

First Trust AlphaDEX™ U.S. Energy Sector Index ETF

Fund Facts

Ticker	FHE
Cusip	33732G100
Exchange	TSX
Inception Date	30/10/2014
Management Fee	0.70%
Management Expense Ratio	0.79% ¹
Distribution Frequency	Quarterly
Primary Benchmark	Russell 1000® Energy Index
Reference Index	StrataQuant® Energy Index
Total Net Asset Value	\$1,512,521

Portfolio Characteristics

Price/Earnings:	16.64
Price/Book:	1.86
Price/Sales:	1.27
Return on Equity:	11.33
Distribution Rate:	0.67% ²
# Of Holdings:	43

Industry Weighting

	% of NAV*
Oil, Gas & Consumable Fuels	88.00%
Energy Equipment & Services	11.70%
Cash & Equivalents	0.32%

*Percentage of net asset value may not equal 100%

Top 5 Holdings

	% of NAV
Energen Corporation	4.76%
Kosmos Energy Ltd.	4.55%
Helmerich & Payne, Inc.	4.34%
Cheniere Energy, Inc.	4.29%
Concho Resources Inc.	4.25%

Investment Objective

The **First Trust AlphaDEX™ U.S. Energy Sector Index** ETF seeks to replicate, to the extent possible, the performance of the StrataQuant® Energy Index (the "Index"), net of expenses. The investment strategy of the First Trust ETF is to invest in and hold the constituent securities of the Index in the same proportion as they are reflected in the Index or securities intended to replicate the performance of the Index. The Index employs the **AlphaDEX™ stock selection methodology** to select stocks from the Russell 1000® Index that are within the Energy sector. The Russell 1000® Index is a market index representing the large- and mid-capitalization segment of the U. S. equity universe.

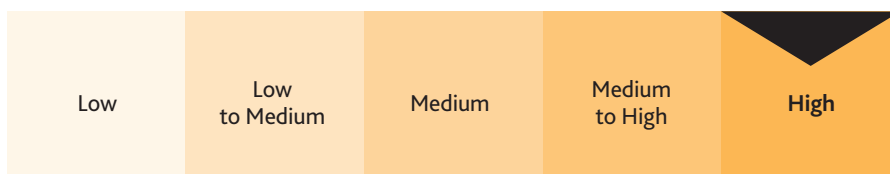
Key Features

- Full transparency
- Intraday liquidity
- Diversification
- May reduce U.S. estate tax obligations and T1135 requirements



Risk rating

First Trust Portfolios Canada has rated the volatility of this ETF as **high**. 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	2.14%	1.88%	22.32%	16.50%	26.82%	6.22%	-	-	-6.44%

¹As of December 31, 2017 audited annual financial statements and MRFP.

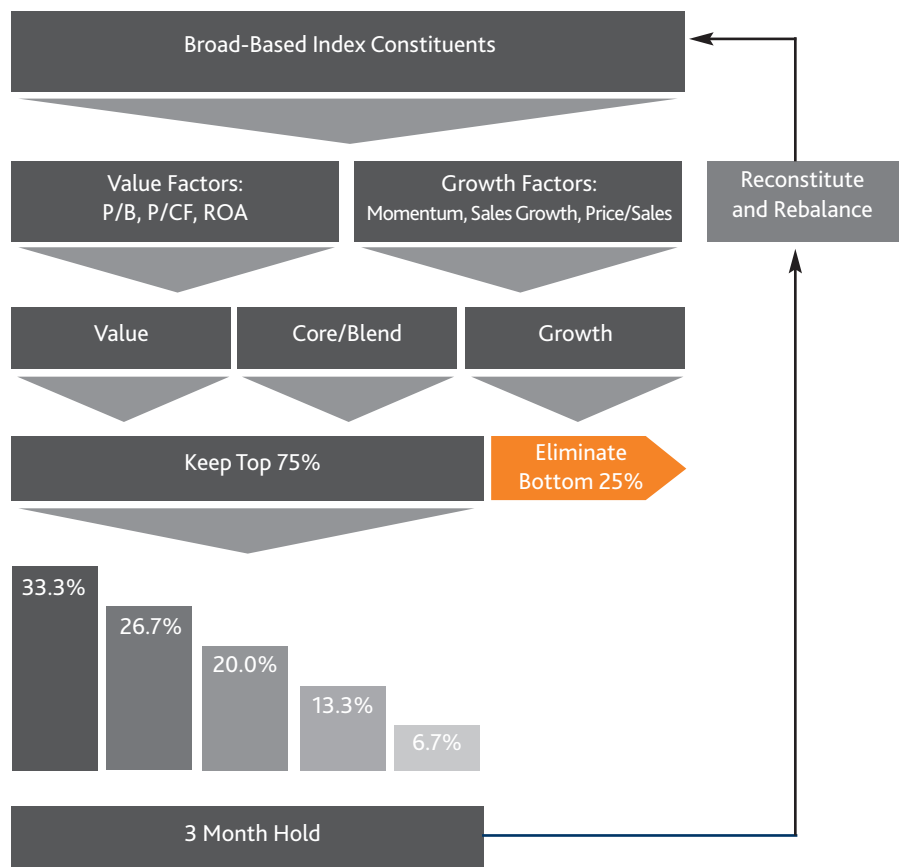
² Distribution rate is calculated by dividing the most recent annualized distribution paid or declared by the Net Asset Value. Distribution rates may vary. The distributed amount may include return of capital (ROC) from time to time.

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AlphaDEX™ U.S. Energy Sector Index Methodology

The indexes which provide the basis for the AlphaDEX™ exchange-traded funds start with a broad-based index and are enhanced through the use of the proprietary AlphaDEX™ stock selection methodology. This methodology is designed to use value and growth factors to select and weight stocks based on their investment merit. The methodology used to select the stocks for the indexes is described in the chart below.

- 1 Begin with the constituents of the Russell 1000® index and rank all stocks on growth and value factors to determine a growth and value score.
- 2 Based on style designations, determine each stock's selection score. Stocks designated as core or blend receive the better of their growth or value score.
- 3 Rank all stocks designated as energy by Russell by their final selection score and eliminate from consideration the lowest 25%.
- 4 Place the remaining stocks into quintiles based on their selection score rank. The top quintile stocks get a total weight of 5/15ths, the second quintile stocks get a total weight of 4/15ths, etc. Each stock is equally-weighted within its quintile.
- 5 Repeat the process quarterly, rebalancing and reconstituting the index.



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. First Trust Advisors L.P., the portfolio advisor for the First Trust AlphaDEX™ ETFs, has US \$134.61 billion in assets as of September 30, 2018 under supervision or management.

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. Funds are not guaranteed, their values change frequently and past performance may not be repeated.