

IQ[®] Chaikin U.S. Large Cap ETF

Fund Description

IQ Chaikin U.S. Large Cap ETF seeks investment results that track (before fees and expenses) the price and yield performance of its underlying index, the NASDAQ Chaikin Power US Large Cap Index (the "Underlying Index").

Fund Details

Inception Date	December 13, 2017
Ticker Symbol	CLRG
Intraday NAV (IIV) Ticker	CLRG.IV
Index	NASDAQ Chaikin Power US Large Cap Index
Bloomberg Index Symbol	NQULCHKT
Stock Exchange	NASDAQ
Morningstar Category	Large Blend
Total Annual Fund Operating Expenses ¹	0.25% ... Management Fee 0.01% ... Other Expenses 0.26% ... Total Annual Fund Operating Expenses (0.01%)... Expense Waiver/Reimbursement 0.25%... Total Annual Fund Operating Expenses after Waiver/Reimbursement ¹

- As stated in the Fund's prospectus, the Management Fee of 0.25% is expressed as a unitary fee to cover certain expenses incurred in connection with managing the portfolio. The Fund has Total Annual Fund Operating Expenses of 0.26%, which has been estimated for the Fund's current fiscal year. IndexIQ Advisors LLC (the "Advisor") has contractually agreed, until August 31, 2018, to waive or reduce its Management Fee and/or reimburse expenses of the Fund in an amount that limits "Total Annual Fund Operating Expenses" (exclusive of interest, taxes, brokerage fees and commissions, dividends paid on short sales, acquired fund fees and expenses, and extraordinary expenses) to not more than 0.25% of the average daily net assets of the Fund.

Features and Benefits

- IQ Chaikin U.S. Large Cap ETF (CLRG) provides exposure to domestic large-cap equities through a multi-factor model, the Chaikin Power Gauge.
- The Chaikin Power Gauge is a factor-based model which combines four primary factors, including value, growth, technical, and sentiment, to select stocks with the potential to provide enhanced returns over time.
- The Chaikin Power Gauge was developed by Chaikin Analytics, a market research firm founded by Marc Chaikin, who has 50 years of industry experience as an investment strategist.
- The Fund typically consists of 45-65 equally weighted securities with the highest Power Gauge ratings.
- Relative to market-cap weighting, CLRG can provide diverse and equal exposure across holdings which have the potential to enhance returns, while reducing over-concentration risk.
- IQ Chaikin U.S. Large Cap ETF can serve as a core component within a portfolio.

NASDAQ Chaikin Power US Large Cap Index

Number of Constituents	66
Weighting Scheme	Equal-Weight
Average Market Cap (\$m)	65,629
Index Dividend Yield	0.76%

Index Description

- The NASDAQ Chaikin Power US Large Cap Index is a rules-based, quantitative index designed to enhance an existing index (NASDAQ US 300 Index) by selecting stocks with the highest Chaikin Power Gauge rating.
- The Index rebalances and reconstitutes annually and typically consists of 45 to 65 equally weighted securities.

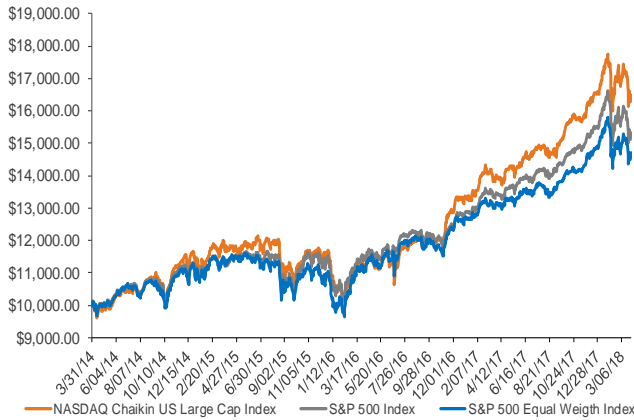
Performance, as of 03/31/2018	1 Month	3 Month	YTD	1 Year	3 Year	Since Fund Inception (12/13/2017)
Fund (NAV)	-2.90%	-0.11%	-0.11%	-	-	0.37%
Fund (MP)	-2.94%	-0.20%	-0.20%	-	-	0.32%
NASDAQ Chaikin Power US Large Cap Index	-2.86%	-0.04%	-0.04%	17.99%	12.02%	0.46%
NASDAQ US 300 Index	-2.84%	-0.79%	-0.79%	14.55%	10.95%	-0.43%
S&P 500 Index	-2.54%	-0.76%	-0.76%	13.99%	10.78%	-0.32%

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 p.m. ET net asset value (NAV). The price used to calculate market return ("MP") is determined by using the closing price listed on the NASDAQ and does not represent returns an investor would receive if shares were traded at other times.

