

>> 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 equity index called the ISE Global Engineering and Construction Index.

>> Fund Facts

| | |
|----------------------------------|-------------|
| Fund Ticker | FLM |
| CUSIP | 33736M103 |
| Intraday NAV | FLMIV |
| Fund Inception Date | 10/13/08 |
| Gross Expense Ratio [^] | 0.92% |
| Net Expense Ratio | 0.70% |
| Rebalance Frequency | Semi-Annual |
| Primary Listing | NYSE Arca |

>> Index Facts

| | |
|----------------------|---------|
| Index Ticker | CVLTR |
| Index Inception Date | 9/19/08 |

>> Index Description

- >> The index specifically targets companies that are engaged in large civil and capital projects such as infrastructure, utilities, transportation, telecommunications, commercial, residential, and commerce facilities and whose roles are within the engineering, designing, planning, consulting, project managing, and/or constructing of these projects. To be included in the index, a company must receive at least 70% of revenues from these types of services and projects based on the reportable segment/division from its most recent annual report.
- >> The companies must meet market capitalization and weighting concentration requirements for inclusion in the index.
- >> The index uses a linear-based capitalization-weighted methodology for the group of companies. The resulting linear weight distribution prevents a few large component stocks from dominating the index while allowing smaller companies to adequately influence index performance.
- >> Index components are reviewed semi-annually for eligibility, and the weights are re-set according to that distribution.

>> Performance Summary (%)

| | Quarter | YTD | 1 Year | 3 Years | 5 Years | 10 Years | Since Inception |
|---|---------|-------|--------|---------|---------|----------|-----------------|
| Fund Performance* | | | | | | | |
| Net Asset Value (NAV) | -0.79 | -4.92 | 5.04 | 6.75 | 7.56 | — | 8.34 |
| After Tax Held | -1.18 | -5.31 | 4.25 | 5.99 | 6.83 | — | 7.65 |
| After Tax Sold | -0.47 | -2.91 | 2.97 | 4.85 | 5.57 | — | 6.43 |
| Market Price | -0.86 | -5.45 | 4.68 | 6.71 | 7.56 | — | 8.30 |
| Index Performance** | | | | | | | |
| ISE Global Engineering and Construction Index | -0.02 | -4.61 | 5.89 | 7.72 | 8.77 | — | 9.98 |
| MSCI World Industrials Index | -2.06 | -3.80 | 6.75 | 9.66 | 10.18 | — | 11.02 |
| Russell 3000® Index | 3.89 | 3.22 | 14.78 | 11.58 | 13.29 | — | 13.40 |

>> Calendar Year Total Returns (%)

| | 2008 | 2009 | 2010 | 2011 | 2012 | 2013 | 2014 | 2015 | 2016 | 2017 | YTD |
|------------------------------|------|-------|-------|--------|-------|-------|--------|-------|-------|-------|-------|
| FLM | — | 25.44 | 18.23 | -17.44 | 19.21 | 23.10 | -10.66 | -0.59 | 13.79 | 22.43 | -4.92 |
| MSCI World Industrials Index | — | 26.71 | 23.35 | -8.20 | 16.02 | 32.10 | 0.42 | -2.06 | 12.88 | 25.23 | -3.80 |
| Russell 3000® Index | — | 28.34 | 16.93 | 1.03 | 16.42 | 33.55 | 12.56 | 0.48 | 12.74 | 21.13 | 3.22 |

>> 3-Year Statistics

| | Standard Deviation (%) | Alpha | Beta | Sharpe Ratio | Correlation |
|------------------------------|------------------------|-------|------|--------------|-------------|
| FLM | 12.38 | -3.14 | 0.90 | 0.54 | 0.75 |
| MSCI World Industrials Index | 11.34 | -1.97 | 1.03 | 0.81 | 0.93 |
| Russell 3000® Index | 10.30 | — | 1.00 | 1.06 | 1.00 |

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.

[^]Expenses are capped contractually at 0.70% per year, at least until January 31, 2019.

