



POWERED BY CANDRIAM

R.C.S. LUXEMBOURG B-214117
SICAV under Luxembourg Law
Unaudited semi-annual report for the period ended June 30 2019

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ORGANISATION OF THE FUND

BOARD OF DIRECTORS

Chairman:	Mr Tanguy DE VILLENFAGNE Member of the Group Strategic Committee Candriam Belgium
Board members:	Mr Koen VAN DE MAELE Global Head of Investment Solutions Candriam Belgium
	Mr Pascal DEQUENNE Global Head of Operations Candriam Belgium
	Mr Pierre ERNST Member of the Group Strategic Committee Candriam France
	Mr Jean-Yves MALDAGUE Member of the Group Strategic Committee Candriam Luxembourg
	Ms Myriam VANNESTE Global Head of Product Management Candriam Belgium

REGISTERED OFFICE

49, avenue John F. Kennedy
L-1855 Luxembourg
Grand Duchy of Luxembourg

MANAGEMENT COMPANY

Candriam Luxembourg
19-21, route d'Arlon
L-8009 Strassen
Grand Duchy of Luxembourg

DEPOSITARY

State Street Bank Luxembourg S.C.A.
49, avenue John F. Kennedy
L-1855 Luxembourg
Grand Duchy of Luxembourg

CENTRAL ADMINISTRATION, REGISTRAR AND TRANSFER AGENT

State Street Bank Luxembourg S.C.A.
49, avenue John F. Kennedy
L-1855 Luxembourg
Grand Duchy of Luxembourg

INVESTMENT MANAGER

Candriam Belgium
Avenue des Arts 58
B-1000 Brussels
Belgium

ORGANISATION OF THE FUND (continued)

SECURITIES LENDING AGENT

State Street Bank International GMBH, London Branch
20 Churchill Place
London E14 5HJ
United Kingdom

AUDITOR

PricewaterhouseCoopers, Société coopérative
2, rue Gerhard Mercator B.P. 1443
L-1014 Luxembourg
Grand Duchy of Luxembourg

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NET ASSET VALUES AS OF JUNE 30, 2019

	Currency	JUNE 30,2019		DECEMBER 31,2018		DECEMBER 31,2017	
		Total NAV	per Share	Total NAV	per Share	Total NAV	per Share
IndexIQ – IndexIQ Factors Sustainable Corporate Euro Bond Class UCITS ETF Dis	EUR	65.042.637	25,54	59.449.006	24,91	51.062.574	25,28
Class S Acc	EUR	311.186	0,1037	300.207	0,1001	303.347	0,1011
Total net assets	EUR	65.353.823		59.749.213		51.365.921	
IndexIQ – IndexIQ Factors Sustainable Sovereign Euro Bond Class UCITS ETF Dis	EUR	56.481.846	26,25	54.828.028	25,09	50.445.053	25,10
Class S Acc	EUR	317.406	0,1058	302.356	0,1008	301.167	0,1004
Total net assets	EUR	56.799.252		55.130.384		50.746.220	
IndexIQ – IndexIQ Factors Sustainable Europe Equity Class UCITS ETF Acc	EUR	149.142.099	25,80	139.371.434	22,55	140.510.364	25,64
Class S Acc	EUR	309.313	0,1031	270.377	0,0901	307.67	0,1026
Total net assets	EUR	149.451.412		139.641.811		140.818.034	
IndexIQ – IndexIQ Factors Sustainable EMU Equity Class UCITS ETF Acc	EUR	79.463.376	25,34	74.970.237	22,21	59.094.727	25,69
Class S Acc	EUR	304.053	0,1014	266.502	0,0888	308.319	0,1028
Total net assets	EUR	79.767.429		75.236.739		59.403.046	
IndexIQ – IndexIQ Factors Sustainable Japan Equity Class UCITS ETF Acc	EUR	53.818.109	26,78	50.173.429	24,96	45.583.352	26,66
Class S Acc	EUR	320.739	0,1069	299.062	0,0997	319.886	0,1066
Total net assets	EUR	54.138.848		50.472.491		45.903.238	

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COMBINED STATEMENT OF NET ASSETS AS AT JUNE 30, 2019 IN EUR

Assets	Notes	
Investments in securities (at cost: 404.828.743)	(Note 2.3)	400.932.161
Banks		2.999.550
Dividends receivable		764.016
Interest receivable		1.006.757
Total assets		405.702.484
Liabilities		
Operating and administrative charges	(Note 4)	(191.720)
Total liabilities		(191.720)
Total net assets		405.510.764

The accompanying notes form an integral part of these financial statements.

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COMBINED STATEMENT OF OPERATIONS AND CHANGES IN NET ASSETS FOR THE PERIOD ENDED JUNE 30, 2019 IN EUR

Net assets at the beginning of the period	Notes	380.230.638
Net income from interests		470.194
Net income from dividends		7.892.539
Equalisation income	(Note 2.8)	19.194
Total income		8.381.927
Investment manager fees	(Note 5)	(260.613)
Depositary fees		(10.244)
Other charges and taxes	(Note 4)	(1.161.821)
Total expenses		(1.432.678)
Net investment income		6.949.249
Net realised (loss) on sales of investments, currencies and other financial instruments		(1.477.928)
Change in unrealised appreciation/(depreciation) on		
- investments	(Note 2.3)	32.894.946
- foreign currencies	(Note 2.4)	(5.548)
Net result of operations for the period		38.360.719
Subscriptions for the period		4.049.228
Redemptions for the period		(16.218.551)
Distribution		(911.270)
Net assets at the end of the period		405.510.764

The accompanying notes form an integral part of these financial statements.

IndexIQ Factors Sustainable Corporate Euro Bond

STATEMENT OF NET ASSETS AS AT JUNE 30, 2019 IN EUR

Assets	Notes		
Investments in securities (at cost: 62.094.884)	(Note 2.3)	63.685.250	
Banks		1.237.359	
Interest receivable		463.821	
Total assets		65.386.430	
Liabilities			
Operating and administrative charges	(Note 4)	(32.607)	
Total liabilities		(32.607)	
Total net assets		65.353.823	
	Currency	Net Asset Value per Share	Shares outstanding
Class UCITS ETF Dis	EUR	25,54	2.547.000
Class S Acc	EUR	0,1037	3.000.000

The accompanying notes form an integral part of these financial statements.

IndexIQ Factors Sustainable Corporate Euro Bond

STATEMENT OF OPERATIONS AND CHANGES IN NET ASSETS FOR THE PERIOD ENDED JUNE 30, 2019 IN EUR

Net assets at the beginning of the period	Notes	59.749.213
Net income from interests		275.671
Equalisation income	(Note 2.8)	19.194
Total income		294.865
Investment manager fees	(Note 5)	(52.143)
Depositary fees		(1.568)
Other charges and taxes	(Note 4)	(44.515)
Total expenses		(98.226)
Net investment income		196.639
Net realised (loss) on sales of investments, currencies and other financial instruments		(81.740)
Change in unrealised appreciation on - investments	(Note 2.3)	2.152.243
Net result of operations for the period		2.267.142
Subscriptions for the period		4.049.228
Redemptions for the period		-
Distribution		(711.760)
Net assets at the end of the period		65.353.823

The accompanying notes form an integral part of these financial statements.

IndexIQ Factors Sustainable Corporate Euro Bond

PORTFOLIO AS AT JUNE 30, 2019 IN EUR

Nominal / Quantity	Description	Currency	Carrying amount value	% of Net Assets
TRANSFERABLE SECURITIES AND MONEY MARKET INSTRUMENTS ADMITTED TO OFFICIAL STOCK				
EXCHANGE LISTING				
Ordinary Bonds				
AUSTRALIA				
164 000	APT Pipelines Ltd 1.375% 22/03/2022	EUR	169.751	0,27
200 000	Goodman Australia Finance Pty Ltd 1.375% 27/09/2025	EUR	205.830	0,32
300 000	National Australia Bank Ltd 0.35% 07/09/2022	EUR	303.865	0,46
100 000	Transurban Finance Co Pty Ltd 1.875% 16/09/2024	EUR	107.492	0,16
300 000	Westpac Banking Corp 0.25% 17/01/2022	EUR	302.826	0,46
			1.089.764	1,67
BELGIUM				
100 000	Belfius Bank SA 3.125% 11/05/2026	EUR	110.852	0,17
100 000	Elia System Operator SA/NV 3.25% 04/04/2028	EUR	121.601	0,19
200 000	Solvay SA 1.625% 02/12/2022	EUR	210.252	0,32
100 000	Solvay SA 2.75% 02/12/2027	EUR	116.310	0,18
			559.015	0,86
CANADA				
300 000	Bank of Montreal 0.25% 17/11/2021	EUR	302.570	0,46
800 000	Bank of Nova Scotia/The 0.375% 06/04/2022	EUR	809.384	1,24
200 000	Canadian Imperial Bank of Commerce 0.75% 22/03/2023	EUR	206.020	0,32
157 000	Great-West Lifeco Inc 1.75% 07/12/2026	EUR	168.873	0,26
186 000	Magna International Inc 1.9% 24/11/2023	EUR	199.995	0,31
311 000	Toronto-Dominion Bank/The 0.625% 08/03/2021	EUR	315.343	0,48
300 000	Toronto-Dominion Bank/The 0.625% 20/07/2023	EUR	308.316	0,47
			2.310.501	3,54
DENMARK				
248 000	AP Moller - Maersk A/S 1.5% 24/11/2022	EUR	258.977	0,40
200 000	Carlsberg Breweries A/S 0.5% 06/09/2023	EUR	203.744	0,31
261 000	Danske Bank A/S 0.75% 02/06/2023	EUR	266.011	0,41
300 000	Danske Bank A/S 0.75% 04/05/2020	EUR	302.010	0,46
			1.030.742	1,58
FINLAND				
300 000	Fortum Oyj 4% 24/05/2021	EUR	323.071	0,50
287 000	Sampo Oyj 1.5% 16/09/2021	EUR	296.931	0,45
200 000	Sampo Oyj 2.25% 27/09/2030	EUR	222.782	0,34
			842.784	1,29
FRANCE				
200 000	APRR SA 1.5% 15/01/2024	EUR	213.788	0,32
300 000	BNP Paribas SA 0.75% 11/11/2022	EUR	308.190	0,46
100 000	BNP Paribas SA 2.375% 17/02/2025	EUR	108.011	0,16
200 000	BPCE SA 1.125% 18/01/2023	EUR	205.979	0,31
200 000	Carrefour SA 1.25% 03/06/2025	EUR	207.604	0,32
100 000	Carrefour SA 1.75% 15/07/2022	EUR	104.915	0,16
200 000	Cie Generale des Etablissements Michelin SCA 1.75% 03/09/2030	EUR	220.865	0,34
100 000	Covivio 1.5% 21/06/2027	EUR	103.772	0,16
600 000	Credit Agricole SA/London 1.25% 14/04/2026	EUR	635.490	0,97
200 000	Credit Mutuel Arkea SA 1.25% 31/05/2024	EUR	207.088	0,32
300 000	Engie SA 0.5% 13/03/2022	EUR	305.445	0,47
300 000	Engie SA 1.375% 19/05/2020	EUR	304.166	0,47
200 000	Gecina SA 1.5% 20/01/2025	EUR	214.803	0,33
100 000	Kering SA 1.375% 01/10/2021	EUR	103.684	0,16
100 000	Klepierre SA 1% 17/04/2023	EUR	103.693	0,16
300 000	La Poste SA 4.375% 26/06/2023	EUR	353.752	0,53
200 000	Legrand SA 0.75% 06/07/2024	EUR	206.993	0,32
282 000	LVMH Moet Hennessy Louis Vuitton SE 1% 24/09/2021	EUR	288.889	0,44
100 000	mFinance France SA 2% 26/11/2021	EUR	104.232	0,16
200 000	Pernod Ricard SA 1.875% Perp	EUR	215.808	0,33
200 000	Publicis Groupe SA 0.5% 03/11/2023	EUR	201.516	0,31
100 000	RCI Banque SA 1% 17/05/2023	EUR	101.615	0,16
200 000	Schneider Electric SE 0.25% 09/09/2024	EUR	202.366	0,31
200 000	Schneider Electric SE 3.625% 20/07/2020	EUR	208.052	0,32
400 000	Societe Generale SA 0.75% 26/05/2023	EUR	410.674	0,63

The accompanying notes form an integral part of these financial statements.

IndexIQ Factors Sustainable Corporate Euro Bond

PORTFOLIO AS AT JUNE 30, 2019 IN EUR (CONTINUED)

Nominal / Quantity	Description	Currency	Carrying amount value	% of Net Assets
TRANSFERABLE SECURITIES AND MONEY MARKET INSTRUMENTS ADMITTED TO OFFICIAL STOCK				
EXCHANGE LISTING (continued)				
Ordinary Bonds (continued)				
FRANCE (continued)				
100 000	Teleperformance 1.5% 03/04/2024	EUR	103.323	0,16
200 000	Total Capital International SA 2.5% 25/03/2026	EUR	232.260	0,36
100 000	Unibail-Rodamco SE 1.5% 22/02/2028	EUR	108.289	0,17
100 000	Veolia Environnement SA 0.672% 30/03/2022	EUR	102.092	0,16
			6.187.354	9,47
GERMANY				
200 000	Commerzbank AG 7.75% 16/03/2021	EUR	224.860	0,35
678 000	Continental AG 3.125% 09/09/2020	EUR	704.705	1,08
200 000	CRH Finance Germany GmbH 1.75% 16/07/2021	EUR	206.580	0,32
800 000	Daimler AG 0.25% 11/05/2020	EUR	802.800	1,23
300 000	Deutsche Post AG 0.375% 01/04/2021	EUR	302.648	0,46
600 000	Henkel AG & Co KGaA 0% 13/09/2021	EUR	603.161	0,92
200 000	SAP SE 1% 01/04/2025	EUR	211.737	0,32
			3.056.491	4,68
IRELAND				
200 000	Cloverie PLC for Zurich Insurance Co Ltd 1.5% 15/12/2028	EUR	213.981	0,33
200 000	Eaton Capital Unlimited Co 0.75% 20/09/2024	EUR	204.726	0,31
100 000	Fresenius Finance Ireland PLC 3% 30/01/2032	EUR	114.269	0,17
112 000	Johnson Controls International plc 1% 15/09/2023	EUR	115.562	0,18
264 000	Willow No 2 Ireland PLC for Zurich Insurance Co Ltd 3.375% 27/06/2022	EUR	291.502	0,45
			940.040	1,44
ITALY				
100 000	Assicurazioni Generali SpA 4.125% 04/05/2026	EUR	111.556	0,16
100 000	Eni SpA 0.625% 19/09/2024	EUR	102.452	0,16
200 000	Hera SpA 2.375% 04/07/2024	EUR	219.822	0,34
300 000	Intesa Sanpaolo SpA 1.125% 04/03/2022	EUR	304.779	0,47
300 000	Intesa Sanpaolo SpA 1.375% 18/01/2024	EUR	305.511	0,47
150 000	Intesa Sanpaolo SpA 1.75% 20/03/2028	EUR	152.549	0,23
50 000	Intesa Sanpaolo SpA 4.125% 14/04/2020	EUR	51.604	0,08
200 000	Snam SpA 0.875% 25/10/2026	EUR	204.592	0,31
500 000	Snam SpA 5.25% 19/09/2022	EUR	591.755	0,91
100 000	Terna Rete Elettrica Nazionale SpA 1% 23/07/2023	EUR	103.749	0,16
400 000	UniCredit SpA 1% 18/01/2023	EUR	396.218	0,61
145 000	UniCredit SpA 3.25% 14/01/2021	EUR	152.247	0,23
100 000	Unione di Banche Italiane SpA 0.75% 17/10/2022	EUR	98.277	0,15
			2.795.111	4,28
JAPAN				
100 000	Takeda Pharmaceutical Co Ltd 2.25% 21/11/2026	EUR	110.702	0,17
			110.702	0,17
JERSEY				
200 000	Swiss Re ReAssure Ltd 1.375% 27/05/2023	EUR	208.995	0,32
			208.995	0,32
LUXEMBOURG				
100 000	DH Europe Finance SA 1.2% 30/06/2027	EUR	102.998	0,15
157 000	DH Europe Finance SA 2.5% 08/07/2025	EUR	175.168	0,27
200 000	John Deere Cash Management SA 0.5% 15/09/2023	EUR	204.776	0,31
200 000	Nestle Finance International Ltd 0.75% 16/05/2023	EUR	207.408	0,32
551 000	Nestle Finance International Ltd 1.75% 12/09/2022	EUR	586.125	0,90
			1.276.475	1,95
NETHERLANDS				
300 000	ABB Finance BV 0.625% 03/05/2023	EUR	307.895	0,48
163 000	ABB Finance BV 0.75% 16/05/2024	EUR	168.750	0,26
404 000	Achmea BV 2.5% 19/11/2020	EUR	418.823	0,64
107 000	Adecco International Financial Services BV 1.5% 22/11/2022	EUR	112.408	0,17
200 000	ASML Holding NV 1.375% 07/07/2026	EUR	214.168	0,33
200 000	BASF Finance Europe NV 0% 10/11/2020	EUR	200.655	0,31
230 000	BMW Finance NV 0.875% 17/11/2020	EUR	233.213	0,36
100 000	BMW Finance NV 1.125% 10/01/2028	EUR	104.107	0,16

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IndexIQ Factors Sustainable Corporate Euro Bond

PORTFOLIO AS AT JUNE 30, 2019 IN EUR (CONTINUED)

