



ETFGI monthly newsletter December 2014

Note: This is based on preliminary data. Data may change in the final reports (released separately) as the remaining end of month data becomes available.

ETFs/ETPs end 2014 gathering 338.3 billion US dollars a record level of net new assets and reached a new record of 2.79 trillion US dollars in assets according to research by ETFGI

LONDON — January 12, 2015 — ETFGI's research finds 2014 was a very good year for the global ETF/ETP industry. Some highlights are below:

ETFs/ETPs listed globally:

The global ETF/ETP industry has reached a new record level of US\$2.79 trillion in assets invested in 5,580 ETFs/ETPs, with 10,770 listings, from 239 providers listed on 62 exchanges in 49 countries. We expect the assets to break through the US\$3 trillion milestone in the first half of 2015. There were US\$61.5 billion in net new asset (NNA) inflows in December - the largest NNA month on record. Net inflows of US\$338.3 billion are a new record beating prior full year net inflows.

"The US\$338.3 billion of net new assets gathered by ETFs/ETPs globally in 2014 demonstrates that ETFs have become a preferred tool for many types of investors to implement and adjust their asset allocation. The US market outperformed other developed markets in 2014 marking the third year of double digit gains with the S&P 500 ending the year up 14%. Emerging markets gained 1% while developed markets were down 4% for the year." according to Deborah Fuhr, managing partner of ETFGI.

During 2014 twenty-nine new providers listed their first ETF/ETP. There were 239 providers of ETFs/ETPs at the end of 2014. The top 3 providers iShares, SPDR and Vanguard have seen their combined global market share increase from 69.9% to 70.5%. Vanguard's market share has increased from 14.2% to 16.0%, SPDRs market share has remained stable at 17.3% while iShares has declined to 37.2% from 38.4%.

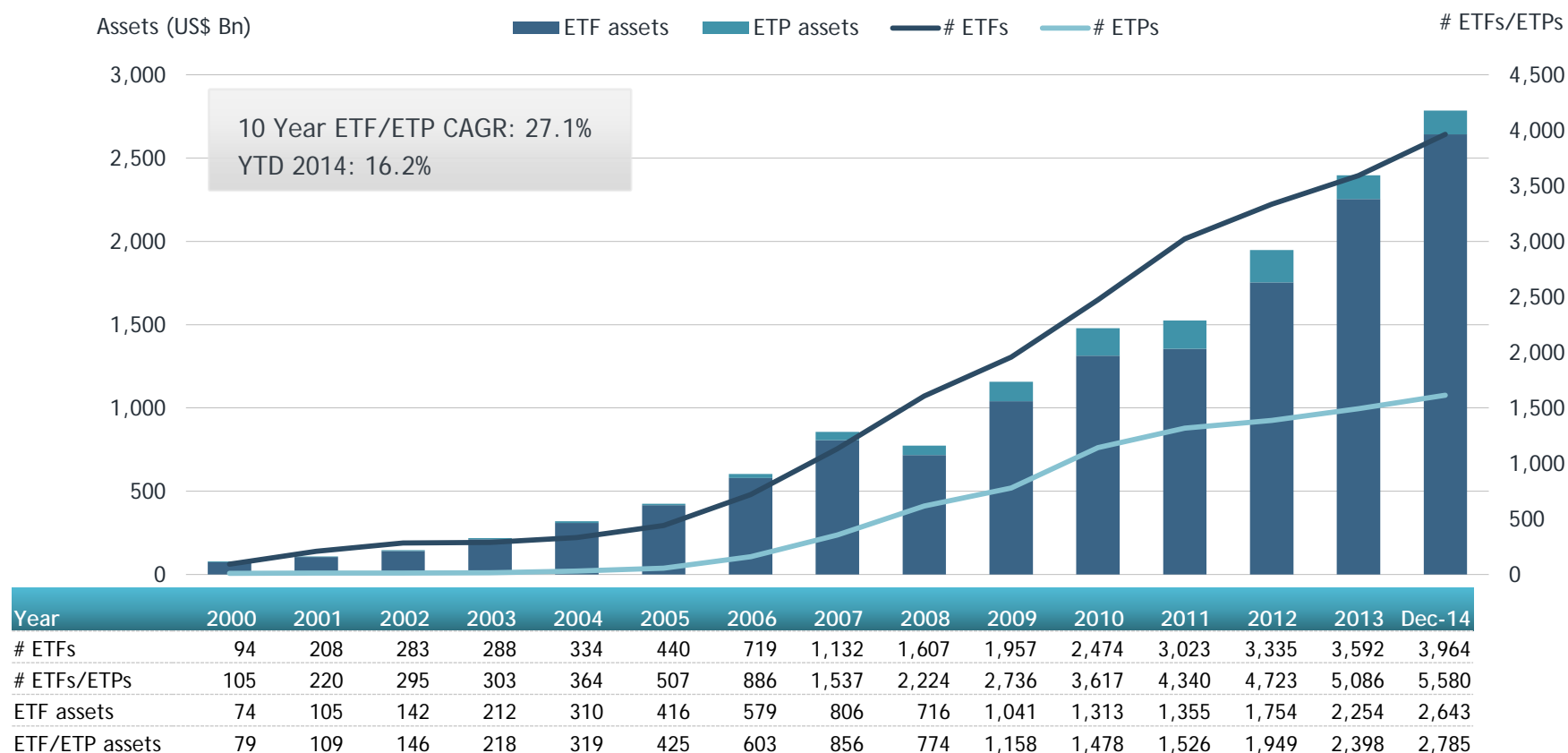
The number of ETFs/ETPs that have over US\$ 1 billion in assets has increased during 2014 to 691. There has been an increase in new product launches by more providers in 2014 than in 2013.

