



FOR IMMEDIATE RELEASE

INDEXIQ NAMES PETER M. GORMAN SENIOR VICE PRESIDENT & SENIOR RELATIONSHIP MANAGER

Alternative investment industry veteran to drive key account relationships

RYE BROOK, New York, (January 11, 2010)—IndexIQ, a leading developer of index-based alternative investment solutions, has named Peter M. Gorman Senior Vice President and Senior Relationship Manager, it was announced today.

At IndexIQ, Gorman will be responsible for driving key account relationships. He joins the company from Hatteras Funds, an alternative investment firm where he served as Director and was responsible for overseeing strategic relationships with a broad range of clients including banks, wealth management firms, platform providers, consultants and registered investment advisors (RIAs).

“Peter has built an outstanding record helping alternative asset managers attract new assets and manage client relationships,” said Adam Patti, chief executive officer at IndexIQ. “We view his decision to join us as a further endorsement of what we are doing at IndexIQ – providing innovative, transparent, low-cost, index-based alternative investment solutions to the marketplace. We look forward to his contributions as we continue to bring our message to investors and financial advisors.”

“Peter has strong connectivity across the wirehouse, RIA, family office and institutional markets,” said Anthony Davidow, Executive Vice President and Head of Distribution. “Peter will be instrumental in developing and maintaining national relationships.”

Gorman brings more than 20 years of financial industry experience to IndexIQ having begun his Wall Street career in 1986 at Donaldson Lufkin & Jenrette in New York. He subsequently has held senior sales and marketing positions at a number of leading asset management firms, including Simms Capital Management in Greenwich, Connecticut, and New York City-based Robeco Investment Management.

Gorman holds a Bachelor of Arts from Hobart and William Smith Colleges, and an MBA from Babson College. He is a present or past member of the Investment Management Consultants Association (IMCA), the Money Management Institute (MMI), the Government Finance Officers Association, and the Family Office Exchange.

IndexIQ is the sponsor of a number of index-based alternative investment products designed to “democratize” the alternative investment landscape, including:

- the first U.S.-listed hedge fund replication ETF, the **IQ Hedge Multi-Strategy Tracker ETF (NYSE Arca: QAI)**;
- the first market directional hedge fund replication ETF, the **IQ Hedge Macro Tracker ETF (NYSE: MCRO)**;
- the first U.S.-listed “real return” ETF which seeks to give investors a hedge against the U.S. inflation rate by providing a return above the rate of inflation as measured by changes in the Consumer Price Index, the **IQ CPI Inflation Hedged ETF (NYSE Arca: CPI)**; the Consumer Price Index is published by the Bureau of Labor Statistics and is a measure of the average change in prices over time of goods and services purchased by households;
- the first global resources hedged ETF, which seeks to solve the problems associated with the significant overweight in the energy sector inherent in other broad-based commodity products, the **IQ ARB Global Resources ETF (NYSE Arca: GRES)**;
- the first merger arbitrage ETF, the **IQ ARB Merger Arbitrage ETF (NYSE Arca: MNA)**; and
- the first open-end, no-load hedge fund replication mutual fund, the **IQ ALPHA Hedge Strategy Fund (IQHIX – Institutional Share Class, and IQHOX – Investor Share Class)**.

IndexIQ products are designed to be liquid, transparent, low cost, and accessible to a broad range of investors.* CPI, MNA and GRES should be considered a speculative investment entailing a high degree of risk and are not suitable for all investors. An investment in the ETFs does not represent a complete investment program.

Past performance is not a guarantee of future results.

*IndexIQ’s ETF holdings are available daily on IndexIQ’s website. Brokerage commissions apply to ETFs. ETFs are liquid in that they are exchange-traded.

About IndexIQ

Based in Rye Brook, New York, IndexIQ is the leading developer of index-based alternative investment solutions that combine the benefits of traditional index investing with the risk-adjusted return potential sought by the best active managers. The company's philosophy is to democratize investment management by making innovative alternative investment strategies available to all investors in low cost, liquid, transparent and tax-efficient products. IndexIQ strategies are marketed through the company's proprietary investment products and select partnerships with leading global financial institutions.

Additional information about the company and its products can be found at www.IndexIQ.com.

Index performance does not reflect charges and expenses associated with the Funds or brokerage commissions associated with buying and selling ETF shares.

Investors are reminded that all investing involves risk, including possible loss of principal. The IQ ALPHA Hedge Strategy Fund (IQ Fund), the IQ Hedge Multi-Strategy Tracker ETF (IQ Multi-Strategy ETF), and the IQ Macro Tracker ETF (IQ Macro ETF) are not hedge funds and do not invest in hedge funds.

The Funds are new, with limited historical performance data. There can be no assurance that the Funds' investment strategies will be successful. The Funds are not suitable for all investors.

The investment performance of the IQ Multi-Strategy ETF, the IQ Macro ETF and the IQ CPI Inflation Hedged ETF (collectively, the IQ ETFs), because they are funds of funds, depends on the investment performance of the underlying ETFs in which they invest. There is no guarantee that the IQ ETFs themselves, or each of the underlying ETFs in the Funds' portfolios, will perform exactly as its underlying index. The IQ ETFs are non-diversified and susceptible to greater losses if a single portfolio investment declines than would a diversified mutual fund. The IQ ETFs' underlying ETFs invest in: foreign securities, which subject them to risk of loss not typically associated with domestic markets, such as currency fluctuations and political uncertainty; commodities markets, which subject them to greater volatility than investments in traditional securities, such as stocks and bonds; and fixed income securities, which subject them to credit risk – the possibility that the issuer of a security will be unable to make interest payments and/or repay the principal on its debt – and interest rate risk – changes in the value of a fixed-income security resulting from changes in interest rates. Leverage, including borrowing, will cause some of the IQ ETF's underlying ETFs to be more volatile than if the underlying ETFs had not been leveraged.

The investments of the IQ ARB Global Resources ETF (GRES) are concentrated in the global resources sector, the value of its shares will be affected by factors specific to that sector and may fluctuate more widely than that of a fund which invests in a broad range of industries. GRES also may be susceptible to foreign securities risk. Since GRES invests in foreign markets, it will be subject to risk of loss not typically associated with domestic markets. Loss may result because of less foreign government regulation, less public information, less economic, political and social stability, or other factors. GRES is exposed to mid and small capitalization companies risk. Stock prices of mid and small capitalization companies 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. Since GRES may invest directly in foreign currencies or in securities that trade in, and receive revenues in, foreign currencies, GRES is subject to the risk that those currencies will decline in value relative to the U.S. that the U.S. dollar will decline in value relative to the currency being hedged. GRES has a limited operating history.

Consider the Funds' investment objectives, risks, charges and expenses carefully before investing. A prospectus with this and other information about the Funds may be obtained by visiting www.indexiq.com or by calling (888) 934-0777. Read the prospectus carefully before investing.

ETF Shares are not individually redeemable and owners of the ETF shares may acquire those ETF shares from the ETFs and tender those shares for redemption to the ETF in Creation Unit aggregations only, typically consisting of 50,000 Shares.

IndexIQ ETFs and mutual funds are distributed by ALPS Distributors, Inc. (ALPS), which is not affiliated with IndexIQ. Adam Patti and Anthony Davidow are registered representatives of ALPS.

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