Nominal / Quantity	Description	Currency	Carrying amount value	% of Net Assets
TRANSFERABLE SECURITIES AND MONEY MARKET INSTRUMENTS ADMITTED TO OFFICIAL STOCK				
EXCHANGE LISTING (continued)				
Ordinary Bonds (continued)				
NETHERLANDS (continued)				
200 000	Brenntag Finance BV 1.125% 27/09/2025	EUR	201.184	0,31
168 000	Bunge Finance Europe BV 1.85% 16/06/2023	EUR	173.625	0,27
200 000	Compass Group International BV 0.625% 03/07/2024	EUR	205.161	0,31
97 000	Daimler International Finance BV 0.875% 09/04/2024	EUR	99.658	0,14
200 000	Deutsche Telekom International Finance BV 2.125% 18/01/2021	EUR	207.140	0,32
200 000	Enel Finance International NV 1.375% 01/06/2026	EUR	212.440	0,33
500 000	Iberdrola International BV 2.5% 24/10/2022	EUR	543.999	0,83
100 000	Iberdrola International BV 3.5% 01/02/2021	EUR	105.893	0,16
100 000	Koninklijke Philips NV 0.5% 06/09/2023	EUR	101.931	0,15
193 000	Koninklijke Philips NV 0.75% 02/05/2024	EUR	199.041	0,30
400 000	Linde Finance BV 3.875% 01/06/2021	EUR	432.177	0,66
100 000	Ren Finance BV 2.5% 12/02/2025	EUR	110.523	0,17
100 000	Repsol International Finance BV 3.625% 07/10/2021	EUR	108.550	0,17
100 000	Robert Bosch Investment Nederland BV 2.625% 24/05/2028	EUR	117.753	0,18
200 000	Roche Finance Europe BV 0.5% 27/02/2023	EUR	205.062	0,31
144 000	Roche Finance Europe BV 0.875% 25/02/2025	EUR	151.485	0,23
200 000	Siemens Financieringsmaatschappij NV 1.75% 12/03/2021	EUR	206.782	0,32
100 000	Unilever NV 0.5% 29/04/2024	EUR	102.546	0,16
148 000	Unilever NV 1% 03/06/2023	EUR	154.217	0,24
100 000	Wolters Kluwer NV 1.5% 22/03/2027	EUR	107.522	0,16
			5.506.708	8,43
NEW ZEALAND				
225 000	ANZ New Zealand Int'l Ltd 0.4% 01/03/2022	EUR	227.771	0,35
200 000	ANZ New Zealand Int'l Ltd 1.125% 20/03/2025	EUR	210.020	0,32
			437.791	0,67
NORWAY				
300 000	Equinor ASA 2% 10/09/2020	EUR	308.005	0,48
100 000	Equinor ASA 2.875% 10/09/2025	EUR	117.238	0,18
100 000	Statkraft AS 1.125% 20/03/2025	EUR	105.407	0,16
100 000	Telenor ASA 2.625% 06/12/2024	EUR	113.470	0,17
			644.120	0,99
SPAIN				
200 000	Amadeus IT Group SA 0.875% 18/09/2023	EUR	206.110	0,33
200 000	Banco Bilbao Vizcaya Argentaria SA 0.625% 17/01/2022	EUR	203.754	0,31
200 000	Banco Bilbao Vizcaya Argentaria SA 0.75% 11/09/2022	EUR	203.480	0,31
100 000	Banco Bilbao Vizcaya Argentaria SA 3.5% 10/02/2027	EUR	114.830	0,18
100 000	Banco de Sabadell SA 1.625% 07/03/2024	EUR	103.407	0,16
400 000	Banco Santander SA 1.375% 09/02/2022	EUR	413.643	0,63
400 000	Banco Santander SA 1.375% 14/12/2022	EUR	418.616	0,64
200 000	Banco Santander SA 2.5% 18/03/2025	EUR	216.171	0,33
100 000	Banco Santander SA 3.25% 04/04/2026	EUR	112.808	0,17
400 000	Enagas Financiaciones SAU 1.375% 05/05/2028	EUR	426.896	0,65
100 000	Ferrovial Emisiones SA 1.375% 31/03/2025	EUR	104.889	0,16
150 000	Merlin Properties Socimi SA 1.875% 02/11/2026	EUR	157.506	0,24
200 000	Santander Consumer Finance SA 0.875% 24/01/2022	EUR	204.529	0,31
200 000	Santander Consumer Finance SA 1.5% 12/11/2020	EUR	204.517	0,31
			3.091.156	4,73
SWEDEN				
300 000	Essity AB 1.125% 27/03/2024	EUR	310.999	0,47
324 000	Skandinaviska Enskilda Banken AB 0.3% 17/02/2022	EUR	327.670	0,50
100 000	SKF AB 1.625% 02/12/2022	EUR	105.241	0,16
601 000	Swedbank AB 1% 01/06/2022	EUR	617.828	0,95
			1.361.738	2,08
UNITED KINGDOM				
100 000	Aon PLC 2.875% 14/05/2026	EUR	111.740	0,16
247 000	AstraZeneca PLC 0.875% 24/11/2021	EUR	252.394	0,38
200 000	Aviva PLC 1.875% 13/11/2027	EUR	213.360	0,32

The accompanying notes form an integral part of these financial statements.

IndexIQ Factors Sustainable Corporate Euro Bond

PORTFOLIO AS AT JUNE 30, 2019 IN EUR (CONTINUED)

Nominal / Quantity	Description	Currency	Carrying amount value	% of Net Assets
TRANSFERABLE SECURITIES AND MONEY MARKET INSTRUMENTS ADMITTED TO OFFICIAL STOCK				
EXCHANGE LISTING (continued)				
Ordinary Bonds (continued)				
UNITED KINGDOM (continued)				
162 000	Coca-Cola European Partners PLC 0.75% 24/02/2022	EUR	165.352	0,25
100 000	Diageo Finance PLC 1.75% 23/09/2024	EUR	108.410	0,17
200 000	easyJet PLC 1.125% 18/10/2023	EUR	204.817	0,31
200 000	Experian Finance PLC 1.375% 25/06/2026	EUR	209.140	0,32
200 000	FCE Bank PLC 1.615% 11/05/2023	EUR	201.966	0,31
214 000	GlaxoSmithKline Capital PLC 1.375% 02/12/2024	EUR	229.062	0,35
100 000	Hammerson PLC 1.75% 15/03/2023	EUR	102.939	0,16
200 000	HSBC Bank PLC 4% 15/01/2021	EUR	212.778	0,33
104 000	HSBC Holdings PLC 1.5% 15/03/2022	EUR	108.218	0,17
200 000	HSBC Holdings PLC 2.5% 15/03/2027	EUR	228.671	0,35
100 000	InterContinental Hotels Group PLC 2.125% 15/05/2027	EUR	106.194	0,16
150 000	ITV PLC 2% 01/12/2023	EUR	156.611	0,24
200 000	London Stock Exchange Group PLC 0.875% 19/09/2024	EUR	206.398	0,32
187 000	Sky Ltd 1.5% 15/09/2021	EUR	193.556	0,30
169 000	Standard Chartered PLC 1.625% 13/06/2021	EUR	174.329	0,27
111 000	Standard Chartered PLC 3.125% 19/11/2024	EUR	122.948	0,19
			3.308.883	5,06
UNITED STATES				
217 000	3M Co 1.75% 15/05/2030	EUR	242.810	0,38
100 000	AbbVie Inc 2.125% 17/11/2028	EUR	109.643	0,17
309 000	American Express Credit Corp 0.625% 22/11/2021	EUR	314.243	0,48
255 000	American Honda Finance Corp 0.75% 17/01/2024	EUR	261.191	0,40
200 000	American Honda Finance Corp 1.375% 10/11/2022	EUR	209.228	0,32
312 000	American International Group Inc 1.5% 08/06/2023	EUR	325.276	0,50
200 000	American International Group Inc 1.875% 21/06/2027	EUR	210.445	0,32
200 000	American Tower Corp 1.375% 04/04/2025	EUR	207.563	0,32
300 000	Amgen Inc 1.25% 25/02/2022	EUR	309.296	0,47
100 000	Amgen Inc 2% 25/02/2026	EUR	110.929	0,17
418 000	Apple Inc 0.875% 24/05/2025	EUR	438.746	0,67
220 000	Apple Inc 1.375% 24/05/2029	EUR	239.420	0,37
403 000	Apple Inc 1.625% 10/11/2026	EUR	445.249	0,68
198 000	Apple Inc 2% 17/09/2027	EUR	225.628	0,35
249 000	AT&T Inc 1.45% 01/06/2022	EUR	258.999	0,40
227 000	AT&T Inc 1.95% 15/09/2023	EUR	242.813	0,37
200 000	AT&T Inc 2.45% 15/03/2035	EUR	210.335	0,32
200 000	AT&T Inc 2.65% 17/12/2021	EUR	211.940	0,32
200 000	AT&T Inc 3.5% 17/12/2025	EUR	237.475	0,36
150 000	Baxter International Inc 1.3% 30/05/2025	EUR	158.509	0,24
200 000	Becton Dickinson & Co 1.9% 15/12/2026	EUR	212.777	0,32
200 000	Berkshire Hathaway Inc 0.25% 17/01/2021	EUR	201.211	0,31
208 000	Berkshire Hathaway Inc 1.125% 16/03/2027	EUR	217.998	0,33
436 000	Berkshire Hathaway Inc 1.3% 15/03/2024	EUR	459.784	0,70
300 000	Berkshire Hathaway Inc 1.625% 16/03/2035	EUR	328.221	0,50
207 000	Berkshire Hathaway Inc 2.15% 15/03/2028	EUR	235.019	0,36
307 000	Booking Holdings Inc 0.8% 10/03/2022	EUR	313.579	0,48
100 000	Booking Holdings Inc 2.375% 23/09/2024	EUR	110.628	0,16
200 000	BorgWarner Inc 1.8% 07/11/2022	EUR	211.306	0,32
292 000	Bristol-Myers Squibb Co 1% 15/05/2025	EUR	306.250	0,47
300 000	Cargill Inc 2.5% 15/02/2023	EUR	327.480	0,50
200 000	Chubb INA Holdings Inc 1.55% 15/03/2028	EUR	212.650	0,33
200 000	Chubb INA Holdings Inc 2.5% 15/03/2038	EUR	228.572	0,35
153 000	Citigroup Inc 0.75% 26/10/2023	EUR	156.517	0,24
144 000	Citigroup Inc 1.75% 28/01/2025	EUR	154.828	0,24
118 000	Citigroup Inc 2.125% 10/09/2026	EUR	130.245	0,20
137 000	Citigroup Inc 2.375% 22/05/2024	EUR	150.963	0,23
218 000	Coca-Cola Co/The 0.75% 09/03/2023	EUR	224.536	0,34
100 000	Digital Euro Finco LLC 2.5% 16/01/2026	EUR	109.046	0,17
100 000	Discovery Communications LLC 1.9% 19/03/2027	EUR	105.318	0,16

The accompanying notes form an integral part of these financial statements.

IndexIQ Factors Sustainable Corporate Euro Bond

PORTFOLIO AS AT JUNE 30, 2019 IN EUR (CONTINUED)

Nominal / Quantity	Description	Currency	Carrying amount value	% of Net Assets
TRANSFERABLE SECURITIES AND MONEY MARKET INSTRUMENTS ADMITTED TO OFFICIAL STOCK				
EXCHANGE LISTING (continued)				
Ordinary Bonds (continued)				
UNITED STATES (continued)				
100 000	Dover Corp 1.25% 09/11/2026	EUR	103.737	0,16
100 000	Ecolab Inc 1% 15/01/2024	EUR	103.818	0,16
100 000	Ecolab Inc 2.625% 08/07/2025	EUR	113.352	0,17
155 000	Eli Lilly & Co 1.625% 02/06/2026	EUR	169.522	0,26
200 000	FedEx Corp 1% 11/01/2023	EUR	204.778	0,31
249 000	FedEx Corp 1.625% 11/01/2027	EUR	263.234	0,40
100 000	Flowserve Corp 1.25% 17/03/2022	EUR	100.910	0,15
100 000	Ford Motor Credit Co LLC 1.355% 07/02/2025	EUR	98.056	0,15
100 000	General Mills Inc 2.1% 16/11/2020	EUR	102.498	0,16
170 000	International Business Machines Corp 0.95% 23/05/2025	EUR	176.576	0,27
100 000	International Flavors & Fragrances Inc 1.75% 14/03/2024	EUR	106.651	0,16
170 000	Johnson & Johnson 0.65% 20/05/2024	EUR	176.330	0,27
164 000	Johnson & Johnson 1.15% 20/11/2028	EUR	177.432	0,27
146 000	Johnson & Johnson 1.65% 20/05/2035	EUR	164.615	0,25
148 000	Kellogg Co 1% 17/05/2024	EUR	153.477	0,23
147 000	Kellogg Co 1.25% 10/03/2025	EUR	153.406	0,23
299 000	Kinder Morgan Inc/DE 1.5% 16/03/2022	EUR	311.128	0,48
100 000	Kinder Morgan Inc/DE 2.25% 16/03/2027	EUR	110.832	0,17
232 000	Mastercard Inc 2.1% 01/12/2027	EUR	266.225	0,41
300 000	McDonald's Corp 1% 15/11/2023	EUR	313.078	0,48
200 000	McKesson Corp 0.625% 17/08/2021	EUR	202.612	0,31
274 000	McKesson Corp 1.5% 17/11/2025	EUR	286.652	0,44
200 000	McKesson Corp 1.625% 30/10/2026	EUR	211.308	0,32
100 000	Merck & Co Inc 2.5% 15/10/2034	EUR	123.663	0,19
193 000	Metropolitan Life Global Funding I 0.875% 20/01/2022	EUR	197.883	0,30
258 000	Metropolitan Life Global Funding I 2.375% 11/01/2023	EUR	279.362	0,43
200 000	Microsoft Corp 2.125% 06/12/2021	EUR	210.626	0,32
300 000	Microsoft Corp 2.625% 02/05/2033	EUR	382.477	0,59
348 000	Microsoft Corp 3.125% 06/12/2028	EUR	436.979	0,67
100 000	Molson Coors Brewing Co 1.25% 15/07/2024	EUR	102.702	0,16
122 000	Mondelez International Inc 1.625% 08/03/2027	EUR	129.682	0,20
200 000	MPT Operating Partnership LP / MPT Finance Corp 3.325% 24/03/2025	EUR	216.596	0,33
200 000	Nestle Holdings Inc 0.875% 18/07/2025	EUR	210.238	0,32
200 000	Oracle Corp 2.25% 10/01/2021	EUR	207.604	0,32
363 000	Oracle Corp 3.125% 10/07/2025	EUR	428.511	0,66
200 000	PepsiCo Inc 0.875% 18/07/2028	EUR	208.082	0,32
157 000	PepsiCo Inc 2.625% 28/04/2026	EUR	183.119	0,28
150 000	PPG Industries Inc 0.875% 03/11/2025	EUR	153.814	0,24
195 000	Praxair Inc 1.625% 01/12/2025	EUR	213.735	0,33
185 000	Procter & Gamble Co/The 1.125% 02/11/2023	EUR	194.507	0,30
269 000	Procter & Gamble Co/The 4.875% 11/05/2027	EUR	366.527	0,56
300 000	Prologis Euro Finance LLC 1.875% 05/01/2029	EUR	329.097	0,50
200 000	Prologis LP 1.375% 07/10/2020	EUR	203.014	0,31
252 000	Prologis LP 3% 18/01/2022	EUR	269.919	0,41
200 000	Stryker Corp 2.125% 30/11/2027	EUR	224.427	0,34
100 000	Stryker Corp 2.625% 30/11/2030	EUR	116.406	0,18
161 000	Sysco Corp 1.25% 23/06/2023	EUR	166.824	0,26
185 000	Thermo Fisher Scientific Inc 0.75% 12/09/2024	EUR	189.043	0,29
171 000	Thermo Fisher Scientific Inc 2% 15/04/2025	EUR	186.261	0,29
200 000	Toyota Motor Credit Corp 0.625% 21/11/2024	EUR	204.740	0,31
475 000	Toyota Motor Credit Corp 0.75% 21/07/2022	EUR	486.951	0,75
225 000	Toyota Motor Credit Corp 1% 09/03/2021	EUR	229.460	0,35
400 000	Toyota Motor Credit Corp 1% 10/09/2021	EUR	409.832	0,63
436 000	Toyota Motor Credit Corp 2.375% 01/02/2023	EUR	473.697	0,72
200 000	United Parcel Service Inc 0.375% 15/11/2023	EUR	202.800	0,31
241 000	United Parcel Service Inc 1% 15/11/2028	EUR	249.732	0,37
100 000	United Parcel Service Inc 1.5% 15/11/2032	EUR	108.198	0,17

The accompanying notes form an integral part of these financial statements.

