



IQ[®] ARB Merger Arbitrage Index

Fact Sheet 3/31/2010

Index description

The IQ ARB Merger Arbitrage Index seeks to achieve capital appreciation by investing in global companies for which there has been a public announcement of a takeover by an acquirer. This differentiated approach is based on a passive strategy of owning certain announced takeover targets with the goal of generating returns that are representative of global merger arbitrage activity.

The Index also includes short exposure to global equities as a partial equity market hedge.

Features and benefits

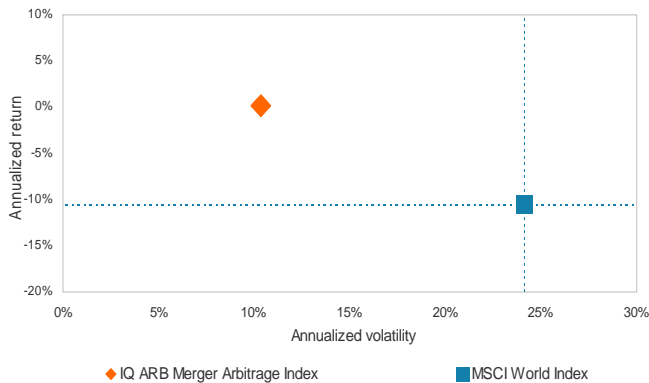
- Seeks returns representative of global Merger Arbitrage activity
- Seeks to provide portfolio diversification benefits
- Index portfolio transparency
- Rules-based approach

Index data¹

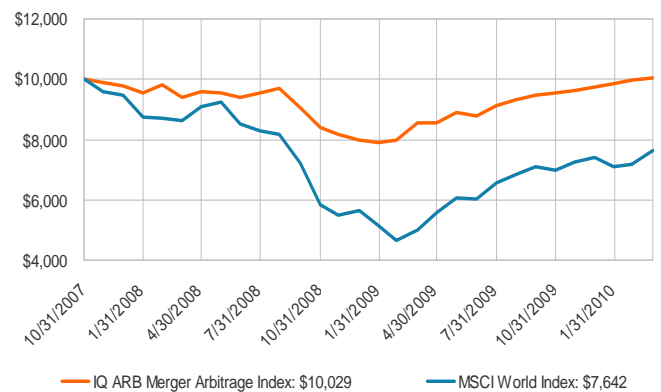
Index Symbol	IQMNA
Index Symbol	IQMNAT
Market Capitalization (\$M) as of: 3/31/2010	
Weighted Average	\$ 9,448
Largest	\$ 27,522
Smallest	\$ 414

Performance history

Index risk/return profile (10/31/2007 – 3/31/2010)



Index growth of \$10,000 (10/31/2007 – 3/31/2010)



Index History	QTR		YTD		1-year			3-year †			5-year †			Life ‡
	Return	Return	Return	Return	Volatility	Return/ Volatility	Return	Volatility	Return/ Volatility	Return	Volatility	Return/ Volatility	Return	
IQ ARB Merger Arbitrage Index	2.76%	2.76%	17.42%	5.13%	3.39	2.58%	9.59%	0.27	9.02%	8.06%	1.12	n/a		
MSCI World Index	3.35%	3.35%	53.23%	15.99%	3.33	-4.85%	22.16%	-0.22	3.45%	17.80%	0.19	n/a		

‡ annualized

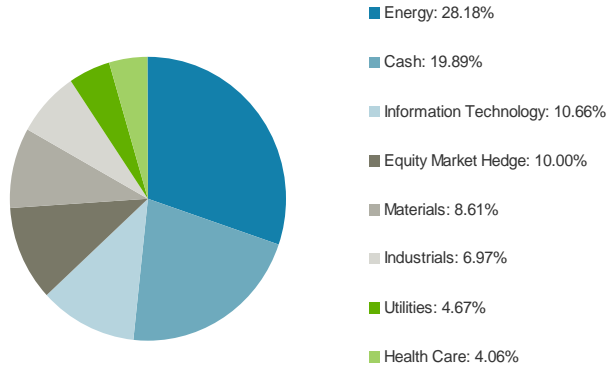
Index inception date: 10/31/2007. Indexes are not managed investment products and cannot be invested in directly. The illustrations and performance-related data do not represent the performance of any particular investment. Performance data for the Index assumes reinvestment of dividends and is net of the management fees of Index components, as applicable, but does not reflect any management fees, transaction costs or other expenses that would be incurred by a fund, or brokerage commissions on transactions in a fund's shares. Results prior to the Index component's existence as an ETF, as applicable, are based on its underlying index, which do not reflect underlying management fees. Past performance does not guarantee future results. Benchmark returns are total returns. Source: IndexIQ, FactSet, Bloomberg and S&P Custom Index Calculation.



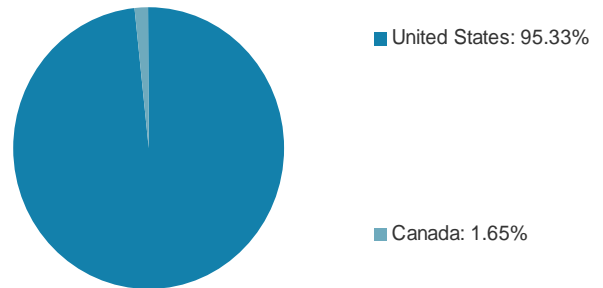
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Sector allocation² (3/31/2010)



Country allocation² (3/31/2010)



Note: Eligible universe includes developed markets in North America, Europe, and Asia/Pacific regions.

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¹**Volatility** is a measure of the range of a portfolio's performance, meaning the degree to which it rises above and falls below its average return; **Return/Volatility** is a portfolio's annualized return divided by its annualized standard deviation;

²Demonstrates the allocations of the Index to the various commodity sectors represented by the Indexes equity holdings. "Equity Market Hedge" exposure, if any, reflects short exposure. The sector and country allocation information and Index holdings are subject to change without notice.

Statistics are annualized based on monthly returns for period ending as of the date of this fact sheet and are relative to benchmark, as applicable. Source: FactSet, Bloomberg and S&P Custom Index Calculation.

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