

ETFGI reports ETFs and ETPs listed globally gathered net inflows of US\$8.69 billion during June 2018

13 July 2018

LONDON — July 13, 2018 — ETFGI, a leading independent research and consultancy firm covering trends in the global ETF/ETP ecosystem, reported today that ETFs and ETPs listed globally gathered US\$8.69Bn in net inflows, the lowest monthly amount since January 2014 when the global ETF/ETP industry experienced net outflows of US\$6.25Bn, according to ETFGI's June 2018 Global ETF and ETP industry landscape insights report, an annual paid-for research subscription service. (All dollar values in USD unless otherwise noted.)

Highlights

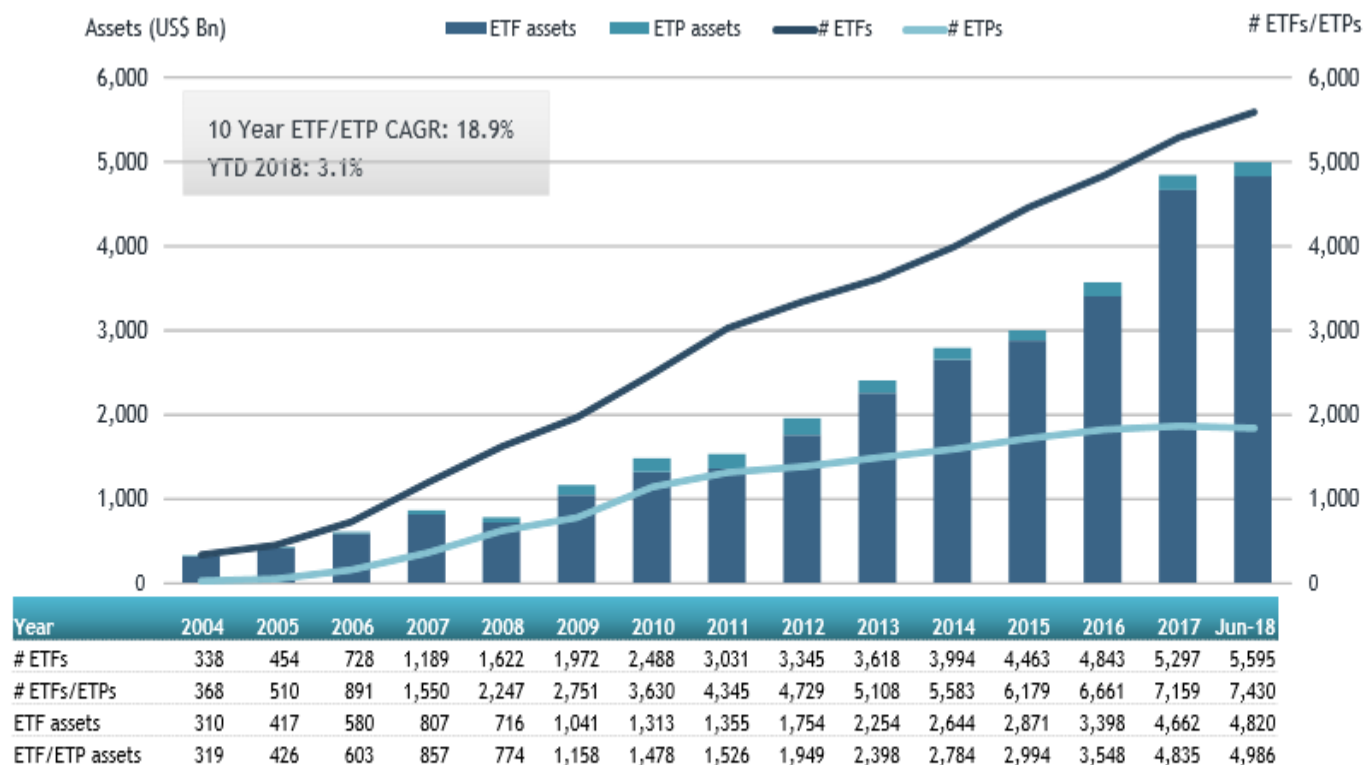
- **Net new assets gathered by ETFs/ETPs listed globally were \$8.69Bn in June**
- **53rd month of consecutive net inflows into ETFs/ETPs listed globally**
- **442 new ETFs/ETPs have been listed in the first half of 2018, which is greater than the 408 new ETFs/ETPs in H1 2017**

The S&P 500 was up 0.62% in June and 2.65% in the first half of 2018. International markets (developed ex US) and Emerging markets posted losses during June and during the first half of 2018, down 1.48% and 3.40% in June and 2.45% and 6.05% in the first half, respectively, driven by a strong dollar, trade concerns, and rising interest rates.

At the end of June 2018, the Global ETF/ETP industry had 7,430 ETFs/ETPs, with 14,237 listings, assets of US\$4.986Tn, from 376 providers listed on 70 exchanges in 57 countries. Due to market moves the assets invested in ETFs/ETPs listed globally decreased by 0.35% from \$5.004Tn in May 2018 to \$4.986Tn.

