped drive strong cash flow generation. Shell has a breakeven price of $40 a barrel which implies there should be no weakening in cash flow. The stock is currently trading at FY18 P/E of 13.80x with consensus price target is €30.88, 14.3% upside to the current price of €27.01. It has a FY18 Dividend Yield of 5.63% which is now much more secure following management actions and divestments.

European Banking ETF

The iShare STOXX 600 Bank ETF is down year to date by 4.98%. Price action is trending downward with the 50 day moving average at €18.09 below both the 100 day moving average (€18.22) and the 200 day moving average at (€18.28). The share price has broken through previous support levels at €17.70 and the most recent level of support was €17.00. Again ECB policy along with the European macro backdrop will be main catalyst for banks' earnings growth in the short term driving share price performance.

Bank of Ireland

Bank of Ireland is marginally up year to date by 0.85% and RSI is at 49, again not indicating overbought or oversold. The share price remains above the 200 day moving average of €7.08 but below the 50 day moving average and is tending downward, currently at €7.50. Bank of Ireland has received support recently at €6.60, with further support levels at €6.20. As with all the Irish banks, the primary driver of price action will be ECB policy and growth of the Irish mortgage market. Bank of Ireland has a consensus price target of €8.15 but any downgrade to earnings growth would warrant a rerating. Bank of Ireland is trading at a discount to the wider sector and we do not expect this to change in the short term. We will have a more detailed note in our Daily this week.

Core Portfolio - Update on remaining names

CF Research Team

Lloyds

Lloyds has traded down year to date by 2.56% and its RSI is at 51, indicating it is not overbought or oversold. Current share price is below the 50, 100 and 200 day moving averages, The 50 day is trending downward at 67.46 GBp and is about to cross the 100 day moving average. Lloyds has received support at 62 -64 GBp on a number of occasions over the past year. BOE policy, Brexit headlines and Sterling moves will be the main drivers of performance in the short term. Lloyds has a consensus price target of 76.67 GBp, implying 15% upside from current levels. It is however unlikely to break out of its recent range considering the weakening UK economic data and continuing Brexit uncertainty.

Glaxo

It has been a positive start to the year for Glaxo, with the stock up 9.5%. These returns have been concentrated in the last two weeks, coming as a result of the positive news that it will spend $13bn to buy out Novartis's stake in their consumer product joint venture. The stock is currently trading at FY18 P/E of 13.37x in line with sector multiples. The first level of support is the 200 day moving average of £14.16. The second level of support is between £12.7-£12.8. The first level of resistance is £15.20-£15.30, where volume has historically spiked. The second level of resistance is £16.10-£16.20, a price last seen in mid-2017. There is consensus price target is £15.22, 7.2% upside to the current price of £14.20. It has a FY18 dividend yield of 5.64%. We would advise clients if they want to buy Glaxo currently it is at the start of a multi year R&D turnaround story and it may be a while before it rerates higher out of its current range. It remains a relatively secure income play however with a high dividend in the meantime.

Glanbia

Glanbia has had a difficult start to the year, falling by over 6.5%. This is broadly in line with the overall sector. We remain positive on long term fundamentals behind the stock. However, as have previously highlighted, earnings and volume growth will be more concentrated on the second half of the year. Along with this the sector itself has faced sizeable headwinds. The stock is current valued at FY18 P/E of 16.35x. This is a 16.5% discount to its 5 year average and a 20% discount to the broad sector. The first level of support for the stock is €13.5, which it has bounced off twice this year. The second level of support is €12.8-€12.9, a price last seen in 2015. The first level of resistance is €14.7, a level which it has bounced off three times, which also represented the 100 day moving average. The 200 day moving average of €15.6 is the second level of resistance. There is consensus price target is €16.27, 18.6% upside to the current price of €13.70. As we believe it is more of a H2/18 story, it may be a while before Glanbia experiences some substantial upward momentum.

