

IndexIQ Factors Sustainable Sovereign Euro Bond

Legal form: UCITS ETF



INVESTMENT STRATEGY

IndexIQ Factors Sustainable Sovereign Euro Bond, a sub-fund of the IndexIQ sicav, seeks to track the performance of the Solactive® Candriam Factors Sustainable Sovereign Euro Bond Index (the Index) mainly by making direct investments in transferable securities representing an optimized sample of the underlying components of the Index (physical replication). For a maximum of 10% of its assets, the Fund may invest in other transferable securities and/or other eligible assets.

The fund is passively managed, with reference to the index mentioned below. For further information about this index and its use, please consult the fund's key investor information document (KIID).

INVESTMENT HORIZON: 6 YEARS

REFERENCE INDEX: Solactive Candriam Factors Sustainable Sovereign Euro Bonds

Solactive Candriam Factors Sustainable Sovereign Euro Bonds is designed to deliver exposure to investment grade fixed income securities denominated in Euro and issued by sovereign states (EMU and non-EMU countries), meeting sustainable and responsible investing ("SRI") criteria developed by Candriam.

CHARACTERISTICS, PRACTICAL INFORMATION

Legal form	Unit trust under Luxembourg law with UCITS subfunds
Creation date	28.06.2017
Listing Date	28.06.2017

Share type(s)	Cap, Dis
Replication Type	Physical Replication
Total net assets (M EUR)	112.21
NAV per share dis. (EUR)	21.75
Date latest dividend distributed	06.05.2022

Total Expenses (%)	0.30%
ISIN Code	LU1603790731
Ticker Bloomberg	IQEC FP Equity
Ticker Reuters	IQEC.PA
Latest dividend distributed (EUR)	0.15

The Fund is domiciled in Luxembourg and registered at the Luxembourgish, Dutch, French and Italian authorities for the financial markets ("Commission de Surveillance du Secteur Financier" (CSSF), "Stichting Autoriteit Financiële Markten" (AFM), the "Autorité des Marchés Financiers", (AMF), Commissione Nazionale per le Società e la Borsa (Consob)) and is listed on Paris Euronext Stock Exchange and cross listed on the Amsterdam Euronext Stock Exchange and Borsa Italiana.

PAST PERFORMANCE IN EUR

The past performances displayed on this page are not necessarily an indicator of future performances and are not constant over time. NAV's are provided by the accounting department and benchmarks by official data providers.

PERFORMANCE IN EUR (%)

	1 month	3 months	YTD	1 year	3 years	5 years	Inception
Fund	-3.48	-0.60	-17.23	-17.23	-16.72	-11.62	-11.27
Index	-3.44	-0.50	-16.93	-16.93	-16.00	-10.43	-9.94

