

First Trust AlphaDEX™ U.S. Consumer Discretionary Sector Index ETF

Fund Facts

| | |
|--------------------------|---|
| Ticker | FHD |
| Cusip | 33739V100 |
| Exchange | TSX |
| Inception Date | 30/10/2014 |
| Management Fee | 0.70% |
| Management Expense Ratio | 0.76% ¹ |
| Distribution Frequency | Quarterly |
| Primary Benchmark | Russell 1000® Consumer Discretionary and Services Index |
| Reference Index | StrataQuant® Consumer Discretionary Index |
| Total Net Asset Value | \$3,783,339 |

Portfolio Characteristics

| | |
|--------------------|--------------------|
| Price/Earnings: | 13.44 |
| Price/Book: | 2.37 |
| Price/Sales: | 0.82 |
| Return on Equity: | 24.77 |
| Distribution Rate: | 1.11% ² |
| # Of Holdings: | 114 |

Top 5 Industry Weighting % of NAV

| | |
|----------------------------------|--------|
| Specialty Retail | 20.45% |
| Media | 17.22% |
| Hotels, Restaurants & Leisure | 15.18% |
| Other | 9.42% |
| Textiles, Apparel & Luxury Goods | 7.30% |

Top 5 Holdings % of NAV

| | |
|--------------------------|-------|
| Netflix, Inc. | 1.82% |
| lululemon athletica inc. | 1.80% |
| Amazon.com, Inc. | 1.73% |
| Signet Jewelers Limited | 1.70% |
| Burlington Stores, Inc. | 1.67% |

Investment Objective

The First Trust AlphaDEX™ U.S. Consumer Discretionary Sector Index ETF seeks to replicate, to the extent possible, the performance of the StrataQuant® Consumer Discretionary 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 consumer discretionary sector. The Russell 1000® Index is a market index representing the large- and mid-capitalization segment of the U. S. equity universe.

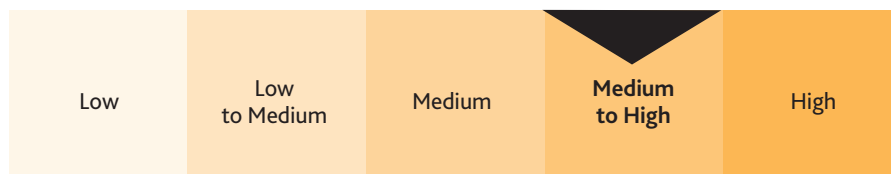
Key Features

- 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 **medium to 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 | 1.57% | -1.58% | -0.53% | 0.02% | 7.55% | 5.73% | - | - | 7.72% |

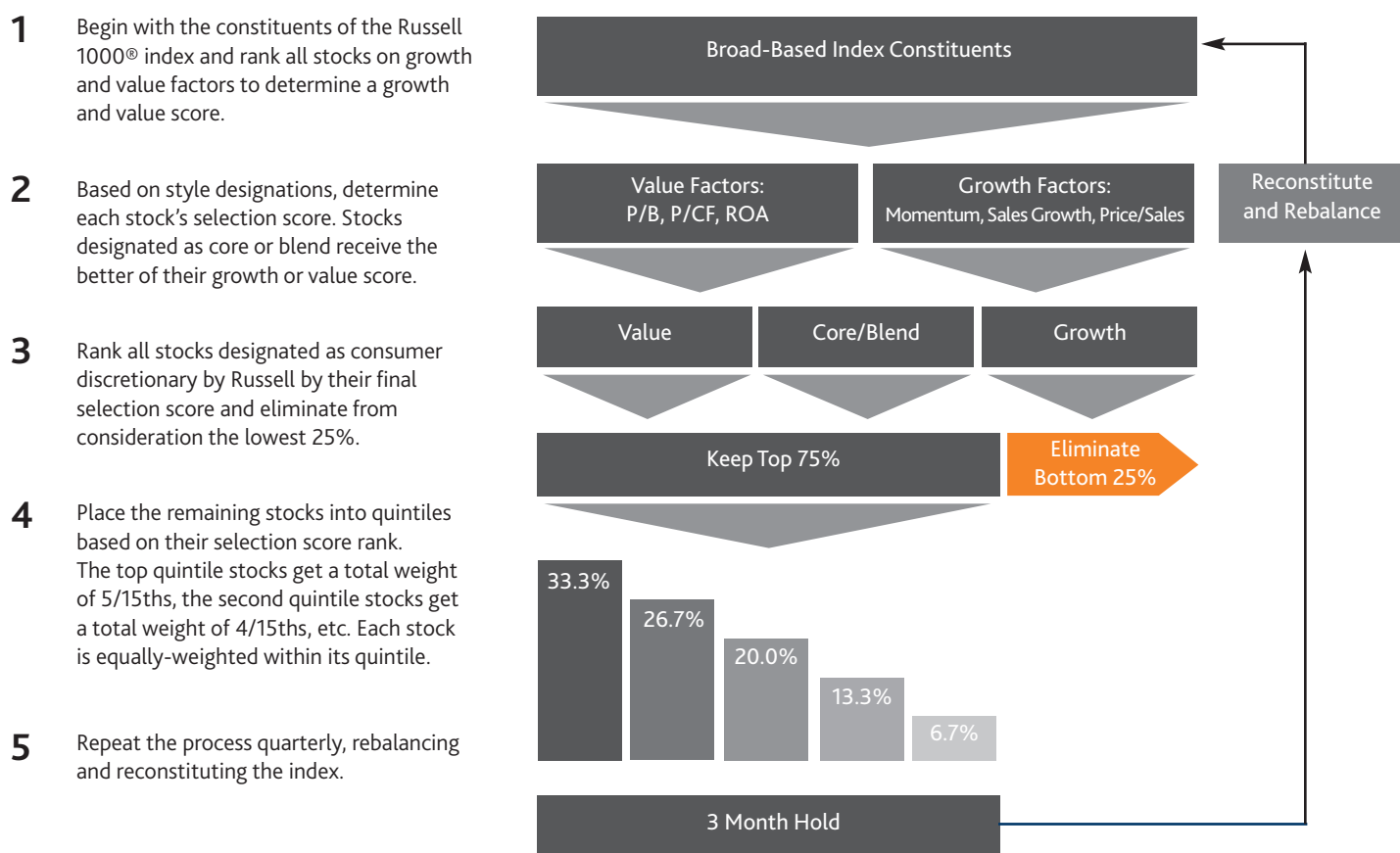
¹As of December 31, 2017 audited annual financial statements and MRF. P.

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. Consumer Discretionary 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.



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 \$126.30 billion in assets as of May 31, 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.