

The IPOX[®] Week

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- **IPOX 100 U.S. Index (IPXO)**, other **IPOX Indexes**, follow Europe, U.S. small-caps lower. Sharp divergence in returns of IPOX portfolio holdings continues.
- Global Deal-flow Review and Outlook: **China Literature** (772 HK) sets strong tone for Chinese-linked IPOs / Ahead of U.S. holiday week, more global IPOs lined up.

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IPOX 100 U.S. Index (IPXO), other **IPOX Indexes**, follow Europe, U.S. small-caps lower. Sharp divergence in returns of IPOX portfolio holdings continues. Amid weak Europe, mixed Asia and declining U.S. small-caps (RTY: -1.31%), most of the **IPOX Indexes** declined last week, with the FANG-free, style box agnostic **IPOX 100 U.S. (IPXO)** shedding -0.48% to 21.39% YTD, 27 bps. more than when compared to the **S&P 500 (SPX)** – benchmark for U.S. stocks. Amid earnings triggering big declines in select exposure, the divergence in last week's returns amongst **IPOX 100 U.S. (IPXO)** stocks, for example, was massive with the

IPOX 100 U.S. Investing with the 5-star FPX ETF since 2006:



average (median) equally-weighted portfolio holding declining by -1.78% (-0.85%), significantly more than the applied market-cap weighted **IPOX 100 U.S. (IPXO)**. Firms in focus included social networker **Snap** (SNAP US: -16.44%), U.S. consumer financial **One Main** (OMF US: -22.28%) or biotech researcher **INCR** (INCR US: -33.05%). We also note the fresh series of declines in IPOX heavyweight French cable & satellite services provider **Altice** (ATC NA: -17.67%) and **Altice USA** (ATUS: -3.05%). Big gains in select exposure helped to offset some of the losses, and included U.S. trading firm **Virtu** (VIRT US: 22.68%), health club operator **Planet Fitness** (PLNT US: 12.30%), payment processor **Square** (SQ US: 6.29%) or IL-based drug maker **Abbvie** (ABBV US: 3.38%). Amid the first snowfall in the U.S. Midwest, we also note the fresh post-IPO high in high-end Anorak Jacket maker 03/2017 IPO **Canada Goose** (GOOS US: 23.11%), a portfolio stock tracked in the **IPOX International (IPXI)**.

Global Deal-flow Review and Outlook: At least 18 notable (non-China A shares and non-local Indian) firms commenced trading last week with the average (median) equally-weighted IPO adding 12.06% (3.62%) based on the difference between final offer and Friday's close. The big gain in **Tencent** (700 HK: 4.73%) Spin-

IPOX Price Returns (%)	Last Week	Q3 2017	YTD 2017
Exposure: Global/International (x US) (USD)			
IPOX Global (IPGL50)	-0.70	8.63	26.42
IPOX International (IPXI)*	-0.64	9.49	34.03
Exposure: United States (USD)			
IPOX Composite U.S. (IPXC)*	-0.31	8.86	31.66
IPOX 100 U.S. (IPXO)*	-0.48	7.06	21.39
IPOX 30 U.S. (IPXT)	-0.29	7.99	23.68
Exposure : Europe/Nordic Region (EUR)			
IPOX Europe (IXTE)	-3.26	5.59	17.63
IPOX Nordic (IPND)	-2.56	5.17	17.79
Exposure: Asia-Pacific/China Region (USD)			
IPOX Asia-Pacific (IPTA)	-0.64	2.85	18.71
IPOX Comp. China (IPXUCHCP)	1.01	12.29	45.53
IPOX China (CNI)	1.50	9.59	36.17

* Basis for ETPs: FPX US, FPX LN, FPXU FP, FPXI US, TCIP110 IT) and CME Futures (**e-mini IPOX 100 U.S. Index Futures** [Commodity trading symbol: IPOZ7]).

off **China Literature** (772 HK: 82.55%) is set to continue to spur demand for (China-linked) deals in H.K. and the U.S. ahead of the U.S. holiday week, such as computer hardware firm **Razer Inc** (1337 HK) or China's online car retailer **YiXin Group Ltd** (2858 HK). Refiled U.K. food manufacturer **Bakkavor Group** (BAKK LN), personal shopping platform operator **Stich Fix** (SFIX US), software firm **SendGrid** (SEND US) or U.S. specialty chemicals maker **MPM Holdings** (MPMQ US) rank amongst the list of non-China-linked deals set to start trading during this week.

Select IPOs traded (week: 11/06/2017)	Country
Apellis Pharmaceuticals Inc	U.S.A.
China Literature Ltd	China
ContourGlobal PLC	Britain
Crayon Group Holding AS	Norway
Four Seasons Education Cayman Inc	China
Gmexico Transportes SAB de CV	Mexico
Keppel-KBS US REIT	Singapore
PPDAI Group Inc	China
Sogou Inc	China
Select IPOs expected (week: 11/13/2017)	Country
Bakkavor Group PLC	Britain
Bestway Global Holding Inc	China
Jianpu Technology Inc	China
Molino Canuelas SACIFIA	Argentina
MPM Holdings Inc/DE	U.S.A.
Orphazyme A/S	Denmark
Razer Inc	U.S.A.
SendGrid Inc	U.S.A.
Stich Fix Inc	U.S.A.
YiXin Group Ltd	China
Workspace Property Trust	U.S.A.