IndexIQ Factors Sustainable Corporate Euro Bond

PORTFOLIO AS AT JUNE 30, 2019 IN EUR (CONTINUED)

Nominal / Quantity	Description	Currency	Carrying amount value	% of Net Assets
TRANSFERABLE SECURITIES AND MONEY MARKET INSTRUMENTS ADMITTED TO OFFICIAL STOCK				
EXCHANGE LISTING (continued)				
Ordinary Bonds (continued)				
UNITED STATES (continued)				
400 000	US Bancorp 0.85% 07/06/2024	EUR	413.234	0,63
200 000	Verizon Communications Inc 0.875% 02/04/2025	EUR	206.731	0,32
100 000	Verizon Communications Inc 1.625% 01/03/2024	EUR	107.486	0,16
300 000	Verizon Communications Inc 2.625% 01/12/2031	EUR	355.799	0,54
149 000	VF Corp 0.625% 20/09/2023	EUR	152.793	0,23
274 000	Walgreens Boots Alliance Inc 2.125% 20/11/2026	EUR	292.031	0,45
200 000	Wells Fargo & Co 1% 02/02/2027	EUR	205.519	0,31
200 000	Wells Fargo & Co 1.375% 26/10/2026	EUR	211.730	0,32
354 000	Wells Fargo & Co 1.5% 12/09/2022	EUR	370.348	0,57
148 000	Wells Fargo & Co 2.25% 02/05/2023	EUR	160.092	0,24
137 000	Wells Fargo & Co 2.625% 16/08/2022	EUR	148.054	0,23
350 000	Xylem Inc/NY 2.25% 11/03/2023	EUR	372.988	0,57
			24.730.206	37,81
Total Ordinary Bonds			59.488.576	91,03
Floating rate notes				
CAYMAN ISLANDS				
100 000	XLIT Ltd 3.25% 29/06/2047	EUR	108.505	0,17
			108.505	0,17
FINLAND				
231 000	Nordea Bank Abp 1.875% 10/11/2025	EUR	235.962	0,36
			235.962	0,36
FRANCE				
194 000	AXA SA 5.125% 04/07/2043	EUR	227.124	0,36
300 000	AXA SA 5.25% 16/04/2040	EUR	312.325	0,48
226 000	BNP Paribas SA 2.875% 20/03/2026	EUR	236.238	0,36
100 000	CNP Assurances 6% 14/09/2040	EUR	107.125	0,16
100 000	CNP Assurances 6.875% 30/09/2041	EUR	114.543	0,18
200 000	SCOR SE 3% 08/06/2046	EUR	218.000	0,33
100 000	Societe Generale SA 1.375% 23/02/2028	EUR	100.903	0,15
100 000	Suez 2.5% Perp	EUR	103.500	0,16
100 000	Suez 3% Perp	EUR	102.505	0,16
100 000	TOTAL SA 2.625% Perp	EUR	106.662	0,16
200 000	TOTAL SA 3.875% Perp	EUR	218.746	0,33
			1.847.671	2,83
GERMANY				
200 000	Allianz SE 2.241% 07/07/2045	EUR	213.554	0,32
330 000	Deutsche Boerse AG 2.75% 05/02/2041	EUR	342.164	0,52
100 000	Hannover Rueck SE 3.375% Perp	EUR	110.375	0,17
200 000	Muenchener Rueckversicherungs-Gesellschaft AG in Muenchen 6.25% 26/05/2042	EUR	234.732	0,36
100 000	Talanx AG 2.25% 05/12/2047	EUR	102.175	0,16
			1.003.000	1,53
IRELAND				
100 000	Aquarius & Investments PLC for Zurich Insurance Co Ltd 4.25% 02/10/2043	EUR	114.921	0,18
			114.921	0,18
LUXEMBOURG				
100000	Talanx Finanz Luxembourg SA 8.3673% 15/06/2042	EUR	123.000	0,19
			123.000	0,19
NETHERLANDS				
139 000	Cooperatieve Rabobank UA 2.5% 26/05/2026	EUR	145.130	0,23
100 000	Vonovia Finance BV 4% 29/12/2049	EUR	106.875	0,16
			252.005	0,39
SPAIN				
100 000	Mapfre SA 4.375% 31/03/2047	EUR	112.340	0,17
			112.340	0,17
UNITED KINGDOM				
194 000	Centrica PLC 3% 10/04/2076	EUR	196.414	0,30

The accompanying notes form an integral part of these financial statements.

IndexIQ Factors Sustainable Corporate Euro Bond

PORTFOLIO AS AT JUNE 30, 2019 IN EUR (CONTINUED)

Nominal / Quantity	Description	Currency	Carrying amount value	% of Net Assets
TRANSFERABLE SECURITIES AND MONEY MARKET INSTRUMENTS ADMITTED TO OFFICIAL STOCK				
EXCHANGE LISTING (continued)				
Floating rate notes (continued)				
UNITED KINGDOM (continued)				
196 000	NGG Finance PLC 4.25% 18/06/2076	EUR	202.856	0,31
			399.270	0,61
Total Floating rate notes			4.196.674	6,42
Total Investment Portfolio			63.685.250	97,45

The accompanying notes form an integral part of these financial statements.

IndexIQ Factors Sustainable Corporate Euro Bond

GEOGRAPHICAL AND ECONOMIC BREAKDOWN OF INVESTMENTS AS AT JUNE 30, 2019

GEOGRAPHICAL BREAKDOWN	% of net assets
United States	37,81
France	12,30
Netherlands	8,82
Germany	6,21
United Kingdom	5,67
Spain	4,90
Italy	4,28
Canada	3,54
Luxembourg	2,14
Sweden	2,08
Australia	1,67
Finland	1,65
Ireland	1,62
Denmark	1,58
Norway	0,99
Belgium	0,86
New Zealand	0,67
Jersey	0,32
Cayman Islands	0,17
Japan	0,17
TOTAL	97,45

ECONOMIC BREAKDOWN	% of net assets
Banks	21,00
Insurance	11,09
Auto Manufacturers	5,99
Pharmaceuticals	4,39
Electric	4,09
REITS	3,58
Telecommunications	3,28
Software	3,21
Food	3,10
Transportation	2,95
Chemicals	2,84
Healthcare - Products	2,53
Computers	2,50
Diversified Financial Services	2,35
Auto Parts & Equipment	2,23
Gas	2,17
Beverages	2,16
Oil & Gas	1,84
Cosmetics/Personal Care	1,73
Electrical Components & Equipment	1,26
Machinery - Diversified	1,19
Commercial Services	0,97
Retail	0,93
Household Products/Wares	0,92
Pipelines	0,92
Engineering & Construction	0,90
Media	0,86
Apparel	0,83
Agriculture	0,77
Miscellaneous Manufacturer	0,70
Biotechnology	0,64
Internet	0,64
Building Materials	0,50
Water	0,48
Semiconductors	0,33
Advertising	0,31
Airlines	0,31
Food Service	0,31
Healthcare - Services	0,17
Lodging	0,16
Metal Fabricate/Hardware	0,16
Real Estate	0,16
TOTAL	97,45

The accompanying notes form an integral part of these financial statements.

IndexIQ Factors Sustainable Sovereign Euro Bond

STATEMENT OF NET ASSETS AS AT JUNE 30, 2019 IN EUR

Assets	Notes		
Investments in securities (at cost: 52.547.826)	(Note 2.3)	55.172.036	
Banks		1.107.688	
Interest receivable		542.936	
Total assets		56.822.660	
Liabilities			
Operating and administrative charges	(Note 4)	(23.408)	
Total liabilities		(23.408)	
Total net assets		56.799.252	
	Currency	Net Asset Value per Share	Shares outstanding
Class UCITS ETF Dis	EUR	26,25	2.152.100
Class S Acc	EUR	0,1058	3.000.000

The accompanying notes form an integral part of these financial statements.

IndexIQ Factors Sustainable Sovereign Euro Bond

STATEMENT OF OPERATIONS AND CHANGES IN NET ASSETS FOR THE PERIOD ENDED JUNE 30, 2019 IN EUR

Net assets at the beginning of the period	Notes	55.130.384
Net income from interests		194.523
Total income		194.523
Investment manager fees	(Note 5)	(24.821)
Depository fees		(1.398)
Other charges and taxes	(Note 4)	(55.349)
Total expenses		(81.568)
Net investment income		112.955
Net realised profit on sales of investments, currencies and other financial instruments		167.613
Change in unrealised appreciation on - investments	(Note 2.3)	2.430.373
Net result of operations for the period		2.710.941
Subscriptions for the period		-
Redemptions for the period		(842.563)
Distribution		(199.510)
Net assets at the end of the period		56.799.252

The accompanying notes form an integral part of these financial statements.

IndexIQ Factors Sustainable Sovereign Euro Bond

PORTFOLIO AS AT JUNE 30, 2019 IN EUR

Nominal / Quantity	Description	Currency	Carrying amount value	% of Net Assets
TRANSFERABLE SECURITIES AND MONEY MARKET INSTRUMENTS ADMITTED TO OFFICIAL STOCK				
EXCHANGE LISTING				
Government Bonds				
AUSTRIA				
30 000	Republic of Austria Government Bond 0.5% 20/02/2029	EUR	31.599	0,06
100 000	Republic of Austria Government Bond 2.4% 23/05/2034	EUR	130.486	0,23
217 000	Republic of Austria Government Bond 3.5% 15/09/2021	EUR	237.116	0,41
			399.201	0,70
BELGIUM				
176 000	Kingdom of Belgium Government Bond 0.8% 22/06/2027	EUR	189.199	0,34
70 000	Kingdom of Belgium Government Bond 1.9% 22/06/2038	EUR	85.496	0,15
300 000	Kingdom of Belgium Government Bond 4.25% 28/09/2022	EUR	348.065	0,61
150 000	Kingdom of Belgium Government Bond 5.5% 28/03/2028	EUR	223.380	0,39
			846.140	1,49
BULGARIA				
820 000	Bulgaria Government International Bond 2% 26/03/2022	EUR	867.708	1,53
200 000	Bulgaria Government International Bond 2.625% 26/03/2027	EUR	233.280	0,41
550 000	Bulgaria Government International Bond 2.95% 03/09/2024	EUR	630.993	1,11
			1.731.981	3,05
CYPRUS				
500 000	Cyprus Government International Bond 2.375% 25/09/2028	EUR	576.890	1,02
113 000	Cyprus Government International Bond 2.75% 26/02/2034	EUR	138.529	0,24
450 000	Cyprus Government International Bond 4.25% 04/11/2025	EUR	560.723	0,99
			1.276.142	2,25
CZECH				
450 000	Czech Republic International 3.625% 14/04/2021	EUR	481.266	0,85
600 000	Czech Republic International 3.875% 24/05/2022	EUR	671.964	1,18
			1.153.230	2,03
FRANCE				
1 200 000	French Republic Government Bond OAT 0% 25/03/2023	EUR	1.228.447	2,15
2 100 000	French Republic Government Bond OAT 0% 25/05/2021	EUR	2.127.132	3,75
313 000	French Republic Government Bond OAT 0.25% 25/11/2026	EUR	324.902	0,57
61 000	French Republic Government Bond OAT 0.5% 25/05/2026	EUR	64.447	0,11
200 000	French Republic Government Bond OAT 0.75% 25/11/2028	EUR	215.304	0,38
293 000	French Republic Government Bond OAT 1% 25/05/2027	EUR	321.320	0,57
339 000	French Republic Government Bond OAT 1% 25/11/2025	EUR	368.905	0,65
202 000	French Republic Government Bond OAT 1.25% 25/05/2036	EUR	227.004	0,40
209 000	French Republic Government Bond OAT 1.5% 25/05/2031	EUR	242.094	0,43
190 000	French Republic Government Bond OAT 1.5% 25/05/2050	EUR	218.690	0,39
170 000	French Republic Government Bond OAT 1.75% 25/11/2024	EUR	190.581	0,34
202 000	French Republic Government Bond OAT 2.25% 25/05/2024	EUR	229.786	0,40
179 000	French Republic Government Bond OAT 2.5% 25/05/2030	EUR	226.325	0,40
134 000	French Republic Government Bond OAT 3.25% 25/05/2045	EUR	211.993	0,37
450 000	French Republic Government Bond OAT 3.5% 25/04/2026	EUR	570.299	1,00
106 000	French Republic Government Bond OAT 4% 25/04/2055	EUR	202.226	0,36
180 000	French Republic Government Bond OAT 4% 25/04/2060	EUR	356.728	0,63
70 000	French Republic Government Bond OAT 4% 25/10/2038	EUR	114.810	0,20
112 000	French Republic Government Bond OAT 4.75% 25/04/2035	EUR	187.866	0,33
440 000	French Republic Government Bond OAT 5.5% 25/04/2029	EUR	681.246	1,20
261 000	French Republic Government Bond OAT 5.75% 25/10/2032	EUR	451.786	0,80
			8.761.891	15,43

The accompanying notes form an integral part of these financial statements.

IndexIQ Factors Sustainable Sovereign Euro Bond

PORTFOLIO AS AT JUNE 30, 2019 IN EUR (CONTINUED)

Nominal / Quantity	Description	Currency	Carrying amount value	% of Net Assets
TRANSFERABLE SECURITIES AND MONEY MARKET INSTRUMENTS ADMITTED TO OFFICIAL STOCK				
EXCHANGE LISTING (continued)				
Government Bonds (continued)				
GERMANY				
1 000 000	Bundesobligation 0% 08/04/2022	EUR	1.021.350	1,80
1 412 000	Bundesobligation 0.25% 16/10/2020	EUR	1.429.588	2,52
1 052 000	Bundesrepublik Deutschland Bundesanleihe 0% 15/08/2026	EUR	1.092.923	1,92
500 000	Bundesrepublik Deutschland Bundesanleihe 0.25% 15/02/2029	EUR	528.277	0,93
500 000	Bundesrepublik Deutschland Bundesanleihe 0.5% 15/08/2028	EUR	528.865	0,93
400 000	Bundesrepublik Deutschland Bundesanleihe 0.5% 15/02/2025	EUR	425.936	0,75
520 000	Bundesrepublik Deutschland Bundesanleihe 0.5% 15/02/2026	EUR	557.648	0,98
100 000	Bundesrepublik Deutschland Bundesanleihe 1% 15/08/2024	EUR	108.641	0,19
240 000	Bundesrepublik Deutschland Bundesanleihe 1.25% 15/08/2048	EUR	306.290	0,55
1 758 000	Bundesrepublik Deutschland Bundesanleihe 1.5% 04/09/2022	EUR	1.885.859	3,32
324 000	Bundesrepublik Deutschland Bundesanleihe 2.5% 04/07/2044	EUR	506.270	0,89
233 000	Bundesrepublik Deutschland Bundesanleihe 2.5% 15/08/2046	EUR	371.969	0,65
500 000	Bundesrepublik Deutschland Bundesanleihe 3.25% 04/07/2021	EUR	540.471	0,95
144 000	Bundesrepublik Deutschland Bundesanleihe 3.25% 04/07/2042	EUR	245.904	0,43
276 000	Bundesrepublik Deutschland Bundesanleihe 4% 04/01/2037	EUR	470.874	0,83
155 000	Bundesrepublik Deutschland Bundesanleihe 4.25% 04/07/2039	EUR	284.474	0,50
152 000	Bundesrepublik Deutschland Bundesanleihe 4.75% 04/07/2034	EUR	264.205	0,47
120 000	Bundesrepublik Deutschland Bundesanleihe 4.75% 04/07/2040	EUR	237.325	0,42
101 000	Bundesrepublik Deutschland Bundesanleihe 5.5% 04/01/2031	EUR	169.505	0,30
600 000	Bundesrepublik Deutschland Bundesanleihe 6.25% 04/01/2024	EUR	791.555	1,39
			11.767.929	20,72
HUNGARY				
500 000	Hungary Government International Bond 1.25% 22/10/2025	EUR	530.570	0,94
530 000	Hungary Government International Bond 1.75% 10/10/2027	EUR	580.350	1,02
			1.110.920	1,96
IRELAND				
98 000	Ireland Government Bond 1.7% 15/05/2037	EUR	113.423	0,21
95 000	Ireland Government Bond 2% 18/02/2045	EUR	118.054	0,21
194 000	Ireland Government Bond 3.4% 18/03/2024	EUR	229.019	0,40
300 000	Ireland Government Bond 3.9% 20/03/2023	EUR	349.189	0,61
200 000	Ireland Government Bond 5% 18/10/2020	EUR	214.560	0,38
74 000	Ireland Government Bond 5.4% 13/03/2025	EUR	97.998	0,17
			1.122.243	1,98
ITALY				
250 000	Italy Buoni Poliennali Del Tesoro 0.95% 01/03/2023	EUR	249.766	0,43
760 000	Italy Buoni Poliennali Del Tesoro 1.5% 01/06/2025	EUR	761.189	1,34
174 000	Italy Buoni Poliennali Del Tesoro 1.65% 01/03/2032	EUR	163.450	0,29
105 000	Italy Buoni Poliennali Del Tesoro 2.25% 01/09/2036	EUR	102.150	0,18
119 000	Italy Buoni Poliennali Del Tesoro 3.25% 01/09/2046	EUR	127.609	0,22
220 000	Italy Buoni Poliennali Del Tesoro 3.5% 01/03/2030	EUR	247.870	0,44
450 000	Italy Buoni Poliennali Del Tesoro 3.75% 01/09/2024	EUR	503.010	0,89
376 000	Italy Buoni Poliennali Del Tesoro 4% 01/02/2037	EUR	449.831	0,79
228 000	Italy Buoni Poliennali Del Tesoro 4% 01/09/2020	EUR	238.644	0,42
450 000	Italy Buoni Poliennali Del Tesoro 4.5% 01/03/2024	EUR	515.745	0,91
125 000	Italy Buoni Poliennali Del Tesoro 4.5% 01/03/2026	EUR	147.847	0,26
384 000	Italy Buoni Poliennali Del Tesoro 4.75% 01/09/2028	EUR	477.850	0,84
180 000	Italy Buoni Poliennali Del Tesoro 4.75% 01/09/2044	EUR	237.119	0,42
1 050 000	Italy Buoni Poliennali Del Tesoro 5% 01/03/2022	EUR	1.169.996	2,06

The accompanying notes form an integral part of these financial statements.

