

## ◆ Summary

U.S. and European benchmarks slumped as a string of negative economic news caused yields to start to price in deflation. The IPOX Global 50 recorded a strong relative week as China-linked exposure rose. In the aftermath of the Facebook (FB) IPO, no significant IPO deal flow scheduled.

## ◆ Highlights

- Amid slumping in global markets, the IPOX Global 50 outperforms strongly as China-linked exposure strengthens:** The *IPOX Global 50 (IPGL50)*, key gauge for the performance of the most significant global IPOs and spin-offs over a four-year rotational cycle, fell -1.63% to +5.03%, extending the relative gains versus benchmark MSCI World to +753 bps. YTD. Relative strengths was driven by a big rise in Asia-Pacific traded large-caps with Chinese real estate developer Evergrande Real Estate Group (3333 HK: +10.34%), Chinese Financial CITIC Securities (6030 HK: +5.94%), hard-hit Chinese Industrial Longyuan Power Group (916 HK: +3.48%) or Financial AIA Group (1299 HK: +2.23%) leading the way. MEG Energy Corp. (MEG CN: -12.29%) slumped on a big decline in oil, while Russia-domiciled Yandex NV (-8.97%) as well as Facebook (FB: -13.13% !!!) proxy Mail.ru (MAIL LI: -8.79%) ranked amongst the biggest decliners. The U.S. ranked once more amongst the best performing regions in the IPOX Global Composite (IPGLC) universe: Despite a big drop in the IPOX heavyweights including Visa International (V: -5.96%) and secondary names including Teradata (TDC: -8.36%), performance of the *IPOX U.S. universe* remained with the benchmarks: The IPOX U.S. 30 (IPXT: -3.26% to +7.73%) fell in line with the S&P 500 (SPX), remaining +610 bps ahead YTD. Notable is the outperformance of the broader IPOX U.S. 100 (ETF: FPX) vs. the Russell 2000 (RUT) as companies including grocer The Fresh Market (TFM US: +17.66%) and consulting group Booz Allen Hamilton (BAH US: +9.75%) surged. Key IPOX constituents held by Warren Buffets Berkshire Hathaway (BERK US: -0.29%) including VOLT manufacturer General Motors (GM: -1.92%) and discounter Dollar General (DG: +2.19%) continued to out-

### ◆ Key IPOX Strategies Comparable Returns YTD 2012:

Ticker (BBG/Reuters)	Return 5-day	YTD 2012	Name
IPGL50 (USD)	-1.63	5.03	IPOX Global 50
IPGL30 (USD)	-2.50	1.52	IPOX Global 30
MXWD (USD)	-2.74	-2.50	MSCI World
IPXO (USD)	-3.57	7.11	IPOX U.S. 100
IPXT (USD)	-3.26	7.73	IPOX U.S. 30
SPX (USD)	-3.23	1.63	S&P 500
IPXUJPEU (EUR)	-5.37	-10.87	IPOX Europe 50
IXTE (EUR)	-5.95	-14.22	IPOX Europe 30
SX5P (EUR)	-2.75	-6.24	STOXX 50
IPTA (USD)	-0.07	7.82	IPOX Asia-Pacific 30
MXPC (USD)	-0.27	-3.62	MSCI Asia-Pacific
CNI (USD)	1.13	0.29	IPOX China 20
HSCEI (USD)	0.86	-3.18	Hang Seng Enterprise

# Week 06/04/2012

### 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: Index Technology
- Best in Practice: Support and Research

perform. IPOs previously most traded in the notorious pre-IPO markets continued to slump, including Facebook Inc. (FB -13.13% !!!), LinkedIn (-7.12%), Zynga (-9.08) and Groupon (GRPN: -19.59%). In other global regions, relative performance in the *IPOX Europe universe (IXTE, IPXUJPEU)* remained depressed as Spanish Financial Bankia (BKIA SM: -35.03%) and Caixabank (CABK SM: -10.17%) continued to slump. Performance within the *IPOX Asia-Pacific universe (IPTA)* was mixed with the IPOX Asia-Pacific 30 (IPTA: -0.07%) closing the week marginally lower, with the portfolio remaining +1144 bps. ahead of benchmark MSCI Asia-Pacific (MXPC) YTD. A good week in the Macau-domiciled casino complex including Wynn Macau (1128 HK: +2.50%) and Sands China (1928 HK: +1.35%) supported. Gree Inc. (3632 JP: -17.57%), once poster child for the exploding valuations amongst U.S. social networkers, fell on massive liquidation selling.

### ◆ Most significant IPOs traded (Week 05/28/12):

Company	Ticker	Return / IPO (%)
No major		

10 insignificant global IPOs launched last week with the average (median) IPO gaining +2.77% (+2.45%). IPOs on the Chinese mainland remained in focus with five IPOs commencing trading, and recording an average (median) initial gain of +5.47% (-0.10%).

### ◆ The Week ahead - Amid the slump, no IPOs

Company	Code	Country	Lead Manager
No major			

The spike in global risk as well the aftermath of the Facebook (FB US) risk mispricing has caused the delay/postponement of a number of significant global deals including the IPO of Graff Diamonds (1306 HK) or the issue of stapled securities of Formula One Holdings in Singapore. Ahead of Futures and Options expiration week and the rebalancing of the IPOX Indexes, no major deals are scheduled for trading during the upcoming week.

### ◆ IPOX Indexes June 2012 Rebalancing Schedule:

Please consult our website ([www.ipoxschuster.com](http://www.ipoxschuster.com)) or call (312) 612-6935 for further important information regarding the IPOX Indexes June 2012 Rebalancing Schedule and Procedure.