The Diversified Equity Strategic Allocation Portfolio is a unit investment trust which is designed to provide broad equity diversification by investing in common stocks across various market capitalizations, growth and value styles, sectors and countries. The trust invests in a fixed portfolio of stocks which are selected by applying pre-determined screens and factors and holds the stocks for approximately 15 months. The trust seeks above-average total return; however, there is no assurance the objective will be met.

**A TACTICAL APPROACH TO SECURITY SELECTION**

When selecting stocks for the portfolio we apply a proprietary rules-based selection process which analyzes stocks to assess valuations based on multiple factors. Our goal is to identify stocks which exhibit the fundamental characteristics that enable them to provide the greatest potential for capital appreciation.

1. **Identify the Universe of Eligible Stocks**

The first step in our selection process is to establish a universe of stocks from which the portfolio will be selected. The universe is divided into seven distinct styles consisting of six domestic equity asset classes and one international equity asset class.

The domestic universe is established by identifying the 3,000 largest U.S. stocks (excluding limited partnerships, royalty trusts, regulated investment companies and business development companies) and then separating them into large-cap (largest 10%), mid-cap (next 20%), and small-cap (remaining 70%). The stocks in each group are then divided evenly between growth and value by their price-to-book ratios to establish the universe of stocks eligible for selection from within each asset class. In the case of the small-cap universe, only the 250 largest stocks with a minimum average daily trading volume of $1,000,000 within each growth and value group are included to ensure sufficient liquidity. The international universe consists of the 100 largest companies from developed nations which are ADRs or directly listed in the United States.

### Number of Eligible Stocks in Each Selection Universe

<table>
<thead>
<tr>
<th>Domestic Large-Cap</th>
<th>Domestic Mid-Cap</th>
<th>Domestic Small-Cap</th>
<th>International</th>
</tr>
</thead>
<tbody>
<tr>
<td>Growth</td>
<td>150</td>
<td>300</td>
<td>250</td>
</tr>
<tr>
<td>Value</td>
<td>150</td>
<td>300</td>
<td>250</td>
</tr>
</tbody>
</table>

2. **Apply the rules-based stock selection models**

    We then rank the stocks within each of the seven universes based on two multi-factor models. Half of a stock’s ranking is based on a risk model and the remaining half is based on a model which is determined by their style designation. Value and international stocks are ranked on one model while growth stocks are ranked using a separate model.

### Stock Selection Factors

<table>
<thead>
<tr>
<th>Risk Model</th>
<th>Value &amp; International Model</th>
<th>Growth Model</th>
</tr>
</thead>
<tbody>
<tr>
<td>Debt to Equity</td>
<td>Price to Book</td>
<td>Price to Sales</td>
</tr>
<tr>
<td>Beta</td>
<td>Price to Cash Flow</td>
<td>Price to Cash Flow</td>
</tr>
<tr>
<td>Earnings Variability</td>
<td>Return on Assets</td>
<td>Change in Return on Assets</td>
</tr>
<tr>
<td></td>
<td>3-Month Price Appreciation</td>
<td>6-Month Price Appreciation</td>
</tr>
</tbody>
</table>

3. **Select the Highest Scoring Stocks**

The 30 stocks with the best overall ranking from each of the seven style classes are selected for the portfolio, subject to a maximum of six stocks from any one of the major market sectors. The financials and real estate sectors are combined for the sector limit purpose. The seven style classes are approximately equally weighted based on the allocation shown below. Stocks are approximately equally weighted within their style.
### Growth of $10,000 (12/31/95 – 12/31/19)