S&P Dow Jones has the largest amount of ETF/ETP assets tracking its benchmarks reflecting 30.6% market share; MSCI is second with a 13.5% market share, followed by Barclays with 9.0% market share.

Please email contact@etfgi.com or deborah.fuhr@etfgi.com if you would like to subscribe to ETFGI's Global ETF and ETP industry insights reports or ETFGI's Institutional Users of ETFs and ETPs 2012 report.

Global ETF and ETP asset growth as at end of December 2014

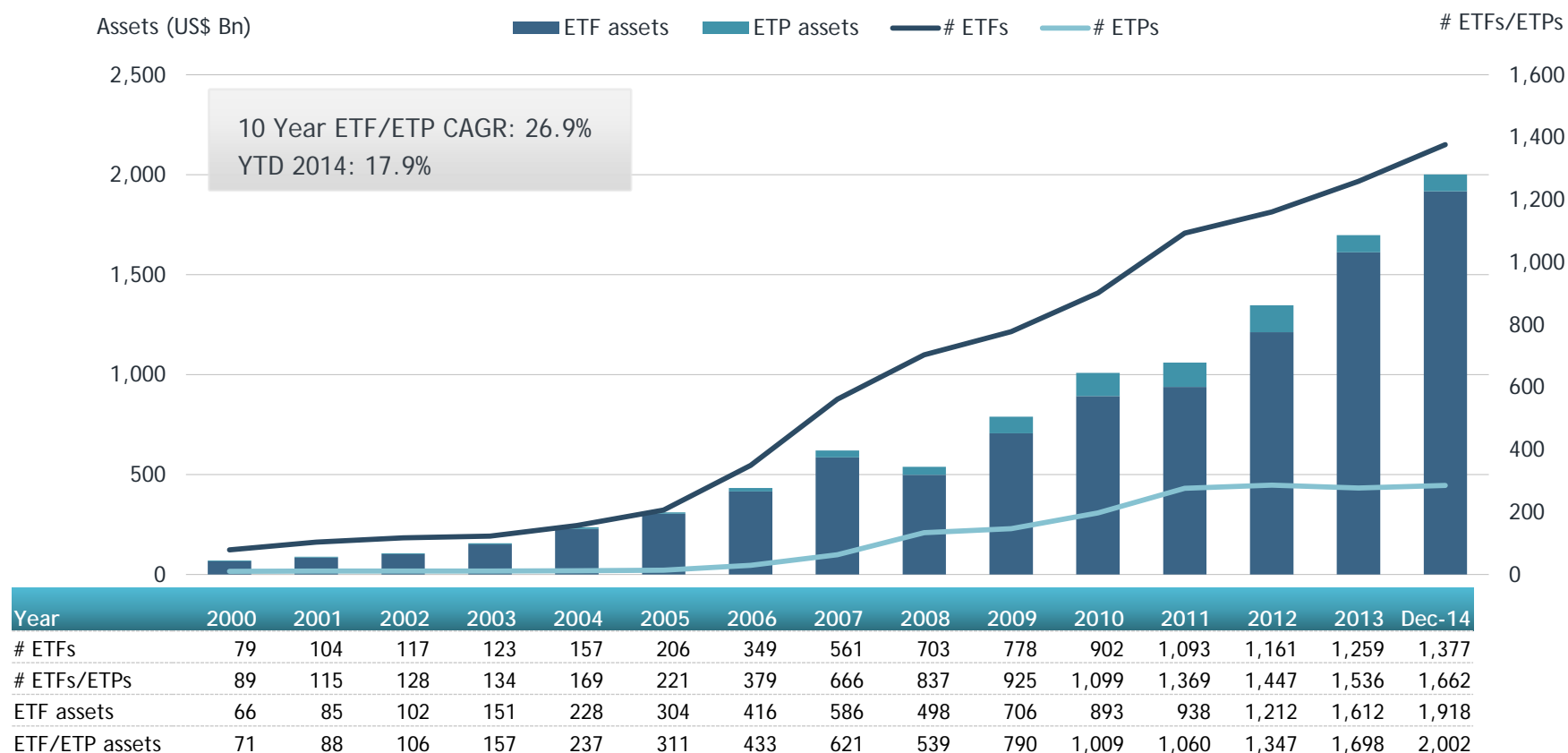
At the end of December 2014, the global ETF industry had 3,964 ETFs, with 8,463 listings, assets of US\$2,643 