

The IPOX® Week

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- Key **IPOX Indexes** close week at record, **IPOX U.S. Indexes** on winning side of the corporate action trade.
- IPOX-linked ETFs mirror gains in **IPOX Indexes**.
- Global Deal-flow Review and Outlook: Quiet during shortened U.S. trading week, filing activity rises.

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Key IPOX Indexes close week at record, **IPOX U.S. Indexes** on winning side of the corporate action trade. Ahead of the shortened U.S. trading week, the key **IPOX Indexes** closed at fresh historic highs as markets and the U.S. dollar rose, risk plunged (VIX: -10.20%) anew and the **IPOX Indexes** remained on the winning side of the corporate action trade with takeovers and activist investor interest fuelling select **IPOX exposure**. On the global level, e.g., the **IPOX Global 50 (IPGL50)** – diversified benchmark for the performance of the largest New Listings in the global regions using the **IPOX Indexes Technology** – added +1.19% to +22.61% YTD to end the week at yet another record, outpacing the global market for a third consecutive week. Within the **IPOX Indexes Universe**, the **IPOX 100 U.S. (IPXO)** continued to stand out, zooming into uncharted territory from mid-week to end unemployment Friday at a record, adding +2.09% to +13.99% YTD. While the **IPOX Europe (IXTE)** traded muted, we also note continued gains in the **IPOX International (IPXI)**, which also finished the week at a record, adding +1.01% to +32.99% YTD.

IPOX portfolio holdings in focus. In the U.S., most focus was on **IPOX 100 U.S. (IPXO)** biotech holding USD billion 10.2 **Kite Pharma (KITE US: +28.00)** after its takeover by drug maker **Gilead (GILD US: +13.50%)** whose total market cap. rose by a massive USD billion 13.0 on the week. Other **IPOX 100 U.S. (IPXO)** winners included dating website operator **Match Group (MTCH US: +18.13%)**, while strong earnings also pushed medical technology firm **Catalent (CTLT US: +15.51%)** to a fresh post-IPO high. Investors also continued to bid U.S. car maker take-over candidate **Fiat Chrysler (FCAU US: +6.80%)** on expectations of higher U.S. car sales as a result of the Houston rebuilding plans. Consumer staple IPOX heavyweight **Kraft Heinz (KHC US: -2.12%)** continued to sag, impacted by the plunge in soup maker **Campbell Soup (CPB US: -11.67%)** as weak earnings point to a structural shift in U.S. consumer behavior. In non-U.S. domiciled exposure included in the **IPOX International (IPXI)**, e.g., expectations of continued strong growth propelled Chinese social media platform operator **Weibo (WB US: +9.09%)** to rank as the best weekly performer for a second week in a row, while hard-hit drug maker **Shire (SHPG US: +5.01%)** benefitted from indiscriminate buying of biotechs after the Gilead/Kite deal which also spilled over into big demand for recently issued China domiciled biotech IPOs and **IPOX China (CNI, IPXUCHCP)** portfolio holdings, including H.K.-listed biopharma **3SBIO (1530 HK: +12.60%)** and U.S.-traded specialty pharma **Beigene (BGNE US: +9.26%)**. We note profit taking in select global social media stocks, including H.K.-traded **Meitu (1357 HK: -10.52%)** and U.S. traded **Snap (SNAP US: -3.45%)** after the recent strength.

IPOX Price Returns (%)	Last Week	Q2 2017	YTD 2017
Exposure: Global/International (x US) (USD)			
IPOX Global (IPGL50)	1.19	5.54	22.61
IPOX Global (IPGL30)	1.03	8.07	22.26
IPOX International (IPXI)*	1.01	9.24	32.99
Exposure: United States (USD)			
IPOX Composite U.S. (IPXC)*	1.90	7.44	24.31
IPOX 100 U.S. (IPXO)*	2.09	3.86	13.99
IPOX 30 U.S. (IPXT)	1.72	4.62	15.43
Exposure : Europe/Nordic Region (EUR)			
IPOX Europe (IXTE)	0.40	4.95	19.11
IPOX Nordic (IPND)	1.40	8.64	15.59
Exposure: Asia-Pacific/China Region (USD)			
IPOX Asia-Pacific (IPTA)	0.59	2.99	16.96
IPOX Comp. China (IPXUCHCP)	0.61	10.06	36.41
IPOX China (CNI)	0.92	4.62	27.27

* 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: IPOU7]).

IPOX-linked ETFs mirror gains in **IPOX Indexes**. The performance of IPOX-linked **Exchange-Traded-Funds (ETFs)** mirrored the strong gains in the underlying **IPOX Indexes**. For example, the USD million 872 **IPOX 100 U.S. (IPXO)**-linked **First Trust US. Equity Opportunities ETF (FPX)** added +2.13% to +14.66% YTD last week. Further, the younger USD million 21 **IPOX International (IPXI)**-linked **First Trust International IPO ETF (FPXI)** closed the week +34.85% YTD higher. The “**FPX**” ETF and “**FPXI**” ETF provide a diversified granular global solution to investing in the “going public” effect associated with the largest and typically best performing New Listings (IPOs and Spin-offs) domiciled in the U.S. and trading on a U.S. market (“**FPX**”) or domiciled outside the U.S. trading on an accessible global exchange (“**FPXI**”).

Global Deal-flow Review and Outlook: Quiet during shortened U.S. trading week, filing activity rises. No notable accessible global (non-China A shares) firms debuted last week. Ahead of the shortened U.S. trading week, no significant accessible IPOs are set to debut. U.S. filing activity, however, jumped, including **Best Logistics**, China Fintech **Quant**, video streaming player pioneer **Roku**, China luxury e-commerce retailer **Secoo.com** or **Zai Lab**, a Chinese drug developer working on cancer treatments.

Select IPOs traded (week: August 29, 17)	Country
No notable accessible IPOs traded	
IPOs set to debut (week: September 4, 17)	Country
No notable accessible IPOs scheduled	