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Growth in Global ETF and ETP assets as of the end of June 2018



Source: ETFGI data sourced from ETF/ETP sponsors, exchanges, regulatory filings, Thomson Reuters/Lipper, Bloomberg, publicly available sources and data generated in-house. Note: "ETFs" are typically open-end index funds that provide daily portfolio transparency, are listed and traded on exchanges like stocks on a secondary basis as well as utilising a unique creation and redemption process for primary transactions. "ETPs" refers to other products that have similarities to ETFs in the way they trade and settle but they do not use a mutual fund structure. The use of other structures including grantor trusts, partnerships, notes and depositary receipts by ETPs can create different tax and regulatory implications for investors when compared to ETFs which are funds.

Equity ETFs/ETPs listed globally gathered net inflows of \$2.08 Bn in June bringing net inflows for 2018 to \$150.21 Bn, which is less than the \$239.54 Bn in net inflows at this point last year. Fixed Income ETFs and ETPs listed globally gathered net inflows of \$7.58 Bn in June, growing net inflows for 2018 to \$46.42 Bn which is less than the \$84.08 Bn in net inflows at this point last year.

June marked the 53rd consecutive month of net inflows into ETFs/ETPs listed globally, Year-to-date in 2018 there have been net inflows of US\$223.26 Bn which is 86.32% less than the US\$347.73 Bn in net inflows at this point last year.

The majority of these flows can be attributed to the top 20 ETFs by net new assets, which collectively gathered \$105.43 Bn during 2018. The iShares Core MSCI EAFE ETF (IEFA US) on its own accounted for net inflows of \$18.07 Bn.

Top 20 ETFs by net new assets: Global

Name	Ticker	Assets (US\$ Mn) Jun-18	ADV (US\$ Mn) Jun-18	NNA (US\$ Mn) YTD 2018
iShares Core MSCI EAFE ETF	IEFA US	57,500	551.1	18,069
TOPIX Exchange Traded Fund	1306 JP	71,304	33.3	12,017
iShares Core MSCI Emerging Markets ETF	IEMG US	46,709	650.8	7,971
iShares Short Treasury Bond ETF	SHV US	15,049	155.5	7,014
Daiwa ETF TOPIX	1305 JP	34,343	3.8	6,393
Vanguard S&P 500 ETF	VOO US	90,788	657.8	5,329
Vanguard FTSE Developed Markets ETF	VEA US	70,008	401.8	4,756
iShares Core S&P 500 ETF	IVV US	146,407	1,056.9	4,710
Listed Index Fund TOPIX	1308 JP	31,631	4.4	4,423
Nikkei 225 Exchange Traded Fund	1321 JP	51,942	48.5	3,808
iShares Core U.S. Aggregate Bond ETF	AGG US	55,309	361.4	3,799
iShares Floating Rate Bond ETF	FLOT US	10,399	94.2	3,782
iShares Core S&P Small-Cap ETF	IJR US	42,864	340.5	3,627
iShares Edge MSCI USA Momentum Factor ETF	MTUM US	9,199	113.1	3,428
Vanguard Total Stock Market ETF	VTI US	96,423	297.2	3,344
Vanguard Value ETF	VTV US	38,709	192.3	3,078
Schwab International Equity ETF	SCHF US	15,671	92.6	2,644
Schwab US TIPS ETF	SCHP US	5,440	42.8	2,566
PowerShares QQQ	QQQ US	65,895	6,504.1	2,344
iShares Core MSCI Total International Stock ETF	IXUS US	10,182	41.6	2,342

Source: ETFGI data sourced from ETF/ETP sponsors, exchanges, regulatory filings, Thomson Reuters/Lipper, Bloomberg, publicly available sources and data generated in-house. Note: This report is based on the most recent data available at the time of publication. Asset and flow data may change slightly as additional data becomes available.

Similarly, the top 10 ETPs by net new assets collectively gathered \$8.19 Bn year-to-date during 2018.

Top 10 ETPs by net new assets: Global

Name	Ticker	Assets (US\$ Mn) Jun-18	ADV (US\$ Mn) Jun-18	NNA (US\$ Mn) YTD 2018
Xtrackers Physical Gold ETC (EUR)	XAD5 GY	2,239	2.5	1,648
Barclays ETN+ FI Enhanced Global High Yield Series B	FIYY US	1,497	0.5	1,310
ProShares Short VIX Short-Term Futures	SVXY US	528	164.0	1,185
iShares Gold Trust	IAU US	10,799	163.4	1,129
Barclays ETN+ FI Enhanced Europe 50 C	FFEU US	669	2.8	687
VelocityShares Daily Inverse VIX Short Term ETN	XIV US	-	-	654
PowerShares DB Commodity Index Tracking Fund	DBC US	3,015	49.9	596
Credit Suisse FI Enhanced Europe 50 ETNs	FEUL US	314	4.3	351
VelocityShares Daily 2x VIX Short Term ETN	TVIX US	556	406.7	338
iPath Bloomberg Commodity Index Total Return ETN	DJP US	1,217	9.8	294

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Investors have tended to invest in core, market cap and lower cost ETFs in June 2018 with the iShares Core MSCI EAFE ETF (IEFA US) and TOPIX Exchange Traded Fund (1306 JP) capturing most of the flows.