

CLNR



IQ Cleaner Transport ETF

Why Invest: Working Towards a Cleaner Future With CLNR

On every level, climate change is a threat to growth and prosperity, having a significant impact on individual lives and economic repercussions across industries.¹ However, human intervention can help slow its impact by reducing greenhouse gas emissions caused by fossil fuels. Recognizing that infrastructure and climate change impact countless people, IndexIQ chose to align with the National Wildlife Federation when launching our IQ Cleaner Transport ETF (CLNR). Consider that:



Globally, transportation accounts for up to

20%

OF EMISSIONS EACH YEAR²



Fossil fuels are a large contributor in the
5,000,000

AIR POLLUTION-RELATED DEATHS A YEAR³



Only **8.7%** of U.S. energy
COMES FROM
renewable sources⁴

A Data-Driven Investment Opportunity

Expected growth in the clean energy and sustainable transportation sectors denote significant investment opportunities:



The clean energy market is projected to grow from \$408 billion to \$1.2 trillion by 2027⁵



Electric vehicle markets are projected to grow from \$140 billion to \$700 billion⁶



The U.S. green economy is estimated to generate over \$1.3 trillion in revenue per year, representing 16.5% of the global green economy⁷

About CLNR

As part of our IQ Dual Impact ETF suite, CLNR seeks to align climate-related impact investing with investors' financial goals via global companies that are contributing to the advancement of more sustainable transportation through cleaner energy products and solutions.

CLNR tracks the IQ CANDRIAM Cleaner Transport Index, which is designed to provide investors exposure to global stocks of companies that share our commitment to a greener future and are therefore involved in one of the following activities:

- **Transportation equipment and services**
- **Clean energy resources**
- **Technology (software or hardware) leading to increased efficiency in transportation**
- **Infrastructure components**

The Portfolio in Action

CLNR's portfolio allocation includes companies such as:



Manufacturer of electric vehicles and electric vehicle powertrain components

Sector: Consumer Discretionary
Country: U.S.



Multinational provider of energy and automation solutions designed for efficiency and sustainability

Sector: Industrials
Country: France



Global producer of semiconductors and integrated circuits

Sector: Technology
Country: Taiwan

Sample holdings are shown for illustrative purposes only.

Advancing Climate Solutions With the National Wildlife Federation

New York Life Investments and IndexIQ contribute to the National Wildlife Federation's charitable initiatives based on a portion of CLNR's management fee. Through our ongoing donations, we are proud to help the National Wildlife Federation further its mission to advance climate solutions that help create a zero-carbon future where wildlife and people thrive.

Established in 1936, the National Wildlife Federation believes America's experience with cherished landscapes and wildlife has helped define and shape our national character and identity for generations. As such, the organization has been uniting Americans to protect wildlife and our natural resources through hands-on programs, policy work, community outreach, and much more.



Learn More | Visit [iqduoimpactetfs.com](https://www.iqduoimpactetfs.com)

CLNR is available for purchase on all major trading platforms.

1. Risky Business. "National Report: The Economic Risks of Climate Change in the United States." Accessed 18 Sept. 2021 <https://riskybusiness.org/report/national/>
2. National Geographic. "Transportation and Climate Change." Accessed 18 Sept. 2021 <https://www.nationalgeographic.org/media/transportation-and-climate-change/#:~:text=Globally%2C%20transportation%20accounts%20for%20between,emissions%20per%20voyage%20per%20person>
3. Our World in Data. "Renewable Energy." Hannah Ritchie and Max Roser. Accessed 18 Sept. 2021 <https://ourworldindata.org/renewable-energy>
4. Ibid.
5. ReportLinker. "Clean Energy Market Forecast for 2027 – COVID Impact and Global Analysis by Type and End User, and Geography." Published October 2020
6. Intrado, GlobalNewsWire. "Electric Vehicles Market Share Projected to Reach USD 700 Billion with 22% CAGR By 2026: Facts & Factors." Published January 21, 2021
7. University College London study. "US green economy worth \$1.3 trillion per year." Accessed 27 Sept. 2021. <https://www.ucl.ac.uk/news/2019/oct/us-green-economy-worth-13-trillion-year>

The IQ CANDRIAM Cleaner Transport Index seeks to track companies that support the transition to more sustainable and efficient modes of transportation, which includes supporting technology and infrastructure.

