

◆ Think GROWTH – Think IPOX

- Key IPOX Strategies start month with market-beating returns, IPOX Global 30 (IPGL30) surpasses 1000.
- First Trust IPOX U.S. 100 ETF (FPX) continues record run, extends weekly winning streak to five.
- Ahead of Alibaba (BABA US), Nairobi Securities Exchange (NSE KN) only key firm set to go public.

[Week: 09/08/2014]

Key IPOX Strategies start month with market-beating returns. IPOX Global 30 (IPGL30) surpasses 1000:

The IPOX Strategies continued to surge during the first week of September, with the USDbn 938 super-liquid mega-cap heavy IPOX Global 30 (IPGL30) rising 1.22% to 9.85% YTD, outperforming benchmark MSCI World (MXWD) by 103 bps. on the week and closing above the key 1000 mark for the first time. The heavy exposure linked to Chinese Financials drove the outsized gains, with HK-traded People's Insurance (1339 HK: 7.10%), Swire Properties (1972 HK: 4.23%) or Ag Bank of China (1288 HK: +3.07%) leading the way. Russia's telecom carrier 6.27% yielder MegaFon (MFON LI: 3.53%) rose on decreasing Russia/Ukraine tensions. The global luxury goods complex continued to underperform, led by U.S. fashion retailer Michael Kors (KORS US: -4.66%), after the announcement of a big secondary offering led by its H.K. based initial shareholder. This also pressured H.K.-traded Italian high-end fashion stock Prada (1913 HK: -2.46%). Ahead of the Sep. 19th IPO of Chinese e-commerce behemoth Alibaba Group (BABA US), incumbent JD.com (JD US: -9.05%) slumped as participants reposition.

First Trust IPOX U.S. 100 ETF (FPX) continues record run, extends weekly winning streak to five:

Momentum buying and exposure to yet another blockbuster corporate action propelled the First Trust IPOX U.S. 100 ETF (FPX) to another good relative week. The USDm 523 ETF gained 0.57% to 10.17% YTD, beating the ETFs linked to benchmarks S&P 500 (SPY), Russell 2000 (IWM) or Nasdaq-100 (QQQ) by 37, 72 and 46 bps. on the week, respectively. The fund benefited from big momentum in its exposure linked to generational growth opportunities, including IPOX heavyweight social networker Facebook (FB US: 3.26%) and electric car maker Tesla Motors

Comparative Returns (%)	Week	2013	YTD 14
IPOX Global 50 (IPGL50)*	0.42	26.54	7.13
IPOX Global 30 (IPGL30)*	1.22	33.65	9.85
MSCI World (MXWD)	0.19	20.25	5.83
IPOX U.S. 100 (IPXO)*	0.67	46.99	9.74
IPOX U.S. 30 (IPXT)*	0.50	44.01	12.83
S&P 500 (SPX)*	0.22	29.60	8.62
IPOX Europe 50 (IPXUJPEU)	0.86	20.78	5.85
IPOX Europe 30 (IXTE)	0.91	22.68	6.92
Stoxx 50 (SX5P)	1.63	13.26	5.99
IPOX Asia-Pacific 30 (IPTA)	0.34	19.85	5.67
MSCI Asia-Pacific (MXPC)	0.24	15.25	2.16
IPOX China 20 (CNI)	2.53	14.77	0.35
IPOX China Comp. (IPXUCHCP)	1.42	16.98	-0.83
Hang Seng Enterprise (HSCEI)	3.69	-5.42	5.11

*denotes all-time weekly closing high.

(TSLA US: 2.80%), which is yet to be tracked in the S&P 500 (SPX) and whose market cap gap vs. IPOX heavyweight General Motors (GM: -0.63%) shrank to 37.70%. Cruise line operator 01/2013 IPO Norwegian Cruise Line Holdings (NCLH US: 8.38%) ranked amongst the best performing portfolio holdings, benefiting from its deal to acquire Prestige Cruises for USDbn 3.03. Small-cap U.S. casino operator Caesars Entertainment (CZR US: -10.34%), specialty pharma maker Pacira Pharma (PCRX US: -5.45%) and electronic components maker Knowles (KN US: -4.89%) ranked at the bottom of the weekly performance ranking. In all, 60/100 portfolio holdings rose on the week with the average (median) equally-weighted constituent gaining 0.31% (0.65%), less than when compared to the applied market-cap weighted IPOX U.S. 100 (IPXO), the underlying benchmark for the Fund.

The performance of the First Trust IPOX U.S. 100 (FPX):



Source: Bloomberg, IPOX Schuster LLC

Key IPOs traded (Week: 09/01/2014):

Company Name	Identifier	Return (%)
No significant deal flow		

Ahead of Alibaba (BABA US), Nairobi Securities Exchange (NSE KN) only key firm set to go public:

The NSE is set to join the Johannesburg Stock Exchange (JSE SJ: 4.61%) as the second listed stock exchange in Africa. With the JSE trading at a record level, the IPO of NSE was oversubscribed by 663%, underlining the strong demand for Africa-linked exposure.

Key IPOs expected to trade (Week: 09/08/2014):

Company Name	Identifier	IPO Date
Nairobi Securities Exchange	NSE KN	09/09