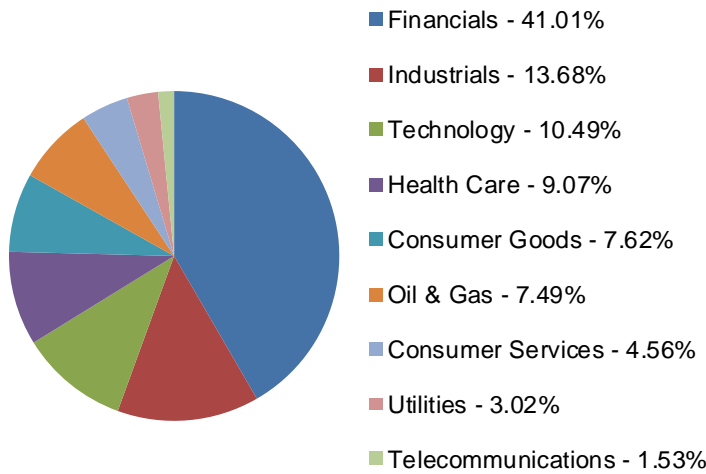
The performance data quoted above represents past performance. Past performance is not a guarantee of future results. Investment return and value of the Fund shares will fluctuate, so that an investor's shares, when sold, may be worth more or less than their original cost. Current performance may be 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 888-474-7725 or by visiting IQetfs.com.

¹ 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 and is net of the management fees for the Index's components, as applicable, 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.

Growth of Hypothetical \$10,000 Investment since Index Inception



Fund Sector Allocation



About Risk

As with all investments, there are certain risks of investing in the Fund. The Fund's shares will change in value, and you could lose money by investing in the Fund.

The Underlying Index may not be successful in replicating the performance of its target strategies. The Underlying Index seeks to provide exposure to large-cap equity securities that are expected to outperform peers, based upon a quantitative multi-factor model. There is no guarantee that the construction methodology of the Underlying Index will accurately provide exposure to equity securities that outperform their peers. Furthermore, an investment in a security that outperforms its peers may still lose money.

Investments in common stocks and other equity securities are particularly subject to the risk of changing economic, stock market, industry, and company conditions and the risks inherent in the portfolio managers' ability to anticipate such changes that can adversely affect the value of the Fund's holdings. Opportunity for greater gain often comes with greater risk of loss.

The Fund is a new fund. As a new fund, there can be no assurance that it will grow to or maintain an economically viable size, in which case, it may experience greater tracking error to its Underlying Index than it otherwise would at higher asset levels, or it could ultimately liquidate.

The NASDAQ US 300 Index includes up to the 300 largest securities in the NASDAQ US Large Cap Index, a float-adjusted market capitalization-weighted index, designed to track the performance of securities in NASDAQ US Benchmark Index that comprises the large-cap segment of companies

The S&P 500® Index is widely regarded as the standard index for measuring large-cap U.S. stock market performance.

The S&P 500® Equal Weight Index is the equal-weight version of the widely-used S&P 500. The index includes the same constituents as the capitalization-weighted S&P 500, but each company in the S&P 500 EWI is allocated a fixed weight or 0.2% of the index total at each quarterly rebalance.

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Consider the Fund's investment objectives, risks, and 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 IQetfs.com or calling 888-474-7725. Read the prospectus carefully before investing.

New York Life Investments is a service mark and name under which New York Life Investment Management LLC does business. New York Life Investments, an indirect subsidiary of New York Life Insurance Company, New York, New York 10010, provides investment advisory products and services. IndexIQ® is an indirect wholly owned subsidiary of New York Life Investment Management Holdings LLC. ALPS Distributors, Inc. (ALPS) is the principal underwriter of the ETFs, and NYLIFE Distributors LLC is a distributor of the ETFs and the principal underwriter of the IQ Hedge Multi-Strategy Plus Fund. NYLIFE Distributors LLC is located at 30 Hudson Street, Jersey City, NJ 07302. ALPS Distributors, Inc. is not affiliated with NYLIFE Distributors LLC. NYLIFE Distributors LLC is a Member FINRA/SIPC.

Fund Top 10 Holdings

Principal Financial Group, Inc.	1.55%
Biogen Inc.	1.55%
Accenture Plc Class A	1.55%
Altria Group Inc	1.54%
AmerisourceBergen Corporation	1.54%
Wells Fargo & Company	1.54%
Capital One Financial Corporation	1.53%
FedEx Corporation	1.53%
Ford Motor Company	1.53%
AT&T Inc.	1.53%