As of 9/30/19

CARZ
First Trust NASDAQ Global Auto Index Fund

» 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 NASDAQ OMX Global Auto Index™.

» Fund Facts
Fund Ticker | CARZ
CUSIP | 33734X309
Intraday NAV | CARZIV
Fund Inception Date | 5/9/11
Expense Ratio | 0.70%
Rebalance Frequency | Quarterly
Primary Listing | Nasdaq

» Index Facts
Index Ticker | QAUTOX
Index Inception Date | 2/22/11

» Index Description
The index is a modified market-capitalization weighted index that includes securities of companies that are classified as an Automobile Manufacturer.

To be included in the index, a security must meet the following criteria:
• listed on an index-eligible global stock exchange,
• have a minimum worldwide market capitalization of at least $500 million,
• have a minimum three-month average daily dollar trading volume of $1 million.

The index employs a modified market cap weighting methodology in which larger companies receive a larger index weighting. The index weighting methodology includes caps to prevent high concentrations among larger stocks.

The index is reconstituted annually and rebalanced quarterly.

» Performance Summary (%)

<table>
<thead>
<tr>
<th>Fund Performance*</th>
<th>3 Month</th>
<th>YTD</th>
<th>1 Year</th>
<th>3 Year</th>
<th>5 Year</th>
<th>10 Year</th>
<th>Since Fund Inception</th>
</tr>
</thead>
<tbody>
<tr>
<td>Net Asset Value (NAV)</td>
<td>-2.38</td>
<td>4.28</td>
<td>-8.97</td>
<td>1.28</td>
<td>-0.98</td>
<td>—</td>
<td>2.65</td>
</tr>
<tr>
<td>After Tax Held</td>
<td>-2.70</td>
<td>3.27</td>
<td>-10.14</td>
<td>0.17</td>
<td>-1.98</td>
<td>—</td>
<td>1.89</td>
</tr>
<tr>
<td>After Tax Sold</td>
<td>-1.41</td>
<td>2.54</td>
<td>-5.31</td>
<td>0.53</td>
<td>-1.16</td>
<td>—</td>
<td>1.73</td>
</tr>
<tr>
<td>Market Price</td>
<td>-1.99</td>
<td>4.84</td>
<td>-8.82</td>
<td>1.54</td>
<td>-0.87</td>
<td>—</td>
<td>2.68</td>
</tr>
</tbody>
</table>

<table>
<thead>
<tr>
<th>Index Performance**</th>
<th></th>
<th></th>
<th></th>
<th></th>
<th></th>
<th></th>
<th></th>
</tr>
</thead>
<tbody>
<tr>
<td>NASDAQ OMX Global Automobile Index™</td>
<td>-2.41</td>
<td>5.27</td>
<td>-8.17</td>
<td>2.36</td>
<td>-0.14</td>
<td>—</td>
<td>3.60</td>
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<tr>
<td>MSCI World Index</td>
<td>0.53</td>
<td>17.61</td>
<td>1.83</td>
<td>10.21</td>
<td>7.18</td>
<td>—</td>
<td>8.01</td>
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</table>

» Calendar Year Total Returns (%)

<table>
<thead>
<tr>
<th>Calendar Year Total Returns (%)</th>
<th>2009</th>
<th>2010</th>
<th>2011</th>
<th>2012</th>
<th>2013</th>
<th>2014</th>
<th>2015</th>
<th>2016</th>
<th>2017</th>
<th>2018</th>
<th>YTD</th>
</tr>
</thead>
<tbody>
<tr>
<td>CARZ</td>
<td>—</td>
<td>—</td>
<td>—</td>
<td>28.38</td>
<td>36.92</td>
<td>-3.91</td>
<td>-0.83</td>
<td>-2.58</td>
<td>24.65</td>
<td>-23.37</td>
<td>4.28</td>
</tr>
<tr>
<td>MSCI World Index</td>
<td>—</td>
<td>—</td>
<td>—</td>
<td>15.83</td>
<td>26.68</td>
<td>4.94</td>
<td>-0.87</td>
<td>7.51</td>
<td>22.40</td>
<td>-8.71</td>
<td>17.61</td>
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</tbody>
</table>

» 3-Year Statistics

<table>
<thead>
<tr>
<th>3-Year Statistics</th>
<th>Standard Deviation (%)</th>
<th>Alpha</th>
<th>Beta</th>
<th>Sharpe Ratio</th>
<th>Correlation</th>
</tr>
</thead>
<tbody>
<tr>
<td>CARZ</td>
<td>14.89</td>
<td>-8.45</td>
<td>1.05</td>
<td>0.05</td>
<td>0.79</td>
</tr>
<tr>
<td>MSCI World Index</td>
<td>11.31</td>
<td>—</td>
<td>1.00</td>
<td>0.78</td>
<td>1.00</td>
</tr>
</tbody>
</table>

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 OMX Global Auto 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 OMX Global Auto 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 any primary trading market. The fund invests in consumer discretionary companies. The success of consumer discretionary companies is tied closely to the performance of the overall domestic and international economies, interest rates, competition, consumer confidence, disposable household income and consumer spending. Changes in demographics and consumer tastes can also affect the demand for, and success of, consumer discretionary products.

The automotive industry can be highly cyclical, and companies in the industry may suffer periodic operating losses. The industry can be significantly affected by labor relations and fluctuating component prices. While most of the major automotive manufacturers are large companies, others may be non-diversified in both product line and customer base and may be more vulnerable to events that negatively impact the industry.

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.

The fund invests in the stock of companies operating in Japan. Because Japan’s economy and equity market share a strong correlation with the U.S. markets, the Japanese economy may be affected by economic problems in the U.S. Japan also has a growing economic relationship with China and other Southeast Asian countries. Should political tension increase, it could adversely affect the economy and destabilize the region as a whole. Japanese securities may also be subject to lack of liquidity, excessive taxation, government seizure of assets, different legal or accounting standards and less government supervision and regulation of exchanges than in the U.S.

Large inflows and outflows may impact the fund’s market exposure for limited periods of time. The fund is classified as “non-diversified” and may invest a relatively high percentage of its assets in a limited number of issuers. As a result, the fund may be more susceptible to a single adverse economic or regulatory occurrence affecting one or more of these issuers, experience increased volatility and be highly concentrated in certain issuers. First Trust Advisors L.P. is the advisor 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 advisors 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 MSCI World Index is a free float-adjusted market capitalization weighted index that is designed to measure the equity market performance of 23 developed markets around the world.