

IPOX Indexes Summary

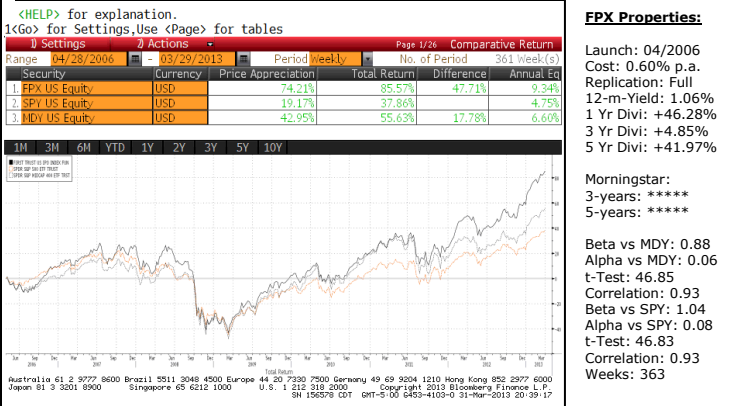
- IPOX trumps benchmarks during big quarter for global stocks. Spin-Offs and P/E backed IPOs lead gains.
- IPOX U.S.-linked Fund ETF (FPX) triples AUMs during Q1 2013, closes at fresh all-time high. Volume surges.
- Solid pricing action in last week's global IPOs.

[Week: 04/01/2013]

IPOX Returns, Notable Company Movers:

- **IPOX Indexes buoyant, trump global benchmarks during Q1 2013:** Most IPOX Indexes closed the quarter with strong absolute and relative gains, extending their historic run. On the global level, the IPOX Global 50 (IPGL50) – benchmark for the performance of the largest and most liquid global IPOs and Spin-offs over the past four years – finished just shy of its all-time high, gaining +1.25% to +7.60% YTD and extending the lead vs. benchmark MSCI World (MXWD) since January 2012 to a massive +1235 bps. Relative strength was again driven by developed markets exposure with a focus on P/E-backed IPOs and traditional Spin-offs captured in the IPOX U.S. (IPXO, IPXT) and IPOX Asia-Pacific (IPTA), which reached fresh all-time highs respectively. Indeed - with AUMs tripling and trading volume surging during the quarter - the IPOX-U.S. linked First Trust U.S. IPO Fund (ticker: FPX) extended the YTD gain to +14.15%, outpacing the benchmarks. The Fund was recently awarded a five-star three- and five year rating by Morning-

IPOX-U.S. linked ETF (ticker: FPX) closes at fresh record high:



Why choose IPOX to close the IPO/Spin-off asset allocation gap?

- Proven: Real-time performance over market cycles
- Scalable and Stable: Clearly defined Philosophy
- Patented: Portfolio Construction Technology

the IPOX® Indexes technology. Last week's relative gains were driven by large-cap (high dividend paying) Spin-Offs and private-equity backed IPOs in the IPOX universe, while traditional IPOs lagged anew. For example, while recent IPOX addition USDbn 64.3 pharma maker and 4% yielder Abbvie (ABBV US: +4.65%), IPOX heavyweight refiner USDbn 43.5 Phillips 66 (PSX US: +3.58%), pipeline operator Kinder Morgan (KMI US: +2.82%) or USDbn 18.1 hospital operator HCA (HCA US: +3.36%) surged to a fresh listing high, social networker Facebook (FB US: -0.58%) and car maker General Motors (GM US: -1.42%) fell. Other notable action in the IPOX universe includes stake-building and take-over activity amongst recently listed European telecom/media IPOs, all P/E-backed. This includes Dutch media firm EURbn 5.5 Ziggo (ZIGGO NA: +13.29%) which surged after John Malone's Liberty Global bought a 12.65% stake held by Barclays (BARC LN: -0.29%), which had managed a P/E stake sale in the company earlier in the month. This development helped to push IPOX member takeover candidate and P/E-backed EURbn 6.4 Kabel Deutschland (KD8 GY: +0.04%) to a fresh post-IPO high. Amid continued relative weakness in China-linked exposure, we note a new post-IPO high in USDbn 1.7 luxury retail website operator VipShop (VIPS US: +6.15%), one of just three China-linked IPOs in the U.S. in 2012.

• IPOs Traded (Week: 03/25/13) - Divis beat Growth:

Company	Ticker	Return/IPO/week
HellermannTyton	HTY LN	3.59%
EAM Solar	EAM NO	0.00%
Pinnacle Foods	PF US	11.05%

Just three notable IPOs went public last week with the significant deals (HTY LN, PF US) producing positive returns for initial IPO investors: The good uptake of the capital structure IPO of U.S. food manufacturer low growth USDbn 2.5 Pinnacle Foods (PF US: +11.05%) underlines the powerful momentum for established high-dividend paying and P/E-backed U.S. IPOs and Spin-offs as investors favor dividends over growth.

• Select upcoming global IPOs (Week: 04/01/13):

Company	Code	Pricing	Comment
Moleskine	MSK IM	03/26	Sells +50% of equity

Luxury notebook maker P/E-backed Italian domiciled Moleskine (MSK IM) priced its IPO just below the middle of the EUR 2.00–2.65 range. While the company sells an unusually large % of total equity, initial demand is set to be solid as it enters portfolios tied to global luxury brands.

star (MORN US), underlying the benefits of a systematic asset allocation into large U.S. IPOs and Spin-Offs using

• IPOX Indexes Comparative Price Returns (all in %):

Ticker (BBG/Reuters)	Week	2012	YTD 13
IPOX Global 50 (IPGL50) (USD)	1.25	24.17	7.60
IPOX Global 30 (IPGL30) (USD)	1.32	19.57	8.85
MSCI World (MXWD) (USD)	0.37	13.44	5.98
IPOX U.S. 100 (IPXO) (USD)	1.77	29.17	14.15
IPOX U.S. 30 (IPXT) (USD)	2.01	28.86	13.36
S&P 500 (SPX) (USD)	1.51	13.41	10.03
IPOX Europe 50 (IPXUJPEU) (EUR)	-0.04	6.09	6.75
IPOX Europe 30 (IXTE) (EUR)	-0.06	0.03	8.01
STOXX 50 (SX5P) (EUR)	0.02	8.78	4.66
IPOX Asia-Pacific 30 (IPTA) (USD)	0.89	28.77	7.74
MSCI Asia-Pacific (MXPC) (USD)	0.28	10.97	8.81
IPOX China 20 (CNI) (USD)	-1.27	19.53	-1.58
IPOX China Cp. (IPXUCHCP) (USD)	-0.30	18.93	0.10
FTSE China 25 (XIN0I) (USD)	-0.47	13.48	-6.75