<table>
<thead>
<tr>
<th>Year</th>
<th>S&amp;P 1500 Index</th>
<th>Strategy</th>
</tr>
</thead>
<tbody>
<tr>
<td>1996</td>
<td>22.30%</td>
<td>15.82%</td>
</tr>
<tr>
<td>1997</td>
<td>32.93%</td>
<td>27.76%</td>
</tr>
<tr>
<td>1998</td>
<td>26.32%</td>
<td>14.37%</td>
</tr>
<tr>
<td>1999</td>
<td>20.24%</td>
<td>21.53%</td>
</tr>
<tr>
<td>2000</td>
<td>-6.96%</td>
<td>4.34%</td>
</tr>
<tr>
<td>2001</td>
<td>-10.63%</td>
<td>-0.66%</td>
</tr>
<tr>
<td>2002</td>
<td>-21.30%</td>
<td>-11.21%</td>
</tr>
<tr>
<td>2003</td>
<td>29.55%</td>
<td>29.27%</td>
</tr>
<tr>
<td>2004</td>
<td>11.76%</td>
<td>18.72%</td>
</tr>
<tr>
<td>2005</td>
<td>5.65%</td>
<td>13.94%</td>
</tr>
<tr>
<td>2006</td>
<td>15.31%</td>
<td>11.87%</td>
</tr>
<tr>
<td>2007</td>
<td>5.53%</td>
<td>11.47%</td>
</tr>
<tr>
<td>2008</td>
<td>-36.72%</td>
<td>-32.43%</td>
</tr>
<tr>
<td>2009</td>
<td>27.24%</td>
<td>24.04%</td>
</tr>
<tr>
<td>2010</td>
<td>16.39%</td>
<td>13.54%</td>
</tr>
<tr>
<td>2011</td>
<td>1.72%</td>
<td>2.56%</td>
</tr>
<tr>
<td>2012</td>
<td>16.13%</td>
<td>8.13%</td>
</tr>
<tr>
<td>2013</td>
<td>32.77%</td>
<td>31.88%</td>
</tr>
<tr>
<td>2014</td>
<td>13.05%</td>
<td>13.13%</td>
</tr>
<tr>
<td>2015</td>
<td>1.01%</td>
<td>1.76%</td>
</tr>
<tr>
<td>2016</td>
<td>12.99%</td>
<td>10.13%</td>
</tr>
<tr>
<td>2017</td>
<td>21.10%</td>
<td>18.15%</td>
</tr>
<tr>
<td>2018</td>
<td>-4.97%</td>
<td>-9.51%</td>
</tr>
<tr>
<td>2019</td>
<td>30.87%</td>
<td>22.61%</td>
</tr>
</tbody>
</table>

### Standard Deviations

<table>
<thead>
<tr>
<th>Period</th>
<th>S&amp;P 1500 Index</th>
<th>Strategy</th>
</tr>
</thead>
<tbody>
<tr>
<td>Since 1996</td>
<td>14.85%</td>
<td>13.00%</td>
</tr>
<tr>
<td>20 Years</td>
<td>14.62%</td>
<td>12.64%</td>
</tr>
<tr>
<td>15 Years</td>
<td>14.03%</td>
<td>12.70%</td>
</tr>
<tr>
<td>10 Years</td>
<td>12.64%</td>
<td>11.22%</td>
</tr>
<tr>
<td>5 Years</td>
<td>12.08%</td>
<td>10.17%</td>
</tr>
<tr>
<td>3 Years</td>
<td>12.28%</td>
<td>10.82%</td>
</tr>
</tbody>
</table>

### Average Annual Total Returns

<table>
<thead>
<tr>
<th>Period</th>
<th>S&amp;P 1500 Index</th>
<th>Strategy</th>
</tr>
</thead>
<tbody>
<tr>
<td>Since 1996</td>
<td>9.37%</td>
<td>9.86%</td>
</tr>
<tr>
<td>20 Years</td>
<td>6.43%</td>
<td>7.98%</td>
</tr>
<tr>
<td>15 Years</td>
<td>9.06%</td>
<td>8.25%</td>
</tr>
<tr>
<td>10 Years</td>
<td>13.50%</td>
<td>10.68%</td>
</tr>
<tr>
<td>5 Years</td>
<td>11.44%</td>
<td>8.00%</td>
</tr>
<tr>
<td>3 Years</td>
<td>14.63%</td>
<td>9.44%</td>
</tr>
</tbody>
</table>

*Through 12/31/19.

Past performance is no guarantee of future results and the actual current performance of the portfolio may be lower or higher than the hypothetical performance of the strategy. Hypothetical returns for the strategy in certain years were significantly higher than the returns of the S&P 1500 Index. Hypothetical strategy returns were the result of certain market factors and events which may not be replicated in the future. You can obtain performance information which is current through the most recent month-end by calling First Trust Portfolios L.P. at 1-800-621-1675 option 2. Investment return and principal value of the portfolio will fluctuate causing units of the portfolio, when redeemed, to be worth more or less than their original cost.

Simulated strategy returns are hypothetical, meaning that they do not represent actual trading, and, thus, may not reflect material economic and market factors, such as liquidity constraints, that may have had an impact on actual decision making. The hypothetical performance is the retroactive application of the strategy designed with the full benefit of hindsight. Strategy returns reflect a sales charge of 1.85% and estimated annual operating expenses of 0.185%, plus organization costs, but not taxes or commissions paid by the portfolio to purchase securities. Strategy returns assume that dividends are reinvested semi-annually while index returns assume dividends are reinvested monthly. Actual portfolio performance will vary from that of investing in the strategy stocks because it may not be invested equally in these stocks and may not be fully invested at all times. It is important to note that the strategy may underperform the S&P 1500 Index in certain years and may produce negative results.