ABOUT RISK

Foreign securities can be subject to greater risks than U.S. investments, including currency fluctuations, less liquid trading markets, greater price volatility, political and economic instability, less publicly available information, and changes in tax or currency laws or monetary policy. These risks are likely to be greater for emerging markets than in developed markets.

Large-Capitalization Companies

Risk Large-capitalization companies may be less able than smaller capitalization companies to adapt to changing market conditions. Large-capitalization companies may be more mature and subject to more limited growth potential compared with smaller capitalization companies. During different market cycles, the performance of large-capitalization companies has trailed the overall performance of the broader securities markets.

New Fund Risk

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 could ultimately liquidate.

Small and mid-cap stocks are often more volatile than large-cap stocks. Smaller companies generally face higher risks due to their limited product lines, markets and financial markets.

ESG Investing Style Risk

Impact investing and/or Environmental, Social and Governance (ESG) managers may take into consideration factors beyond traditional financial information to select securities, which could result in relative investment performance deviating from other strategies or broad market benchmarks, depending on whether such sectors or investments are in or out of favor in the market. Further, ESG strategies may rely on certain values based criteria to eliminate exposures found in similar strategies or broad market benchmarks, which could also result in relative investment performance deviating. There is no assurance that employing ESG strategies will result in more favorable investment performance.

Cleaner Transport Investing Style Risk

The returns on a portfolio of securities that excludes companies that have not adopted practices and policies [to support the transition to more efficient transportation technologies] may trail the returns on a portfolio of securities that includes companies that have not adopted these practices and policies. Investing only in a portfolio of securities [of companies that help to achieve cleaner transportation] may affect the Fund's exposure to certain types of investments and may adversely impact the Fund's performance depending on whether such investments are in or out of favor in the market.

IQ Cleaner Transport ETF (the "Fund") is offered by IndexIQ, the Fund's sponsor, in alignment with the National Wildlife Federation ("NWF"). The Fund is designed to promote investment objectives consistent with NWF's mission. Shares of the Fund are not sponsored, endorsed or promoted by NWF, and NWF is not an investment adviser or service provider to the Fund. NWF makes no representations or warranties regarding the performance of the Fund and will have no obligation or liability in connection with the Fund. The Fund's sponsor, IndexIQ, and its affiliates are supporters of and donors to NWF and are making a substantial contribution to NWF in connection with NWF's agreement to license use of its name and trademarks to IndexIQ and its affiliates. NYLIM and IndexIQ's contribution to NWF is calculated on an annualized basis to be the lower of: (i) 0.045% of the Fund's average daily net managed assets (the average daily value of the total assets of the Fund, less all accrued liabilities of the Fund and less any management fees waived by the Fund's adviser or sub-adviser); or (ii) ten percent of the Fund's net annual management fee taking into account all applicable fee waivers and expense reimbursements. NYLIM and IndexIQ will make annual minimum contributions to NWF of \$30,000 in each of the years 2021 to 2025 so long as their commercial co-venture is in effect.

New York Life Investment Management LLC ("NYLIM") and IndexIQ Advisors LLC ("IndexIQ") are donors to and supporters of the National Wildlife Federation ("NWF"). NWF has authorized NYLIM and IndexIQ to reference its name and certain marks owned by NWF in connection with a commercial co-venture entered into between the Parties. None of the payments made by NYLIM and IndexIQ to NWF are in exchange for services provided by NWF.

Investing involves risk, including possible loss of principal. Asset allocation and diversification may not protect against market risk, loss of principal, or volatility of returns.

There is no guarantee that these investment strategies will work under all market conditions or are suitable for all investors, and each investor should evaluate their ability to invest long-term, especially during periods of downturn in the market.

No representation is being made that any account, product, or strategy will or is likely to achieve profits.

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This material is not intended to be relied upon as a forecast, research or investment advice, and is not a recommendation, offer or solicitation to buy or sell any securities or to adopt any investment strategy.

Consider the Funds' investment objectives, risks, charges and expenses carefully before investing. The prospectus and the statement of additional information include this and other relevant information about the Funds and are available by visiting IQetfs.com. Read the prospectus carefully before investing.



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