



For Immediate Release

**FINANCIAL SERVICES INDUSTRY VETERAN
ANTHONY B. DAVIDOW JOINS INDEXIQ AS
EXECUTIVE VICE PRESIDENT & HEAD OF DISTRIBUTION**

Former Morgan Stanley Managing Director to head distribution for leader in providing hedge fund replication and institutional class alternative investment products

NEW YORK, (November 5, 2008) – Anthony B. Davidow has been named Executive Vice President & Head of Distribution at IndexIQ (www.indexiq.com), a pioneer in developing hedge fund replication and other institutional-quality alternative investment strategies. .

Prior to joining IndexIQ, Davidow was a Managing Director and Director of Sales and Training for Morgan Stanley’s Consulting Services Group, with approximately \$140 billion in assets under management (AUM). From 2004 to 2007, he was able to double the AUM, with gross sales currently ahead of last year’s record pace (\$54 billion). Previously, Davidow was Director of Business Development at Graystone Wealth Management Services, where he worked with ultra-high net worth families, family offices, endowments, and foundations. Earlier in his career, he served as Vice President at Kidder Peabody, where his duties included product management and generating new assets for the firm.

“Tony brings a long track record of significantly expanding financial product sales and distribution for a number of major investment firms,” said Adam Patti, chief executive officer at IndexIQ. “His efforts have helped these organizations generate billions of dollars in new client assets. We believe his experience and abilities are a perfect match for IndexIQ as we continue to roll out new alternative investment products.”

IndexIQ is a leading developer of institutional-quality alternative investment products that combine the benefits of traditional index investing with the risk-adjusted performance potential sought by the best active managers. A pioneer in hedge fund replication, IndexIQ launched a full suite of investable index-based solutions in early 2007, and recently introduced

the IQ Alpha Hedge Strategy Fund, the first no-load mutual fund that seeks to replicate hedge fund performance characteristics.*

“Low cost, highly transparent hedge fund replication products are new to the market and should appeal to financial advisors and their investors,” said Davidow. “I have watched this product category emerge with interest and long noted IndexIQ’s position as an innovator in the field. It is great to have the opportunity to join one of the pioneers in index-based alternative investment products at a time when there is an opportunity to build recognition in the marketplace.”

Davidow has spent 25 years in the financial services industry, beginning his career working for a Family Office. He has authored a number of White Papers, and is a frequent Industry Speaker on investment trends and opportunities. Davidow also serves as Chairman of the IMCA National Committee.

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.

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.

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

* 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, or with any of the individuals on the Academic Board.

Contact: Mike MacMillan/Chris Sullivan
MacMillan Communications
(212) 473-4442
mike@macmillancom.com
chris@macmillancom.com