

◆ THINK IPO – THINK IPOX®

- **IPOX Indexes** rise across the board. IPOX-linked **First Trust U.S. IPO ETF (FPX)** extends relative gains.
- Takeover speculation puts **IPOX Indexes** in focus.
- Happy New Year from the IPOX Team !!!

IPOX Indexes rise across the board. IPOX-linked **First Trust U.S. IPO ETF (FPX)** extends relative gains. Following U.S. Futures & Option expiration, all **IPOX Indexes** extended their gains from the previous week. On the global level, e.g., the **IPOX Global 50 (IPGL50)** – gauge for the performance of the most liquid and largest globally accessible IPOs and Spin-Offs using the IPOX® Technology – rose +2.07% to +1.86% YTD, slightly lagging the benchmarks. IPOX-linked **Exchange-Traded-Funds (ETFs)** rose accordingly: On the international level, e.g., the **First Trust International IPO Fund (FPXI)** gained +1.04% to -4.57% YTD, while the 5-star, USD million **800 First Trust U.S. IPO Fund (FPX)** surged by +2.94% to +3.06% YTD, outperforming the ETFs linked to the **S&P 500 (SPY)**, **S&P Mid-Cap (MDY)** or **Nasdaq 100 (NDX)** for another week. Heavily-weighted and highly liquid recent IPOs and Spin-offs in U.S. Technology contributed to the strong absolute and

IPOX® 100 U.S.-linked investing since 2006:



relative showing of the **IPOX 100 U.S. (IPXO)** with **First Data (FDC US: +6.57%)**, **Hewlett Packard Enterprises (HPE US: +6.07%)** and **PayPal (PYPL US: +5.97%)** recording big upside. Climate change play **Solarcity (SCTY US: -8.66%)** ranked as the worst performing stock. 84/100 **IPOX 100 U.S. (IPXO)** holdings rose on the week, with the average (median) equally-weighted company stock gaining +2.67% (+2.82%), less than when compared to the applied market-cap weighted index.

Takeover speculation puts **IPOX Indexes** in focus. We note takeover activity surrounding two significant holdings in respective **IPOX Indexes**: IL-based biopharmaceutical Spin-off

[Week: 12/28/2015]

IPOX Returns (%) (P)	Week	Nov 15	YTD 15
Exposure: Global/International (xUS) (USD)			
IPOX Global 50 (IPGL50)	2.07	-0.88	1.86
IPOX Intern. (IPXI)*	1.08	-1.55	-5.05
Exposure: United States (USD)			
IPOX 100 U.S. (IPXO)*	2.97	0.64	2.38
IPOX 30 U.S. (IPXT)	3.16	-0.03	5.85
Exposure: Europe (EUR)			
IPOX Europe (IXTE)	0.10	0.95	13.52
IPOX Nordic (IPND)	1.53	7.53	22.11
Exposure: Asia-Pacific (Developed) (USD)			
IPOX APAC 30 (IPTA)	0.75	-2.33	-2.53
Exposure: China (USD) (x A-Shares)			
IPOX China 20 (CNI)	1.78	-1.90	-7.82

*Basis for Exchange-Traded Products (ETPs)

Select IPOs (last week):	ID:	Change*
Bank of Zhengzhou Co Ltd	6196 HK	7.01
China Hengshi Foundation Co	1197 HK	36.28
Ichikura Co Ltd	6186 JP	-7.44
Ki-Star Real Estate Co Ltd	3465 JP	0.25
Mynet Inc	3928 JP	58.57
So-net Media Networks Corp	6185 JP	126.09
Vision Inc/Tokyo Japan	9416 JP	-3.60

*Percentage difference between final offering price and the week's close

Baxalta (BXL US: +2.21%) is rumored to be nearing a takeover by UK-based **Shire (SHP LN: +4.28%)**, while IPOX heavyweight Mainland China key real estate developer **China Vanke (2202 HK)** seeks to fend-off a takeover attempt, resulting in the suspension of its shares on the Hong Kong Stock Exchange. Affected **IPOX Indexes** include: **IPOX Global 50 (IPGL50)**, **IPOX International (IPXI and ETF: FPXI)**, **IPOX China (CNI)**, **IPOX 100 U.S. (IPXO and ETF: FPX)** and **IPOX 30 U.S. (IPXT)**.

Last week in global IPOs: Apart from significant IPO activity on the Chinese Mainland with trading debuts by 9 firms (all limit up), 7 significant IPOs commenced trading on an accessible exchange, with the average (median) IPO gaining +31.07% (+7.01%) based on the difference between the final offering price and the week's close. The week's largest deal (6196 HK) also recorded notable initial gains.

IPOs (week of Dec 28):	ID:	Sector
No significant deal flow lined up.		

The IPOX Team wishes you a happy, healthy and prosperous New Year 2016 !!!