*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 based on the midpoint of the bid/ask spread on the stock exchange on which shares of the fund are listed for trading 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. The fund's performance reflects fee waivers and expense reimbursements, absent which performance would have been lower. 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 ISE Global Engineering and Construction 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 | 62 |
| Maximum Market Cap. | \$53.44 Billion |
| Median Market Cap. | \$2.94 Billion |
| Minimum Market Cap. | \$549 Million |
| Price/Earnings | 14.26 |
| Price/Book | 1.55 |
| Price/Cash Flow | 10.54 |
| Price/Sales | 0.48 |

>> Top Country Exposure (%)

| | |
|-----------------|-------|
| Japan | 30.27 |
| United States | 22.66 |
| France | 8.63 |
| Spain | 4.89 |
| Sweden | 4.22 |
| China | 3.85 |
| Canada | 3.74 |
| Australia | 3.72 |
| South Korea | 3.25 |
| The Netherlands | 3.17 |

>> Top Holdings (%)

| | |
|--|------|
| Vinci SA | 3.17 |
| Taisei Corporation | 2.99 |
| ACS, Actividades de Construccion y Servicios, S.A. | 2.97 |
| Jacobs Engineering Group, Inc. | 2.95 |
| Fluor Corporation | 2.83 |
| Bouygues SA | 2.72 |
| Eiffage SA | 2.69 |
| Shimizu Corporation | 2.67 |
| Kajima Corporation | 2.65 |
| Obayashi Corporation | 2.65 |

>> Top Sector Exposure (%)

| | |
|-------------|-------|
| Industrials | 96.59 |
| Energy | 2.76 |
| Utilities | 0.65 |

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.

ETF Characteristics

The fund lists and principally trades its shares on the NYSE Arca, Inc.

The fund's return may not match the return of the ISE Global Engineering and Construction Index. Securities held by the 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 the fund by authorized participants, in very large creation/redemption units. If the 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 the fund's net asset value and possibly face delisting.

Risk Considerations

The fund's shares will change in value, and you could lose money by investing in the fund. One of the principal risks of investing in the fund is market risk. Market risk is the risk that a particular stock owned by the fund, fund shares or stocks in general may fall in value. There can be no assurance that the fund's investment objective will be achieved.

The fund may invest in small capitalization and mid capitalization companies. Such companies may experience greater price volatility than larger, more established companies.

An investment in a fund containing securities of non-U.S. issuers is subject to additional risks, including currency fluctuations, political risks, withholding, the lack of adequate financial information, and exchange control restrictions impacting non-U.S. issuers. The fund may invest in depositary receipts which may be less liquid than the underlying shares in their primary trading market.

The fund invests in the securities of companies in the industrials sector which includes companies in the engineering and construction business. General risks of these companies include the general state of the economy, intense competition, consolidation, domestic and international politics, excess capacity and consumer demand and spending trends. In addition, they may be significantly affected by overall capital spending levels, economic cycles, technical obsolescence, delays in modernization, labor relations, and government regulations.

Changes in currency exchange rates and the relative value of non-US currencies may affect the value of a fund's investments and the value of a fund's shares.

Large inflows and outflows may impact the fund's market exposure for limited periods of time. 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 and the Internal Revenue Code. First Trust has no knowledge of and has not been provided any information regarding any investor. Financial advisors must determine whether particular investments are appropriate for their clients. First Trust believes the financial advisor is a fiduciary, is capable of evaluating investment risks independently and is responsible for exercising independent judgment with respect to its retirement plan 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 **MSCI World Industrials Index** is a free float-adjusted market capitalization weighted index that is designed to measure the industrials sector performance of 23 developed markets around the world. The **Russell 3000® Index** is comprised of the 3000 largest and most liquid stocks based and traded in the U.S.

The First Trust Global Engineering and Construction ETF is not sponsored, endorsed, sold or promoted by the International Securities Exchange (ISE). ISE makes no representation or warranty, express or implied, to the owners of the fund or any member of the public regarding the advisability of trading in the fund. ISE's only relationship to First Trust is the licensing of certain trademarks and trade names of the ISE and of the ISE Global Engineering and Construction Index which is determined, composed and calculated by ISE without regard to First Trust or the fund.