Cantor Core Portfolio - In Detail

Performance YTD	%
Portfolio	-2.3%
Benchmark	-5.2%
Relative Performance	2.9%
P/E Ratio	20.49x
Dividend Yield	2.3%
ESMA Rating	6
Beta	1.03

Sectors	Portfolio	Benchmark	+ / -
Consumer Discretionary	10%	11%	
Consumer Staples	5%	14%	
Energy	5%	6%	
Financials	24%	15%	
Health Care	5%	9%	
Industrials	27%	15%	
Information Technology	12%	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	1.44%	
USD	-2.57%	

Benchmark

Weighted Average Contribution

Index	Currency	PE	Outlook	Weighting	YTD Return (EUR)	Weekly Return	Currency Contribution	Total Contribution	
ISEQ 20 INDEX	EUR	16	Neutral	32%	-5.7%	0.0%	0.0%	-1.8%	
UK 100 INDEX	GBP	13	Neutral	26%	-5.9%	0.0%	1.3%	-1.5%	
S&P 500 INDEX	USD	17	Neutral	20%	-2.9%	-0.5%	-2.2%	-0.6%	
IBEX 35 INDEX	EUR	13	Positive	6%	-3.9%	0.0%	0.0%	-0.2%	
DAX INDEX	EUR	12	Positive	16%	-6.4%	-0.3%	0.0%	-1.0%	
Total				100%		-0.8%	-0.10%		-5.2%

Core Portfolio

Weighted Average Contribution

Stock	Currency	Yield*	Hold /Sold	Sector	Weighting	Total Return Local	Weekly Return	Currency Contribution	Total Contribution	
GLANBIA PLC	EUR	1.5	H	Consumer Staples	5%	-5%	0.0%	0.0%	-0.2%	
RYANAIR HOLDINGS PLC	EUR	0.0	H	Industrials	5%	6%	-0.1%	0.0%	0.3%	
INDUSTRIA DE DISENO TEXTIL	EUR	3.0	H	Consumer Discretionary	6%	-12%	-0.1%	0.0%	-0.7%	
LLOYDS BANKING GROUP PLC	GBp	6.1	H	Financials	5%	-5%	-0.2%	1.3%	-0.2%	
BANK OF IRELAND	EUR	2.8	H	Financials	5%	0%	0.0%	0.0%	0.0%	
ALLIANZ SE-REG	EUR	4.6	H	Financials	5%	-4%	-0.1%	0.0%	-0.2%	
FACEBOOK INC-A	USD	0.0	H	Information Technology	4%	-9%	-0.2%	-2.0%	-0.5%	
PAYPAL HOLDINGS INC	USD	0.0	H	Information Technology	4%	3%	-0.3%	-2.3%	0.0%	
ALPHABET INC-CL A	USD	0.0	H	Information Technology	4%	-2%	-0.2%	-2.2%	-0.1%	
AMAZON.COM INC	USD	0.0	H	Consumer Discretionary	4%	24%	-0.5%	-2.7%	0.8%	
iShares STOXX Europe 600 Banks ETF	EUR	3.5	H	Financials	5%	-5%	-0.1%	0.0%	-0.2%	
SIEMENS AG-REG	EUR	3.6	H	Industrials	6%	-8%	-0.1%	0.0%	-0.5%	
VINCI SA	EUR	3.2	H	Industrials	5%	-6%	0.0%	0.0%	-0.3%	
SMURFIT KAPPA GROUP PLC	EUR	2.6	H	Materials	6%	17%	-0.3%	0.0%	1.0%	
ALLIED IRISH BANKS PLC	EUR	3.1	H	Financials	4%	-9%	0.2%	0.0%	-0.3%	
CRH PLC	EUR	2.6	H	Materials	6%	-6%	-0.1%	0.0%	-0.4%	
KINGSPAN GROUP PLC	EUR	1.2	H	Industrials	5%	-5%	0.2%	0.0%	-0.2%	
ROYAL DUTCH SHELL PLC	GBp	5.9	H	Energy	5%	-8%	0.0%	1.3%	-0.3%	
DCC PLC	GBp	1.8	H	Industrials	6%	-12%	-0.1%	1.2%	-0.7%	
GLAXOSMITHKLINE PLC	GBp	6.1	H	Health Care	5%	7%	0.4%	1.5%	0.4%	
Total					100%		-1.7%	-0.09%		-2.3%

*Red Denotes Deletions

*Green Denotes Additions

*Yields are based on the mean of analyst forcast

All data taken from Bloomberg up until 28/03/2018.