The S&P 1500 Index is an unmanaged index of 1500 stocks representing the large cap, mid cap and small cap segments of the U.S. equity market. The index cannot be purchased directly by investors.

Standard Deviation is a measure of price variability (risk). A higher degree of variability indicates more volatility and therefore greater risk.
### LARGE-CAP GROWTH STOCKS
- Alphabet Inc.
- Automatic Data Processing, Inc.
- Best Buy Co., Inc.
- Cintas Corporation
- Copart, Inc.
- Costco Wholesale Corp.
- Deere & Company
- Dollar General Corp.
- Edwards Lifesciences Corporation
- Eli Lilly and Company
- Equinix, Inc.
- The Estee Lauder Companies Inc.
- HCA Healthcare, Inc.
- The Hershey Company
- Lockheed Martin Corp.
- Monster Beverage Corp.
- NIKE, Inc.
- Northrop Grumman Corporation
- ONEOK, Inc.
- PepsiCo, Inc.
- Public Storage
- Ross Stores, Inc.
- Stryker Corporation
- Sysco Corporation
- Target Corporation
- The TJX Companies, Inc.
- UnitedHealth Group Inc.
- Vertex Pharmaceuticals Inc.
- ViacomCBS Inc.
- VMware, Inc.

### LARGE-CAP VALUE STOCKS
- Air Products and Chemicals, Inc.
- Alexion Pharmaceuticals, Inc.
- Anthem, Inc.
- AT&T Inc.
- Biogen Inc.
- Centene Corporation
- Chevron Corporation
- Cigna Corporation
- ConocoPhillips
- Cummins Inc.
- Delta Air Lines, Inc.
- Duke Energy Corporation
- Electronic Arts Inc.
- EOG Resources, Inc.
- Exxon Mobil Corporation
- Fifth Third Bancorp
- Hormel Foods Corp.
- Intel Corporation
- L3Harris Technologies Inc.
- M&T Bank Corporation
- Micron Technology, Inc.
- Newmont Corporation
- PACCAR Inc.
- Regeneron Pharmaceuticals, Inc.
- Southwest Airlines Co.
- T-Mobile US, Inc.
- T. Rowe Price Group, Inc.
- Twitter, Inc.
- Tyson Foods, Inc.
- Walgreens Boots Alliance, Inc.

### MID-CAP GROWTH STOCKS
- Amedisys, Inc.
- Arrowhead Pharmaceuticals, Inc.
- Arthur J. Gallagher & Co.
- Carter’s, Inc.
- Casey’s General Stores, Inc.
- Columbia Sportswear Co.
- Curtiss-Wright Corp.
- Encompass Health Corp.
- Entegris, Inc.
- Erie Indemnity Company
- Exelixis, Inc.
- Expeditors International of Washington, Inc.
- Fortinet, Inc.
- Gentex Corporation
- Henry Schein, Inc.
- Lancaster Colony Corp.
- Landstar System, Inc.
- Lincoln Electric Holdings, Inc.
- MAXIMUS, Inc.
- Molina Healthcare, Inc.
- NewMarket Corporation
- NVR, Inc.
- Omnicom Group Inc.
- Performance Food Group Company
- RH
- Take-Two Interactive Software, Inc.
- Teradyne, Inc.
- Ultra Beauty, Inc.
- W.W. Grainger, Inc.
- Watson, Inc.

### MID-CAP VALUE STOCKS
- Acurity Brands, Inc.
- Avangrid, Inc.
- Cimarex Energy Co.
- Concho Resources Inc.
- D.R. Horton, Inc.
- Diamondback Energy, Inc.
- Dick’s Sporting Goods, Inc.
- E*TRADE Financial Corp.
- East West Bancorp, Inc.
- First American Financial Corp.
- First Citizens BancShares, Inc.
- Foot Locker, Inc.
- JetBlue Airways Corp.
- Knight-Swift Transportation Holdings Inc.
- LHC Group, Inc.
- Marathon Oil Corp.
- MDU Resources Group, Inc.
- Mohawk Industries, Inc.
- MSC Industrial Direct Co., Inc.
- Murphy Oil Corporation
- Nucor Corporation
- Old Republic International Corp.
- Oshkosh Corporation
- Parsley Energy, Inc.
- PulteGroup, Inc.
- PVH Corp.
- Reliance Steel & Aluminum Co.
- Snap-on Incorporated
- Steel Dynamics, Inc.
- Zions Bancorporation

