First Trust Dorsey Wright DALI1 ETF

As of 6/28/19

**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 Nasdaq Dorsey Wright DALI1 Index.

**Fund Facts**
- **Fund Ticker**: DALI
- **CUSIP**: 33738R712
- **Intraday NAV**: DALIV
- **Fund Inception Date**: 5/14/18
- **Rebalance Frequency**: Quarterly
- **Primary Listing**: Nasdaq

**Index Facts**
- **Index Ticker**: NQDALIT
- **Index Inception Date**: 4/24/18

**Fees and Expenses**
- **Management Fees**: 0.30%
- **Acquired Fund Fees and Expenses**: 0.61%
- **Total Annual Expenses**: 0.91%

**Performance Summary (%)**

<table>
<thead>
<tr>
<th>Fund Performance*</th>
<th>Quarter</th>
<th>YTD</th>
<th>1 Year</th>
<th>3 Years</th>
<th>5 Years</th>
<th>10 Years</th>
<th>Since Inception</th>
</tr>
</thead>
<tbody>
<tr>
<td>Net Asset Value (NAV)</td>
<td>1.66</td>
<td>19.85</td>
<td>2.46</td>
<td>—</td>
<td>—</td>
<td>—</td>
<td>2.26</td>
</tr>
<tr>
<td>After Tax Held</td>
<td>1.65</td>
<td>19.82</td>
<td>2.42</td>
<td>—</td>
<td>—</td>
<td>—</td>
<td>2.19</td>
</tr>
<tr>
<td>After Tax Sold</td>
<td>0.98</td>
<td>11.75</td>
<td>1.46</td>
<td>—</td>
<td>—</td>
<td>—</td>
<td>1.69</td>
</tr>
<tr>
<td>Market Price</td>
<td>1.76</td>
<td>20.06</td>
<td>2.51</td>
<td>—</td>
<td>—</td>
<td>—</td>
<td>2.26</td>
</tr>
</tbody>
</table>

**Index Performance**

| Nasdaq Dorsey Wright DALI1 Index | 1.73 | 20.02 | 2.77 | — | — | — | 2.53 |
| Bloomberg Barclays U.S. Aggregate Bond Index | 3.08 | 6.11 | 7.87 | — | — | — | 7.64 |
| S&P 500 Index | 4.30 | 18.54 | 10.42 | — | — | — | 9.02 |

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.

*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. 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 Nasdaq Dorsey Wright DALI1 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.**
ETF Characteristics
The fund lists and principally trades its shares on The Nasdaq Stock Market LLC.

The fund’s return may not match the return of the Nasdaq Dorsey Wright DALI 1 Index. The ETFs 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 shares’ 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/redeemption units. If the fund’s authorized participants are unable to provide shares to purchase, the resulting price differential could cause the value of these securities to fall.

Underlying ETFs that invest in fixed income securities are typically more sensitive to market fluctuations and risk of loss than securities with higher ratings, and therefore, are considered to be highly speculative. Companies that issue bank loans tend to be highly leveraged and thus are more susceptible to the risks of interest deferral, default and/or bankruptcy. Senior floating rate loans are usually rated below investment grade but may also be unrated. As a result, the risks associated with these loans are similar to the risks of high-yield fixed income instruments.

Income from municipal bonds could be declared taxable and therefore not exempt from state and local income taxes or capital gains taxes. Interest payments from municipal bonds may be subject to state or local taxes.

Risk Considerations
The fund is not sponsored, endorsed, sold or promoted by Nasdaq, Inc. Nasdaq, Inc. makes no representation or warranty, express or implied, to the owners of the fund or any member of the public regarding the advisability of investing in the fund. Nasdaq Inc.’s only relationship to First Trust is the licensing of certain trademarks and trade names of Nasdaq, Inc. and of the index, which is determined, composed and calculated by Nasdaq, Inc. or its agent, without regard to First Trust or the fund.

ETFs in which the fund invests may be subject to market fluctuations and risk of loss in their underlying securities. ETFs may be subject to more rapid price fluctuations and risk of loss than underlying securities, although lack of liquidity in such affiliated ETFs.

Certain securities held by the underlying ETFs may be subject to credit risk, call risk, income risk, interest rate risk, prepayment risk, and extension risk. Credit risk is the risk that an issuer of a security will be unable or unwilling to make dividend, interest and/or principal payments when due and that the value of a security may decline as a result. Call risk is the risk that performance could be adversely impacted if an underlying ETF is called prior to maturity.

The fund invests in an ETF could result in it being more volatile and ETFs have their own risks. The index employs a “momentum” style methodology that emphasizes selecting ETFs that have had higher recent price performance compared to other ETFs. Momentum can turn quickly and cause significant variation from other types of investments.

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

The fund currently has fewer assets than larger funds, and like other relatively new funds, large inflows and outflows may impact the fund’s market exposure for limited periods of time. The fund is subject to additional risks, as described in the fund’s prospectus and summary prospectus, including, but not limited to, market maker risk, portfolio turnover risk and trading issues risk.

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 advisors are responsible for evaluating investment risks independently and for exercising independent judgment in determining whether investments are appropriate for their clients.

Definitions
The Bloomberg Barclays U.S. Aggregate Bond Index covers the investment-grade, U.S. dollar-denominated, fixed-rate taxable bond market, including Treasuries, government-related securities, municipal bonds and corporate bonds. The S&P 500 Index is an unmanaged index of 500 stocks used to measure large-cap U.S. stock market performance.