Year of introduction of the share : 2017

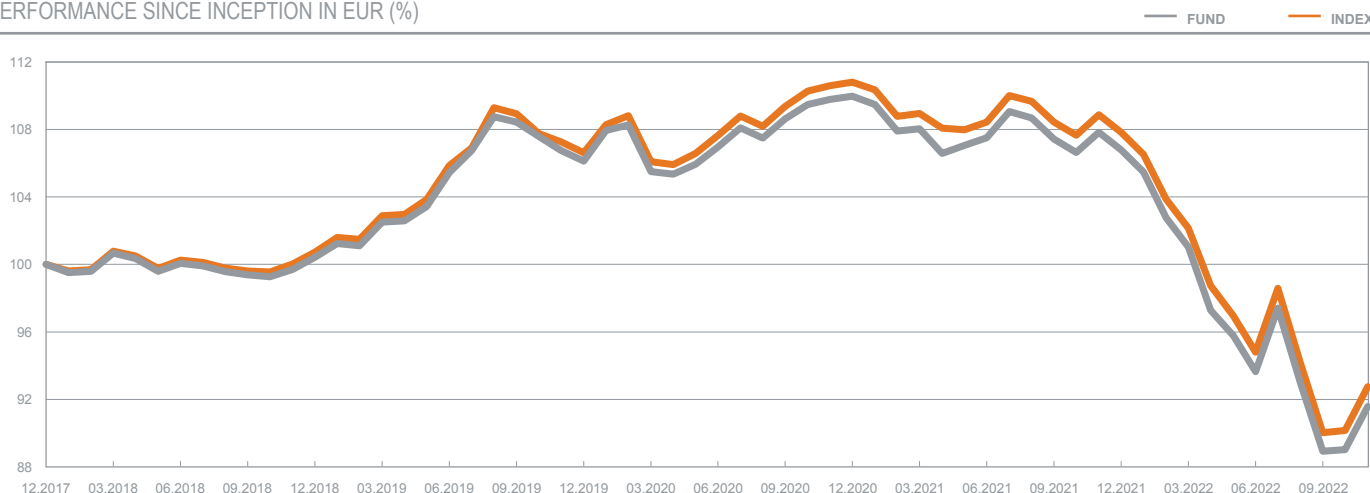
Currency : EUR

CALENDAR YEAR RETURNS (%)

	2018	2019	2020	2021
Fund	0.42	5.68	3.62	-17.23
Index	0.73	5.85	3.92	-16.93

for periods longer than 1 year, returns are annualized

PERFORMANCE SINCE INCEPTION IN EUR (%)



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The present document does not constitute investment research as defined by Article 24, paragraph 1 of the Commission Directive 2006/73/EC. Candriam stresses that this information has not been prepared in compliance with the legal provisions promoting independent investment research, and that it is not subject to any restriction prohibiting the execution of transactions prior to the dissemination of investment research.

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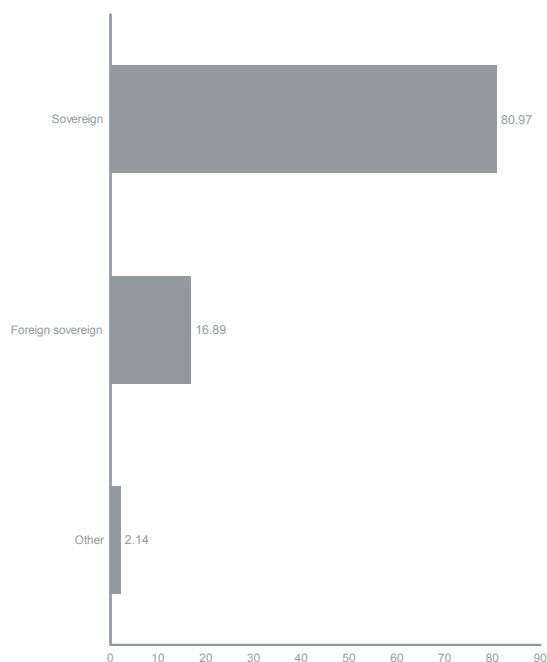
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PORTFOLIO ANALYSIS

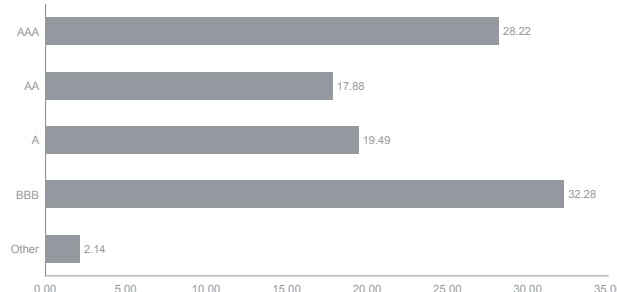
SECTOR ALLOCATION IBOXX (%)



PRINCIPAL HOLDINGS (%)

