

## ◆ THINK IPO – THINK IPOX®

- **IPOX Indexes** stage massive re-bounce on plunging risk, most **IPOX Regional Indexes** outperform markets.
- More global deal flow prices, record solid initial gains.
- Amid shortened U.S. trading week, few deals lined up.

# [ July 4, 2016 ]

**IPOX Indexes** stage massive re-bounce on plunging risk. Most **Regional IPOX Indexes** outperform markets. In what records as one of the most historic moves in recent history, the **IPOX Indexes** staged a massive rally off late Monday's closing lows, as Brexit fears subsided, rates dropped and volatility sank. In the U.S., e.g., the **IPOX 100 U.S.** (IPXO), underlying for the 5-star, **First Trust U.S. IPO ETF** (FPX), gained +3.32% to -0.77% YTD, even outpacing the surging **S&P 500** (SPX), the key gauge for U.S. stocks. A big re-bounce in the hard-hit extra sensitive Brexit

### IPOX 100 U.S. -linked Investing since April 2006:



linked exposure was most notable, with drug makers **IPOX** heavyweights **Shire** (SHPG US: +12.03%) and **AbbVie** (ABBV US: +4.76%) leading the way. Long liquidation selling in U.S. Consumer Financials pressured ING-Spin-off **Voya Financial** (VOYA US: -7.04%) anew. In the **IPOX 100 U.S.** (IPXO), 82/100 portfolio holdings gained on the week, with the average (median) equally-weighted holding rising +2.66% (+2.86%), significantly less than when compared to the applied market-cap weighted **IPOX 100 U.S** (IPXO) index. Strong relative performance was also recorded by the **IPOX Regional Indexes**, including the **IPOX Nordic** (IPND), **IPOX Asia-Pacific** (IPTA) and **IPOX China** (CNI), while the big slump in Dutch Financial **ABN Amro** (ABN NA: -10.17%) pressured the **IPOX Europe** (IXTE) anew.

More global deal flow prices, few deals lines up. At least 11 notable firms IPO'd in the accessible (non-China A Shares) markets last week, with the average (median) equally-weighted deal gaining +83.58% (+7.55%) based on the difference between the final offering price and the close on the week. While just one IPO priced in the U.S. (RNDB US: +21.90%), IPOs in Japan picked up with franchise café operator **KOMEDA** (3543 JP: +0.31%), nursing care services provider **Solasto** (6197 JP:

IPOX Returns (%) (P)	Week	2015	YTD 16
<b>Exposure: Global/International (xUS) (USD)</b>			
IPOX Global 50 (IPGL50)	2.87	0.99	-8.05
IPOX Intern. (IPXI)*	2.44	-5.85	-8.87
<b>Exposure: United States (USD)</b>			
IPOX US Comp. (IPXC)	3.52	-3.90	-0.23
IPOX 100 U.S. (IPXO)*	3.32	1.57	-0.77
IPOX 30 U.S. (IPXT)	3.66	4.91	-1.07
<b>Exposure: Europe (EUR)</b>			
IPOX Europe (IXTE)	-0.42	14.41	-13.98
IPOX Nordic (IPND)	1.89	23.88	-5.03
<b>Exposure: Asia-Pacific (Developed) (USD)</b>			
IPOX Asia-Pacific (IPTA)	3.47	-2.32	-0.95
<b>Exposure: China (USD) (x A-Shares)</b>			
IPOX China (CNI)	1.82	-9.10	-10.12

\*Basis for Exchange-Traded Products (ETPs)

IPOs (week of June 27):	Ticker	Return (%)
Career Co Ltd	6198 JP	225.13
China Digital Video Holdings Ltd	8280 HK	-20.00
Investis Holding SA	IREN SW	7.55
KOMEDA Holdings Co Ltd	3543 JP	0.31
Li Bao Ge Group Ltd	8102 HK	542.25
MaxFast Properties AB	MAXF SS	4.72
Planigrupo LATAM SAB de CV	PLANI* MM	0.00
Provide IT Sweden AB	PROVIT SS	81.25
Randolph Bancorp Inc	RNDB US	21.90
Solasto Corp	6197 JP	-11.38
Vega Corp Co Ltd	3542 JP	67.63

(-11.38%) and online furniture sales firms **Vega** (3542 JP) going public, ahead of the dual USD billion 1.1 IPO of Japanese media firm **LINE** (LN US) with book-building for the firm set to end July 8<sup>th</sup>. Amid the shortened U.S. trading week, two health care-related firms add to the list of IPOs set to take place in the U.S. (GEMP US, TCMD US), while at least four deals of small/mid-caps (8291 HK, 1549 HK 8229 HK, 8292 HK) are lined up in the Hong Kong market, ahead of a slew of more deals set for the week of July 11<sup>th</sup>.

IPOs (week of July 4):	Ticker	Sector
ALT Telecom PCL	ALT TB	Telecom S.
China Golden Classic Group	8281 HK	Consumer D.
Ever Harvest Group	1549 HK	Industrials
Future Data Group Ltd	8229 HK	Info Tech.
Gemphire Therapeutics	GEMP US	Health Care
PNC Technologies Co Ltd	237750 KS	Info Tech.
Tactile Systems Technology	TCMD US	Health Care
Quartiers Properties AB	QARTMTFP SS	Financials
Worldgate Global Logistics	8292 HK	Industrials