

First Trust Dorsey Wright U.S. Sector Rotation Index ETF (CAD-Hedged)

Fund Facts

Ticker	FSR
Cusip	33740G100
Exchange	TSX
Inception Date	29/09/2016
Management Fee	0.30%
Management Expense Ratio	1.11% ¹
Distribution Frequency	Quarterly
Reference Index	Dorsey Wright® U.S. Sector Focus Five Index
Currency Hedged	Yes
Total Net Asset Value	\$3,534,796

Portfolio Characteristics

Number Of Holdings	6
Distribution Rate:	6.38% ²

Holdings

	% of NAV
First Trust AlphaDEX™ U.S. Consumer Discretionary Sector Index ETF	20.11%
First Trust AlphaDEX™ U.S. Technology Sector Index ETF	20.00%
First Trust AlphaDEX™ U.S. Financial Sector Index ETF	19.95%
First Trust AlphaDEX™ U.S. Industrials Sector Index ETF	19.95%
First Trust AlphaDEX™ U.S. Materials Sector Index ETF	19.62%

Investment Objective

First Trust Dorsey Wright U.S. Sector Rotation Index ETF (CAD-Hedged) ("FSR") seeks to replicate, to the extent possible, the performance of a total return U.S. equities industry sector rotational index, net of expenses. Currently, the First Trust ETF seeks to replicate the performance of the Dorsey Wright® U.S. Sector Focus Five Index, net of expenses and will generally seek to hedge substantially all of its U.S. dollar currency exposure back to the Canadian dollar. The First Trust ETF will invest in and hold the Constituent Securities of the Index in the same proportion as they are reflected in the Index. The Index will consist of an equal weighted basket of ETFs that provide exposure to a variety of industry sectors in the U.S. equity markets and may provide exposure to U.S. cash equivalents.

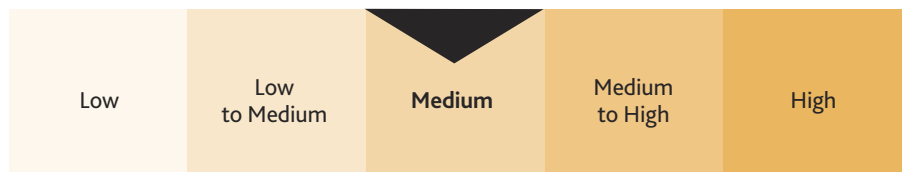
Key Features

- Convenient single trade solution for sector investing in the U.S. economy
- Designed to hone in on the 5 strongest trending U.S. sectors based on relative strength signals in rising markets while potentially minimizing drawdown and preserving capital during market declines
- The Index allocates to cash when the relative strength diminishes across at least three out of the nine U.S. sectors evaluated. In such circumstances, the cash allocation can vary between a minimum of 40% and a maximum of 90%
- Provides style diversification to traditional investment strategies
- Low cost access to growth - annual management fee of 0.30%

For more details, please refer to the prospectus.

Risk rating

First Trust Portfolios Canada has rated the volatility of this ETF as **medium**. This rating is based on how much the ETF's returns have changed from year to year. It doesn't tell you how volatile the ETF will be in the future. The rating can change over time. An ETF with a low risk rating can still lose money.



For more information about the risk rating and specific risks that can affect the ETF's returns, see the Risk section of the ETF's prospectus.

Annualized Performance	1-month	3-month	6-month	YTD	1-year	3-year	5-year	10-year	Since Inception
NAV	4.29%	7.79%	13.56%	4.29%	18.00%	-	-	-	14.69%

¹As of December 31, 2016 audited annual financial statements and MRFP.

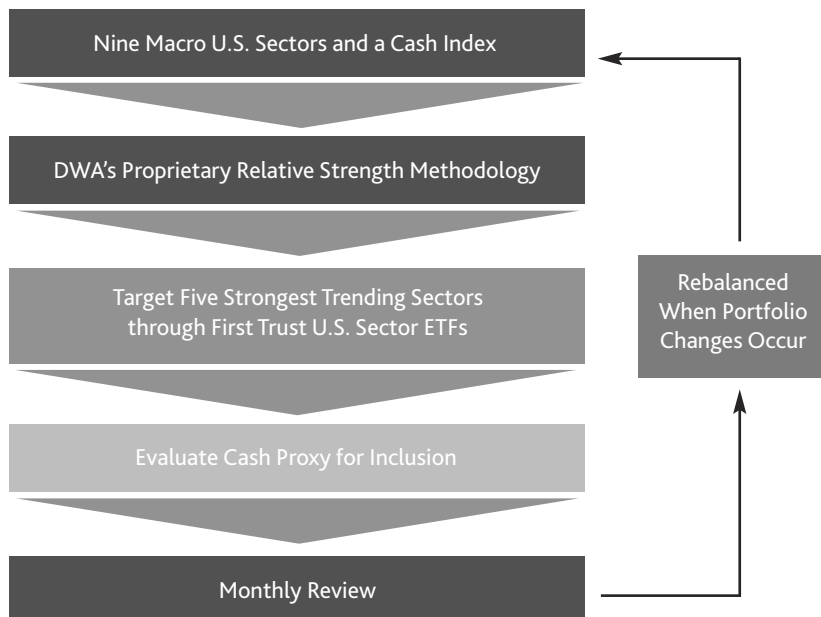
² Distribution rate is calculated by dividing the most recent annualized distribution paid or declared by the Net Asset Value. Distribution rates may vary. The distributed amount may include return of capital (ROC) from time to time.

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Index Construction Process

The First Trust Dorsey Wright U.S. Sector Rotation Index ETF (CAD-Hedged) is designed to provide targeted exposure to five First Trust U.S. sector ETFs and a 30 to 91 day U.S. Treasury bill index, the Nasdaq US T-Bill Index.

- Using the DWA proprietary relative strength methodology, the nine macro U.S. equity sectors and a cash proxy are ranked from strongest trending to weakest on a monthly basis.
- The First Trust U.S. sector ETFs, corresponding to the five strongest trending equity sectors, are selected for inclusion once a month.
- The fund can have a cash allocation between 40% and 90%, based on the relative ranking of the cash proxy versus the equity sectors. As relative strength diminishes across the equity sectors the cash allocation will increase in 10% increments. For more details, please refer to the prospectus.



About First Trust

The First Trust companies are a well-respected global enterprise with a history in the U.S. market since 1991 and in Canada since 1996. As at January 31, 2018, First Trust Advisors L.P., the portfolio advisor for the First Trust Dorsey Wright U.S. Sector Rotation Index ETF (CAD-Hedged), has US \$124.82 billion total assets under supervision or management.

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Commissions, trailing commissions, management fees and expenses all may be associated with fund investments. Please read the prospectus before investing. The indicated rates of return are the historical annual compound total returns including changes in the unit value and reinvestment of all distributions and do not take into account sales, redemption, distribution or optional charges or income taxes payable by the unitholder that would have reduced returns. ETFs are not guaranteed, their values change frequently and past performance may not be repeated.