



IQ ALPHA HEDGE STRATEGY FUND ADDED TO MUTUAL FUND PLATFORM AT CHARLES SCHWAB & CO., INC.

IndexIQ Offering is the First No-Load, Open-End Mutual Fund Designed to Replicate Hedge Fund Performance Characteristics

NEW YORK, (November 14, 2008) – The IQ ALPHA Hedge Strategy Fund has been added to the mutual fund platform at Charles Schwab & Co., Inc. and is now available to investors with no transaction fee through Schwab’s Mutual Fund OneSource® service, as well as to RIAs and their clients through Schwab Institutional, it was announced today.

The IQ ALPHA Hedge Strategy Fund is the first no-load, open-end mutual fund to bring hedge fund-style investing to retail investors.* It seeks to deliver hedge fund-like performance with lower costs, higher transparency and increased liquidity for shareholders. The no-transaction fee Investor Class Fund is available with a minimum required investment for first-time shareholders of \$2,500. The Institutional Class Fund is available with a minimum aggregated investment of \$250,000.

“The extraordinary market volatility of recent months serves to highlight the positive role alternative asset classes can play in providing portfolio diversification,” said Adam Patti, chief executive officer at IndexIQ. “Our goal is to make these strategies available to retail investors and their advisors through products that are transparent and cost-efficient. The addition of the IQ ALPHA Hedge Strategy Fund to the Schwab platform is a significant step forward in reaching this broader market.”

IndexIQ is a leading developer of index-based alternative investment solutions and a pioneer in developing hedge fund replication and other institutional-quality alternative investment strategies. IndexIQ products are designed to be liquid, transparent, tax-efficient, low cost, and accessible to a broad range of investors.

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 institutional class 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.

Investors are reminded that mutual fund investing involves risk, including possible loss of principal. The Fund and its index are new, with limited historical performance data. There are no guarantees that the Fund will meet its objective. The Fund should be considered a high-risk investment due to its use of leverage, short-selling and derivatives, all of which may amplify the volatility of the Fund's share price. An investor in the Fund will bear the operating expenses of the underlying ETFs and related securities in which the Fund invests.

* While it is a no-load fund, other fees and charges do apply. The Fund's Investment Adviser has contractually agreed to waive fees or reimburse expenses so that the Fund's total annual operating expenses do not exceed 1.15%. The expense limitation ends on April 30, 2009, at which time the limitation may be renewed, terminated or revised. The Fund will also assess a 2.00% redemption fee on shares redeemed within 7 days of purchase.

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

The Fund is distributed by PFPC Distributors, Inc., which is not affiliated with IndexIQ or the IQ ALPHA Hedge Strategy Fund's investment advisor.

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