

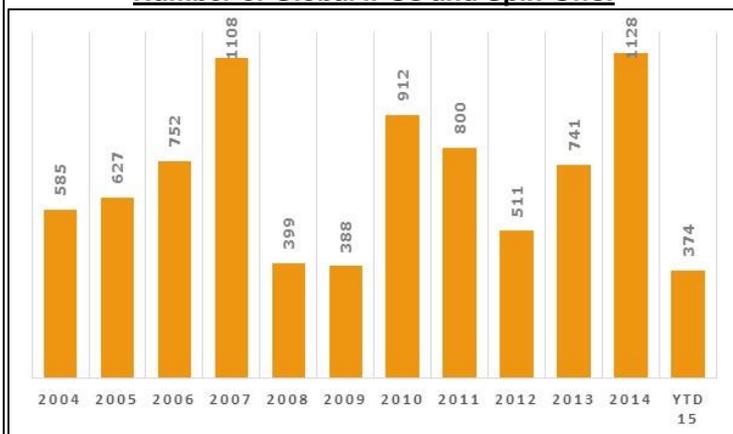
◆ First Half 2015: Highlights

- Amid strong deal flow, **IPOX Indexes** surge during first half of 2015, outperform benchmarks across regions.
- **IPOX Europe, IPOX U.S. and IPOX China** in focus.
- Assets tied to the **IPOX Indexes** reach record high as **IPOX Style Investing** proliferates.

[First Half 2015]

Amid strong deal flow, **IPOX Indexes** surge during first half of 2015, outperform benchmarks across regions. Global IPO and Spin-off activity continued to remain solid during the first half of 2015, with 374 notable IPOs and Spin-offs commencing trading in the global regions. 68% of deal flow rose from its final offering price on its first day of trading, recording a median gain of +9.45%, above the long-run average and highlighting the underlying IPO market strength. The performance of respective

Number of Global IPOs and Spin-Offs:



deals as measured by the **IPOX Indexes** generally outpaced the major benchmarks. On the global level, for example, the USD trillion 1.45 asset allocation-focused **IPOX Global 50 (IPGL50)** – which measures the performance of the largest and most liquid accessible IPOs and Spin-offs over a four-year rotational cycle – gained +2.92% to +7.51% YTD, outpacing the benchmarks.

IPOX Europe, IPOX U.S. and IPOX China in focus. In the cross-section, the strong relative and absolute showing was driven by big gains in select **IPOX Regional Indexes**. For example, the **IPOX Europe (IXTE)** extended its YTD gain by +0.76% to a massive +19.89% YTD during the quarter, outpacing the broad European benchmark by more than +1000 bps. and on track for a third straight year of outsized risk-adjusted returns. Substantial exposure to firms linked to perceived corporate actions contributed to the strong showing anew with cable & satellite services provider EUR billion 30.6 IPOX heavyweight 01/2014 IPO **Altice** (ATC NA: +22.51%) in focus. In the United States, the **IPOX U.S. Indexes (IPXO, IPXT)** continued to rank amongst the best performing broad-based indexes with the diversified USD trillion 1.42 **IPOX U.S. 100 (IPXO)** gaining +1.33% to +8.37% on the quarter, a massive +817 bps. ahead of the **S&P 500 (SPX)**, the key gauge for U.S. stocks. Strong momentum in IPOX heavyweights including U.S. social networker **Facebook**

IPOX Returns (%) (Price)	Q2 15	2014	YTD 15
Exposure: Global/International (xUS) (USD)			
IPOX Global 50 (IPGL50)	2.92	1.18	7.51
IPOX International (IPXI)*	2.15	-4.81	3.43
Exposure: United States (USD)			
IPOX U.S. 100 (IPXO)*	1.33	11.02	8.37
IPOX U.S. 30 (IPXT)	2.59	14.59	9.12
Exposure: Europe (EUR)			
IPOX Europe (IXTE)	0.76	9.15	19.89
IPOX Nordic (IPND)	-0.08	7.97	17.86
Exposure: Asia-Pacific (Developed) (USD)			
IPOX Asia-Pacific 30 (IPTA)	-1.78	-5.37	3.87
Exposure: China (USD) (x A-Shares)			
IPOX China 20 (CNI)	9.40	3.08	15.02

*Basis for Exchange-Traded Products (ETPs)

(FB US: +4.32%), 2013 Spin-off IL-based drug maker **Abbvie** (ABV US: +15.73%) or the slew of specialty technology exposure in the IPOX U.S. 100 (IPXO) including **Palo Alto Networks** (PANW US: +19.59%) or **Tableau Software** (DATA US: +24.62%) drove some of the portfolio returns. Continued weakness in IPOX heavyweight China-linked e-commerce behemoth **Alibaba** (BABA US: -1.17%) did little to curb the upside momentum in the **IPOX China** (CNI), which gained +9.40% during Q2 to +15.02% YTD, outpacing the China-linked benchmarks.

IPOX® U.S-Style Investing since 2010:



Assets tied to the **IPOX Indexes** reach record high as **IPOX® Style Investing** proliferates. Asset allocation interest in the IPOX Indexes and respective investment products surged during the quarter, underlined by the asset growth in the 5-star USD million 775 **First Trust IPOX 100 ETF (FPX)**, a five star fund launched in April 2006.