First Trust Municipal High Income ETF
As of 6/28/19

Fund Facts

- Fund Ticker: FMHI
- CUSIP: 33739P301
- Intraday NAV: FMHIIV
- Fund Inception Date: 11/1/17
- Gross Expense Ratio*: 0.70%
- Net Expense Ratio: 0.55%
- 30-Day SEC Yield†: 2.76%
- Unsubsidized 30-Day SEC Yield‡: 2.61%
- Taxable Equivalent 30-Day SEC Yield*: 4.67%
- Primary Listing: Nasdaq

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>2.88</td>
<td>6.61</td>
<td>7.74</td>
<td>—</td>
<td>—</td>
<td>—</td>
<td>6.12</td>
</tr>
<tr>
<td>After Tax Held</td>
<td>2.52</td>
<td>5.85</td>
<td>6.19</td>
<td>—</td>
<td>—</td>
<td>—</td>
<td>4.69</td>
</tr>
<tr>
<td>After Tax Sold</td>
<td>1.70</td>
<td>3.90</td>
<td>4.54</td>
<td>—</td>
<td>—</td>
<td>—</td>
<td>4.05</td>
</tr>
<tr>
<td>Market Price</td>
<td>2.87</td>
<td>6.55</td>
<td>7.87</td>
<td>—</td>
<td>—</td>
<td>—</td>
<td>6.22</td>
</tr>
</tbody>
</table>

Index Performance**

- Blended Benchmark: 2.17, 5.45, 7.88, —, —, —, 5.81

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.

*First Trust has contractually agreed to waive management fees of 0.15% of average daily net assets until November 30, 2019.

†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 and includes the effects of fee waivers and expense reimbursements.

‡The unsubsidized 30-day SEC yield is calculated the same as the 30-day SEC yield, however it excludes contractual fee waivers and expense reimbursements.

§The taxable equivalent yield is for illustrative purposes only. This information illustrates approximately what you would have to earn on taxable investments to equal the tax-exempt yield using the highest federal tax bracket for 2019. This information is based on present law as of the date of publication and does not account for any proposed changes in tax rates. This information does not account for limitations on deductions, the alternative minimum tax or taxes other than Federal personal income tax.

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.

**The Blended Benchmark consists of the following two indexes: 50% of the Bloomberg Barclays High Yield 10-Year Municipal Index (8-12 years) which is comprised of bonds with a final maturity between 8 and 12 years that are part of the Bloomberg Barclays Municipal Bond High Yield Index; and 50% of the Bloomberg Barclays Revenue 10-Year Municipal Index (8-12 years) which is comprised of revenue bonds that have a final maturity between 8 and 12 years that are part of the Bloomberg Barclays Municipal Bond Index. Indexes do not charge management fees or brokerage expenses, and no such fees or expenses were deducted from the index performance shown. Indexes are unmanaged and an investor cannot invest directly in an index.
Municipal bonds are subject to numerous additional risks, including credit risk, income risk, interest rate risk, call risk, and prepayment risk. The value of municipal bonds may be significantly affected by changes in the general level of interest rates, as interest rates and bond prices move in opposite directions. Refunding risk is the risk that the proceeds of a new issue of bonds may be used to retire previously issued bonds at a disadvantageous time. Exposure to a particular industry or economic sector may increase an investor's sensitivity to movements in that sector. Inverse floater securities may be leveraged and their market values may be more volatile than other types of fixed-income instruments. Participation interests in municipal leases pose special risks because many leases and contracts contain “non-appropriation” clauses that provide the lessee with no right to receive payments under the lease or contract unless money is appropriated for this purpose by the appropriate legislative body.

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.

**Income from municipal bonds held by the fund could be declared taxable because of, among other things, unfavorable interpretations by the Internal Revenue Service of municipal bond tax-exempt income and the potential for there to be changes in the law that would result in the loss of the tax-exempt status of municipal bonds.**

**Inventories of municipal securities have decreased in recent years, lessening the ability to make a market in these securities.** This reduction in market-making capacity has the potential to decrease the fund's ability to buy or sell municipal securities and reduce price volatility. If the fund is unable to make a market in securities, it may be difficult to buy or sell these securities, and the price of the fund's shares may be difficult to establish.

**The fund is classified as “non-diversified” and may invest a relatively high percentage of its assets in a limited number of issuers, resulting in increased volatility and being highly concentrated in certain issuers.**