

## Purpose

This document provides you with key information about this investment product. It is not marketing material. The information is required by law to help you understand the nature, risks, costs, potential gains and losses of this product and to help you compare it with other products.

# First Trust Global Capital Strength ESG Leaders UCITS ETF

## PRODUCT

|                             |  |
|-----------------------------|--|
| <b>Product:</b>             | First Trust Global Capital Strength ESG Leaders UCITS ETF (the "Fund") – Class A USD   |
| <b>ISIN:</b>                | IE00BKPSPT20   |
| <b>Manufacturer:</b>        | First Trust Global Portfolios Management Limited   |
| <b>Website:</b>             | www.ftglobalportfolios.com   |
| <b>Contact:</b>             | +353 (0) 19131339  |
| <b>Competent Authority:</b> | <b>The Central Bank of Ireland is responsible for supervising First Trust Global Portfolios Management Limited in relation to this Key Information Document.<br/>First Trust Global Portfolios Management Limited is authorised in Ireland and regulated by the Central Bank of Ireland.</b> |

This Key Information Document is valid as at 1 November 2024.

## WHAT IS THIS PRODUCT?

**Type:** This product is a sub-fund of First Trust Global Funds plc (the "Company"), an open-ended investment fund established as a public limited company with segregated liability between sub-funds. The product is an exchange-traded fund.

**Term:** This product is not subject to any fixed term. The Company is open-ended, however, the shares of the Fund or a class may be redeemed by the Company with notice to shareholders in the circumstances described in the Prospectus.

### Objectives:

- The objective of the fund is to seek to provide investors with long term returns, through capital growth.
- The fund intends to pursue an actively managed investment strategy. In order to achieve its investment objective, the Fund will invest primarily in a diversified portfolio of global equity securities issued by companies which the Investment Manager considers to have leading or superior metrics based on environmental, social and governance ("ESG") related criteria (relative to their industry peers) and which, in addition, the Investment Manager considers to exhibit "capital strength" in that they are well capitalised and have strong balance sheets.
- The Investment Manager will consider an issuer to have leading or superior ESG metrics if it is included in the MSCI ACWI ESG Leaders Index (the "MSCI ESG Index"). The MSCI ESG Index is a capitalisation-weighted index that provides exposure to companies with high ESG performance relative to their peers. The MSCI ESG Index is designed for investors seeking a broad, diversified sustainability benchmark with relatively low tracking error to the underlying equity market, represented by the MSCI ACWI Index.
- The Investment Manager applies its proprietary "capital strength" investment methodology to screen issuers of stocks in the MSCI ESG Index for inclusion in the Fund's portfolio. The capital strength methodology evaluates issuers on the following criteria: minimum three-month average trading volume of USD 5 million, minimum of USD 1 billion in cash and short-term investments, long-term debt to market capitalisation ratio of less than 30%, and return on equity of greater than 15%. Issuers in the MSCI ESG Index that do not meet those criteria are discarded, and the resulting portfolio is then adjusted to 50 stocks from the MSCI ESG Index by taking the issuers with the lowest combined three and 12 month volatility and applying the following concentration limits: country weighting in the Fund's portfolio must be within 15 percentage points of the country weight in the MSCI ESG Index, and sector concentration is limited to 30%. In the event that the application of the capital strength methodology results in fewer than 50 stocks, then the securities that had the highest return on equity that initially failed that criterion but passed the debt to market capitalisation ratio and cash and short-term investments constraints are added back to the eligible universe until there are 60 eligible securities. The top 50 securities are then selected based on the volatility criteria subject to the sector and country concentration limits. The 50 stocks are then equally weighted. The Investment Manager screens the stocks in the MSCI ESG Index on a semi-annual basis using its "capital strength" methodology.
- The Fund's portfolio is subject to the Investment Manager's ongoing internal research and analysis, and may be adjusted in the Investment Manager's discretion at or between the weekly and semi-annual evaluations in line with the Fund's investment objective; in such cases the portfolio may consist of slightly more or fewer than 50 stocks.
- The Investment Manager may use its discretion to invest the Fund in assets with weightings different to that of the MSCI ESG Index and also not to invest in all of the constituents of the index by virtue of the capital strength screening it applies.

Income is reinvested into the Fund for this share class.

