

» Fund Objective

This actively managed exchange-traded fund seeks to provide capital appreciation.

» Fund Facts

Fund Ticker	RFEM
CUSIP	33739P707
Intraday NAV	RFEMIV
Fund Inception Date	6/14/16
Expense Ratio [*]	0.95%
30-Day SEC Yield [†]	6.59%
Primary Listing	Nasdaq

» Fund Description

- » The First Trust RiverFront Dynamic Emerging Markets ETF is an actively managed exchange-traded fund. Under normal market conditions, the fund invests at least 80% of its net assets (including investment borrowings) in a portfolio of equity securities of emerging markets companies, including through investments in common stock, real estate investment trusts ("REITs") and other securities. RiverFront Investment Group ("RiverFront" and sub-advisor to the fund) has the ability to make adjustments to a currency hedging strategy when they see necessary.
 - The fund utilizes a dynamic currency hedging strategy through the use of forward foreign currency exchange contracts and currency spot transactions to hedge anywhere from 0-100% of the fund's currency exposure.
- » Through the investment process, the sub-advisor performs a top-down analysis of liquidity, investability, and data availability and narrows the investable universe down to roughly fifty specific country and regional geographic markets.
 - A quantitative matrix screen scores geographies on fundamental and technical momentum, and combines with a qualitative assessment seeking to identify meaningful changes in fundamentals.
 - A country, region and thematic rotation strategy is established by blending macroeconomic analysis with a 'micro' view of aggregated company and sector-specific factors together with value and momentum oriented disciplines.
 - A proprietary valuation model then gauges markets for relative and absolute value.
 - The portfolio managers combine the outputs of their quantitative and qualitative processes with their view on valuation, relative to these outputs. Regions, countries and securities that RiverFront believes are the most attractive will represent the greatest portion of the fund relative to its benchmark.

» Fund Sub-Advisor

- » RiverFront is the sub-advisor to the fund and will manage the fund's portfolio.
 - RiverFront is an SEC registered investment advisor whose employees maintain majority ownership and is a global asset manager built around a strategic and tactical investment approach.
 - RiverFront has many years of experience emphasizing relationships with retail clients and advisors.

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.

^{*}The Investment Advisor has implemented fee breakpoints, which reduce the fund's investment management fee at certain assets levels. Please see the fund's SAI for full details.

[†]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.

^{*}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 each listed 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.