Bn, from 209 providers on 60 exchanges. At the end of December 2014, the global ETF/ETP industry had 5,580 ETFs/ETPs, with 10,770 listings, assets of US\$2,785 Bn, from 239 providers on 62 exchanges.



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.

US ETF and ETP asset growth as at end of December 2014

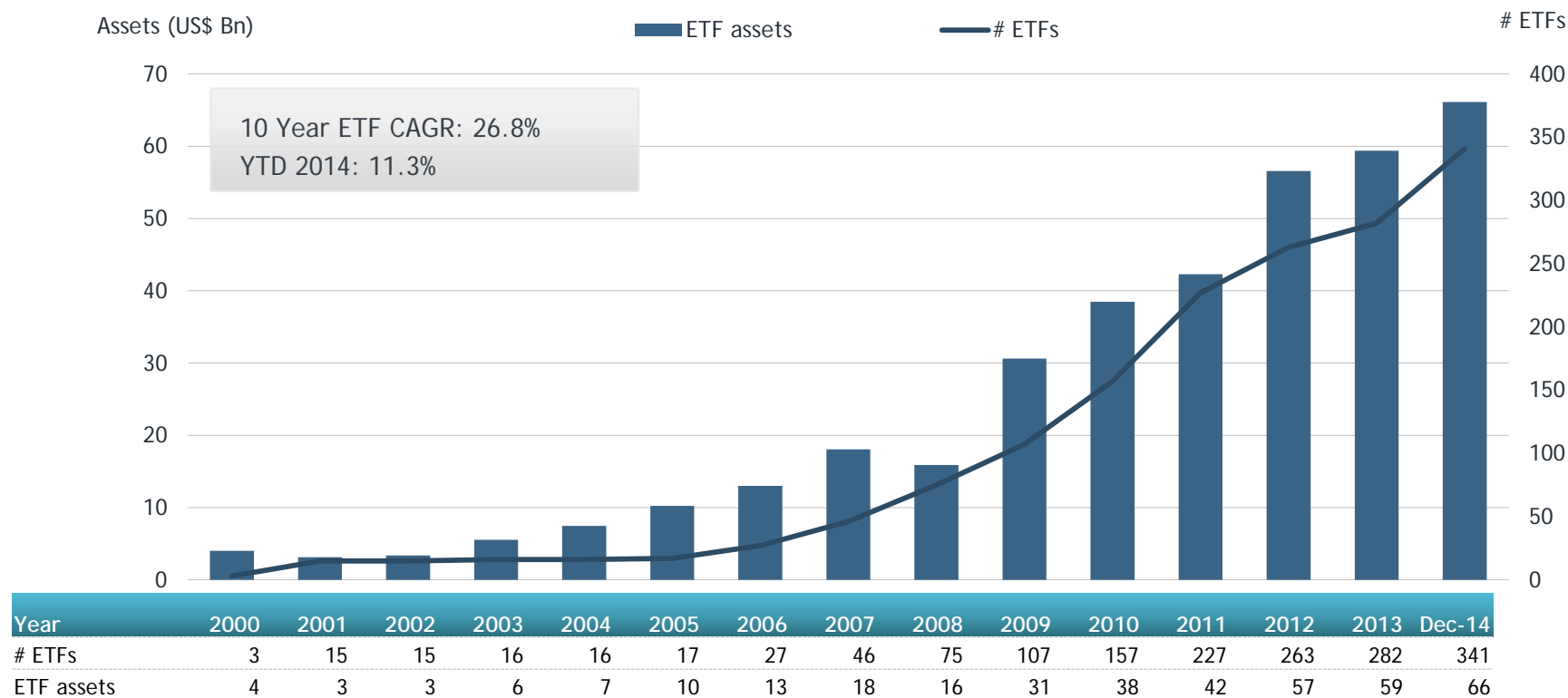
At the end of December 2014, the US ETF industry had 1,377 ETFs, assets of US\$1,918 Bn, from 56 providers on 3 exchanges. At the end of December 2014, the US ETF/ETP industry had 1,662 ETFs/ETPs, assets of US\$2,002 Bn, from 71 providers on 3 exchanges.



