

## ◆ THINK IPO – THINK IPOX®

- **IPOX U.S. Indexes** rise for second week, beat market.
- Amid strong deal flow, **IPOX European Indexes** (IXTE, IPND) record strong relative gains.
- IPO deal flow momentum extends for another week.

# [ June 06, 2016 ]

**IPOX U.S. Indexes** rise for second week, beat market. A rise in risk on big currency woes amid weak U.S. employment data did little to stop the positive momentum in the **IPOX U.S. Indexes** last week, with the **IPOX 100 U.S. (IPXO)** – benchmark for the 5-star USD million **593 First Trust U.S. IPO ETF (FPX)** – rising +0.60% to +1.65% YTD, its second week of performing significantly better than the **S&P 500 (SPX)**, the most significant

### IPOX-linked First Trust U.S. IPO ETF (FPX) since 2006:



gauge for U.S. stocks. REITs and big pharma led the way, with IL-based drug maker **Abbvie** (ABBV US: +3.65%) and recently added REITs **MGM Growth** (MGP US: +5.30%), **Communications S&L** (CSAL US: +4.50%) or **Spirit Realty** (SPR US: +3.77%) in focus. 60/100 portfolio members rose, with the average (median) equally-weighted holding gaining +0.68% (+0.65%), in line with the applied market-cap weighting index.

Amid big deal flow, **IPOX European Indexes** (IXTE, IPND) record strong relative gains. Ahead of a slew of offering in the UK, Continental Europe and the Nordic region, we note strong relative performance in Europe, with the **IPOX European Indexes** (IXTE, IPND) extending the Y/Y performance differential vs. the European market to +400 bps. (IXTE) and a massive +1604 bps. (IPND), respectively.

IPO deal flow momentum extends for another week. At least 9 accessible global IPOs commenced trading last week, with the average (median) equally-weighted IPO gaining a strong +25.85% (+10.00%) based on the difference between the final offering price and the week's close. Amid the shortened U.S. trading week, the largest deal belonged to companies domiciled outside the US, with focus on HK-traded aircraft leasing firm USD bn 4.0 **BOC Aviation** (2588 HK: -3.21%). Sydney-traded

IPOX Returns (%) (P)	Week	2015	YTD 16
<b>Exposure: Global/International (xUS) (USD)</b>			
IPOX Global 50 (IPGL50)	0.68	0.99	-4.06
IPOX Intern. (IPXI)*	0.42	-5.85	-4.67
<b>Exposure: United States (USD)</b>			
IPOX US Comp. (IPXC)	0.47	-3.90	0.99
IPOX 100 U.S. (IPXO)*	0.60	1.57	1.65
IPOX 30 U.S. (IPXT)	0.52	4.91	1.77
<b>Exposure: Europe (EUR)</b>			
IPOX Europe (IXTE)	-0.45	14.41	-6.25
IPOX Nordic (IPND)	-0.21	23.88	-2.23
<b>Exposure: Asia-Pacific (Developed) (USD)</b>			
IPOX Asia-Pacific (IPTA)	1.99	-2.32	1.94
<b>Exposure: China (USD) (x A-Shares)</b>			
IPOX China (CNI)	1.92	-9.10	-12.73

\*Basis for Exchange-Traded Products (ETPs)

traffic news provider **GTN** (GTN AU: +10.00%), as well as Stockholm-based application software makers **Paradox Interactive** (PDX SS: +65.15%) and CA-based **NantHealth** (NH US: +32.43%) added to last week's successful IPOs.

IPOs (week of May 30):	Ticker	Return (%)
BOC Aviation Ltd	2588 HK	-3.21
Clearside Biomedical Inc	CLSD US	0.86
Ever Smart International	8187 HK	-9.00
GTN Ltd	GTN AU	10.00
Litium Affarskommunikation	LITI SS	8.50
MediNet Group Ltd	8161 HK	79.63
Moleculin Biotech Inc	MBRX US	48.33
NantHealth Inc	NH US	32.43
Paradox Interactive AB	PDX SS	65.15

Ahead of the Brexit vote, most focus during the week of June 6 is on IPOs on the European Continent (ASRNL NA, BFIT NA, LFDE FP) and the Nordic region (BTOH NO, LAUR SS, NWG SS, PIEZO SS). Steel maker **Atkore International** (ATKR US) is the only US IPO scheduled.

IPOs (week of June 6):	Ticker	Sector
ASR Nederland NV	ASRNL NA	Financials
Atkore International Group	ATKR US	Materials
B2Holding AS	BTOH NO	Financials
Basic-Fit NV	BFIT NA	Consumer Dis.
Chuan Holdings Ltd	1420 HK	Industrials
Frasers Logistics	FRASST SP	Financials
La Francaise de l'Energie	LFDE FP	Utilities
Lauritz.com Group A/S	LAUR SS	Consumer Dis.
Nordic Waterproofing	NWG SS	Materials
PiezoMotor Uppsala AB	PIEZO SS	Industrials