

The IPOX[®] Week

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- **IPOX Indexes** record gains ahead of option expiration.
- IPOX-linked ETFs (**FPX**, **FPXI**) Performance Review.
- IPO Deal-flow Review & Outlook: Subscription software maker **Zuora** (ZUO US) soars on debut. Healthy deal flow seen across the board.

IPOX Indexes record gains ahead of option expiration. Amid more muted geopolitics and renewed corporate action activity ahead of U.S. option expiration, the **IPOX Indexes** rose last week with the **IPOX 100 U.S.** (IPXO) – proxy for the “going public” effect in the largest U.S. New Listings by applying the **IPOX[®] Indexes** Technology – adding +2.14% to +1.21% YTD on the week, +15 bps. ahead of the **S&P 500** (SPX), proxy for U.S. stocks. In individual stocks, we note another takeover amongst the **IPOX 100 U.S.** (IPXO) Portfolio Holdings: After IPOX Holdings Biotech **Bioverativ** (Sanofi), luxury pet food maker **Blue Buffalo** (General Mills) or software maker **MuleSoft** (CRM), cash rich mega-cap large pharma **Novartis** is set to acquire IL-based biotech **Avexis** (AVXS US: +82.16%) at a large premium. Other **IPOX Holdings** with significant upside focus during the week included Spin-off aluminum producer **Alcoa** (AA US: +14.38%), Australian software maker **Atlassian** (TEAM US: +10.37%) or German semiconductor maker **Siltronic** (WAF GY: +10.15%), while losses in Russia’s biggest gold producer **Polyus** (PLZL LI: -23.94%) after foreign sanctions and China-linked healthcare and biotech stocks including **China Resources Pharma** (3320 HK: -11.92%) or **Shanghai Fosun Pharma** (2196 HK: -8.72%) after the recent big run-up weighted on the performance of the respective portfolios.

IPOX-linked ETF (FPX, FPXI) performance review. Linked to the **IPOX[®] 100 U.S.**, the USD billion 1.07, 5-star (10-year) **First Trust U.S. Equity Opportunities ETF** (FPX) rose to +1.38% YTD, while the 4-start (3-year) **First Trust International IPO ETF** (FPXI) added to +4.01% YTD. “**FPX**” and “**FPXI**” offer investors a turnkey solution to the “going public” effect of the largest U.S. (**FPX**) and International (**FPXI**) New Listings, often a pure proxy for economic growth and innovation.

IPOX[®] 100 U.S. - Investing with the “FPX” ETF since 2006:



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Select IPOX [®] Indexes Returns (%)	Last Week	2017	2018 YTD
Exposure: Global/International (x US) (USD) (Price)			
IPOX [®] Global (IPGL50)	1.03	28.59	3.07
IPOX [®] International (IPXI)*	0.28	37.80	3.43
Exposure: United States (USD) (Price)			
IPOX [®] Composite U.S. (IPXC)*	2.45	33.64	2.22
IPOX [®] 100 U.S. (IPXO)*	2.14	26.04	1.21
IPOX [®] 30 U.S. (IPXT)	1.63	26.63	-0.18
Exposure : Europe/Nordic Region (EUR) (Price)			
IPOX [®] Europe (IXTE)	1.12	19.27	1.91
IPOX [®] Nordic (IPND)	0.16	17.91	-3.86
Exposure: Asia-Pacific/China Region (USD) (Price)			
IPOX [®] Asia-Pacific (IPTA)	0.90	23.30	2.36
IPOX [®] China (CNI)	-0.06	37.67	10.27

* Basis for ETPs: FPX US, FPX LN, FPXU FP, FPXI US, TCIP110 IT and CME listed e-mini **IPOX[®] 100 U.S. Index Futures** (IPOM8).

IPO Deal-flow Review & Outlook: Another tech unicorn subscription-management platform provider **Zuora (ZUO US) soars on debut. Healthy deal flow seen across the board.** Only 2 notable (non-China A shares and non-local India) firms debuted last week, with the average equally-weighted firm increased by +48.13% based on the difference between the final offering price and Friday’s close. Upsized cloud-based subscription software maker **Zuora** (ZUO US: +47.14%) soared in its priced-above-range IPO. The success of **Zuora**, together with the recent public offerings of **Dropbox** (DBX US) and **Spotify** (SPOT US) underlines strength of Tech IPOs. Indonesian special chemical maker **Tridomain Performance Materials** (TDPM IJ: +49.12%) also surged after debut. Significant deals set to commence trading this week include **AT&T’s** (T US) DirecTV Latin America Unit **Vrio Corp** (VRIO US), graphite electrode maker **GrafTech International** (EAF US) - the largest IPO in the steel sector in a decade and **Dell Technologies’** (DVMT US) cloud-native platform provider **Pivotal Software** (PVTI US).

Select IPOs traded (week: 04/09/2018)	Country
Tridomain Performance Materials PT	Indonesia
Zuora Inc	U.S.A.
Select IPOs expected (week: 04/16/2018)	
FirstCaribbean International Bank Ltd	Barbados
GrafTech International Ltd	U.S.A.
Jupiter Mines Ltd	Australia
Level One Bancorp Inc	U.S.A.
Mereo Biopharma Group PLC	Britain
MorphoSys AG	Germany
Pivotal Software Inc	U.S.A.
Qualitas Medical Ltd	Malaysia
Serviceware SE	Germany
SLB Development Ltd	Singapore
Surface Oncology Inc	U.S.A.
Vrio Corp	U.S.A.