You may sell your shares usually by sending your request to the administrator on any day on which the London Stock Exchange is open for business.

### Intended Retail Investor:

The product is intended for retail investors who: (i) can bear loss of capital, are not seeking to preserve capital and who are not looking for capital guarantee; (ii) have specific knowledge or experience of investing in similar products and in financial markets; and (iii) seek a product offering exposure to the performance of the underlying index and have an investment horizon in line with the recommended holding period stated below.

**Depository:** The Bank of New York Mellon SA/NV, Dublin Branch

For Swiss Investors – Representative in Switzerland: Waystone Fund Services (Switzerland) S.A., Av. Villamont 17, CH-1005 Lausanne. Paying agent in Switzerland: Banque Cantonale de Genève, 17, Quai de l'Île, CH-1204 Genève. The prospectus, the KIDs, the Articles of Association, the annual and semi-annual reports are available free of charge at the registered office of the representative in Switzerland.

## WHAT ARE THE RISKS AND WHAT COULD I GET IN RETURN?



The risk indicator assumes you keep the product for 5 Years.

### Risk indicator

The summary risk indicator ("SRI") is a guide to the level of risk of this product compared to other products. It shows how likely it is that the product will lose money because of movements in the markets or because we are not able to pay you.

We have classified this product as class 6 out of 7, which is the second highest risk class. This rates the potential losses from future performance at a high level, and poor market conditions are very likely to impact the capacity of the fund to pay you.

Be aware of currency risk. You will receive payments in a different currency, so the final return you will get depends on the exchange rate between the two currencies. This risk is not considered in the indicator shown above.

This product does not include any protection from future market performance.

For other risks materially relevant to the product which are not taken into account in the summary risk indicator, please read the Prospectus available at [www.ftgportfolios.com](http://www.ftgportfolios.com).

### Performance scenarios

What you will get from this product depends on future market performance. Market developments in the future are uncertain and cannot be accurately predicted.

The unfavourable, moderate, and favourable scenarios shown are illustrations using the worst, average, and best performance of the product and a suitable benchmark over the last 10 years. The scenarios shown are illustrations based on results from the past and on certain assumptions.

| Recommended holding period: 5 Years<br>Example Investment: 10 000 USD                                 |  |                          |   |
|---|--|--------------------------|---|
| Scenarios   |  | If you exit after 1 Year | If you exit after 5 Years<br>(recommended holding period) |
| <b>Minimum: There is no minimum guaranteed return. You could lose some or all of your investment.</b> |  |                          |   |
| <b>Stress scenario</b>  | <b>What you might get back after costs</b> | <b>USD 260</b>           | <b>USD 20</b>   |
|   | Average return each year                   | - 97.4%                  | - 72.6%   |
| <b>Unfavourable scenario</b>  | <b>What you might get back after costs</b> | <b>USD 8 490</b>         | <b>USD 10 620</b>   |
|   | Average return each year                   | - 15.1%                  | 1.2%  |
| <b>Moderate scenario</b>  | <b>What you might get back after costs</b> | <b>USD 10 970</b>        | <b>USD 16 210</b>   |
|   | Average return each year                   | 9.7%                     | 10.1%   |
| <b>Favourable scenario</b>  | <b>What you might get back after costs</b> | <b>USD 15 590</b>        | <b>USD 21 120</b>   |
|   | Average return each year                   | 55.9%                    | 16.1%   |

The figures shown include all the costs of the product itself, but may not include all the costs that you pay to your advisor or distributor. The figures do not take into account your personal tax situation, which may also affect how much you get back.

The stress scenario shows what you might get back in extreme market circumstances.

- Unfavourable: This type of scenario occurred for an investment (and benchmark) between January 2022 and October 2024.
- Moderate: This type of scenario occurred for an investment (and benchmark) between December 2018 and November 2023.
- Favourable: This type of scenario occurred for an investment (and benchmark) between January 2017 and December 2021.

The return is not guaranteed.

## WHAT HAPPENS IF FIRST TRUST GLOBAL PORTFOLIOS MANAGEMENT LIMITED IS UNABLE TO PAY OUT?

You will not face financial loss should the Manager default on its obligation. In the event of insolvency of the Depositary, the fund's assets are protected and are not subject to a claim by the Depositary's liquidator. In the event that there is any loss, there is no compensation or guarantee scheme in place which may offset, all or any of, such loss.