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Canadian ETF asset growth as at end of December 2014

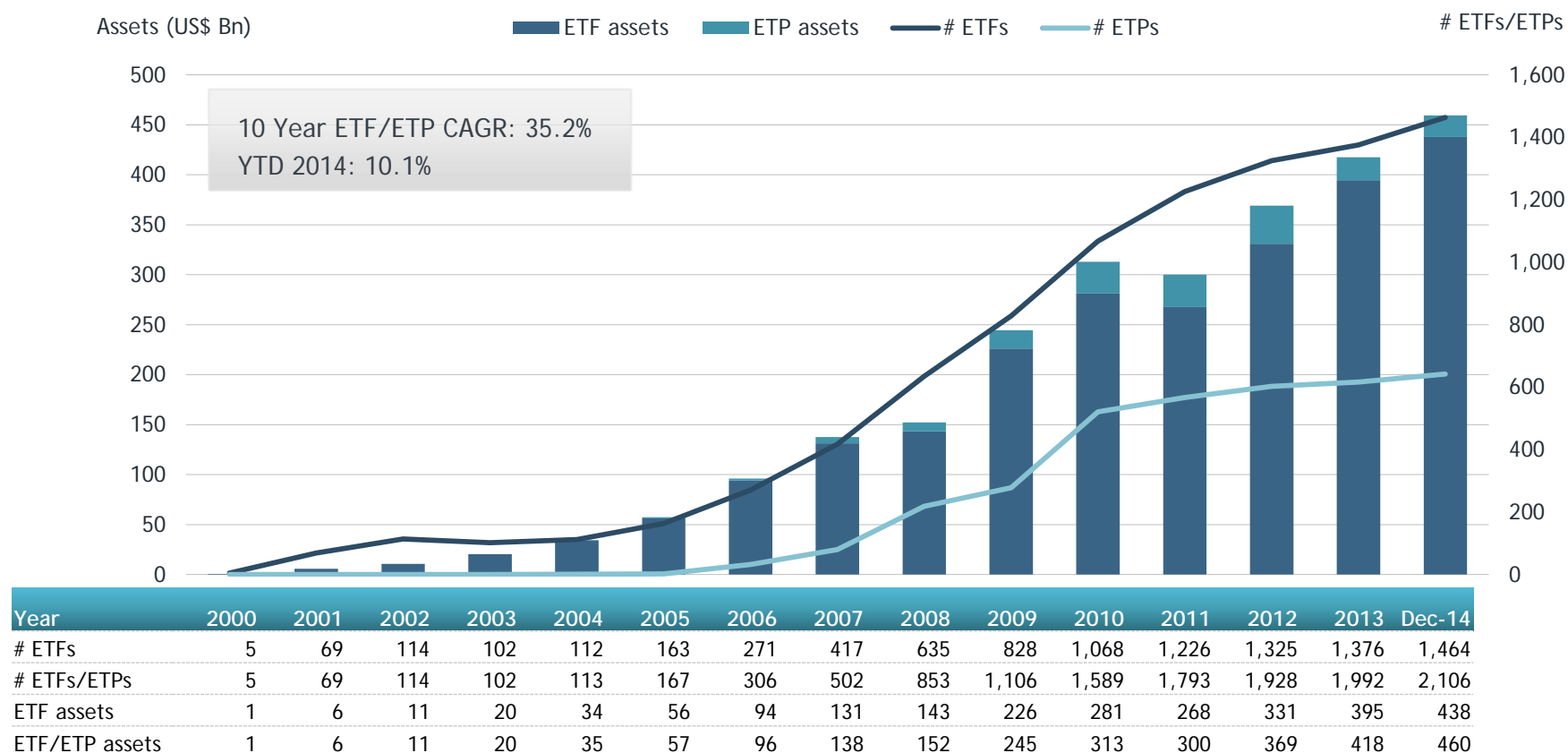
At the end of December 2014, the Canadian ETF industry had 341 ETFs, with 474 listings, assets of US\$66 Bn, from 9 providers on 1 exchange.