IndexIQ Factors Sustainable Sovereign Euro Bond

PORTFOLIO AS AT JUNE 30, 2019 IN EUR (CONTINUED)

Nominal / Quantity	Description	Currency	Carrying amount value	% of Net Assets
TRANSFERABLE SECURITIES AND MONEY MARKET INSTRUMENTS ADMITTED TO OFFICIAL STOCK				
EXCHANGE LISTING (continued)				
Government Bonds (continued)				
ITALY (continued)				
130 000	Italy Buoni Poliennali Del Tesoro 5% 01/08/2034	EUR	171.049	0,30
101 000	Italy Buoni Poliennali Del Tesoro 5% 01/08/2039	EUR	135.541	0,24
400 000	Italy Buoni Poliennali Del Tesoro 5% 01/09/2040	EUR	534.574	0,94
362 000	Italy Buoni Poliennali Del Tesoro 5.25% 01/11/2029	EUR	466.436	0,82
1 050 000	Italy Buoni Poliennali Del Tesoro 5.5% 01/11/2022	EUR	1.207.920	2,13
88 000	Italy Buoni Poliennali Del Tesoro 5.75% 01/02/2033	EUR	121.912	0,21
151 000	Italy Buoni Poliennali Del Tesoro 6% 01/05/2031	EUR	209.326	0,37
600 000	Italy Buoni Poliennali Del Tesoro 6.5% 01/11/2027	EUR	815.131	1,44
			9.053.965	15,94
LITHUANIA				
100 000	Lithuania Government International Bond 2.125% 22/10/2035	EUR	116.647	0,21
159 000	Lithuania Government International Bond 2.125% 29/10/2026	EUR	181.964	0,32
			298.611	0,53
LUXEMBOURG				
273 000	Luxembourg Government Bond 0.625% 01/02/2027	EUR	290.155	0,51
500 000	Luxembourg Government Bond 2.125% 10/07/2023	EUR	555.897	0,98
150 000	Luxembourg Government Bond 3.375% 18/05/2020	EUR	155.196	0,27
			1.001.248	1,76
NETHERLANDS				
100 000	Netherlands Government Bond 0% 15/01/2022	EUR	101.776	0,18
200 000	Netherlands Government Bond 0% 15/01/2024	EUR	205.409	0,36
90 000	Netherlands Government Bond 0.25% 15/07/2025	EUR	94.049	0,17
112 000	Netherlands Government Bond 0.75% 15/07/2027	EUR	121.771	0,21
200 000	Netherlands Government Bond 0.75% 15/07/2028	EUR	218.280	0,38
79 000	Netherlands Government Bond 2.5% 15/01/2033	EUR	105.784	0,19
72 000	Netherlands Government Bond 2.75% 15/01/2047	EUR	118.708	0,21
300 000	Netherlands Government Bond 3.25% 15/07/2021	EUR	324.460	0,57
87 000	Netherlands Government Bond 3.75% 15/01/2042	EUR	154.793	0,27
60 000	Netherlands Government Bond 4% 15/01/2037	EUR	100.564	0,18
			1.545.594	2,72
POLAND				
430 000	Republic of Poland Government International Bond 1.375% 22/10/2027	EUR	471.577	0,83
190 000	Republic of Poland Government International Bond 1.5% 09/09/2025	EUR	207.484	0,37
330 000	Republic of Poland Government International Bond 2.375% 18/01/2036	EUR	397.189	0,70
400 000	Republic of Poland Government International Bond 3% 15/01/2024	EUR	457.630	0,81
150 000	Republic of Poland Government International Bond 3.375% 09/07/2024	EUR	175.861	0,31
250 000	Republic of Poland Government International Bond 3.75% 19/01/2023	EUR	285.202	0,50
400 000	Republic of Poland Government International Bond 4% 23/03/2021	EUR	430.000	0,76
1 050 000	Republic of Poland Government International Bond 4.2% 15/04/2020	EUR	1.087.212	1,91
970 000	Republic of Poland Government International Bond 5.25% 20/01/2025	EUR	1.256.472	2,21
			4.768.627	8,40
PORTUGAL				
500 000	Portugal Obrigacoes do Tesouro OT 2.2% 17/10/2022	EUR	541.315	0,96
230 000	Portugal Obrigacoes do Tesouro OT 2.875% 21/07/2026	EUR	274.345	0,48
300 000	Portugal Obrigacoes do Tesouro OT 3.875% 15/02/2030	EUR	402.079	0,71
50 000	Portugal Obrigacoes do Tesouro OT 4.125% 14/04/2027	EUR	65.030	0,11
			1.282.769	2,26
ROMANIA				
300 000	Romanian Government International Bond 2% 08/12/2026	EUR	317.404	0,56

The accompanying notes form an integral part of these financial statements.

IndexIQ Factors Sustainable Sovereign Euro Bond

PORTFOLIO AS AT JUNE 30, 2019 IN EUR (CONTINUED)

Nominal / Quantity	Description	Currency	Carrying amount value	% of Net Assets
TRANSFERABLE SECURITIES AND MONEY MARKET INSTRUMENTS ADMITTED TO OFFICIAL STOCK				
EXCHANGE LISTING (continued)				
Government Bonds (continued)				
ROMANIA (continued)				
400 000	Romanian Government International Bond 2.375% 19/04/2027	EUR	433.390	0,76
900 000	Romanian Government International Bond 2.75% 29/10/2025	EUR	1.005.750	1,77
280 000	Romanian Government International Bond 3.375% 08/02/2038	EUR	302.056	0,53
400 000	Romanian Government International Bond 3.875% 29/10/2035	EUR	458.108	0,81
			2.516.708	4,43
SLOVENIA				
150 000	Slovenia Government Bond 2.25% 03/03/2032	EUR	183.802	0,32
			183.802	0,32
SPAIN				
500 000	Spain Government Bond 0.35% 30/07/2023	EUR	512.131	0,90
150 000	Spain Government Bond 1.45% 30/04/2029	EUR	165.215	0,29
1 000 000	Spain Government Bond 1.5% 30/04/2027	EUR	1.101.600	1,94
586 000	Spain Government Bond 1.6% 30/04/2025	EUR	642.601	1,13
247 000	Spain Government Bond 1.95% 30/07/2030	EUR	285.006	0,50
109 000	Spain Government Bond 3.45% 30/07/2066	EUR	169.939	0,30
450 000	Spain Government Bond 3.8% 30/04/2024	EUR	536.786	0,95
107 000	Spain Government Bond 4.2% 31/01/2037	EUR	164.271	0,29
84 000	Spain Government Bond 4.7% 30/07/2041	EUR	143.008	0,25
1 000 000	Spain Government Bond 4.85% 31/10/2020	EUR	1.070.516	1,88
100 000	Spain Government Bond 4.9% 30/07/2040	EUR	172.464	0,30
86 000	Spain Government Bond 5.15% 31/10/2044	EUR	159.258	0,28
415 000	Spain Government Bond 5.5% 30/04/2021	EUR	460.090	0,81
94 000	Spain Government Bond 5.75% 30/07/2032	EUR	154.861	0,27
66 000	Spain Government Bond 6% 31/01/2029	EUR	101.249	0,18
			5.838.995	10,27
SWEDEN				
500 000	Sweden Government International Bond 0.125% 24/04/2023	EUR	512.040	0,90
			512.040	0,90
Total Government Bonds			55.172.036	97,14
Total Investment Portfolio			55.172.036	97,14

The accompanying notes form an integral part of these financial statements.

IndexIQ Factors Sustainable Sovereign Euro Bond

GEOGRAPHICAL AND ECONOMIC BREAKDOWN OF INVESTMENTS AS AT JUNE 30, 2019

GEOGRAPHICAL BREAKDOWN	% of net assets
Germany	20,72
Italy	15,94
France	15,43
Spain	10,27
Poland	8,40
Romania	4,43
BULGARIA	3,05
Netherlands	2,72
Portugal	2,26
Cyprus	2,25
Czech	2,03
Ireland	1,98
Hungary	1,96
Luxembourg	1,76
Belgium	1,49
Sweden	0,90
Austria	0,70
Lithuania	0,53
Slovenia	0,32
TOTAL	97,14

ECONOMIC BREAKDOWN	% of net assets
Government Bonds	97,14
TOTAL	97,14

IndexIQ Factors Sustainable Europe Equity

STATEMENT OF NET ASSETS AS AT JUNE 30, 2019 IN EUR

Assets	Notes		
Investments in securities (at cost: 153.262.325)	(Note 2.3)	148.812.491	
Banks		227.543	
Dividends receivable		482.881	
Total assets		149.522.915	
Liabilities			
Operating and administrative charges	(Note 4)	(71.503)	
Total liabilities		(71.503)	
Total net assets		149.451.412	
	Currency	Net Asset Value per Share	Shares outstanding
Class UCITS ETF Acc	EUR	25,80	5.780.000
Class S Acc	EUR	0,1031	3.000.000

The accompanying notes form an integral part of these financial statements.

IndexIQ Factors Sustainable Europe Equity

STATEMENT OF OPERATIONS AND CHANGES IN NET ASSETS FOR THE PERIOD ENDED JUNE 30, 2019 IN EUR

Net assets at the beginning of the period	Notes	139.641.811
Net income from dividends		4.566.607
Total income		4.566.607
Investment manager fees	(Note 5)	(89.761)
Depository fees		(3.844)
Other charges and taxes	(Note 4)	(619.258)
Total expenses		(712.863)
Net investment income		3.853.744
Net realised (loss) on sales of investments, currencies and other financial instruments		(1.032.400)
Change in unrealised appreciation/(depreciation) on		
- investments	(Note 2.3)	16.756.692
- foreign currencies	(Note 2.4)	(2.147)
Net result of operations for the period		19.575.889
Subscriptions for the period		-
Redemptions for the period		(9.766.288)
Distribution		-
Net assets at the end of the period		149.451.412

The accompanying notes form an integral part of these financial statements.

IndexIQ Factors Sustainable Europe Equity

PORTFOLIO AS AT JUNE 30, 2019 IN EUR

Nominal / Quantity	Description	Currency	Carrying amount value	% of Net Assets
TRANSFERABLE SECURITIES AND MONEY MARKET INSTRUMENTS ADMITTED TO OFFICIAL STOCK				
EXCHANGE LISTING				
Shares				
AUSTRIA				
15 426	OMV AG	EUR	661.004	0,44
9 782	Raiffeisen Bank International AG	EUR	201.803	0,14
1 378	Verbund AG	EUR	63.388	0,04
8 676	Voestalpine AG	EUR	235.727	0,16
			1.161.922	0,78
BELGIUM				
2 674	Ackermans & van Haaren NV	EUR	352.701	0,24
6 569	KBC Group NV	EUR	378.637	0,25
4 107	Solvay SA	EUR	374.148	0,25
4 274	Telenet Group Holding NV	EUR	209.426	0,14
9 231	UCB SA	EUR	673.125	0,45
2 356	Umicore SA	EUR	66.439	0,04
			2.054.476	1,37
CHILE				
6 584	Antofagasta PLC	GBP	68.401	0,05
			68.401	0,05
DENMARK				
190	AP Moller - Maersk A/S	DKK	207.267	0,13
5 510	Carlsberg A/S	DKK	642.416	0,43
2 132	Chr Hansen Holding A/S	DKK	176.074	0,12
3 544	Coloplast A/S	DKK	352.230	0,24
22 403	Danske Bank A/S	DKK	311.416	0,21
4 294	DSV A/S	DKK	370.850	0,25
1 473	GN Store Nord A/S	DKK	60.450	0,04
19 759	Novo Nordisk A/S	DKK	885.538	0,59
8 724	Novozymes A/S	DKK	357.787	0,24
6 624	Orsted A/S	DKK	503.743	0,34
1 543	Rockwool International A/S	DKK	346.486	0,23
4 678	Vestas Wind Systems A/S	DKK	355.377	0,24
			4.569.634	3,06
FINLAND				
11 955	Elisa Oyj	EUR	512.989	0,35
3 307	Fortum Oyj	EUR	64.272	0,04
10 047	Kone Oyj	EUR	521.439	0,35
6 580	Metso Oyj	EUR	227.339	0,15
11 554	Neste Oyj	EUR	344.771	0,23
14 482	Nokia OYJ	EUR	63.228	0,04
61 575	Nordea Bank Abp	SEK	392.900	0,27
2 021	Orion Oyj	EUR	65.137	0,04
12 402	Sampo Oyj	EUR	514.683	0,34
37 853	Stora Enso Oyj	EUR	391.211	0,26
16 332	Wartsila Oyj Abp	EUR	208.315	0,14
			3.306.284	2,21
FRANCE				
6 029	Accor SA	EUR	227.595	0,15
4 988	Air Liquide SA	EUR	613.773	0,41
15 657	Alstom SA	EUR	638.806	0,43
1 077	Amundi SA	EUR	66.128	0,04
2 939	Atos SE	EUR	216.075	0,14

The accompanying notes form an integral part of these financial statements.

IndexIQ Factors Sustainable Europe Equity

PORTFOLIO AS AT JUNE 30, 2019 IN EUR (CONTINUED)

Nominal / Quantity	Description	Currency	Carrying amount value	% of Net Assets
TRANSFERABLE SECURITIES AND MONEY MARKET INSTRUMENTS ADMITTED TO OFFICIAL STOCK				
EXCHANGE LISTING (continued)				
Shares (continued)				
FRANCE (continued)				
65 762	AXA SA	EUR	1.519.102	1,02
851	BioMerieux	EUR	61.995	0,04
44 191	BNP Paribas SA	EUR	1.845.637	1,23
20 668	Bouygues SA	EUR	673.157	0,45
16 742	Bureau Veritas SA	EUR	363.636	0,24
3 670	Capgemini SE	EUR	401.315	0,27
22 431	Carrefour SA	EUR	380.878	0,25
8 759	Cie de Saint-Gobain	EUR	300.215	0,20
3 287	Cie Generale des Etablissements Michelin	EUR	366.665	0,25
44 594	CNP Assurances	EUR	890.096	0,60
6 843	Covivio	EUR	629.898	0,42
119 337	Credit Agricole SA	EUR	1.258.409	0,84
9 821	Danone SA	EUR	731.665	0,49
465	Dassault Systemes SE	EUR	65.240	0,05
8 302	Edenred	EUR	372.428	0,25
7 602	Eiffage SA	EUR	660.918	0,44
60 592	Engie SA	EUR	808.297	0,54
1 973	EssilorLuxottica SA	EUR	226.402	0,15
5 788	Eurazeo SE	EUR	354.804	0,24
10 088	Faurecia SA	EUR	411.691	0,28
3 755	Gecina SA	EUR	494.158	0,33
25 809	Getlink SE	EUR	363.649	0,24
6 289	ICADE	EUR	506.893	0,34
625	Iliad SA	EUR	61.725	0,04
2 418	JCDecaux SA	EUR	64.416	0,04
733	Kering SA	EUR	381.233	0,26
21 926	Kleppierre SA	EUR	646.378	0,43
8 047	Legrand SA	EUR	517.422	0,35
3 891	L'Oreal SA	EUR	974.696	0,65
2 633	LVMH Moet Hennessy Louis Vuitton SE	EUR	985.532	0,66
92 419	Natixis SA	EUR	327.071	0,22
74 068	Orange SA	EUR	1.026.954	0,69
622	Orpea	EUR	65.994	0,04
3 189	Pernod Ricard SA	EUR	516.777	0,35
40 762	Peugeot SA	EUR	883.313	0,59
7 134	Publicis Groupe SA	EUR	331.232	0,22
3 096	Remy Cointreau SA	EUR	392.574	0,26
15 424	Renault SA	EUR	852.793	0,57
12 133	Sanofi	EUR	921.016	0,62
492	Sartorius Stedim Biotech	EUR	68.240	0,05
6 296	Schneider Electric SE	EUR	502.169	0,34
5 414	SCOR SE	EUR	208.764	0,14
64 850	Societe Generale SA	EUR	1.440.967	0,96
6 234	Sodexo SA	EUR	640.855	0,43
39 992	Suez	EUR	507.498	0,34
1 208	Teleperformance	EUR	212.850	0,14
55 391	TOTAL SA	EUR	2.729.392	1,83
933	Ubisoft Entertainment SA	EUR	64.228	0,04
393	Unibail-Rodamco-Westfield	EUR	51.778	0,03

The accompanying notes form an integral part of these financial statements.

IndexIQ Factors Sustainable Europe Equity

PORTFOLIO AS AT JUNE 30, 2019 IN EUR (CONTINUED)

Nominal / Quantity	Description	Currency	Carrying amount value	% of Net Assets
TRANSFERABLE SECURITIES AND MONEY MARKET INSTRUMENTS ADMITTED TO OFFICIAL STOCK				
EXCHANGE LISTING (continued)				
Shares (continued)				
FRANCE (continued)				
73	Unibail-Rodamco-Westfield	EUR	9.618	0,01
8 641	Valeo SA	EUR	247.133	0,17
30 558	Veolia Environnement SA	EUR	654.552	0,44
10 263	Vinci SA	EUR	924.286	0,62
1 041	Worldline SA/France	EUR	66.624	0,04
			32.727.605	21,90
GERMANY				
1 931	adidas AG	EUR	524.267	0,36
11 942	Allianz SE	EUR	2.531.704	1,70
18 519	BASF SE	EUR	1.183.734	0,80
20 032	Bayerische Motoren Werke AG	EUR	1.303.883	0,87
683	Bechtle AG	EUR	68.983	0,05
4 706	Beiersdorf AG	EUR	496.718	0,33
11 907	Brenntag AG	EUR	515.692	0,35
10 366	Commerzbank AG	EUR	65.503	0,04
4 052	Continental AG	EUR	519.547	0,35
15 555	Covestro AG	EUR	695.464	0,47
30 453	Daimler AG	EUR	1.489.913	1,00
1 688	Delivery Hero SE	EUR	67.334	0,05
62 325	Deutsche Bank AG	EUR	422.564	0,28
5 170	Deutsche Boerse AG	EUR	643.148	0,43
33 132	Deutsche Lufthansa AG	EUR	499.299	0,33
33 636	Deutsche Post AG	EUR	972.080	0,65
97 470	Deutsche Telekom AG	EUR	1.482.714	0,99
5 675	Deutsche Wohnen SE	EUR	183.132	0,12
5 347	Fresenius Medical Care AG & Co KGaA	EUR	369.157	0,25
6 733	Fresenius SE & Co KGaA	EUR	321.029	0,21
2 533	GEA Group AG	EUR	63.325	0,04
3 590	Hannover Rueck SE	EUR	510.498	0,34
6 430	Henkel AG & Co KGaA	EUR	553.109	0,37
3 599	Knorr-Bremse AG	EUR	352.702	0,24
2 328	Merck KGaA	EUR	214.083	0,14
3 952	Muenchener Rueckversicherungs-Gesellschaft AG in Muenchen	EUR	872.206	0,58
1 419	Nemetschek SE	EUR	75.136	0,05
1 165	Puma SE	EUR	68.327	0,05
106	Rational AG	EUR	64.183	0,04
3 340	SAP SE	EUR	403.338	0,27
357	Sartorius AG	EUR	64.367	0,04
4 617	Scout24 AG	EUR	215.706	0,14
13 342	Siemens AG	EUR	1.395.573	0,93
2 379	Symrise AG	EUR	201.359	0,13
19 247	Talanx AG	EUR	733.311	0,49
7 741	Vonovia SE	EUR	325.122	0,22
1 678	Zalando SE	EUR	65.476	0,04
			20.533.686	13,74
IRELAND				
12 763	CRH PLC	GBP	365.435	0,24
7 663	Kingspan Group PLC	EUR	365.985	0,25

The accompanying notes form an integral part of these financial statements.

