



# IQ® Global Oil Small Cap ETF



Fact Sheet 12/31/2011

## Fund Description

The IQ Global Oil Small Cap ETF seeks to track, before fees and expenses, the performance of the IQ Global Oil Small Cap Index.

## Index Description

The IQ Global Oil Small Cap Index is float-adjusted market cap-weighted and includes global small cap companies engaged primarily in the oil sector, including exploration & production, refining & marketing, and equipment, services & drilling.

## Features and Benefits

- One-trade access to global oil small cap companies
- Completes sector exposure as a complement to large cap oil, gas and energy funds
- Pure global oil companies primarily engaged in the oil business
- Intra-day liquidity
- Transparency – holdings available daily
- Rules-based index approach<sup>1</sup>

## Risk Considerations

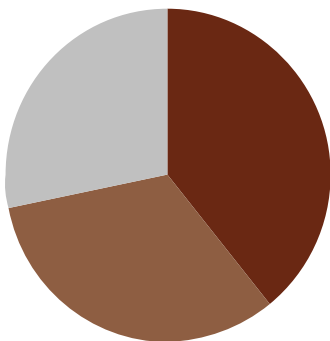
- Tracking error to the Index
- Price may differ from NAV
- Other risks similar to stocks
- Risks specific to the oil sector
- Small cap exposure
- Foreign securities and currency risks

See risk discussion on reverse side.

## Fund Data

<b>Fund Ticker</b>	<b>IOIL</b>
<b>Intraday NAV (IIV)</b>	<b>IOIL.IV</b>
<b>Index Symbol</b>	<b>IQSMOILT</b>
<b>Exchange</b>	<b>NYSE Arca</b>
<b>Expense Ratio<sup>2</sup></b>	<b>0.75%</b>
<b># Holdings</b>	<b>59</b>
<b>Wtd Avg Mkt Cap (\$ MM)</b>	<b>\$2,763</b>
<b>Price/Earnings Ratio<sup>3</sup></b>	<b>9.00</b>
<b>Price/Book Value Ratio<sup>4</sup></b>	<b>4.80</b>
<b>Index Dividend Yield<sup>6</sup></b>	<b>1.31</b>

## Fund Sector Allocation<sup>5</sup> - 12/31/11



- Refining & Marketing: 38.77%
- Exploration & Production: 32.28%
- Equipment, Services & Drilling: 28.03%

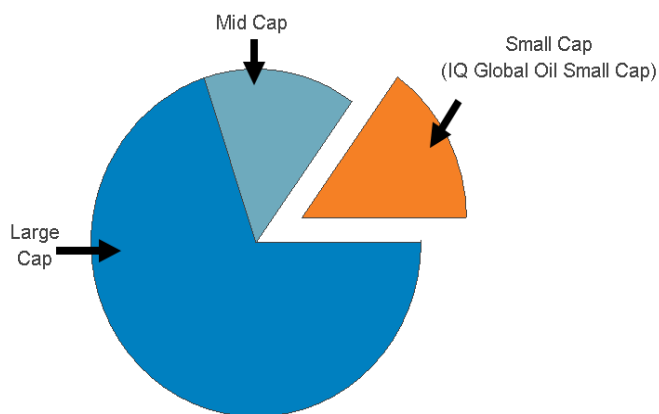
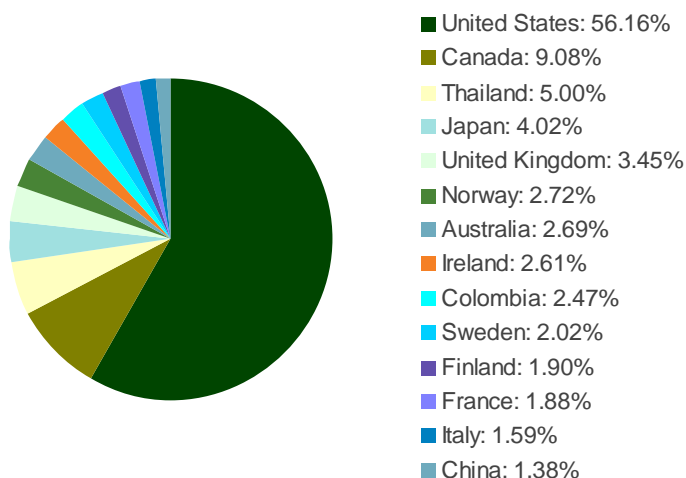
## Top Fund Holdings<sup>5</sup> - 12/31/11

