

» Fund Objective

This exchange-traded fund seeks investment results that correspond generally to the price and yield (before the fund's fees and expenses) of an index called the Dorsey Wright Momentum Plus Dividend Yield Index.

» Fund Facts

| | |
|-------------------------------|-----------|
| Fund Ticker | DDIV |
| CUSIP | 33738R696 |
| Intraday NAV | DDIVV |
| Fund Inception Date | 3/10/14 |
| Expense Ratio | 0.60% |
| 30-Day SEC Yield [†] | 2.49% |
| Rebalance Frequency | Quarterly |
| Primary Listing | Nasdaq |

» Index Facts

| | |
|--------------------------|--------|
| Index Ticker | DWAMYT |
| Index Inception Date | 7/2/18 |
| Index Yield [‡] | 3.36% |

» Index Description

- » The Dorsey Wright Momentum Plus Dividend Yield Index is a rules-based equity index that is designed to track the overall performance of the 50 highest dividend yielding stocks within the NASDAQ US Large Mid Cap Index that maintain high levels of relative strength.
- » To construct the index, Dorsey, Wright & Associates (DWA) begins with the eligible constituents of the NASDAQ US Large Mid Cap Index.
 - These eligible constituents are determined after meeting certain criteria, including maintaining a minimum average daily dollar volume of \$1 million for the 30-day period prior to evaluation.
- » Each security is assigned a relative strength score based on its forward price momentum compared to the momentum of a broad market benchmark index. Securities that exhibit a minimum level of relative strength are eligible for inclusion in the index.
- » Eligible securities are then ranked based upon their current dividend yield, and the top 50 securities with the highest dividend yield are selected for inclusion in the index.
 - The securities are then weighted, with greater weights given to securities with higher dividend yields.
- » The index is reconstituted and rebalanced quarterly.

» Performance Summary (%)¹

| | 3 Month | YTD | 1 Year | 3 Year | 5 Year | 10 Year | Since Fund Inception |
|--------------------------|---------|-------|--------|--------|--------|---------|----------------------|
| Fund Performance* | | | | | | | |
| Net Asset Value (NAV) | -0.58 | -0.58 | 17.89 | 14.66 | 10.61 | — | 9.52 |
| After Tax Held | -0.72 | -0.72 | 16.60 | 13.32 | 9.36 | — | 8.29 |
| After Tax Sold | -0.34 | -0.34 | 10.56 | 10.81 | 7.74 | — | 7.00 |
| Market Price | -0.55 | -0.55 | 17.88 | 14.68 | 10.63 | — | 9.52 |

» Index Performance**

| | | | | | | | |
|--|-------|-------|-------|-------|-------|---|-------|
| Dorsey Wright Momentum Plus Dividend Yield Index | -0.40 | -0.40 | 18.71 | 15.54 | — | — | — |
| Dow Jones U.S. Select Dividend™ Index | 5.27 | 5.27 | 16.30 | 13.77 | 11.31 | — | 11.66 |
| S&P 500 Index | -4.60 | -4.60 | 15.65 | 18.92 | 15.99 | — | 13.72 |

» Calendar Year Total Returns (%)¹

| | 2012 | 2013 | 2014 | 2015 | 2016 | 2017 | 2018 | 2019 | 2020 | 2021 | YTD |
|---------------------------------------|------|------|------|-------|-------|-------|--------|-------|-------|-------|-------|
| DDIV | — | — | — | -4.83 | 17.07 | 13.56 | -15.96 | 32.27 | -3.74 | 39.66 | -0.58 |
| Dow Jones U.S. Select Dividend™ Index | — | — | — | -1.64 | 21.98 | 15.44 | -5.94 | 23.11 | -4.56 | 32.24 | 5.27 |
| S&P 500 Index | — | — | — | 1.38 | 11.96 | 21.83 | -4.38 | 31.49 | 18.40 | 28.71 | -4.60 |

» 3-Year Statistics¹

| | Standard Deviation (%) | Alpha | Beta | Sharpe Ratio | Correlation |
|---------------------------------------|------------------------|-------|------|--------------|-------------|
| DDIV | 22.01 | -2.74 | 1.00 | 0.70 | 0.81 |
| Dow Jones U.S. Select Dividend™ Index | 20.19 | -3.29 | 0.96 | 0.70 | 0.84 |
| S&P 500 Index | 17.76 | — | 1.00 | 1.02 | 1.00 |

