

# The IPOX<sup>®</sup> Week

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## ◆ Think GROWTH – Think IPOX

- Amid weak U.S. large-caps, **IPOX 100 U.S. Index (IPXO)** records big jump, starts shortened U.S. trading week at fresh historic record.
- Global Deal-flow Review and Outlook: Some deals gain strongly, but the average IPO struggles to stay above offer; week's focus is on deals outside the U.S.

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Amid weak U.S. large-caps, IPOX 100 U.S. Index (IPXO) records big jump, starts shortened U.S. trading week at fresh historic record. The style box agnostic large-cap centric **IPOX 100 U.S. (IPXO)** bucked the weakness in U.S. large-caps during U.S. option expiration week, adding 1.32% to 22.99% YTD, a massive 145 bps. ahead of the **S&P 500 Index (SPX)** - benchmark for U.S. stocks - last week. As U.S. earnings season winds down, the weekly return variation amongst **IPOX 100 U.S. (IPXO)** portfolio holdings declined relative to the previous week but remained elevated, with the average (median) equally-weighted constituent adding 1.08% (0.91%), lagging the applied market-cap weighted **IPOX 100 U.S. (IPXO)** anew. Big gains amongst more heavily weighted stocks in health care and the slew of second generation

IPOX Price Returns (%)	Last Week	Q3 2017	YTD 2017
<b>Exposure: Global/International (x US) (USD)</b>			
IPOX Global (IPGL50)	0.76	8.63	27.39
IPOX International (IPXI)*	0.31	9.49	34.49
<b>Exposure: United States (USD)</b>			
IPOX Composite U.S. (IPXC)*	0.39	8.86	32.18
IPOX 100 U.S. (IPXO)*	1.32	7.06	22.99
IPOX 30 U.S. (IPXT)	1.60	7.99	25.66
<b>Exposure : Europe/Nordic Region (EUR)</b>			
IPOX Europe (IXTE)	-1.48	5.59	15.91
IPOX Nordic (IPND)	-1.59	5.17	15.93
<b>Exposure: Asia-Pacific/China Region (USD)</b>			
IPOX Asia-Pacific (IPTA)	-0.73	2.85	18.00
IPOX Comp. China (IPXUCHCP)	-0.28	12.29	45.11
IPOX China (CNI)	0.65	9.59	37.03

## IPOX 100 U.S. Investing with the 5-star FPX ETF since 2006:



\* Basis for ETPs: FPX US, FPX LN, FPXU FP, FPXI US, TCIP110 IT) and CME Futures (e-mini IPOX 100 U.S. Index Futures [Commodity trading symbol: IPOZ7]).

payment processors led some of the gains, including drug maker **Shire (SHPG US: 4.99%)**, biotech **Bioverativ (BIVV US: 4.57%)**, Jack Dorsey-led payment processor **Square (SQ US: 12.68%)** or **PayPal (PYPL US: 3.23%)**, while negative post-earnings momentum pressured biotech researcher **INC Research (INCR US: -3.45%)** or trucker **Schneider National (SNDR US: -3.34%)**. In markets abroad, the jump in electrical components maker **Fit Hon Teng (6088 HK: 33.40%)** or Chinese social media platform **Weibo (WB US: 10.05%)** more than offset more losses in IPOX heavyweight **Altice NV (ATC NA: -21.36%)**, with the **IPOX International (IPXI)** adding to its YTD gains last week.

Global Deal-flow Review and Outlook: Some deals gain strongly, but the average IPO struggles to stay above offer; week's focus is on deals outside the U.S.: At least 12 notable (non-China A shares and non-local Indian) firms commenced trading last week with the average (median) equally-weighted IPO adding just 0.62% (1.17%) based on the difference between final offer and Friday's close. Most upside was recorded by oversubscribed Hong Kong-

listed gaming stock **Razor (1337 HK: 11.08%)** and U.S.-traded infrastructure software maker Morgan Stanley-led **SendGrid (SEND US: 16.31%)**, while other deals traded mixed at best, underlying the selective initial IPO pricing environment into the end of the calendar year. Amid the shortened U.S. trading week, focus this week is on several IPOs abroad, including the landmark IPO of real estate developer **Emaar Development (EMAARDEV UH)** in Dubai and a slew of small IPOs in specialty industries including Australia's funeral services provider **Propel Funeral Partners (PFP AU)**, Australia's investment management services provider **Netwealth Group (NWL AU)**, Swedish medical devices maker **IRRAS (IRRAS SS)** or Danish kitchen and bathroom furnishings maker **TCM Group (TCM DC)**.

Select IPOs traded (week: 11/13/2017)	Country
Bakkavor Group PLC	Britain
Bestway Global Holding Inc	China
Bluegreen Vacation Corp	U.S.A.
Jianpu Technology Inc	China
Orphazyme A/S	Denmark
Razer Inc	U.S.A.
SailPoint Technologies Holding Inc	U.S.A.
scPharmaceuticals Inc	U.S.A.
SendGrid Inc	U.S.A.
Stitch Fix Inc	U.S.A.
YiXin Group Ltd	China
Select IPOs expected (week: 11/20/2017)	Country
Boku Inc	U.S.A.
IRRAS AB	Sweden
Netwealth Group Inc	Australia
PT PP Presisi Tbk	Indonesia
Emaar Development PJSC	U.A.E.
Propel Funeral Partners Ltd	Australia
TCM Group A/S	Denmark