Name	Country	Weight
Core Laboratories N.V.	United States	7.78%
Oceaneering International Inc.	United States	7.33%
HollyFrontier Corp.	United States	7.20%
Sunoco Inc.	United States	6.49%
Tesoro Corp.	United States	4.92%
Kodiak Oil & Gas Corp.	United States	3.50%
Key Energy Services Inc.	United States	3.42%
Lufkin Industries Inc.	United States	3.00%
Ensign Energy Services Inc.	Canada	2.96%
Dragon Oil PLC	Ireland	2.61%

Fund / Index history	QTR	YTD	1-year	Since Fund Inception
	<b>Return</b>	<b>Return</b>	<b>Return</b>	<b>Inception Date: 5/5/2011</b>
<b>IQ Global Oil Small Cap ETF (NAV)</b>	15.01%	n/a	n/a	-19.86%
<b>IQ Global Oil Small Cap ETF (MP)</b>	14.86%	n/a	n/a	-20.32%
<b>IQ Global Oil Small Cap Index</b>	15.06%	n/a	n/a	-19.60%

IndexIQ shares are bought and sold at market price (not NAV) and are not individually redeemed from the Fund. Total Returns are calculated using the daily 4:00 pm net asset value (NAV). The price used to calculate market price ("MP") is determined by using the closing price listed on the NYSE Arca and does not represent returns an investor would receive if shares were traded at other times.

The performance data quoted above represents past performance. Past performance is not a guarantee of future results. Investment return and value of the Fund shares will fluctuate so that an investor's shares, when sold, may be worth more or less than their original cost. Current performance may be lower or higher than performance data quoted. Fund returns reflect dividends and capital gains distributions. Fund performance current to the most recent month-end is available by calling 1-888-934-0777 or by visiting [www.indexiq.com](http://www.indexiq.com). Index performance is for illustrative purposes only and does not represent actual Fund performance. One cannot invest directly in an index. Performance data for the Index assumes reinvestment of dividends, but it does not reflect management fees, transaction costs or other expenses that you would pay if you invested in the Fund directly. No representation is being made that any investment will achieve performance similar to that shown.



For illustrative purposes only - the pie chart above does not depict any investment portfolio or asset allocation strategy.

Consider the Fund's investment objectives, risks, charges and expenses carefully before investing. The prospectus and the statement of additional information include this and other relevant information about the Fund and are available by visiting [www.indexiq.com](http://www.indexiq.com) or calling 1-888-934-0777. Read the prospectus carefully before investing.

**Risk Discussion:** As the Fund's investments are concentrated in the oil sector, the risks and hazards inherent in the industry may cause the price of crude oil to widely fluctuate, which may have a negative effect on oil companies. Government regulation may impact the price of crude oil and the performance of oil companies. The Fund is susceptible to foreign securities risk. Since the Fund invests in foreign markets, it will be subject to risk of loss not typically associated with domestic markets.

The Fund is concentrated in small capitalization companies, whose stock prices generally are more volatile than those of larger companies and also are more vulnerable than those of large capitalization companies to adverse business and economic developments.

Both the Fund's ability to track its Index and Fund returns in general may be adversely impacted by changes in currency exchange rates.

The Fund is non-diversified and is susceptible to greater losses if a single portfolio investment declines than would a diversified fund. The Fund is not suitable for all investors. Investors in the Fund should be willing to accept a high degree of volatility in the price of the Fund's Shares and the possibility of significant losses. An investment in the Fund involves a substantial degree of risk and the Fund does not represent a complete investment program.

Sources for IndexIQ data: IndexIQ, FactSet, Bloomberg.

<sup>1</sup>The Fund employs a "passive management" – or indexing – investment approach designed to track the performance of the Index. The Fund invests primarily in the Index components that comprise the Index.

<sup>2</sup>As stated in Fund's prospectus, the expense ratio of 0.75% is expressed as a unitary fee to cover expenses incurred in connection with managing the portfolio.

<sup>3</sup>Price/Earnings Ratio is a valuation of a company's current share price compared to its per-share earnings and is not intended to demonstrate growth or income.

<sup>4</sup>Price/Book Ratio is used to compare a company's stock's value to its book value and is not intended to demonstrate growth or income

<sup>5</sup>Demonstrates the allocations of the fund to the various sectors represented by the fund holdings. The holdings are subject to change without notice.

<sup>6</sup>Index Dividend Yield is a measure of the annual dividends of the shares of all index components divided by the index value.

Fund shares are not individually redeemable and will be issued and redeemed at their NAV only through certain authorized broker-dealers in large, specified blocks of shares called "creation units" and otherwise can be bought and sold only through exchange trading. Creation units are issued and redeemed principally in-kind.

IndexIQ has no obligation to take the needs of the Funds or its owners into consideration in determining, composing or calculating the Index. IndexIQ shall not be liable to any person for any error in the Index nor shall it be under any obligation to advise any person of any error therein.

The Fund is distributed by ALPS Distributors, Inc., which is not affiliated with IndexIQ.

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