

# RNDM

## First Trust Developed International Equity Select ETF

### Fund Description

RNDM tracks an index of developed international ex-US equities, selected for low volatility and weighted according to a tiered methodology: first market-cap followed by modified equal weights.

### FactSet Analyst Report

The security is being delisted. The last day of trading on an exchange is June 20, 2023. RNDM follows an index of developed market equity, excluding the United States. The index uses a multi-step process to determine the final portfolio composition. First, securities are grouped from the parent index, the NASDAQ Developed Markets Ex-US Large Mid Cap Index, according to their country designation. Next, within each country, securities are ranked based on trailing 12-month volatility. The 25 securities with the lowest volatility from each country are selected, with country and sector weights applied that mimic the parent index's construction. Individual securities are equally weighted within each sector. By applying these screening measures, RNDM attempts to reduce the overall risk of the portfolio by exposing the investor to global equities with reduced volatility. Because RNDM pulls from a universe of large- and midcap stocks, exposure to the small-cap space will be minimal, at best.