## WHAT ARE THE COSTS?

The person selling you or advising you about this product may charge you other costs. If so, this person will provide you with information about these costs, and should show you the impact that all costs will have on your investment over time.

### Costs over Time

The tables show the amounts that are taken from your investment to cover different types of costs. These amounts depend on how much you invest and how long you hold the product. The amounts shown here are illustrations based on an example investment amount and different possible investment periods.

We have assumed:

- In the first year you would get back the amount that you invested (0 % annual return). For the other holding periods we have assumed the product performs as shown in the moderate scenario.
- USD 10 000 is invested

| Investment: 10 000 USD | If you exit after 1 Year | If you exit after 5 Years<br>(recommended holding period) |
|------------------------|--------------------------|---|
| <b>Total Costs</b>     | <b>USD 80</b>            | <b>USD 659</b>  |
| Annual Cost Impact (*) | 0.8% each year           | 0.9% each year  |

\*This illustrates how costs reduce your return each year over the holding period. For example it shows that if you exit at the recommended holding period your average return per year is projected to be 11.0% before costs and 10.1% after costs.

### Composition of Costs

| One-off costs upon entry or exit                            |   | If you exit after 1 Year |
|---|---|--------------------------|
| Entry costs   | We do not charge an entry fee. **   | None **                  |
| Exit costs  | We do not charge an exit fee for this product, but the person selling you the product may do so. **   | None **                  |
| Ongoing costs taken per year                                |   |                          |
| Management fees and other administrative or operating costs | 0.75% of the value of your investment per year.   | USD 76                   |
| Transaction costs   | 0.04% of the value of your investment per year. This is an estimate of the costs incurred when we buy and sell the underlying investments for the product. The actual amount will vary depending on how much we buy and sell. | USD 4                    |
| Incidental costs taken under specific conditions            |   |                          |
| Performance Fee   | There is no performance fee for this product.   | None                     |

\*\* Not applicable to secondary market investors. Investors dealing on a stock exchange will pay fees charged by their stock brokers. Such charges are publicly available on exchanges on which the shares are listed and traded, or can be obtained from stock brokers.

\*\* Authorised participants dealing directly with the fund will pay related transaction costs. Authorised participants switching between the fund and other funds within the Company will be subject to a switching fee of up to 3% of the Net Asset Value per share.

## HOW LONG SHOULD I HOLD IT AND CAN I TAKE MY MONEY OUT EARLY?

### Recommended holding period: 5 Years

There is no minimum required holding period, but it is recommended that the product is held for at least 5 years. However, you can redeem your investment without penalty any time during this period or hold the investment longer. Fees associated with the product are described above.

## HOW CAN I COMPLAIN?

Complaints about this product or a person selling the product should be sent to FTIreland@ftgpm.com or in writing to First Trust Global Portfolios Management Limited (the "Manager"), Fitzwilliam Hall, Dublin 2, DO2 T92, Ireland. Further information on the Manager's complaints procedures is available directly from the Manager and may also be found at [www.ftglobalportfolios.com](http://www.ftglobalportfolios.com).

## OTHER RELEVANT INFORMATION

Investors should note that, relative to the expectations of the Autorité des Marchés Financiers, this [UCITS] presents disproportionate communication on the consideration of non-financial criteria in its investment policy. The fund is classified as an article 8 fund under the Regulation (EU) 2019/2088 of the European Parliament and the Council of 27 November 2019 on sustainability-related disclosures in the financial services sector.

Previous performance scenario calculations can be found by following this link [https://api.kneip.com/v1/documentdata/permalinks/KMS\\_IE00BKPSPT20\\_en\\_CH.csv](https://api.kneip.com/v1/documentdata/permalinks/KMS_IE00BKPSPT20_en_CH.csv).

Information about the Company, its sub-funds and available share classes, including the Prospectus, any supplement thereto and the latest annual and semi-annual reports of the Company, can be obtained in English and free of charge at [www.ftglobalportfolios.com](http://www.ftglobalportfolios.com).

The share price is published daily and is available, along with any indicative net asset value, online at [www.ftglobalportfolios.com](http://www.ftglobalportfolios.com) and on [www.bloomberg.com](http://www.bloomberg.com).