Source: ETFGI data sourced from ETF/ETP sponsors, exchanges, regulatory filings, Thomson Reuters/Lipper, Bloomberg, publicly available sources and data generated in-house..

European ETF and ETP asset growth as at end of December 2014

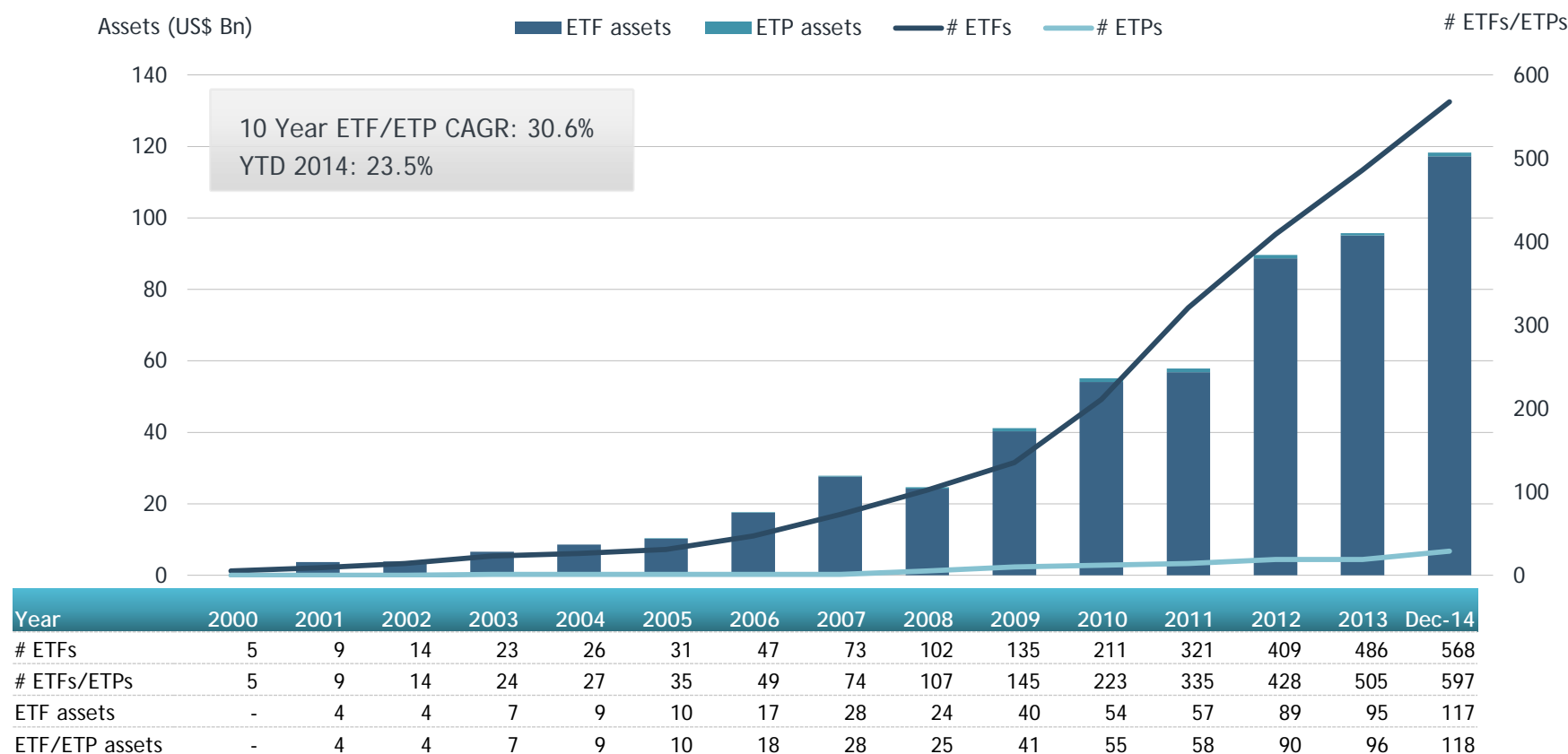
At the end of December 2014, the European ETF industry had 1,464 ETFs, with 5,119 listings, assets of US\$438 Bn, from 44 providers on 25 exchanges. At the end of December 2014, the European ETF/ETP industry had 2,106 ETFs/ETPs, with 6,376 listings, assets of US\$460 Bn, from 49 providers on 26 exchanges.



