

Direct Indexing

Broad Customization Menu & Index List

Direct Indexing provides exposure to a variety of benchmarks through direct ownership of individual securities in a portfolio via a separately managed account (“SMA”). The Direct Indexing platform provides a menu of 70 personalization screens to help identify, customize, and align your portfolio with your convictions. The following broad pre-configurations align with specific portfolio positions, affinity groups, and/or values-based investing preferences.

Broad Customization Menu

Quantitative Factors



Dividend Yield



Value



Momentum



Growth



Leverage



Liquidity



Quality

Qualitative Screens



Environmental Preservation



Catholic



Human Rights



Jewish



Labor Rights



Protestant Conservative



Women's Inclusion



Protestant Progressive



Islam

You could lose money by investing in a direct indexing strategy. There can be no assurance that a strategy will achieve its investment objectives. For additional information, please refer to First Trust Advisor L.P.'s Form ADV Part 2A.

Broader Exclusions include the worst offending companies represented by the curated exclusions as well as a broader group of companies with high involvement in the issue.

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

The strategy was previously managed by First Trust Direct Indexing (“FTDI”). Effective October 31, 2024, FTDI merged into First Trust Advisors L.P. (“FTA”). All business activities, including portfolio management and business records are now performed under FTA.

Standalone

Category*	Standard Benchmarks	Optional Benchmarks			
US	Morningstar	Standard & Poors	FTSE Russell	MSCI	RAFI
Large Cap	Morningstar US Large Mid Cap	S&P 500	Russell 1000	MSCI USA	RAFI Fundamental US
All Cap	Morningstar US Market Extended	S&P 1500	Russell 3000		
Global					
Global	Morningstar Global TME	S&P Global Large Mid Cap	FTSE All-World	MSCI ACWI	RAFI Fundamental Global
Developed	Morningstar Developed TME	S&P World	FTSE Developed	MSCI World	RAFI Fundamental Developed
International					
Developed ex North America	Morningstar Developed x NA TME	S&P EPAC Large Mid Cap	FTSE Developed ex North America	MSCI EAFE	
Developed ex United States	Morningstar Developed x US TME	S&P Developed xUS Large Mid Cap	FTSE Developed ex US	MSCI World x US	RAFI Fundamental Developed xUS
Global ex United States	Morningstar Global x US TME	S&P Global xUS Large Mid Cap	FTSE All-World ex US	MSCI ACWI x US	

Available for Blending (within single index provider)

Category*		Standard Benchmarks	Optional Benchmarks		
US	Max Weight	Morningstar	Standard & Poors	FTSE Russell	MSCI
Small Cap	50%	Morningstar US Small Cap Extended	S&P 600	Russell 2000	
International					
Emerging Markets	25%	Morningstar Emerging Markets TME	S&P Emerging Markets Large Mid Cap	FTSE Emerging	MSCI EM
US Style					
Large Cap Growth	50%	Morningstar US Large-Mid Growth	S&P 500 Growth	Russell 1000 Growth	
Large Cap Value	50%	Morningstar US Large-Mid Value	S&P 500 Value	Russell 1000 Value	
All Cap Growth	50%	Morningstar US Market Broad Growth	S&P 1500 Growth	Russell 3000 Growth	
All Cap Value	50%	Morningstar US Market Broad Value	S&P 1500 Value	Russell 3000 Value	
Small Cap Growth	25%	Morningstar US Small Cap Broad Growth	S&P 600 Growth	Russell 2000 Growth	
Small Cap Value	25%	Morningstar US Small Cap Broad Value	S&P 600 Value	Russell 2000 Value	
Global Style					
Global Growth	50%	Morningstar Global Growth TME	S&P Global Large Mid Cap Growth	FTSE All-World Growth	
Global Value	50%	Morningstar Global Value TME	S&P Global Large Mid Cap Value	FTSE All-World Value	
Developed Growth	50%	Morningstar Developed Growth TME	S&P World Growth	FTSE Developed Growth	
Developed Value	50%	Morningstar Developed Value TME	S&P World Value	FTSE Developed Value	

Indexes are unmanaged and investor cannot invest directly in an index.

*The indices measure the performance of companies in the market cap (large, mid, small), style (growth, value) and region (US, global, international) shown in the category listed above.

Available for Blending (within single index provider)

Category*		Standard Benchmarks	Optional Benchmarks	
International Style	Max Weight	Morningstar	Standard & Poors	FTSE Russell
Developed x North America Growth	50%	Morningstar Developed x NA Growth TME	S&P EPAC Large Mid Cap Growth	FTSE Developed x NA Growth
Developed x North America Value	50%	Morningstar Developed x NA Value TME	S&P EPAC Large Mid Cap Value	FTSE Developed x NA Value
Developed x United States Growth	50%	Morningstar Developed x US Growth TME	S&P Developed xUS Large Mid Cap Growth	FTSE Developed x US Growth
Developed x United States Value	50%	Morningstar Developed x US ValueTME	S&P Developed xUS Large Mid Cap Value	FTSE Developed x US Value
Global x United States Growth	50%	Morningstar Global x US Growth TME	S&P Global xUS Large Mid Cap Growth	FTSE All-World x USA Growth
Global x United States Value	50%	Morningstar Global x US Value TME	S&P Global xUS Large Mid Cap Value	FTSE All-World x USA Value
US Sector				
US Basic Materials	50%	Morningstar US Basic Materials Sector		
US Communication Services	50%	Morningstar US Communication Services Sector		
US Consumer Cyclical	50%	Morningstar US Consumer Cyclical Sector		
US Consumer Defensive	50%	Morningstar US Consumer Defensive Sector		
US Energy	50%	Morningstar US Energy Sector		
US Financial Services	50%	Morningstar US Financial Services Sector		
US Healthcare	50%	Morningstar US Healthcare Sector		
US Industrials	50%	Morningstar US Industrials Sector		
US Real Estate	50%	Morningstar US Real Estate Sector		
US Technology	50%	Morningstar US Technology Sector		
US Utilities	50%	Morningstar US Utilities Sector		
Global Sector				
Global Basic Material	50%	Morningstar Global Basic Material		
Global Communication Services	50%	Morningstar Global Communication Services		
Global Consumer Cyclical	50%	Morningstar Global Consumer Cyclical		
Global Consumer Defensive	50%	Morningstar Global Consumer Defensive		
Global Energy	50%	Morningstar Global Energy		
Global Financial Services	50%	Morningstar Global Financial Services		
Global Healthcare	50%	Morningstar Global Healthcare		
Global Industrials	50%	Morningstar Global Industrials		
Global Real Estate	50%	Morningstar Global Real Estate		
Global Technology	50%	Morningstar Global Technology		
Global Utilities	50%	Morningstar Global Utilities		

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