IndexIQ Factors Sustainable Europe Equity

PORTFOLIO AS AT JUNE 30, 2019 IN EUR (CONTINUED)

Nominal / Quantity	Description	Currency	Carrying amount value	% of Net Assets
TRANSFERABLE SECURITIES AND MONEY MARKET INSTRUMENTS ADMITTED TO OFFICIAL STOCK				
EXCHANGE LISTING (continued)				
Shares (continued)				
IRELAND (continued)				
2 386	Smurfit Kappa Group PLC	EUR	63.491	0,04
			794.911	0,53
ITALY				
94 635	Assicurazioni Generali SpA	EUR	1.567.156	1,04
2 029	DiaSorin SpA	EUR	207.161	0,14
96 163	Eni SpA	EUR	1.404.557	0,94
23 212	FinecoBank Banca Fineco SpA	EUR	227.710	0,15
106 499	Hera SpA	EUR	358.263	0,24
792 736	Intesa Sanpaolo SpA	EUR	1.491.929	1,00
5 985	Moncler SpA	EUR	225.036	0,15
70 098	Poste Italiane SpA	EUR	649.107	0,43
3 740	Prysmian SpA	EUR	67.881	0,05
106 589	Snam SpA	EUR	465.901	0,32
249 720	Telecom Italia SpA/Milano	EUR	119.916	0,08
87 102	Terna Rete Elettrica Nazionale SpA	EUR	487.771	0,33
38 824	UniCredit SpA	EUR	420.309	0,28
			7.692.697	5,15
JERSEY				
8 049	Ferguson PLC	GBP	503.742	0,34
			503.742	0,34
MEXICO				
6 724	Fresnillo PLC	GBP	65.392	0,04
			65.392	0,04
NETHERLANDS				
13 942	ABN AMRO Bank NV	EUR	262.319	0,17
4 344	Akzo Nobel NV	EUR	358.988	0,24
1 229	ASML Holding NV	EUR	225.816	0,15
18 311	ASR Nederland NV	EUR	654.801	0,44
5 955	Heineken NV	EUR	584.424	0,39
93 695	ING Groep NV	EUR	955.314	0,64
4 692	Koninklijke DSM NV	EUR	510.020	0,34
13 732	Koninklijke Philips NV	EUR	524.356	0,35
5 375	Koninklijke Vopak NV	EUR	217.956	0,15
14 327	NN Group NV	EUR	507.176	0,34
10 438	Randstad NV	EUR	504.155	0,34
10 103	Wolters Kluwer NV	EUR	646.794	0,43
			5.952.119	3,98
NORWAY				
24 514	DNB ASA	NOK	400.678	0,26
74 889	Equinor ASA	NOK	1.299.252	0,87
23 966	Mowi ASA	NOK	492.305	0,33
66 410	Norsk Hydro ASA	NOK	208.611	0,14
83 464	Orkla ASA	NOK	650.556	0,44
33 618	Telenor ASA	NOK	627.039	0,42
1 529	Yara International ASA	NOK	65.163	0,04
			3.743.604	2,50

The accompanying notes form an integral part of these financial statements.

IndexIQ Factors Sustainable Europe Equity

PORTFOLIO AS AT JUNE 30, 2019 IN EUR (CONTINUED)

Nominal / Quantity	Description	Currency	Carrying amount value	% of Net Assets
TRANSFERABLE SECURITIES AND MONEY MARKET INSTRUMENTS ADMITTED TO OFFICIAL STOCK				
EXCHANGE LISTING (continued)				
Shares (continued)				
PORTUGAL				
49 323	Galp Energia SGPS SA	EUR	667.094	0,45
24 756	Jeronimo Martins SGPS SA	EUR	350.669	0,23
			1.017.763	0,68
SOUTH AFRICA				
66 701	Investec PLC	GBP	380.918	0,25
			380.918	0,25
SPAIN				
3 086	Amadeus IT Group SA	EUR	214.971	0,15
303 615	Banco Bilbao Vizcaya Argentaria SA	EUR	1.492.875	1,00
69 048	Banco de Sabadell SA	EUR	62.903	0,04
876 964	Banco Santander SA	EUR	3.578.452	2,39
20 118	Enagas SA	EUR	472.169	0,32
16 114	Ferrovial SA	EUR	362.726	0,24
100 340	Iberdrola SA	EUR	879.580	0,59
15 666	Industria de Diseno Textil SA	EUR	414.366	0,28
63 909	Inmobiliaria Colonial Socimi SA	EUR	625.989	0,42
246 552	Mapfre SA	EUR	633.885	0,42
53 098	Merlin Properties Socimi SA	EUR	647.796	0,43
33 520	Red Electrica Corp SA	EUR	613.919	0,41
58 910	Repsol SA	EUR	28.736	0,02
60 881	Repsol SA	EUR	839.245	0,56
4 286	Siemens Gamesa Renewable Energy	EUR	62.661	0,04
163 173	Telefonica SA	EUR	1.178.272	0,79
			12.108.545	8,10
SWEDEN				
11 168	Alfa Laval AB	SEK	214.143	0,14
3 343	Assa Abloy AB	SEK	66.411	0,04
13 510	Atlas Copco AB	SEK	379.497	0,25
23 743	Boliden AB	SEK	533.576	0,36
37 375	Castellum AB	SEK	628.045	0,42
16 544	Electrolux AB	SEK	371.558	0,25
5 209	Elekta AB	SEK	66.407	0,04
24 551	Epiroc AB	SEK	224.644	0,15
18 087	Essity AB	SEK	488.550	0,33
24 750	Fabege AB	SEK	327.353	0,22
4 387	Hennes & Mauritz AB	SEK	68.657	0,06
13 444	ICA Gruppen AB	SEK	507.934	0,35
11 116	Industrivarden AB	SEK	216.512	0,15
4 821	Investor AB	SEK	203.544	0,14
2 796	Kinnevik AB	SEK	63.906	0,04
16 609	Nibe Industrier AB	SEK	213.703	0,14
33 121	Sandvik AB	SEK	534.775	0,36
41 999	Securitas AB	SEK	647.513	0,43
61 503	Skandinaviska Enskilda Banken AB	SEK	500.126	0,33
32 007	Skanska AB	SEK	508.003	0,34
33 944	SKF AB	SEK	548.545	0,37
29 961	Svenska Cellulosa AB SCA	SEK	228.833	0,15
15 928	Swedbank AB	SEK	210.217	0,14
5 048	Tele2 AB	SEK	64.736	0,04

The accompanying notes form an integral part of these financial statements.

IndexIQ Factors Sustainable Europe Equity

PORTFOLIO AS AT JUNE 30, 2019 IN EUR (CONTINUED)

Nominal / Quantity	Description	Currency	Carrying amount value	% of Net Assets
TRANSFERABLE SECURITIES AND MONEY MARKET INSTRUMENTS ADMITTED TO OFFICIAL STOCK				
EXCHANGE LISTING (continued)				
Shares (continued)				
SWEDEN (continued)				
7 586	Telefonaktiebolaget LM Ericsson	SEK	63.252	0,04
42 310	Tui AG DI	GBP	365.228	0,24
43 355	Volvo AB	SEK	604.614	0,40
			8.850.282	5,92
SWITZERLAND				
26 036	ABB Ltd	CHF	459.363	0,31
12 658	Adecco Group AG	CHF	668.736	0,46
5 028	Cie Financiere Richemont SA	CHF	375.131	0,25
19 910	Coca-Cola HBC AG	GBP	661.300	0,44
9 107	Credit Suisse Group AG	CHF	96.005	0,06
1 215	Geberit AG	CHF	498.987	0,33
144	Givaudan SA	CHF	357.429	0,24
1 738	Julius Baer Group Ltd	CHF	68.028	0,05
5 435	Kuehne + Nagel International AG	CHF	709.277	0,47
22 196	Nestle SA	CHF	2.020.234	1,35
6 851	Roche Holding AG	CHF	1.694.655	1,13
2 598	Schindler Holding AG	CHF	508.448	0,34
218	SGS SA	CHF	488.292	0,34
1 021	Sonova Holding AG	CHF	203.955	0,14
25 187	STMicroelectronics NV	EUR	392.917	0,26
6 336	Swiss Re AG	CHF	566.304	0,38
1 469	Swisscom AG	CHF	648.417	0,43
82 733	UBS Group AG	CHF	864.340	0,58
4 256	Zurich Insurance Group AG	CHF	1.302.868	0,87
			12.584.686	8,43
UNITED KINGDOM				
56 466	3i Group PLC	GBP	702.677	0,47
21 569	Admiral Group PLC	GBP	532.240	0,36
9 592	Ashtead Group PLC	GBP	241.625	0,16
18 194	Associated British Foods PLC	GBP	500.808	0,34
1 831	AstraZeneca PLC	GBP	131.740	0,09
79 824	Auto Trader Group PLC	GBP	488.691	0,33
1 442	AVEVA Group PLC	GBP	65.139	0,04
164 997	Aviva PLC	GBP	768.015	0,51
79 754	Barratt Developments PLC	GBP	510.367	0,34
16 385	Berkeley Group Holdings PLC	GBP	683.204	0,46
61 888	BHP Group PLC	GBP	1.393.670	0,93
34 659	British Land Co PLC/The	GBP	208.545	0,14
174 705	BT Group PLC	GBP	383.582	0,26
20 695	Bunzl PLC	GBP	480.375	0,32
10 729	Burberry Group PLC	GBP	223.263	0,15
346 666	Centrica PLC	GBP	340.083	0,23
30 272	Compass Group PLC	GBP	638.398	0,43
8 552	Croda International PLC	GBP	489.346	0,33
19 310	Diageo PLC	GBP	730.283	0,49
16 128	DS Smith PLC	GBP	65.338	0,05
18 615	Experian PLC	GBP	495.961	0,33
38 493	GlaxoSmithKline PLC	GBP	678.237	0,45
349 105	HSBC Holdings PLC	GBP	2.562.913	1,71

The accompanying notes form an integral part of these financial statements.

IndexIQ Factors Sustainable Europe Equity

PORTFOLIO AS AT JUNE 30, 2019 IN EUR (CONTINUED)

Nominal / Quantity	Description	Currency	Carrying amount value	% of Net Assets
TRANSFERABLE SECURITIES AND MONEY MARKET INSTRUMENTS ADMITTED TO OFFICIAL STOCK				
EXCHANGE LISTING (continued)				
Shares (continued)				
UNITED KINGDOM (continued)				
39 698	Informa PLC	GBP	370.453	0,25
6 072	InterContinental Hotels Group PLC	GBP	350.969	0,23
4 275	Intermediate Capital Group PLC	GBP	65.979	0,05
126 442	International Consolidated Airlines Group SA	GBP	673.903	0,45
8 097	Intertek Group PLC	GBP	497.878	0,33
177 594	ITV PLC	GBP	214.353	0,14
29 098	J Sainsbury PLC	GBP	63.722	0,04
1 827	Johnson Matthey PLC	GBP	67.972	0,05
9 009	Just Eat PLC	GBP	62.927	0,04
90 051	Kingfisher PLC	GBP	216.274	0,14
22 216	Land Securities Group PLC	GBP	206.868	0,14
268 003	Legal & General Group PLC	GBP	807.192	0,54
939 584	Lloyds Banking Group PLC	GBP	594.229	0,40
8 232	London Stock Exchange Group PLC	GBP	504.707	0,34
86 554	Marks & Spencer Group PLC	GBP	203.812	0,14
25 952	Mondi PLC	GBP	519.161	0,35
62 024	National Grid PLC	GBP	579.350	0,39
3 392	Next PLC	GBP	209.481	0,14
56 107	Pearson PLC	GBP	513.797	0,34
32 138	Prudential PLC	GBP	616.332	0,42
5 893	Reckitt Benckiser Group PLC	GBP	409.248	0,27
30 321	RELX PLC	EUR	645.231	0,43
81 468	Rentokil Initial PLC	GBP	361.912	0,24
100 989	Rightmove PLC	GBP	603.480	0,40
26 039	Rio Tinto PLC	GBP	1.420.258	0,95
57 178	Royal Bank of Scotland Group PLC	GBP	140.454	0,09
58 937	Sage Group PLC/The	GBP	528.515	0,35
15 299	Schroders PLC	GBP	521.484	0,35
62 327	Segro PLC	GBP	508.624	0,34
9 153	Severn Trent PLC	GBP	209.494	0,14
18 654	Smith & Nephew PLC	GBP	355.447	0,24
20 903	Standard Chartered PLC	GBP	166.843	0,11
20 798	Standard Life Aberdeen PLC	GBP	68.475	0,06
287 854	Taylor Wimpey PLC	GBP	507.481	0,34
22 952	Unilever NV	EUR	1.229.309	0,82
22 646	United Utilities Group PLC	GBP	198.117	0,13
603 432	Vodafone Group PLC	GBP	872.113	0,58
3 832	Weir Group PLC/The	GBP	66.230	0,04
3 967	Whitbread PLC	GBP	205.224	0,14
292 393	Wm Morrison Supermarkets PLC	GBP	658.120	0,44
33 065	WPP PLC	GBP	365.906	0,24
			30.695.824	20,54
Total Shares			148.812.491	99,57
Total Investment Portfolio			148.812.491	99,57

The accompanying notes form an integral part of these financial statements.

IndexIQ Factors Sustainable Europe Equity

GEOGRAPHICAL AND ECONOMIC BREAKDOWN OF INVESTMENTS AS AT JUNE 30, 2019

GEOGRAPHICAL BREAKDOWN	% of net assets
France	21,90
United Kingdom	20,54
Germany	13,74
Switzerland	8,43
Spain	8,10
Sweden	5,92
Italy	5,15
Netherlands	3,98
Denmark	3,06
Norway	2,50
Finland	2,21
Belgium	1,37
Austria	0,78
Portugal	0,68
Ireland	0,53
Jersey	0,34
South Africa	0,25
Chile	0,05
Mexico	0,04
TOTAL	99,57

ECONOMIC BREAKDOWN	% of net assets
Banks	14,04
Insurance	10,53
Oil & Gas	5,34
Telecommunications	4,71
Food	4,38
Chemicals	3,93
Commercial Services	3,55
Pharmaceuticals	3,51
Auto Manufacturers	3,43
REITS	3,03
Electric	2,53
Mining	2,47
Beverages	2,36
Engineering & Construction	2,33
Transportation	2,17
Cosmetics/Personal Care	2,13
Miscellaneous Manufacturer	1,74
Apparel	1,63
Building Materials	1,39
Healthcare - Products	1,39
Media	1,30
Diversified Financial Services	1,27
Gas	1,26
Home Builders	1,14
Retail	1,05
Water	1,05
Auto Parts & Equipment	1,05
Internet	1,00
Software	0,99
Real Estate	0,98
Food Service	0,86
Machinery - Diversified	0,83
Forest Products & Paper	0,80
Airlines	0,78
Private Equity	0,76
Electrical Components & Equipment	0,74
Distribution/Wholesale	0,66
Household Products/Wares	0,64
Computers	0,60
Healthcare - Services	0,54
Lodging	0,52
Machinery – Construction & Mining	0,51
Advertising	0,50
Semiconductors	0,41
Electronics	0,39
Metal Fabricate/Hardware	0,37
Hand/Machine Tools	0,34

The accompanying notes form an integral part of these financial statements.

IndexIQ Factors Sustainable Europe Equity

GEOGRAPHICAL AND ECONOMIC BREAKDOWN OF INVESTMENTS AS AT JUNE 30, 2019 (CONTINUED)

ECONOMIC BREAKDOWN (continued)	% of net assets
Investment Companies	0,33
Home Furnishings	0,29
Energy - Alternate Sources	0,28
Leisure Time	0,24
Iron/Steel	0,16
Pipelines	0,15
Shipbuilding	0,14
Packaging & Containers	0,05
TOTAL	99,57

The accompanying notes form an integral part of these financial statements.

IndexIQ Factors Sustainable EMU Equity

STATEMENT OF NET ASSETS AS AT JUNE 30, 2019 IN EUR

Assets	Notes		
Investments in securities (at cost: 82.246.597)	(Note 2.3)	79.552.142	
Banks		58.717	
Dividends receivable		191.109	
Total assets		79.801.968	
Liabilities			
Operating and administrative charges	(Note 4)	(34.539)	
Total liabilities		(34.539)	
Total net assets		79.767.429	
	Currency	Net Asset Value per Share	Shares outstanding
Class UCITS ETF Acc	EUR	25,34	3.135.500
Class S Acc	EUR	0,1014	3.000.000

The accompanying notes form an integral part of these financial statements.

IndexIQ Factors Sustainable EMU Equity

STATEMENT OF OPERATIONS AND CHANGES IN NET ASSETS FOR THE PERIOD ENDED JUNE 30, 2019 IN EUR

Net assets at the beginning of the period	Notes	75.236.739
Net income from dividends		2.604.765
Total income		2.604.765
Investment manager fees	(Note 5)	(48.560)
Depository fees		(2.082)
Other charges and taxes	(Note 4)	(403.889)
Total expenses		(454.531)
Net investment income		2.150.234
Net realised (loss) on sales of investments, currencies and other financial instruments		(518.281)
Change in unrealised appreciation/(depreciation) on		
- investments	(Note 2.3)	8.508.438
- foreign currencies	(Note 2.4)	(1)
Net result of operations for the period		10.140.390
Subscriptions for the period		-
Redemptions for the period		(5.609.700)
Distribution		-
Net assets at the end of the period		79.767.429

The accompanying notes form an integral part of these financial statements.