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Asia Pacific (ex-Japan) ETF and ETP asset growth as at end of December 2014

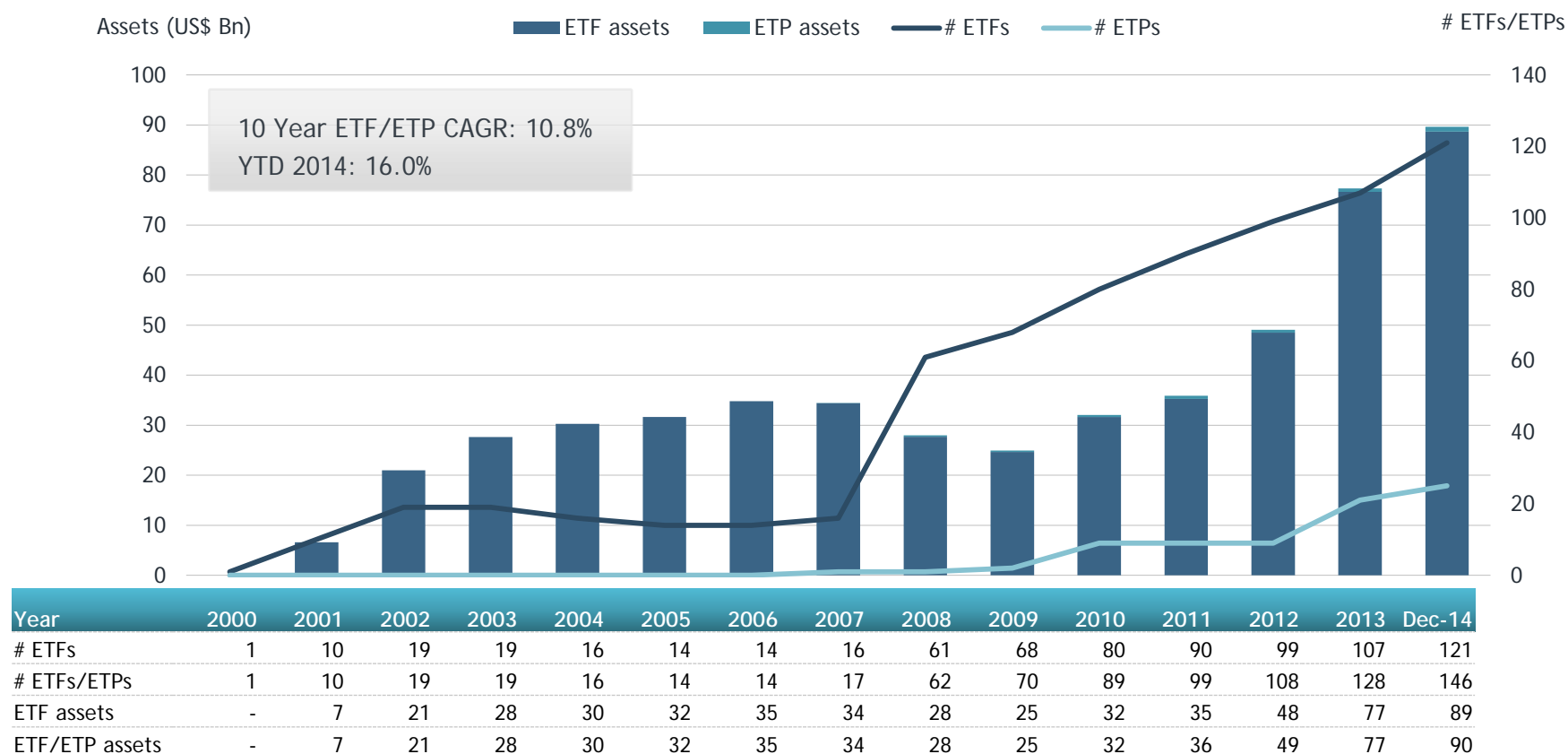
At the end of December 2014, the Asia Pacific (ex-Japan) ETF industry had 568 ETFs, with 699 listings, assets of US\$117 Bn, from 101 providers on 17 exchanges. At the end of December 2014, the Asia Pacific (ex-Japan) ETF/ETP industry had 597 ETFs/ETPs, with 731 listings, assets of US\$118 Bn, from 107 providers on 17 exchanges.



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Japanese ETF and ETP asset growth as at end of December 2014