Overall Morningstar Rating™



Among 390 funds in the Mid-Cap Value category. This fund was rated 3 stars/390 funds (3 years), 4 stars/354 funds (5 years) based on risk adjusted returns.[§]

Performance data quoted represents past performance. Past performance is not a guarantee of future results and current performance may be higher or lower than performance quoted. Investment returns and principal value will fluctuate and shares when sold or redeemed, may be worth more or less than their original cost. You can obtain performance information which is current through the most recent month-end by visiting www.ftportfolios.com.

[†]30-day SEC yield is calculated by dividing the net investment income per share earned during the most recent 30-day period by the maximum offering price per share on the last day of the period.

[‡]Index yield represents the weighted average trailing 12-month dividend of the constituents of the Dorsey Wright Momentum Plus Dividend Yield Index.

¹On September 6, 2018, the fund's underlying index changed from the Richard Bernstein Advisors Quality Income Index to the Dorsey Wright Momentum Plus Dividend Yield Index. Therefore, the fund's performance and historical returns shown for the periods prior to this date are not necessarily indicative of the performance that the fund, based on its current index, would have generated.

*NAV returns are based on the fund's net asset value which represents the fund's net assets (assets less liabilities) divided by the fund's outstanding shares. **After Tax Held** returns represent return after taxes on distributions. Assumes shares have not been sold. **After Tax Sold** returns represent the return after taxes on distributions and the sale of fund shares. Returns do not represent the returns you would receive if you traded shares at other times. **Market Price** returns are determined by using the midpoint of the national best bid offer price ("NBBO") as of the time that the fund's NAV is calculated. Returns are average annualized total returns, except those for periods of less than one year, which are cumulative. After-tax returns are calculated using the historical highest individual federal marginal income tax rates and do not reflect the impact of state and local taxes. Actual after-tax returns depend on the investor's tax situation and may differ from those shown. The after-tax returns shown are not relevant to investors who hold their fund shares through tax-deferred arrangements such as 401(k) plans or individual retirement accounts.

**Performance information for the Dorsey Wright Momentum Plus Dividend Yield Index is for illustrative purposes only and does not represent actual fund performance. Indexes do not charge management fees or brokerage expenses, and no such fees or expenses were deducted from the performance shown. Indexes are unmanaged and an investor cannot invest directly in an index.

>> Portfolio Information

| | |
|---------------------|------------------|
| Number Of Holdings | 50 |
| Maximum Market Cap. | \$402.53 Billion |
| Median Market Cap. | \$17.73 Billion |
| Minimum Market Cap. | \$5.01 Billion |
| Price/Earnings | 14.47 |
| Price/Book | 2.21 |
| Price/Cash Flow | 9.76 |
| Price/Sales | 2.22 |

>> Top Holdings (%)

| | |
|-----------------------------------|------|
| ONEOK, Inc. | 5.30 |
| The Williams Companies, Inc. | 5.07 |
| Spirit Realty Capital, Inc. | 3.86 |
| Prudential Financial, Inc. | 3.33 |
| Marathon Petroleum Corporation | 3.15 |
| Brixmor Property Group Inc. | 2.94 |
| Lamar Advertising Company | 2.94 |
| EOG Resources, Inc. | 2.91 |
| American Campus Communities, Inc. | 2.83 |
| Welltower, Inc. | 2.72 |

>> Top Sector Exposure (%)

| | |
|------------------------|-------|
| Real Estate | 37.94 |
| Financials | 27.60 |
| Energy | 18.09 |
| Information Technology | 5.16 |
| Materials | 2.78 |
| Communication Services | 2.33 |
| Consumer Discretionary | 2.33 |
| Health Care | 2.17 |
| Industrials | 1.60 |

You should consider the fund's investment objectives, risks, and charges and expenses carefully before investing. Contact First Trust Portfolios L.P. at 1-800-621-1675 or visit www.ftportfolios.com to obtain a prospectus or summary prospectus which contains this and other information about the fund. The prospectus or summary prospectus should be read carefully before investing.