IndexIQ Factors Sustainable EMU Equity

PORTFOLIO AS AT JUNE 30, 2019 IN EUR

Nominal / Quantity	Description	Currency	Carrying amount value	% of Net Assets
TRANSFERABLE SECURITIES AND MONEY MARKET INSTRUMENTS ADMITTED TO OFFICIAL STOCK				
EXCHANGE LISTING				
Shares				
AUSTRIA				
11 858	OMV AG	EUR	508.115	0,64
8 736	Raiffeisen Bank International AG	EUR	180.224	0,23
687	Verbund AG	EUR	31.602	0,04
7 756	voestalpine AG	EUR	210.731	0,26
			930.672	1,17
BELGIUM				
2 573	Ackermans & van Haaren NV	EUR	339.379	0,43
5 938	KBC Group NV	EUR	342.266	0,43
5 753	Solvay SA	EUR	524.098	0,66
3 813	Telenet Group Holding NV	EUR	186.837	0,23
9 303	UCB SA	EUR	678.375	0,85
1 171	Umicore SA	EUR	33.022	0,04
			2.103.977	2,64
FINLAND				
11 855	Elisa Oyj	EUR	508.698	0,63
1 657	Fortum Oyj	EUR	32.204	0,04
9 962	Kone Oyj	EUR	517.028	0,65
5 872	Metso Oyj	EUR	202.878	0,25
11 119	Neste Oyj	EUR	331.791	0,42
7 187	Nokia Oyj	EUR	31.378	0,04
977	Orion Oyj	EUR	31.489	0,04
12 296	Sampo Oyj	EUR	510.284	0,64
36 445	Stora Enso Oyj	EUR	376.659	0,47
26 701	Wartsila Oyj Abp	EUR	340.571	0,43
			2.882.980	3,61
FRANCE				
3 123	Accor SA	EUR	203.246	0,25
1 078	Air Liquide SA	EUR	555.079	0,70
24 836	Alstom SA	EUR	643.742	0,81
3 162	Amundi SA	EUR	32.726	0,04
30 821	Atos SE	EUR	192.696	0,24
40 503	AXA SA	EUR	1.243.658	1,56
3 533	BioMerieux	EUR	30.670	0,04
1 026	BNP Paribas SA	EUR	1.523.629	1,91
16 341	Bouygues SA	EUR	678.498	0,85
230	Bureau Veritas SA	EUR	349.996	0,44
5 359	Capgemini SE	EUR	386.334	0,48
55 261	Carrefour SA	EUR	277.470	0,35
5 384	Cie de Saint-Gobain	EUR	216.789	0,27
15 894	Cie Generale des Etablissements Michelin SCA	EUR	348.371	0,45
9 945	CNP Assurances	EUR	808.440	1,01
3 579	Covivio	EUR	634.961	0,80
2 260	Credit Agricole SA	EUR	1.016.243	1,27
6 865	Danone SA	EUR	686.816	0,86
2 979	Dassault Systemes SE	EUR	32.269	0,04
2 621	Edenred	EUR	358.431	0,45
9 712	Eiffage SA	EUR	666.308	0,84

The accompanying notes form an integral part of these financial statements.

IndexIQ Factors Sustainable EMU Equity

PORTFOLIO AS AT JUNE 30, 2019 IN EUR (CONTINUED)

Nominal / Quantity	Description	Currency	Carrying amount value	% of Net Assets
TRANSFERABLE SECURITIES AND MONEY MARKET INSTRUMENTS ADMITTED TO OFFICIAL STOCK				
EXCHANGE LISTING (continued)				
Shares (continued)				
FRANCE (continued)				
54 178	Engie SA	EUR	662.838	0,83
20 832	EssilorLuxottica SA	EUR	202.075	0,25
6 283	Eurazeo SE	EUR	341.318	0,43
53 838	Faurecia SA	EUR	396.347	0,50
1 199	Gecina SA	EUR	490.210	0,61
42 967	Getlink SE	EUR	349.939	0,44
1 761	ICADE	EUR	502.863	0,63
96 372	Iliad SA	EUR	30.714	0,04
6 898	JCDecaux SA	EUR	31.941	0,04
49 688	Kering SA	EUR	533.623	0,67
15 778	Klepierre SA	EUR	496.561	0,62
7 980	Legrand SA	EUR	513.114	0,64
7 664	L'Oreal SA	EUR	896.540	1,12
47 950	LVMH Moet Hennessy Louis Vuitton SE	EUR	845.918	1,06
88 991	Natixis SA	EUR	314.939	0,39
472	Orange SA	EUR	766.194	0,97
4 828	Orpea	EUR	33.103	0,04
36 481	Pernod Ricard SA	EUR	512.402	0,64
312	Peugeot SA	EUR	931.095	1,17
6 325	Publicis Groupe SA	EUR	318.742	0,40
16 844	Remy Cointreau SA	EUR	377.737	0,47
3 725	Renault SA	EUR	878.779	1,10
311	Sanofi	EUR	754.925	0,95
5 568	Sartorius Stedim Biotech	EUR	33.843	0,04
9 408	Schneider Electric SE	EUR	427.434	0,54
9 219	SCOR SE	EUR	186.168	0,23
4 511	Societe Generale SA	EUR	1.203.835	1,51
16 114	Sodexo SA	EUR	645.892	0,81
6 239	Suez	EUR	346.374	0,43
27 295	Teleperformance	EUR	189.944	0,24
7 990	TOTAL SA	EUR	2.362.736	2,96
517	Ubisoft Entertainment SA	EUR	32.492	0,04
533	Unibail-Rodamco-Westfield	EUR	30.566	0,04
244	Valeo SA	EUR	220.535	0,28
7 711	Veolia Environnement SA	EUR	660.186	0,83
421	Vinci SA	EUR	847.284	1,06
232	Worldline SA	EUR	33.088	0,04
			29.288.666	36,72
GERMANY				
4 992	adidas AG	EUR	519.923	0,65
52	Allianz SE	EUR	2.193.988	2,75
705	BASF SE	EUR	1.005.909	1,26
2 041	Bayerische Motoren Werke AG	EUR	1.087.198	1,36
2 354	Bechtle AG	EUR	203.616	0,26
4 667	Beiersdorf AG	EUR	492.602	0,62
3 476	Brenntag AG	EUR	511.751	0,64
24 784	Commerzbank AG	EUR	32.581	0,04

The accompanying notes form an integral part of these financial statements.

IndexIQ Factors Sustainable EMU Equity

PORTFOLIO AS AT JUNE 30, 2019 IN EUR (CONTINUED)

Nominal / Quantity	Description	Currency	Carrying amount value	% of Net Assets
TRANSFERABLE SECURITIES AND MONEY MARKET INSTRUMENTS ADMITTED TO OFFICIAL STOCK				
EXCHANGE LISTING (continued)				
Shares (continued)				
GERMANY (continued)				
40 631	Continental AG	EUR	569.681	0,71
2 016	Covestro AG	EUR	701.232	0,88
579	Daimler AG	EUR	1.212.557	1,52
17 827	Delivery Hero SA	EUR	33.468	0,04
5 156	Deutsche Bank AG	EUR	275.478	0,35
4 443	Deutsche Boerse AG	EUR	648.124	0,81
177	Deutsche Lufthansa AG	EUR	581.717	0,73
5 856	Deutsche Post AG	EUR	887.317	1,11
1 258	Deutsche Telekom AG	EUR	1.148.886	1,43
1 915	Deutsche Wohnen SE	EUR	163.415	0,20
10 349	Fresenius Medical Care AG & Co KGaA	EUR	355.280	0,45
38 601	Fresenius SE & Co KGaA	EUR	238.018	0,30
5 146	GEA Group AG	EUR	31.450	0,04
75 525	Hannover Rueck SE	EUR	506.232	0,63
11 669	Henkel AG & Co KGaA	EUR	503.733	0,63
16 703	Knorr-Bremse AG	EUR	339.472	0,43
5 064	Merck KGaA	EUR	187.690	0,24
2 123	Muenchener Rueckversicherungs-Gesellschaft AG in Muenchen	EUR	767.153	0,96
3 560	Nemetschek SE	EUR	37.330	0,05
30 703	Puma SE	EUR	33.958	0,04
5 210	Rational AG	EUR	31.486	0,04
11 816	SAP SE	EUR	284.269	0,36
15 737	Sartorius AG	EUR	31.913	0,04
7 454	Scout24 AG	EUR	192.393	0,24
834	Siemens AG	EUR	1.220.577	1,53
4 118	Symrise AG	EUR	179.691	0,23
15 684	Talanx AG	EUR	679.209	0,85
839	Vonovia SE	EUR	313.068	0,39
3 464	Zalando SE	EUR	32.543	0,04
			18.234.908	22,85
IRELAND				
7 375	Kingspan Group PLC	EUR	352.230	0,44
1 185	Smurfit Kappa Group PLC	EUR	31.533	0,04
			383.763	0,48
ITALY				
82 599	Assicurazioni Generali SpA	EUR	1.367.839	1,72
1 810	DiaSorin SpA	EUR	184.801	0,23
84 148	Eni SpA	EUR	1.229.066	1,54
20 714	FincoBank Banca Finco SpA	EUR	203.204	0,25
102 643	Hera SpA	EUR	345.291	0,43
683 917	Intesa Sanpaolo SpA	EUR	1.287.132	1,61
5 346	Moncler SpA	EUR	201.010	0,25
70 669	Poste Italiane SpA	EUR	654.395	0,82
1 862	Prysmian SpA	EUR	33.795	0,04
105 786	Snam SpA	EUR	462.391	0,58
68 807	Telecom Italia SpA/Milano	EUR	33.041	0,04
86 559	Terna Rete Elettrica Nazionale SpA	EUR	484.730	0,62
25 462	UniCredit SpA	EUR	275.652	0,35
			6.762.347	8,48

The accompanying notes form an integral part of these financial statements.

IndexIQ Factors Sustainable EMU Equity

PORTFOLIO AS AT JUNE 30, 2019 IN EUR (CONTINUED)

Nominal / Quantity	Description	Currency	Carrying amount value	% of Net Assets
TRANSFERABLE SECURITIES AND MONEY MARKET INSTRUMENTS ADMITTED TO OFFICIAL STOCK				
EXCHANGE LISTING (continued)				
Shares (continued)				
NETHERLANDS				
10 350	ABN AMRO Bank NV	EUR	194.735	0,24
4 181	Akzo Nobel NV	EUR	345.518	0,43
1 096	ASML Holding NV	EUR	201.379	0,25
18 455	ASR Nederland NV	EUR	659.951	0,84
5 381	Heineken NV	EUR	528.091	0,66
76 470	ING Groep NV	EUR	779.688	0,98
4 654	Koninklijke DSM NV	EUR	505.890	0,63
13 612	Koninklijke Philips NV	EUR	519.774	0,65
4 795	Koninklijke Vopak NV	EUR	194.437	0,24
14 207	NN Group NV	EUR	502.928	0,63
10 353	Randstad NV	EUR	500.050	0,63
24 249	STMicroelectronics NV	EUR	378.284	0,47
20 858	Unilever NV	EUR	1.117.154	1,41
10 180	Wolters Kluwer NV	EUR	651.724	0,82
			7.079.603	8,88
PORTUGAL				
49 807	Galp Energia SGPS SA	EUR	673.640	0,85
23 861	Jeronimo Martins SGPS SA	EUR	337.991	0,42
			1.011.631	1,27
SPAIN				
2 752	Amadeus IT Group SA	EUR	191.704	0,24
268 544	Banco Bilbao Vizcaya Argentaria SA	EUR	1.320.431	1,65
34 269	Banco de Sabadell SA	EUR	31.219	0,04
728 215	Banco Santander SA	EUR	2.971.481	3,72
19 956	Enagas SA	EUR	468.367	0,59
15 503	Ferrovial SA	EUR	348.973	0,44
88 738	Iberdrola SA	EUR	777.877	0,98
12 277	Industria de Diseno Textil SA	EUR	324.727	0,41
64 401	Inmobiliaria Colonial Socimi SA	EUR	630.808	0,79
248 371	Mapfre SA	EUR	638.562	0,80
53 509	Merlin Properties Socimi SA	EUR	652.810	0,82
33 804	Red Electrica Corp SA	EUR	619.120	0,78
53 761	Repsol SA	EUR	26.225	0,03
57 534	Repsol SA	EUR	793.106	0,99
2 126	Siemens Gamesa Renewable Energy	EUR	31.082	0,04
145 008	Telefonica SA	EUR	1.047.103	1,31
			10.873.595	13,63
Total Shares			79.552.142	99,73
Total Investment Portfolio			79.552.142	99,73

The accompanying notes form an integral part of these financial statements.

IndexIQ Factors Sustainable EMU Equity

GEOGRAPHICAL AND ECONOMIC BREAKDOWN OF INVESTMENTS AS AT JUNE 30, 2019

GEOGRAPHICAL BREAKDOWN	% of net assets
France	36,72
Germany	22,85
Spain	13,63
Netherlands	8,88
Italy	8,48
Finland	3,61
Belgium	2,64
Portugal	1,27
Austria	1,17
Ireland	0,48
TOTAL	99,73

ECONOMIC BREAKDOWN	% of net assets
Banks	13,88
Insurance	10,04
Apparel	5,45
Oil & Gas	4,92
Electric	4,40
Healthcare-Services	4,19
REITS	3,91
Chemicals	3,51
Beverages	3,19
Auto Parts & Equipment	3,06
Cosmetics/Personal Care	2,87
Transportation	2,62
Telecommunications	2,49
Computers	2,16
Healthcare-Products	2,16
Software	2,06
Media	1,90
Miscellaneous Manufacturer	1,84
Food	1,78
Engineering & Construction	1,76
Electrical Components & Equipment	1,74
Household Products/Wares	1,53
Diversified Financial Services	1,35
Machinery-Diversified	1,35
Internet	1,27
Electronics	1,26
Gas	1,17
Pharmaceuticals	1,13
Advertising	1,07
Auto Manufacturers	0,93
Water	0,91
Commercial Services	0,91
Retail	0,84
Home Furnishings	0,81
Private Equity	0,81
Semiconductors	0,72
Building Materials	0,69
Real Estate	0,65
Forest Products & Paper	0,51
Food Service	0,44
Lodging	0,44
Shipbuilding	0,43
Iron/Steel	0,26
Pipelines	0,24
Airlines	0,04
Energy-Alternate Sources	0,04
TOTAL	99,73

The accompanying notes form an integral part of these financial statements.

IndexIQ Factors Sustainable Japan Equity

STATEMENT OF NET ASSETS AS AT JUNE 30, 2019 IN EUR

Assets	Notes		
Investments in securities (at cost: 54.677.111)	(Note 2.3)	53.710.242	
Banks		368.243	
Dividends receivable		90.026	
Total assets		54.168.511	
Liabilities			
Operating and administrative charges	(Note 4)	(29.663)	
Total liabilities		(29.663)	
Total net assets		54.138.848	
	Currency	Net Asset Value per Share	Shares outstanding
Class UCITS ETF Acc	EUR	26,78	2.010.000
Class S Acc	EUR	0,1069	3.000.000

The accompanying notes form an integral part of these financial statements.

IndexIQ Factors Sustainable Japan Equity

STATEMENT OF OPERATIONS AND CHANGES IN NET ASSETS FOR THE PERIOD ENDED JUNE 30, 2019 IN EUR

Net assets at the beginning of the period	Notes	50.472.491
Net income from dividends		721.167
Total income		721.167
Investment manager fees	(Note 5)	(45.328)
Depository fees		(1.352)
Other charges and taxes	(Note 4)	(38.810)
Total expenses		(85.490)
Net investment income		635.677
Net realised (loss) on sales of investments, currencies and other financial instruments		(13.120)
Change in unrealised appreciation/(depreciation) on		
- investments	(Note 2.3)	3.047.200
- foreign currencies	(Note 2.4)	(3.400)
Net result of operations for the period		3.666.357
Subscriptions for the period		-
Redemptions for the period		-
Distribution		-
Net assets at the end of the period		54.138.848

The accompanying notes form an integral part of these financial statements.