### SMALL-CAP GROWTH STOCKS
- Brady Corporation
- Cohen & Steers, Inc.
- Diodes Incorporated
- Evercore Inc.
- Exponent, Inc.
- HMS Holdings Corp.
- Houlihan Lokey, Inc.
- Insight Enterprises, Inc.
- Inter Parfums, Inc.
- Interactive Brokers Group, Inc.
- J & J Snack Foods Corp.
- Lattice Semiconductor Corporation
- LCI Industries
- Lithia Motors, Inc.
- National Beverage Corp.
- NMI Holdings, Inc.
- Otter Tail Corporation
- Plexus Corp.
- PriceSmart, Inc.
- Quidel Corporation
- Sai, Inc.
- Sanderson Farms, Inc.
- Simpson Manufacturing Co., Inc.
- Stepan Company
- Steven Madden, Ltd.
- Texas Roadhouse, Inc.
- TopBuild Corp.
- Universal Forest Products, Inc.
- Werner Enterprises, Inc.
- Wolverine World Wide, Inc.

### SMALL-CAP VALUE STOCKS
- ABM Industries Inc.
- American Eagle Outfitters, Inc.
- Arena Pharmaceuticals, Inc.
- AVX Corporation
- Bank OZK
- BMC Stock Holdings, Inc.
- Central Garden & Pet Company
- CNX Resources Corp.
- EQT Corporation
- Equity Commonwealth
- Graham Holdings Co.
- Hub Group, Inc.
- M.D.C. Holdings, Inc.
- Matador Resources Co.
- Meritage Homes Corp.
- National Fuel Gas Co.
- PDC Energy, Inc.
- Regal Beloit Corporation
- Renasant Corporation
- Rush Enterprises, Inc.
- Sea Coast Banking Corporation of Florida
- Spirit Airlines, Inc.
- Telephone and Data Systems, Inc.
- TRI Pointe Group, Inc.
- Umqra Holdings Corp.
- United States Cellular Corporation
- United States Steel Corp.
- Urban Outfitters, Inc.
- Vishay Intertechnology, Inc.
- Walker & Dunlop, Inc.

### INTERNATIONAL STOCKS
- adidas AG
- The Bank of Nova Scotia
- BNP Paribas S.A.
- British American Tobacco Plc
- Dassault Systemes S.E.
- Enbridge Inc.
- Eni SpA
- Equinor ASA
- EssilorLuxottica S.A.
- Henkel AG & Co. KGaA
- Honda Motor Co., Ltd.
- Iberdrola S.A.
- Industria de Diseno Textil, S.A.
- KDDI Corporation
- L’Oreal S.A.
- Linde Plc
- Muenchener Rueckversicherungs-Gesellschaft AG (MunichRe)
- Nintendo Co., Ltd.
- Nippon Telegraph and Telephone Corporation
- Novo Nordisk A/S
- Rio Tinto Plc
- Roche Holding AG
- Royal Dutch Shell Plc
- Schneider Electric SE
- Shin-Etsu Chemical Co., Ltd.
- Sony Corporation
- Suncor Energy Inc.
- Total S.A.
- Vinci S.A.
- Volkswagen AG

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**First Trust Portfolios L.P. | Member SIPC | Member FINRA**

1-800-621-1675 | www.ftportfolios.com
PORTFOLIO SUMMARY

<table>
<thead>
<tr>
<th>Description</th>
<th>Details</th>
</tr>
</thead>
<tbody>
<tr>
<td>Initial Offering Date</td>
<td>1/9/2020</td>
</tr>
<tr>
<td>Initial Public Offering Price</td>
<td>$10.00 per Unit</td>
</tr>
<tr>
<td>Portfolio Ending Date</td>
<td>4/15/2021</td>
</tr>
<tr>
<td>Historical 12-Month Distribution Rate of Trust Holdings*</td>
<td>1.49%</td>
</tr>
<tr>
<td>Historical 12-Month Distribution Per Unit*</td>
<td>$0.1492</td>
</tr>
<tr>
<td>CUSIPs</td>
<td>30312K261(c) 279(r)</td>
</tr>
<tr>
<td>Fee Accounts CUSIPs</td>
<td>30312K287(c) 295(r)</td>
</tr>
<tr>
<td>Ticker Symbol</td>
<td>FXBHQX</td>
</tr>
</tbody>
</table>

