

The IPOX® Week

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edited by Dr. Josef Schuster

Contact: eva@ipoxschuster.com

Think GROWTH – Think IPOX

- IPOX Indexes build on momentum, IPOX China (CNI) has huge week as Meitu (1357 HK) rockets higher.
- IPOX-linked Investment Products mirror strong gains.
- Solid initial sentiment for global IPOs, deals gain across global regions.

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IPOX Indexes build on momentum, IPOX China (CNI) has huge week as Meitu (1357 HK) zooms higher. The IPOX Indexes built on the YTD momentum last week and continued to record strong gains, with the IPOX Global (IPGL50) - benchmark for the “going public effect” in the largest global IPOs and Spin-offs - surging +1.84% to +8.79% YTD, outpacing the performance of global stocks as measured by the MSCI World Index (MXWD). While the IPOX Europe (IXTE) gave back some of its relative gains from the previous week, all other IPOX Indexes beat the market, including the IPOX 100 U.S. (IPXO) which closed the week +43 bps. ahead of the S&P 500 (SPX), main gauge for U.S. stocks. In individual stocks, the most noteworthy relative IPO performance trend continues to belong to the divergence of U.S.- vs. China-domiciled social media/networking stocks: While U.S. stocks (FB US, TWTR US, SNAP US) continued to trade mixed at best, the respective Chinese deals including Momo (MOMO US: +13.74%), Weibo (WB US: +6.81%) and most notably USD 9.8 billion Meitu (1357 HK: +51.26%) rocketed higher on big volume, adding significant relative returns to the respective IPOX Indexes which count the stocks as a portfolio holding, including the IPOX Global (IPGL50), IPOX International (IPXI) and IPOX China (CNI).

IPOX Price Returns (%)	Week	2017	2016
Exposure: Global/International (xUS) (USD)			
IPOX Global (IPGL50)	1.84	8.79	-2.50
IPOX International (IPXI)*	2.97	11.82	-4.63
Exposure: United States			
IPOX Composite U.S. (IPXC)*	1.15	8.91	7.24
IPOX 100 U.S. (IPXO)*	0.67	6.50	5.89
IPOX 30 U.S. (IPXT)	0.37	6.24	8.44
Exposure: Europe/Nordic Region			
IPOX Europe (IXTE)	0.81	6.86	0.18
IPOX Nordic (IPND)	1.20	4.26	-1.59
Exposure: Asia-Pacific/China Region			
IPOX Asia-Pacific (IPTA)	1.89	8.32	-1.96
IPOX Comp. China (IPXUCHCP)*	2.89	12.62	-3.73
IPOX China (CNI)	4.64	16.17	-10.21

* Basis for ETPs: FPX US, FPX LN, FPXU FP, FPXI US, TCPI110 IT) and CME Futures (e-mini IPOX 100 U.S. Index Futures [commodity trading symbol: IPOM7]).

Solid initial sentiment for global IPOs, deals gain across global regions. At least 10 significant accessible global IPOs (excluding Chinese A-shares) commenced trading last week with the average (median) equally-weighted stock rising +15.18% (+6.19%) based on the difference between the final offering price and Friday’s close. Most upside was recorded by specialty IPOs in the U.S. with focus on software maker MuleSoft (MULE US) and apparels maker dual-listed Canada Goose (GOOS US). More global specialty IPOs are lined up for the upcoming week including U.S. software maker Alteryx (AYX US), Swedish biotech MIPS (MIPS SS) or China-linked educational services provider Minsheng Education Group (1569 HK).

IPOX® 100 U.S.-linked Investing since 2006:



Select IPOX-linked Investment Products mirror strong gains. In the U.S., the IPOX 100 U.S. Index-linked USD million 696, 5-star, 10-year First Trust U.S. Equity Opportunities ETF (FPX) added +0.77% to +6.72% YTD. Helped by exposure to aforementioned Meitu (1357 HK: +51.26%), the IPOX-linked First Trust International IPO ETF (FPXI) added +3.23% to +11.21% YTD, ahead of other internationally focused ETFs.

Traded IPOs (week of 03/13/2017)	Country
Ardagh Group SA	LUXEMBOURG
Canada Goose Holdings Inc	CANADA
China Organic Fertilizer Inc	CHINA
Hospital Corp of China Ltd	CHINA
MuleSoft Inc	UNITED STATES
NI Holdings Inc	UNITED STATES
ProPetro Holding Corp	UNITED STATES
Prosegur Cash SA	SPAIN
Winson Holdings Hong Kong Ltd	HONG KONG

Upcoming IPOs (week of 03/20/2017)	Country
Alteryx Inc	UNITED STATES
Aumann AG	GERMANY
Midici PLC	BRITAIN
Minsheng Education Group Co Ltd	CHINA
MIPS AB	SWEDEN
Next Games Oy	FINLAND
Sea Harvest Holdings Pty Ltd	SOUTH AFRICA
Somerley Capital Holdings Ltd	HONG KONG