IndexIQ Factors Sustainable Japan Equity

PORTFOLIO AS AT JUNE 30, 2019 IN EUR

Nominal / Quantity	Description	Currency	Carrying amount value	% of Net Assets
TRANSFERABLE SECURITIES AND MONEY MARKET INSTRUMENTS ADMITTED TO OFFICIAL STOCK				
EXCHANGE LISTING				
Shares				
JAPAN				
9 700	Advantest Corp	JPY	234.408	0,43
11 300	Aeon Co Ltd	JPY	170.474	0,31
7 100	AEON Financial Service Co Ltd	JPY	100.400	0,19
14 000	AGC Inc/Japan	JPY	425.040	0,79
6 600	Aisin Seiki Co Ltd	JPY	199.569	0,37
20 100	Ajinomoto Co Inc	JPY	306.019	0,57
39 200	Astellas Pharma Inc	JPY	490.422	0,91
19 800	Bridgestone Corp	JPY	684.560	1,26
19 900	Brother Industries Ltd	JPY	330.060	0,61
26 900	Canon Inc	JPY	689.742	1,27
29 100	Casio Computer Co Ltd	JPY	317.340	0,59
4 100	Central Japan Railway Co	JPY	721.125	1,33
3 500	Chugai Pharmaceutical Co Ltd	JPY	200.824	0,37
15 700	Dai Nippon Printing Co Ltd	JPY	293.797	0,54
83 700	Dai-ichi Life Holdings Inc	JPY	1.108.547	2,05
4 300	Daikin Industries Ltd	JPY	492.928	0,91
3 700	Daito Trust Construction Co Ltd	JPY	414.196	0,77
16 600	Daiwa House Industry Co Ltd	JPY	424.963	0,78
47	Daiwa House REIT Investment Corp	JPY	99.635	0,18
81 000	Daiwa Securities Group Inc	JPY	311.670	0,58
12 700	Denso Corp	JPY	469.207	0,87
6 800	Dentsu Inc	JPY	208.388	0,38
8 800	East Japan Railway Co	JPY	722.967	1,34
6 500	Fuji Electric Co Ltd	JPY	196.810	0,36
11 600	FUJIFILM Holdings Corp	JPY	516.493	0,95
6 400	Fujitsu Ltd	JPY	391.842	0,72
28 000	Hakuhodo DY Holdings Inc	JPY	413.972	0,76
13 900	Hino Motors Ltd	JPY	102.754	0,19
4 000	Hitachi Chemical Co Ltd	JPY	95.392	0,18
4 500	Hitachi High-Technologies Corp	JPY	203.188	0,38
22 100	Hitachi Ltd	JPY	711.303	1,31
61 700	Honda Motor Co Ltd	JPY	1.400.509	2,59
44 400	Hulic Co Ltd	JPY	313.384	0,58
8 391	Idemitsu Kosan Co Ltd	JPY	221.582	0,41
50 800	ITOCHU Corp	JPY	853.123	1,58
21 800	J Front Retailing Co Ltd	JPY	219.431	0,41
14 500	Japan Exchange Group Inc	JPY	202.324	0,37
52	Japan Prime Realty Investment Corp	JPY	197.923	0,37
18	Japan Real Estate Investment Corp	JPY	96.239	0,18
115	Japan Retail Fund Investment Corp	JPY	204.329	0,38
25 400	JFE Holdings Inc	JPY	327.607	0,61
9 900	JTEKT Corp	JPY	105.379	0,19
15 000	Kamigumi Co Ltd	JPY	311.750	0,58
6 300	Kaneka Corp	JPY	207.956	0,38
4 500	Kao Corp	JPY	301.114	0,56
48 500	KDDI Corp	JPY	1.084.481	2,00
13 300	Keikyu Corp	JPY	201.081	0,37

The accompanying notes form an integral part of these financial statements.

IndexIQ Factors Sustainable Japan Equity

PORTFOLIO AS AT JUNE 30, 2019 IN EUR (CONTINUED)

Nominal / Quantity	Description	Currency	Carrying amount value	% of Net Assets
TRANSFERABLE SECURITIES AND MONEY MARKET INSTRUMENTS ADMITTED TO OFFICIAL STOCK				
EXCHANGE LISTING (continued)				
Shares (continued)				
JAPAN (continued)				
1 700	Keio Corp	JPY	98.236	0,18
9 400	Keisei Electric Railway Co Ltd	JPY	300.707	0,56
7 200	Kintetsu Group Holdings Co Ltd	JPY	302.801	0,56
22 100	Kirin Holdings Co Ltd	JPY	418.514	0,77
7 000	Koito Manufacturing Co Ltd	JPY	328.051	0,61
4 300	Komatsu Ltd	JPY	91.121	0,17
37 600	Konica Minolta Inc	JPY	321.469	0,59
1 100	Kubota Corp	JPY	16.075	0,03
9 400	Kuraray Co Ltd	JPY	98.601	0,18
14 800	Kurita Water Industries Ltd	JPY	322.672	0,60
4 300	Kyocera Corp	JPY	246.552	0,46
6 000	Kyowa Kirin Co Ltd	JPY	94.821	0,18
18 400	Lion Corp	JPY	300.982	0,56
5 200	Marui Group Co Ltd	JPY	92.986	0,17
40 700	Mazda Motor Corp	JPY	373.018	0,69
73 700	Mitsubishi Chemical Holdings Corp	JPY	452.070	0,84
14 000	Mitsubishi Estate Co Ltd	JPY	228.780	0,42
19 500	Mitsubishi Tanabe Pharma Corp	JPY	190.718	0,35
19 700	Mitsui Chemicals Inc	JPY	428.218	0,79
28 700	MS&AD Insurance Group Holdings Inc	JPY	799.988	1,48
1 400	Murata Manufacturing Co Ltd	JPY	55.227	0,10
9 300	NEC Corp	JPY	321.383	0,59
16 800	NGK Insulators Ltd	JPY	215.110	0,40
6 200	NGK Spark Plug Co Ltd	JPY	102.176	0,19
2 600	NH Foods Ltd	JPY	97.796	0,18
900	Nidec Corp	JPY	108.012	0,20
34 600	Nikon Corp	JPY	429.770	0,79
33	Nippon Building Fund Inc	JPY	198.493	0,37
50	Nippon Prologis REIT Inc	JPY	101.431	0,19
49 700	Nippon Telegraph & Telephone Corp	JPY	2.032.244	3,75
221 400	Nissan Motor Co Ltd	JPY	1.392.340	2,57
15 000	Nisshin Seifun Group Inc	JPY	300.625	0,56
1 900	Nitori Holdings Co Ltd	JPY	221.135	0,41
5 000	Nitto Denko Corp	JPY	216.677	0,40
5 200	Nomura Real Estate Holdings Inc	JPY	98.156	0,18
6 900	Nomura Research Institute Ltd	JPY	97.122	0,18
27 600	NSK Ltd	JPY	215.951	0,40
28 400	NTT Data Corp	JPY	332.159	0,61
60 400	NTT DOCOMO Inc	JPY	1.236.853	2,28
48 500	Obayashi Corp	JPY	419.404	0,77
4 500	Odakyu Electric Railway Co Ltd	JPY	96.716	0,18
63 000	Oji Holdings Corp	JPY	319.379	0,59
2 300	Omron Corp	JPY	105.351	0,19
3 200	Oracle Corp Japan	JPY	205.258	0,38
1 900	Oriental Land Co Ltd/Japan	JPY	206.578	0,38
40 700	ORIX Corp	JPY	533.404	0,99
3 500	Otsuka Holdings Co Ltd	JPY	100.298	0,19

The accompanying notes form an integral part of these financial statements.

IndexIQ Factors Sustainable Japan Equity

PORTFOLIO AS AT JUNE 30, 2019 IN EUR (CONTINUED)

Nominal / Quantity	Description	Currency	Carrying amount value	% of Net Assets
TRANSFERABLE SECURITIES AND MONEY MARKET INSTRUMENTS ADMITTED TO OFFICIAL STOCK				
EXCHANGE LISTING (continued)				
Shares (continued)				
JAPAN (continued)				
104 600	Panasonic Corp	JPY	765.226	1,41
3 500	Recruit Holdings Co Ltd	JPY	102.523	0,19
33 900	Resona Holdings Inc	JPY	123.947	0,22
11 300	Ricoh Co Ltd	JPY	99.098	0,18
5 400	Rinnai Corp	JPY	301.481	0,56
7 300	Santen Pharmaceutical Co Ltd	JPY	106.203	0,20
31 800	Sekisui Chemical Co Ltd	JPY	419.354	0,77
28 400	Sekisui House Ltd	JPY	410.974	0,76
11 300	Sharp Corp/Japan	JPY	108.861	0,20
1 500	Shimamura Co Ltd	JPY	98.415	0,18
700	Shimano Inc	JPY	91.455	0,17
55 900	Shimizu Corp	JPY	407.765	0,75
7 200	Shinsei Bank Ltd	JPY	98.176	0,18
8 300	Shionogi & Co Ltd	JPY	420.025	0,78
27 800	SoftBank Group Corp	JPY	1.170.282	2,16
23 400	Sony Corp	JPY	1.077.174	1,99
18 400	Sony Financial Holdings Inc	JPY	388.112	0,72
15 200	Stanley Electric Co Ltd	JPY	328.048	0,61
83 000	Sumitomo Chemical Co Ltd	JPY	338.239	0,62
5 800	Sumitomo Dainippon Pharma Co Ltd	JPY	96.577	0,18
43 200	Sumitomo Electric Industries Ltd	JPY	498.038	0,92
10 900	Sumitomo Heavy Industries Ltd	JPY	329.147	0,61
4 700	Sumitomo Mitsui Trust Holdings Inc	JPY	149.625	0,28
20 400	Sumitomo Rubber Industries Ltd	JPY	207.168	0,38
11 200	Suntory Beverage & Food Ltd	JPY	427.664	0,79
7 600	Suzuken Co Ltd/Aichi Japan	JPY	391.477	0,72
11 700	Taiheiyō Cement Corp	JPY	310.870	0,57
12 500	Taisei Corp	JPY	398.857	0,74
5 500	Takeda Pharmaceutical Co Ltd	JPY	171.373	0,32
28 400	Teijin Ltd	JPY	425.209	0,79
11 900	Terumo Corp	JPY	311.335	0,58
10 300	THK Co Ltd	JPY	216.167	0,40
12 000	Tobu Railway Co Ltd	JPY	307.105	0,57
2 900	Toho Gas Co Ltd	JPY	93.717	0,17
19 500	Tokio Marine Holdings Inc	JPY	858.071	1,58
1 700	Tokyo Electron Ltd	JPY	209.496	0,39
6 200	Tokyu Corp	JPY	96.567	0,17
22 500	Toppan Printing Co Ltd	JPY	299.830	0,55
9 000	Toshiba Corp	JPY	246.099	0,45
8 700	Toyo Suisan Kaisha Ltd	JPY	314.831	0,58
6 100	Toyoda Gosei Co Ltd	JPY	104.456	0,19
6 500	Toyota Industries Corp	JPY	314.155	0,58
73 300	Toyota Motor Corp	JPY	3.995.542	7,38
2 400	Trend Micro Inc/Japan	JPY	93.990	0,17
11 200	Unicharm Corp	JPY	296.124	0,55
211	United Urban Investment Corp	JPY	310.582	0,57
5 800	West Japan Railway Co	JPY	412.022	0,76

The accompanying notes form an integral part of these financial statements.

IndexIQ Factors Sustainable Japan Equity

PORTFOLIO AS AT JUNE 30, 2019 IN EUR (CONTINUED)

Nominal / Quantity	Description	Currency	Carrying amount value	% of Net Assets
TRANSFERABLE SECURITIES AND MONEY MARKET INSTRUMENTS ADMITTED TO OFFICIAL STOCK				
EXCHANGE LISTING (continued)				
Shares (continued)				
JAPAN (continued)				
3 900	Yakult Honsha Co Ltd	JPY	201.843	0,37
99 600	Yamada Denki Co Ltd	JPY	387.216	0,72
4 800	Yamaha Corp	JPY	200.303	0,37
13 200	Yamaha Motor Co Ltd	JPY	206.024	0,38
11 200	Yamato Holdings Co Ltd	JPY	200.003	0,37
12 300	Yokogawa Electric Corp	JPY	211.726	0,39
			53.710.242	99,21
Total Shares			53.710.242	99,21
Total Investment Portfolio			53.710.242	99,21

The accompanying notes form an integral part of these financial statements.

IndexIQ Factors Sustainable Japan Equity

GEOGRAPHICAL AND ECONOMIC BREAKDOWN OF INVESTMENTS AS AT JUNE 30, 2019

GEOGRAPHICAL BREAKDOWN	% of net assets
Japan	99,21
TOTAL	99,21

ECONOMIC BREAKDOWN	% of net assets
Auto Manufacturers	13,42
Telecommunications	10,19
Transportation	6,97
Auto Parts & Equipment	6,57
Insurance	5,83
Pharmaceuticals	4,20
Chemicals	4,18
Home Furnishings	3,60
Building Materials	2,83
Food	2,57
Home Builders	2,31
Engineering & Construction	2,26
REITS	2,24
Miscellaneous Manufacturer	2,19
Computers	2,10
Office/Business Equipment	2,04
Real Estate	1,95
Diversified Financial Services	1,94
Retail	1,89
Electronics	1,72
Cosmetics/Personal Care	1,67
Distribution/Wholesale	1,58
Beverages	1,56
Machinery – Construction & Mining	1,48
Commercial Services	1,28
Electrical Components & Equipment	1,20
Advertising	1,14
Machinery - Diversified	1,04
Leisure Time	0,92
Banks	0,87
Semiconductors	0,82
Iron/Steel	0,61
Environmental Control	0,60
Forest Products & Paper	0,59
Healthcare - Products	0,58
Oil & Gas	0,41
Metal Fabricate/Hardware	0,40
Entertainment	0,38
Software	0,38
Hand/Machine Tools	0,36
Gas	0,17
Internet	0,17
TOTAL	99,21

The accompanying notes form an integral part of these financial statements.

NOTES TO THE FINANCIAL STATEMENTS

1. ACTIVITY

IndexIQ (the "Company" or the "Fund") is a public limited company (société anonyme) incorporated on April 6, 2017 under the laws of Luxembourg as an investment company with variable share capital (société d'investissement à capital variable). The Fund is subject to Part I of the Luxembourg law of December 17, 2010 relating to undertakings for collective investment, as amended or supplemented from time to time and qualifies as a UCITS.

The Fund is registered with the Luxembourg Trade and Companies Register under number B-214117. The latest version of the Articles of Association was published on the Recueil électronique des sociétés et associations (RESA), the central electronic platform of the Grand-Duchy of Luxembourg on April 21, 2017.

1.1 The Fund

The Fund is a single legal entity incorporated as an umbrella fund comprised of separate Sub-Funds.

In order to offer investments with different levels of risks, IndexIQ is subdivided into Sub-Funds. On June 30, 2019, five (5) Sub-Funds are active and are detailed as follows:

- **IndexIQ Factors Sustainable Corporate Euro Bond**
- **IndexIQ Factors Sustainable Sovereign Euro Bond**
- **IndexIQ Factors Sustainable Europe Equity**
- **IndexIQ Factors Sustainable EMU Equity**
- **IndexIQ Factors Sustainable Japan Equity**

The reference currency of the Sub-Funds currency is Euro.

1.2 The Shares

The Fund may issue Shares of different Share Classes in each Sub-Fund. Such Share Classes may each have specific characteristics. Certain Share Classes may be reserved to certain categories of investors: the Share Class UCITS ETF is reserved for Authorized Participants designated by the Fund and Share Class S is reserved for limited Institutional Investors designated by the Management Company.

On June 30, 2019, the Share classes available are the following:

- **IndexIQ Factors Sustainable Corporate Euro Bond**

Share Class name	Launch Date
Class UCITS ETF Acc (EUR)	Not yet launched
Class UCITS ETF Dis (EUR)	June 28, 2017
Class S Acc (EUR)	June 28, 2017

- **IndexIQ Factors Sustainable Sovereign Euro Bond**

Share Class name	Launch Date
Class UCITS ETF Acc (EUR)	Not yet launched
Class UCITS ETF Dis (EUR)	June 28, 2017
Class S Acc (EUR)	June 28, 2017

- **IndexIQ Factors Sustainable Europe Equity**

Share Class name	Launch Date
Class UCITS ETF Acc (EUR)	June 28, 2017
Class UCITS ETF Dis (EUR)	Not yet launched
Class S Acc (EUR)	June 28, 2017

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

1. ACTIVITY (CONTINUED)

1.2 The Shares (continued)

- **IndexIQ Factors Sustainable EMU Equity**

Share Class name	Launch Date
Class UCITS ETF Acc (EUR)	June 28, 2017
Class UCITS ETF Dis (EUR)	Not yet launched
Class S Acc (EUR)	June 28, 2017

- **IndexIQ Factors Sustainable Japan Equity**

Share Class name	Launch Date
Class UCITS ETF Acc (EUR)	June 29, 2017
Class UCITS ETF Dis (EUR)	Not yet launched
Class S Acc (EUR)	June 29, 2017

1.3 Information for Fund Shareholders

The Company's financial year ends on 31 December of each year.

The annual general meeting of shareholders will be held within six (6) months of the end of each financial year in Luxembourg in order to approve the financial statements of the Fund for the previous financial year. The annual general meeting of shareholders will be held at the registered office of the Fund, or at such alternative location in Luxembourg as may be specified in the convening notice of such meeting.

Audited annual reports will be made available for public inspection at the registered offices of the Company.

The annual report will be available at the registered office of the Company at least eight (8) days before the annual general meeting - cf art. 461-6 law 1915: each shareholder shall be entitled to obtain a copy of the annual report, free of charge, upon request and against evidence of his title, eight (8) days before the annual general meeting.

Unaudited Semi-annual reports will be published within two (2) months after the end of the relevant period.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

2.1 The Presentation of financial statements

The financial statements are prepared in accordance with Luxembourg legal and regulatory requirements relating to investment funds.

2.2 Investment Objective and Policy

The objective of the Sub-Fund - **IndexIQ Factors Sustainable Corporate Euro Bond** is to track, before the Sub-Fund fees and expenses, the performance of Solactive Candriam Factors Sustainable Corporate Euro Bond Index.

The objective of the Sub-Fund - **IndexIQ Factors Sustainable Sovereign Euro Bond** is to track, before the Sub-Fund fees and expenses, the performance of Solactive Candriam Factors Sustainable Sovereign Euro Bond Index.

The objective of the Sub-Fund - **IndexIQ Factors Sustainable Europe Equity** is to track the performance, before the Sub-Fund fees and expenses, of Solactive Candriam Factors Sustainable Europe Equity Index.

The objective of the Sub-Fund - **IndexIQ Factors Sustainable EMU Equity** is to track the performance, before the Sub-Fund fees and expenses, of Solactive Candriam Factors Sustainable EMU Equity Index.

The objective of the Sub-Fund - **IndexIQ Factors Sustainable Japan Equity** is to track the performance, before the Sub-Fund fees and expenses, of Solactive Candriam Factors Sustainable Japan Equity Index.

There can be no assurance that the Sub-Funds will achieve their investment objective.

The Sub-Funds will seek to track the performance of the Reference Index mainly by making direct investments in Transferable Securities representing an optimized sample of the underlying components of the Reference Index.