*There is no guarantee that the issuers of the securities included in the trust will declare dividends or distributions in the future. The historical 12-month distribution per unit and historical 12-month distribution rate of the securities included in the trust are for illustrative purposes only and are not indicative of the trust's distribution or distribution rate. The historical 12-month distribution per unit is based on the weighted average of the trailing 12-month distributions paid by the securities included in the portfolio. The historical 12-month distribution rate is calculated by dividing the historical 12-month distributions by the trust's offering price. The historical 12-month distribution rate and rate are reduced to account for the effects of fees and expenses, which will be incurred when investing in a trust. Certain of the issuers may have reduced their dividends or distributions over the prior 12 months. The distribution per unit and rate paid by the trust may be higher or lower than the amount shown above due to certain factors that may include, but are not limited to, a change in the dividends or distributions paid by issuers, actual expenses incurred, or the sale of securities in the portfolio.

SALES CHARGES

SALES CHARGES (BASED ON A $10 PUBLIC OFFERING PRICE)

<table>
<thead>
<tr>
<th>Description</th>
<th>Details</th>
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<tbody>
<tr>
<td>Transactional Sales Charges</td>
<td>Initial 0.00%</td>
</tr>
<tr>
<td>Deferred 1.35%</td>
<td></td>
</tr>
<tr>
<td>Creation &amp; Development Fee</td>
<td>Maximum Sales Charge</td>
</tr>
<tr>
<td>Maximum Sales Charge</td>
<td>0.50%</td>
</tr>
</tbody>
</table>

The deferred sales charge will be deducted in three monthly installments commencing 4/20/20.
When the public offering price is less than or equal to $10.00 per unit, there will be no initial sales charge. If the price exceeds $10.00 per unit, you will pay an initial sales charge.
The maximum sales charge for investors in fee accounts consists of the creation and development fee. Investors in fee accounts are not assessed any transactional sales charges. Standard accounts sales charges apply to units purchased as an ineligible asset.
The creation and development fee is a charge of $0.050 per unit collected at the end of the initial offering period. If the price you pay exceeds $10.00 per unit, the creation and development fee will be less than 0.50%; if the price you pay is less than $10.00 per unit, the creation and development fee will exceed 0.50%.
In addition to the sales charges listed, UITs are subject to annual operating expenses and organization costs.

RISK CONSIDERATIONS

RISK CONSIDERATIONS | An investment in this unmanaged unit investment trust should be made with an understanding of the risks involved with owning common stocks, such as an economic recession and the possible deterioration of either the financial condition of the issuers of the equity securities or the general condition of the stock market.
You should be aware that the portfolio is concentrated in stocks in the consumer products sector which involves additional risks, including limited diversification. The companies engaged in the consumer products industry are subject to global competition, changing government regulations and trade policies, currency fluctuations, and the financial and political risks inherent in producing products for foreign markets.
Certain of the securities in the portfolio are issued by Real Estate Investment Trusts (REITs). Companies involved in the real estate industry are subject to changes in the real estate market, vacancy rates and competition, volatile interest rates and economic recession.
An investment in foreign securities should be made with an understanding of the additional risks involved with foreign issuers, such as currency and interest rate fluctuations, nationalization or other adverse political or economic developments, lack of liquidity of certain foreign markets, withholding, the lack of adequate financial information, and exchange control restrictions impacting foreign issuers.
An investment in a portfolio containing small-cap and mid-cap companies is subject to additional risks, as the share prices of small-cap companies and certain mid-cap companies are often more volatile than those of larger companies due to several factors, including limited trading volumes, products, financial resources, management inexperience and less publicly available information.
As the use of Internet technology has become more prevalent in the course of business, the trust has become more susceptible to potential operational risks through breaches in cybersecurity.
The value of the securities held by the trust may be subject to steep declines or increased volatility due to changes in performance or perception of the issuers.
Although this unit investment trust terminates in approximately 15 months, the strategy is long-term.
Investors should consider their ability to pursue investing in successive portfolios, if available. There may be tax consequences unless units are purchased in an IRA or other qualified plan.

You should consider the portfolio's investment objective, risks, and charges and expenses carefully before investing. Contact your financial advisor or call First Trust Portfolios L.P. at 1-800-621-1675 to request a prospectus, which contains this and other information about the portfolio. Read it carefully before you invest.

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.