Risk Considerations

A fund's return may not match the return of its underlying index. A fund invests in securities included in the index regardless of investment merit and the securities held by a fund will generally not be bought or sold in response to market fluctuations.

Investors buying or selling fund shares on the secondary market may incur customary brokerage commissions. Market prices may differ to some degree from the net asset value of the shares.

Investors who sell fund shares may receive less than the share's net asset value. Shares may be sold throughout the day on the exchange through any brokerage account. However, unlike mutual funds, shares may only be redeemed directly from a fund by authorized participants in very large creation/redemption units. If a fund's authorized participants are unable to proceed with creation/redemption orders and no other authorized participant is able to step forward to create or redeem, fund shares may trade at a discount to a fund's net asset value and possibly face delisting.

A fund's shares will change in value, and you could lose money by investing in a fund. One of the principal risks of investing in a fund is market risk. Market risk is the risk that a particular stock owned by a fund, fund shares or stocks in general may fall in value. There can be no assurance that a fund's investment objective will be achieved. In February 2022, Russia invaded Ukraine which has caused and could continue to cause significant market disruptions and volatility within the markets in Russia, Europe, and the United States. The hostilities and sanctions resulting from those hostilities could have a significant impact on certain fund investments as well as fund performance. The COVID-19 global pandemic has caused and may continue to cause significant volatility and declines in global financial markets. While the U.S. has resumed "reasonably" normal business activity, many countries continue to impose lockdown measures. Additionally, there is no guarantee that vaccines will be effective against emerging variants of the disease.

As the use of Internet technology has become more prevalent in the course of business, funds have become more susceptible to potential operational risks through breaches in cyber security.

A fund's investment in dividend-paying securities may cause a fund to underperform similar funds that do not consider an issuer's track record of paying dividends.

A fund may be a constituent of one or more indices which could greatly affect a fund's trading activity, size and volatility.

There is no assurance that the index provider or its agents will compile or maintain the index accurately.

As inflation increases, the present value of the Fund's assets and distributions may decline.

The index employs a "momentum" style of investing that emphasizes selecting stocks that have had higher recent price performance compared to other stocks. Momentum can turn quickly and cause significant variation from other types of investments.

A fund and a fund's advisor may seek to reduce various operational risks through controls and procedures, but it is not possible to completely protect against such risks.

High portfolio turnover may result in higher levels of transaction costs and may generate greater tax liabilities for shareholders.

REITs are subject to certain risks, including changes in the real estate market, vacancy rates and competition, volatile interest rates and economic recession.

A fund with significant exposure to a single asset class, country, region, industry, or sector may be more affected by an adverse economic or political development than a broadly diversified fund.

Securities of small- and mid-capitalization companies may experience greater price volatility and be less liquid than larger, more established companies.

Trading on the exchange may be halted due to market conditions or other reasons. There can be no assurance that the requirements to maintain the listing of a fund on the exchange will continue to be met or be unchanged.

First Trust Advisors L.P. is the adviser to the fund. First Trust Advisors L.P. is an affiliate of First Trust Portfolios L.P., the fund's distributor.

The information presented is not intended to constitute an investment recommendation for, or advice to, any specific person. By providing this information, First Trust is not undertaking to give advice in any fiduciary capacity within the meaning of ERISA, the Internal Revenue Code or any other regulatory framework. Financial professionals are responsible for evaluating investment risks independently and for exercising independent judgment in determining whether investments are appropriate for their clients.

Definitions

Standard Deviation is a measure of price variability (risk). **Alpha** is an indication of how much an investment outperforms or underperforms on a risk-adjusted basis relative to its benchmark. **Beta** is a measure of price variability relative to the market. **Sharpe Ratio** is a measure of excess reward per unit of volatility. **Correlation** is a measure of the similarity of performance. The **Dow Jones U.S. Select Dividend™ Index** consists of 100 widely-traded, dividend-paying stocks derived from the Dow Jones U.S. Total Market Index™. The **S&P 500 Index** is an unmanaged index of 500 companies used to measure large-cap U.S. stock market performance.

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