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

2.3 Valuation of Investment Portfolios of each sub-fund

In accordance with the Articles of Association, the valuation of the assets of the Fund is conducted as follows:

a) Equities, warrants and rights

Equities are valued at the closing (or alternatively last available) price on the various stock exchanges on the reference date or in the absence thereof the preceding date.

b) Exchange Traded Fund ("ETF") and UCI

ETF and UCI are valued at the Net Asset Value (or alternatively based on the method applied for equities for quoted, listed or traded funds) representative of the markets on the reference date or in the absence thereof the preceding date.

c) Bonds

Bonds are valued at the closing price on the basis of contributor prices on the reference date or in the absence thereof the preceding date.

d) Negotiable debt securities and other money market instruments

Negotiable debt securities are valued at the closing price on the basis of contributor prices on the reference date (or in the absence thereof the preceding date) or according to the straight-line method.

e) Futures and options on organized markets

These financial instruments are valued at the closing prices on the various futures markets on the reference date or in the absence thereof the preceding date.

f) Spot exchange rates

The spot exchange rates are valued from the market data available from specialized data providers on the reference date or in the absence thereof the preceding date.

g) Forward foreign exchange

Foreign exchange contracts are valued on the basis of the market data available such as the spot price, interest rate curve etc., from specialized data providers on the reference date or in the absence thereof the preceding date.

Others derivatives are valued based on counterparties prices, market prices or are calculated based on models validated on the reference date or in the absence thereof the preceding date.

h) Exceptional treatment

Any asset in which there are not significant amounts of transactions or for which the price is not available or clearly not representative of the market, will be valued based on the probable realization value estimated with care and in good faith by the Management Company using any valuation method approved by the Board of Directors.

2.4 Foreign currency translation for each sub-fund

The accounting and the financial statements of the sub-funds are drawn up in EUR.

Cash held with banks, the other net assets and the market value of investments denominated in currencies other than EUR are converted into EUR at the exchange rate available on June 30, 2019.

The income and expenses denominated in currencies other than the EUR are converted into EUR at the exchange rate applicable at the date of the transaction.

The resulting currency conversion gains and losses are recorded in the statement of changes in net assets.

The main exchange rates as at June 30, 2019 are:

1 EUR	=	1.110330	CHF
1 EUR	=	7.463698	DKK
1 EUR	=	0.894791	GBP
1 EUR	=	122.694356	JPY
1 EUR	=	9.709469	NOK
1 EUR	=	10.566018	SEK
1 EUR	=	1.138800	USD

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

2.5 Combined financial statements of the SICAV

The financial statements of the SICAV are drawn up in EUR. The different items of the combined statement of the SICAV's net assets as at June 30, 2019 are equal to the sum of the corresponding items in the financial statements of each sub-fund.

2.6 Dividend and interest income

Interest income is accrued daily. Investment transactions are accounted for on a trade date basis. Dividend income is recorded on the ex-dividend date, net of withholding tax.

2.7 Formation expenses

There was no formation expenses amortised during the period.

2.8 Equalisation

The Net Asset Value per Share of each Income Share includes a payment for equalisation representing undistributed income accrued since the last ex-dividend date.

Equalisation is a payment by a person who subscribes for Shares, and is calculated by dividing the relevant proportion of the net undistributed income of the Share Classes, by the number of such Shares in issue at the date on which the subscription is made. Equalisation is repaid to the Shareholders on the occurrence of the redemption of the Shares or on the payment of a dividend.

3. TAXATION

The Fund is normally subject to a subscription tax ("taxe d'abonnement"). For the Sub-Funds whose securities are listed on a Stock Exchange and whose exclusive object is to replicate the performance of one or more indices, the Fund is exempted from the "taxe d'abonnement" pursuant to article 175 (e) of the 2010 Law as amended. Only the ETF share classes are exempted from the "taxe d'abonnement", the share classes "S" has to bear the tax since it's not quoted on a stock exchange.

The Fund is not currently subject to any other Luxembourg taxes on income or capital gains (except on dividends from asset source in Luxembourg which are normally paid to the Fund after deduction of a 15% withholding tax). Distributions paid by the Fund are not subject to any form of Luxembourg withholding tax.

Certain revenues of the Fund in terms of dividends and interest, or capital gain, from asset sources outside Luxembourg may, however, be liable to taxes at variable rates, which are generally deducted at source. Generally speaking, these taxes or deductions at source are not fully or partly recoverable. Within this context, the relief on these taxes and deductions at source provided for by the international double taxation prevention treaties entered into by the Grand Duchy of Luxembourg and the respective countries is not always applicable. Moreover, some transaction taxes or stamp duties may be applied on subscription, purchase, sale, exchange, transfer, or conversion of assets sources outside Luxembourg.

While the above tax information is accurate to the best of the Board of Directors' knowledge, it is possible that a tax authority may impose new taxes (including retroactive taxes).

4. OPERATING AND ADMINISTRATIVE CHARGES

The Fund will bear the day-to-day operational and administrative charges incurred to cover all the overhead, variable costs, charges, fees and other expenses, as described below (the "Operational and Administrative Charges").

The Operational and Administrative Charges cover the following costs, although this list is not exhaustive:

(a) expenses incurred directly by the Fund, including, among others, fees and charges owing to the Depositary, to the principal paying agent, commissions and fees for certified auditors, share classes hedging fees, including those charged by the Management Company, the fees paid to Directors and the reasonable costs and expenses incurred by or for the Directors;

(b) a "service fee" which includes the remaining amount of Operational and Administrative Charges after deducting the costs indicated in section (a) above, being, among others, the fees and costs of the domiciliary agent, the Administrator the costs associated with registration and for maintaining this registration in all jurisdictions (such as fees levied by the supervisory authorities concerned, translation costs and payment for representatives abroad and local paying agents), stock exchange listing and maintenance fees, share price publication costs, postal and communication costs, the costs for preparing, printing,

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

4. OPERATING AND ADMINISTRATIVE CHARGES (CONTINUED)

translating and distributing prospectuses, key investor information documents, notices to the shareholders, financial reports or any other documents for shareholders, legal fees and expenses, the costs and fees associated with the subscription for any account or license or any other use of paid information or data, the fees incurred for using a trademark registered by the Fund and the fees and expenses for the Management Company and/or its delegates and/or any other agent appointed by the Fund itself and/or independent experts.

Operational and Administrative Charges are expressed as an annual percentage of the average Net Asset Value of each Sub-Fund or Share Class and are payable monthly.

At the end of a given period, if the charges and expenses were to exceed the percentage of the Operational or Administrative Charges set for share classes then the Management Company would pay the difference. Conversely if the actual charges and expenses were to be less than the percentage of the Operational and Administrative Charges set for classes of shares, then the Management Company would retain the difference.

The Management Company may instruct the Fund to settle all or part of the expenses as stated above directly on its assets. In such case, the amount of Operational and Administrative Charges will be reduced accordingly.

The all-in fees as per Prospectus as at June 30, 2019 were:

Fund name	Share class	All-In Fee
IndexIQ Factors Sustainable Corporate Euro Bond	UCITS ETF Dis (EUR)	0.35%
	S Acc (EUR)	
IndexIQ Factors Sustainable Sovereign Euro Bond	UCITS ETF Dis (EUR)	0.30%
	S Acc (EUR)	
IndexIQ Factors Sustainable Europe Equity	UCITS ETF Acc (EUR)	0.30%
	S Acc (EUR)	
IndexIQ Factors Sustainable EMU Equity	UCITS ETF Acc (EUR)	0.30%
	S Acc (EUR)	
IndexIQ Factors Sustainable Japan Equity	UCITS ETF Acc (EUR)	0.35%
	S Acc (EUR)	

5. INVESTMENT MANAGER

The Management Company has appointed Candriam Belgium as Investment Manager for the Sub-Funds pursuant to the Investment Management Agreement.

Candriam Belgium is a public limited company incorporated under the laws of Belgium on January 30, 1998. The Investment Manager is authorized for the purpose of asset management and regulated by the Financial Services and Markets Authority (FSMA) in Belgium. The Investment Manager is an affiliated company of Candriam Luxembourg. Its main business activity is asset management.

Under the terms of the Investment Management Agreement, the Investment Manager has full discretion, subject to the overall review and control of the Management Company and, ultimately, the Board of Directors, to manage the assets of each Sub-Fund on a discretionary basis, in accordance with the investment objective and policy of the Sub-Fund and any additional investment restrictions or guidelines imposed by the Board of Directors. Within this function, the Investment Manager has authority to act on behalf of the Fund.

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

5. INVESTMENT MANAGER (CONTINUED)

The annual management fees as per Prospectus at June 30, 2019 were:

Fund name	Share class	Management fee
IndexIQ Factors Sustainable Corporate Euro Bond	UCITS ETF Dis (EUR)	0.15%
	S Acc (EUR)	0.20%
IndexIQ Factors Sustainable Sovereign Euro Bond	UCITS ETF Dis (EUR)	0.05%
	S Acc (EUR)	0.15%
IndexIQ Factors Sustainable Europe Equity	UCITS ETF Acc (EUR)	0.10%
	S Acc (EUR)	0.15%
IndexIQ Factors Sustainable EMU Equity	UCITS ETF Acc (EUR)	0.10%
	S Acc (EUR)	0.15%
IndexIQ Factors Sustainable Japan Equity	UCITS ETF Acc (EUR)	0.15%
	S Acc (EUR)	0.20%

6. DEPOSITARY

The Fund has appointed State Street Bank Luxembourg S.C.A. as its Depositary within the meaning of the 2010 Law pursuant to the Depositary Agreement. State Street Bank Luxembourg is a corporate partnership limited by shares “Société en commandite par actions” under the laws of Luxembourg incorporated on January 31, 1990. It is authorized by the CSSF in Luxembourg in accordance with Directive 2006/48/EC as implemented in Luxembourg by the 1993 Law.

7. ADMINISTRATOR

The Management Company has appointed State Street Bank Luxembourg S.C.A. as administrative, registrar, transfer agent, paying agent and as domiciliary agent of the Fund (the Administrator) pursuant to the Administration Agreement.

The Management Company reserves the right to change the administration arrangements described above by agreement with the Administrator and/or to appoint another service provider in Luxembourg to carry out the functions of administration agent. Investors will be notified in due course.

8. DIVIDEND DISTRIBUTION

The Board of Directors resolved to distribute a final dividend to the “UCITS ETF Dis (EUR)” share class of the IndexIQ Factors Sustainable Corporate Euro Bond with respect to the financial period ended June 30, 2019 as follows:

	Amount	Record date	Ex-date	Pay date
UCITS ETF Dis (EUR)	0.28 EUR	April 30, 2019	May 3, 2019	May 8, 2019

The Board of Directors resolved to distribute a final dividend to the “UCITS ETF Dis (EUR)” share class of the IndexIQ Factors Sustainable Sovereign Euro Bond with respect to the financial period ended June 30, 2019 as follows:

	Amount	Record date	Ex-date	Pay date
UCITS ETF Dis (EUR)	0.10 EUR	April 30, 2019	May 3, 2019	May 8, 2019

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

9. CONFLICTS OF INTEREST

The Board of Directors, the Management Company, the Investment Manager, the Depositary, the Administrator and the other service providers of the Fund, and/or their respective affiliates, members, employees or any person connected with them may be subject to various conflicts of interest in their relationships with the Fund.

As further described in the Articles of Association, any director of the Fund who has, directly or indirectly, an interest in a transaction submitted to the approval of the Board of Directors which conflicts with the Fund's interest, must inform the Board of Directors. The director may not take part in the discussions on and may not vote on the transaction. Where, by reason of a conflicting interest, the number of directors required in order to validly deliberate is not met, the board of directors may submit the decision on this specific item to the general meeting of shareholders.

The Management Company has adopted and implemented a conflicts of interest policy and has made appropriate organizational and administrative arrangements to identify and manage conflicts of interests so as to minimize the risk of the Fund's interests being prejudiced, and if they cannot be avoided, ensure that the Fund is treated fairly.

10. GLOBAL EXPOSURE

The global exposure of the Sub-Fund is calculated and monitored under the commitment approach. The global exposure of the Sub-Fund may not exceed its Net Asset Value.

11. LISTING

The Sub-Fund contains UCITS ETF Shares. As a consequence the UCITS ETF Shares shall be traded throughout the day on one or several Regulated Market or multilateral trading facilities with at least one Market Maker which takes action to ensure that the Stock Exchange value of the Shares does not significantly vary from its iNAV.

A list of these Stock Exchanges and/or multilateral trading facilities can be obtained from the registered office of the Fund.

12. CHANGES IN THE COMPOSITION OF THE PORTFOLIO

The list of movements in the portfolio composition for the period ended June 30, 2019 is available at the Central Administration's office.

13. TRANSACTION COSTS

Transaction costs are incremental costs that are directly attributable to the acquisition, issue or disposal of a financial asset or financial liability. An incremental cost is one that would not have been incurred if the entity had not acquired, issued or disposed of the financial asset or liability.

The Sub-Funds bear the costs and expenses of buying and selling portfolio securities and financial instruments, collateral management fees, brokerage fees and commissions, interest or taxes payable, and other transaction-related expenses ("Transaction Costs").

For the period ended June 30, 2019, the Sub-Funds incurred transaction costs as follows:

Sub-Fund Name	Transaction costs amounts in Euros
IndexIQ Factors Sustainable Corporate Euro Bond *	0,00
IndexIQ Factors Sustainable Sovereign Euro Bond *	0,00
IndexIQ Factors Sustainable Europe Equity	80.357,35
IndexIQ Factors Sustainable EMU Equity	36.751,18
IndexIQ Factors Sustainable Japan Equity	4.022,43

* For fixed income securities, transaction costs are not separately identifiable from the purchase price of the security and therefore cannot be disclosed separately.

14. SUBSEQUENT EVENTS

A new Prospectus of the Fund has been issued as at July 23, 2019.

SECURITIES FINANCING TRANSACTIONS

Information according to Regulation (EU) 2015/2365 on the transparency of securities financing transactions, and the re-use and amending Regulation (EU) No 648/2012 -. Certificate in Section A

There were no securities financing transactions according to the above mentioned regulation.

INDEXIQ

INDEX TRACKING PORTFOLIOS AS AT JUNE 30, 2019

The following disclosures are required for Index-Tracking Portfolio's based on European Securities and Market Authority ("ESMA") guidelines and other UCITS issues (ESMA/2012/832), issued on December 18, 2012:

Fund	Share Class	NAV Performance*	Index Tracked	Index Performance	Performance Difference	Level of Expenses	Expected Tracking Error	Tracking Error Difference
IndexIQ Factors Sustainable Corporate Euro Bond	UCITS ETF Dis	3.67%	Solactive Candriam Factors Sustainable Corporate Bond Index	3.77%	(0.09)%	0.35%	0.30%	(0.04)%
	S Acc	3.66%			(0.11)%	0.35%	0.30%	(0.06)%
IndexIQ Factors Sustainable Sovereign Euro Bond	UCITS ETF Dis	5.01%	Solactive Candriam Factors Sustainable Sovereign Euro Bond Index	5.10%	(0.09)%	0.30%	0.20%	0.01%
	S Acc	4.98%			(0.12)%	0.30%	0.20%	(0.02)%
IndexIQ Factors Sustainable Europe Equity	UCITS ETF Acc	14.42%	Solactive Candriam Factors Sustainable Europe Equity Index	14.17%	0.24%	0.30%	0.10%	0.44%
	S Acc	14.40%			0.23%	0.30%	0.10%	0.43%
IndexIQ Factors Sustainable EMU Equity	UCITS ETF Acc	14.11%	Solactive Candriam Factors Sustainable EMU Equity Index	13.62%	0.48%	0.30%	0.10%	0.68%
	S Acc	14.09%			0.47%	0.30%	0.10%	0.67%
IndexIQ Factors Sustainable Japan Equity	UCITS ETF Acc	7.26%	Solactive Candriam Factors Sustainable Japan Equity Index	7.35%	(0.08)%	0.35%	0.15%	0.12%
	S Acc	7.25%			(0.10)%	0.35%	0.15%	0.10%

*The figures reflect the percentages changes of official NAV per share (cum dividends).

The anticipated tracking error for each portfolios under normal market circumstances is set out in the table above. Investors should note that the actual performance of the portfolios will not necessarily be aligned with the anticipated tracking error as detailed above. Anticipated tracking error has been calculated using historical data and therefore may not capture all factors that will impact a portfolio's actual performance against its benchmark index.

The performances are covering the period from January 1, 2019 to June 30, 2019.

INDEX TRACKING PORTFOLIOS AS AT JUNE 30, 2019 (CONTINUED)

Fixed Income:

IndexIQ Factors Sustainable Corporate Euro Bond:

The performance of IndexIQ Factors Sustainable Corporate Euro Bond for the mid-year ended June 30, 2019 is 3.67%. Performances, gross of fees and distribution are in line with the benchmark.

The level of realized tracking error for the mid-year was within the expected range, due to the effectiveness of replication techniques utilized.

IndexIQ Factors Sustainable Sovereign Euro Bond:

The performance of IndexIQ Factors Sustainable Sovereign Euro Bond for the mid-year ended June 30, 2019 is 5.01%. Performances, gross of fees and distribution are in line with the benchmark.

The level of realized tracking error for the mid-year was within the expected range, due to the effectiveness of replication techniques utilized.

Equities:

IndexIQ Factors Sustainable Europe Equity:

The performance of IndexIQ Factors Sustainable Europe Equity for the mid-year ended June 30, 2019 is 14.42%. Performances, gross of fees are in line with the benchmark.

The level of realized tracking error for the mid-year was within the expected range, due to the full replication technique utilized.

IndexIQ Factors Sustainable EMU Equity:

The performance of IndexIQ Factors Sustainable EMU Equity for the mid-year ended June 30, 2019 is 14.11%. Performances, gross of fees are in line with the benchmark.

The level of realized tracking error for the mid-year was within the expected range, due to the full replication technique utilized.

IndexIQ Factors Sustainable Japan Equity:

The performance of IndexIQ Factors Sustainable Japan Equity for the mid-year ended June 30, 2019 is 7.26%. Performances, gross of fees are in line with the benchmark.

The level of realized tracking error for the mid-year was within the expected range, due to the full replication technique utilized.

Sources: Candriam, Bloomberg.