

The IPOX® Week

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- Individual **IPOX Holdings** in focus.
- Initial U.S. IPO sentiment weak. Significant deals lined up across global regions.

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Ahead of FED and expiration, **IPOX Indexes** extend relative strength YTD. **IPOX 100 U.S.** dodges fall in U.S. small caps. The **IPOX Indexes** continued to trade well vs. the global benchmarks last week, with the **IPOX Global** (IPGL50) gaining +0.50% to +6.82% YTD, while benchmarks fell. Ahead of a big week for Spanish IPOs, relative strength in the **IPOX Global** (IPGL50) was driven by strong gains in the **IPOX Europe** (IXTE) which surged +1.99% to +5.99% YTD, and the **IPOX International** (IPXI), now a massive +419 bps. ahead of the international benchmark YTD. While the **IPOX Asia-Pacific** (IPTA) traded relatively flat, the **IPOX China** (CNI) rose for a second week, benefiting from the jump in some of the recent social media-related offerings after good earnings. In the U.S., the **IPOX 100 U.S.** (IPXO) – underlying benchmark for the USD million 688, 5-star, 10-year **First Trust U.S. Equity Opportunities ETF** (FPX) – fell -0.44% to +5.79% YTD, significantly less than last week declines in U.S. small-caps.

Individual IPOX Holdings in focus. Most notable were big performance variations amongst global social media stocks: While U.S. social networkers **Snap** (SNAP US: -18.53%), **Twitter** (TWTR US: -4.00%) or **Facebook** (FB US: +1.18%) in aggregate traded mixed at best, big earnings by 12/2016 IPO Hong-Kong social software maker **Meitu** (1357 HK: +19.24%) and U.S. traded social networking platform operator **Momo** (MOMO US: +14.55%) pushed the China-domiciled deals sharply higher. In London, better-than-forecast sales in online takeaway ordering platform operator **IPOX Europe** member **Just Eat** (JE/ LN: +16.28%) propelled its stock towards a fresh all-time high. Ahead of the dual-listing IPO of specialty apparels maker **Canada Goose** (GOOS US, GOOS CN), incumbent **IPOX Europe** member **Moncler** (MONC IM: +2.35%) also extended its all-time high. **IPOX 100 U.S.** (IPXO) holdings also tracked by Warren Buffet's **Berkshire Hathaway** (BRK/B US: -0.40%) traded well supported last week: While Barron's-featured specialty chemicals maker **Axalta** (AXTA US: +5.72%) surged, consumer staples **Kraft Heinz** (KHC US: +0.01%) and **Restaurant Brands** (QSR US: -0.16%) traded flat. We also note the big week in IPOX-heavyweight IL-based drug maker **Abbvie** (ABBV US: +4.01%) after a key upgrade.

Initial U.S. IPO sentiment weak. Significant deals lined up across global regions. At least 5 significant global IPOs (excluding Chinese A-shares) commenced trading last week with initial sentiment for U.S. IPOs notably weak: U.S. domiciled specialty store operator **J. Jill** (JILL US: -0.39%) and NY-based IT services provider **Presidio** (PSDO US: +1.79%) traded flat, a potential fall-out from heavy selling in social net-

IPOX Price Returns (%)	Week	2017	2016
Exposure: Global/International (xUS) (USD)			
IPOX Global (IPGL50)	0.50	6.82	-2.50
IPOX International (IPXI)*	1.40	8.59	-4.63
Exposure: United States			
IPOX Composite U.S. (IPXC)*	-0.75	7.67	7.24
IPOX 100 U.S. (IPXO)*	-0.44	5.79	5.89
IPOX 30 U.S. (IPXT)	-0.48	5.85	8.44
Exposure: Europe/Nordic Region			
IPOX Europe (IXTE)	1.99	5.99	0.18
IPOX Nordic (IPND)	-1.23	3.02	-1.59
Exposure: Asia-Pacific/China Region			
IPOX Asia-Pacific (IPTA)	0.27	6.32	-1.96
IPOX Comp. China (IPXUCHCP)*	0.02	9.46	-3.73
IPOX China (CNI)	0.26	11.02	-10.21

* Basis for Exchange-Traded Products (e.g. FPX US, FPX LN, FPXU FP, FPXI US, TCIP110 IT) and CME Futures (**e-mini IPOX 100 U.S. Index Futures** [commodity trading symbol: IPOM7]).

worker **Snap** (SNAP US: -18.53%) during its first full week of trading. At least 8 (excluding China A shares) accessible global IPOs are set to commence trading this week with significant focus on the EUR million 881 IPO of Spanish security firm high-dividend payer **Prosegur Cash** (CASH SM), the largest European IPO YTD. We note hedge fund investor George Soros's participation, who had previously also took part in the IPO of blockbuster Spanish IPO **IPOX Holding** airport operator **Aena** (AENA SM: +0.56%). IPOs lined up in the U.S. include aforementioned Canada-domiciled **Canada Goose** (GOOS US, GOOS CN), application software maker **MuleSoft** (MULE US) and **ProPetro** (PUMP US), a Texas-based hydraulic fracturing services provider. More IPOs are also lined up in Hong Kong and Taiwan (8423 HK, 8421 HK and 6533 TT).

Traded IPOs (week of 03/06/2017)	Country
Impact Healthcare Reit PLC	United Kingdom
J. Jill Inc	United States
Microware Group Ltd	Hong Kong
Persta Resources Inc	Hong Kong
Presidio Inc	United States
Upcoming IPOs (week of 03/13/2017)	Country
Andes Technology Corp	Taiwan
Canada Goose Holdings Inc	Canada
Chi Ho Development Holdings Ltd	Hong Kong
Hospital Corp of China Ltd	China
MuleSoft Inc	United States
ProPetro Holding Corp	United States
Prosegur Cash SA	Spain
Winson Holdings Hong Kong Ltd	Hong Kong