

# FXR

## First Trust Industrials/Producer Durables AlphaDEX Fund Analyst Report

This ETF offers exposure to the U.S. industrials sector, a corner of the domestic market that includes transportation firms, providers of commercial and professional services, and manufacturers of capital goods. Given the sector-specific focus, FXR likely doesn't deserve a core allocation, but may be useful as a means of implementing a tactical tilt towards the industrials sector. FXR seeks to replicate an index that employs a unique strategy designed to generate excess returns relative to traditional cap-weighted benchmarks. The underlying AlphaDEX Index employs a quant-based screening methodology designed to identify stocks poised for outperformance. In return for exposure to this strategy, which has historically delivered impressive returns, investors can expect to pay a bit more; FXR's expense ratio is about 50 basis points higher than low cost options for industrials exposure such as FIL and XLI. The unique index construction methodology has some other potential advantages; FXR maintains much lower concentration of top holdings than do cap-weighted funds such as XLI. That means that performance isn't as dependent on a handful of large cap stocks, potentially giving a better way to access industrials. For those who believe in the merits of the AlphaDEX methodology and willing to pay a little extra for a shot at alpha, FXR might be worth a closer look. Those looking to keep a cap on expenses and simply own the broader market have cheaper options available to them.

### ESG Themes and Scores

6.94/10

ESG Rate

69.75%

Global Percentile

73.05%

Peer Percentile

### Performance Data

	FXR	ETF Database Category Average	Factset Segment Average
1 Month	7.98%	7.51%	6.51%
3 Month	2.47%	2.36%	1.58%
YTD Return	18.79%	14.01%	13.32%
1 Year Return	16.76%	12.28%	11.58%
3 Year Return	8.00%	4.43%	6.68%
5 Year Return	11.23%	6.40%	8.99%

### Top 5 Holdings

Symbol	Holding	% Assets
BLD	TopBuild Corp.	1.52%
BLDR	Builders FirstSource, Inc.	1.43%
TT	Trane Technologies plc	1.38%
SYF	Synchrony Financial	1.38%
KNX	Knight-Swift Transportation Holdings Inc. Class A	1.36%

### Vitals

Issuer	First Trust
Brand	First Trust
Structure	ETF
Expense Ratio	0.61%
Inception	May 08, 2007
Index Tracked	StrataQuant Industrials Index

### ETF Database Themes

Category	Industrials Equities
Asset Class	Equity
Asset Class Size	Multi-Cap
Asset Class Style	Blend
Region (General)	North America
Region (Specific)	U.S.

### FactSet Classifications

Segment	Equity: U.S. Industrials
Category	Sector
Focus	Industrials
Niche	Broad-based
Strategy	Multi-factor
Weighting Scheme	Tiered