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 - Tuesday's Headlines

- **Global** Fears grow that Italy could be heading for Syriza moment
- **US** White House imposes toughest Russian sanctions to data=e
- **Europe** Leaders congratulate Orban on election win
- **UK** Barclays to split euro trading hub over Brexit
- **Ireland** Permanent TSB reduces fixed mortgage rates

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
Corporate	**Corporate**	**Corporate**	**Corporate**	**Corporate**
N/A	N/A	Delta Air lines	Paddy Power ex-div Smurfit Kappa ex-div BlackRock	Citigroup JPM Wells Fargo
Economic	**Economic**	**Economic**	**Economic**	**Economic**
UK House Price Index US Consumer Inflation Expectations	CN New Loans US PPI	CN PPI CN Inflation Rate UK Industrial Production UK Construction Output US Inflation Rate US FOMC Minutes	EU Industrial Production IE Inflation Rate	DE Inflation Rate US JOLTs Data

Upcoming Events

16/04/2018 Bank of America. Netflix.

17/04/2018 Goldman Sachs. IBM. J&J

18/04/2018 Danone. Morgan Stanley

19/04/2018 BOI ex-div. Kerry Group ex-div. Lloyds ex-div. BNY Mellon. Snap

20/04/2018 General Electric. P&G. Schlumberger

16/04/2018 IE Construction PMI. US Retail Sales

17/04/2018 CN GDP. EU ZEW Index. UK Unemployment Rate. US Housing Starts

18/04/2018 CN House Price Index. UK PPI & Inflation Rate. EU Inflation Rate

19/04/2018 UK Retail Sales. US Philly Fed Manf. Index

20/04/2018 JP Inflation Rate. DE PPI

All data sourced from Bloomberg

Cantor in The Media

- Market Mover - Green Effects fund—Sunday Times—Director of Stockbroking Richard Power Please click here

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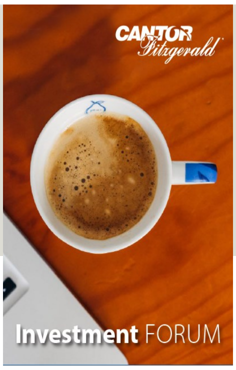

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Regulatory Information

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 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.

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

Grafton Group: Grafton Group PLC manufactures and retails building supplies.

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

Datalex: Datalex plc provides e-business infrastructure and solutions to customers in the global travel industry. The Group's services encompass Internet booking engines that link to reservation systems of travel providers, as well as support systems that allow travel companies to gather marketing information from airline data

Green REIT: Green REIT plc operates as a property investment company. The Company invests in a portfolio of long-lease and freehold, primarily commercial and mainly Dublin-based properties

Hibernia REIT: Hibernia REIT plc operates as a real estate investment trust. The Company invests in commercial properties including offices, industrial properties, retail stores, warehousing and distribution centers, and other related property asset

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

Historical Record of recommendation

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

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

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

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

Kingspan: We have changed our rating for Kingspan from Not Rated to Outperform on the 14/03/2016

PayPal: We added PayPal to our Core Portfolio on the 20/07/15 and have an Outperform outlook on the stock

Smurfit Kappa: We have added Smurfit Kappa to our core portfolio on the 01/01/2016 and we have upgraded our recommendation from Market Perform to Outperform

DCC: We have an Outperform on DCC as of 17/8/15 changing to Outperform from Not Rated.

AIB: We moved our rating from under perform to out perform on the 23/06/2017

Amazon: We have an Outperform recommendation for Amazon since 26/07/13, and no changes have been made since then.

Siemens: We changed our rating to Outperform on the 30/01/02017

Inditex: We changed our rating on Inditex from Outperform to Under Review on the 14th March 2018

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Regulatory Information

Alphabet: Google which is now Alphabet was added to the Core Portfolio on 07/01/13 and no changes have been made to the recommendation since its inclusion.

Facebook: We have been positive on the outlook for Facebook, and it was added to the core portfolio on the 11/05/2015 and no changes to our recommendation have been since.

Royal Dutch Shell: We have been positive on Core Portfolio stock, Royal Dutch Shell, since 20/05/13 and no change has been made to our recommendation since then

Bank of Ireland: We have reinstated an outperform rating on Bank of Ireland as of 13/07/2016

Glanbia: We changed our rating on Glanbia from under review to Outperform on 06/03/2018

GlaxoSmithKline: We moved our rating from Outperform to Market Perform on the 26/10/2017

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