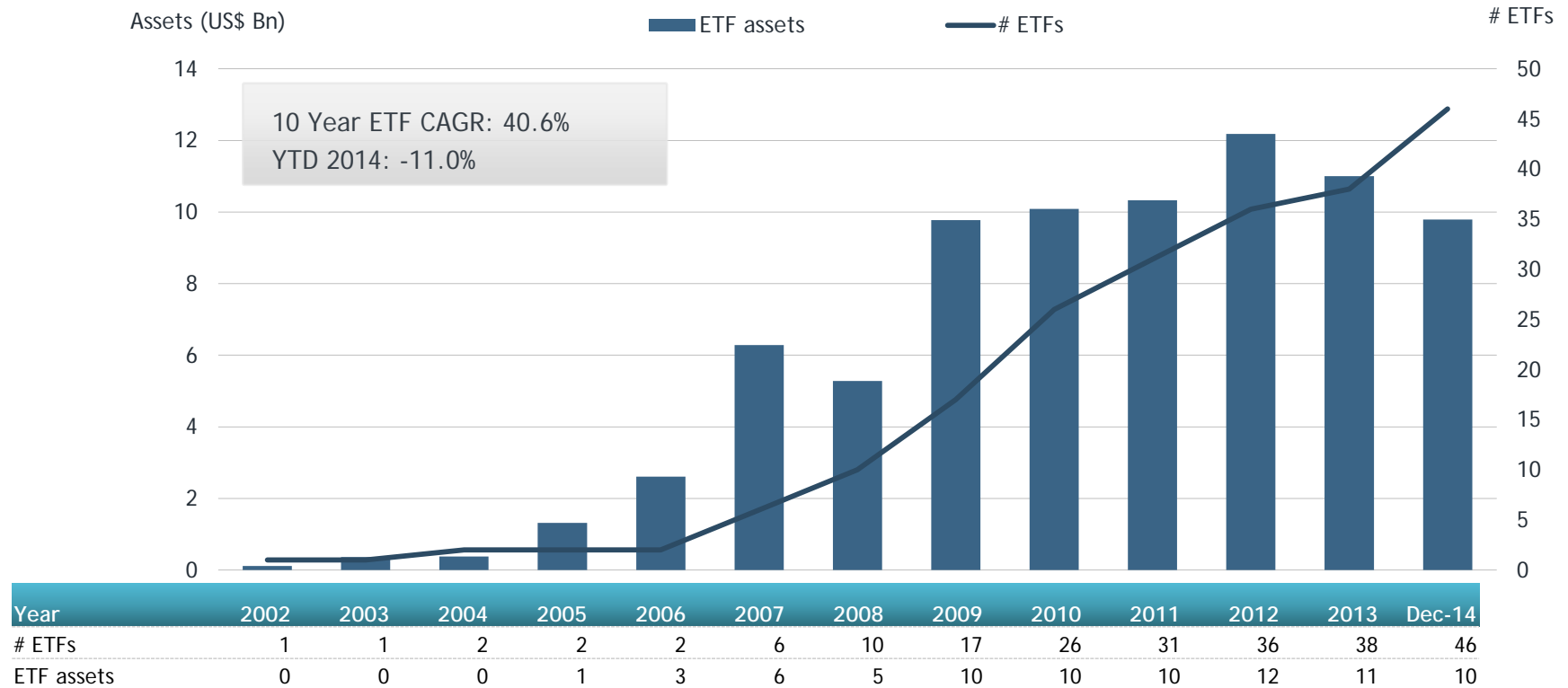
At the end of December 2014, the Japanese ETF industry had 121 ETFs, with 136 listings, assets of US\$89 Bn, from 14 providers on 2 exchanges. At the end of December 2014, the Japanese ETF/ETP industry had 146 ETFs/ETPs, with 191 listings, assets of US\$90 Bn, from 18 providers on 2 exchanges.



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Latin American ETF asset growth as at end of December 2014

At the end of December 2014, the Latin American ETF industry had 46 ETFs, with 600 listings, assets of US\$10 Bn, from 20 providers on 4 exchanges.



Source: ETFGI data sourced from ETF/ETP sponsors, exchanges, regulatory filings, Thomson Reuters/Lipper, Bloomberg, publicly available sources and data generated in-house..

About ETFGI



ETFgi is a wholly independent research and consultancy firm providing services to leading global institutional and professional investors, the global exchange traded fund and exchange traded product industry, its Regulators, and other firms supporting the ETF Eco-system.

ETFgi produces extensive ETF-specific analysis covering over 4,700 ETFs and ETPs, across 9,500 exchange listings from over 200 providers on 50 stock exchanges.

Annual subscribers receive the monthly ETFgi global ETF and ETP insight report, the monthly ETFgi Directory of ETFs and ETPs and access to the ETFgi database on a country, regional or global basis. Our website allows subscribers to find and compare ETFs and ETPs across various characteristics in order to build a single or multi-faceted analysis of the industry in line with their investment or research requirements. Costs for the service are tiered based on the level of access and number of users.

ETFgi leverages extensive industry experience, unparalleled industry contacts and rigorous analysis to deliver proprietary research on the global ETF and ETP industry.

ETFgi offer a full range of consulting services covering the spectrum of the exchange traded exposure universe from data and analytics to assistance in understanding product structures, due diligence on products and service providers, from distribution and capital market challenges to governance and the regulatory environment. ETFgi provide services to both new and experienced institutional and professional investors interested in using and comparing ETFs and ETPs and better understanding the industry, product, regulatory and company specific data points.

The founding partners of the firm bring a wealth of ETF implementation and capital markets experience to the venture. Deborah Fuhr, Shane Kelly and Matthew Murray were instrumental in the development of the first ETF global industry research reports and worldwide handbooks while they were at Morgan Stanley and most recently they have been responsible for the development and production of ETF reports and handbooks at BlackRock/Barclays Global Investors.

Please contact us if you would like further information on our services.

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