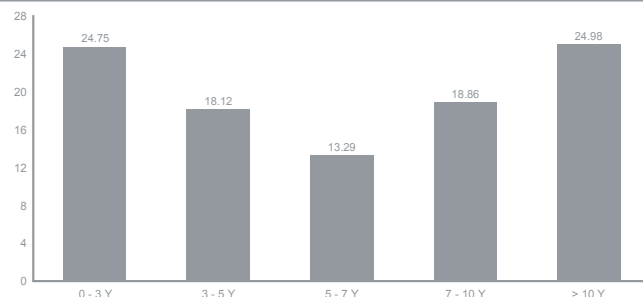
GERMANY 0% 05/04/24	2.07
POLAND 5.25% 20/01/25	1.85
SPAIN 1.95% 30/07/30	1.72
GERMANY 0% 11/04/25	1.68
GERMANY 1% 15/08/24	1.66
ITALY 4.75% 01/09/28	1.41
POLAND 3% 15/01/24	1.37
ITALY 3.75% 01/09/24	1.37
GERMANY 6.5% 04/07/27	1.28
FRANCE OAT 0.5% 25/05/25	1.27

RATING ALLOCATION* (%)

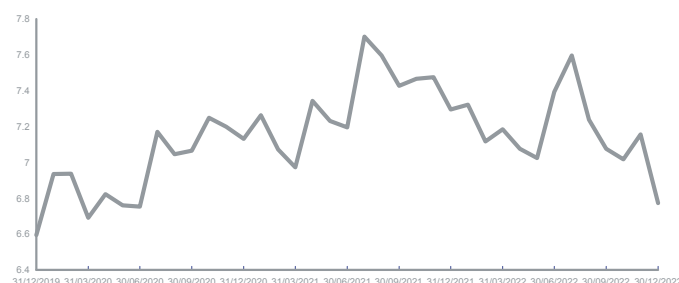


* The « 2nd Best » is calculated daily on instrument level, using ratings from 3 worldwide renowned rating agencies. NR indicates that none of the rating agencies issued a rating on the instrument.

MATURITY BREAKDOWN (%)



MODIFIED DURATION EVOLUTION



Warning: Past performances of a given financial instrument or index or an investment service, or simulations of past performances, or forecasts of future performances are not reliable indicators of future performances. Gross performances may be impacted by commissions, fees and other expenses. Performances expressed in a currency other than that of the investor's country of residence are subject to exchange rate fluctuations, with a negative or positive impact on gains. If the present document refers to a specific tax treatment, such information depends on the individual situation of each investor and may change.

Candriam consistently recommends investors to consult via our website www.candriam.com the key information document, the prospectus, and all other relevant information prior to investing in one of its funds. These documents are available either in English or in local languages for each country where the fund's marketing is approved.

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RISK PROFILE

ETFs purchased on the secondary market cannot usually be sold directly back to the UCITS ETF. Investors must buy and sell units / shares on a secondary market with the assistance of an intermediary (e.g. a stockbroker) and may incur fees for doing so. In addition, investors may pay more than the current net asset value when buying units / shares and may receive less than the current net asset value when selling them. For more details, please consult the relevant prospectus. To better understand the ETF's risk profile, investors are asked to consider, in addition to their risk category, the risks that are inherent to the investment strategy as described in the prospectus. Investors should be aware that the ETF's value may decrease, particularly due to its exposure to the following main risks:

-Credit risk: the fund is exposed to the risk of default of an issuer in terms of honouring the payment of coupons and/or the repayment of the amount borrowed.

-Liquidity risk: the fund may invest in securities and/or market segments which may prove to be less liquid, particularly under certain market conditions, and it may therefore be the case that the securities cannot be sold quickly and at reasonable prices.

-Index tracking risk: the Fund's performance may not exactly track the index. This can result from market fluctuations, changes in the composition of the index, transaction costs, the costs of making changes to the Fund's portfolio, other Fund expenses etc.

GLOSSARY

• CAP : CAPITALISATION SHARES

Capitalisation shares reinvest the income received (interest or dividends paid), which is reflected by an increase in the NAV. For the investor, this becomes deferred income. Fiscally, the capitalised income is considered as a capital gain on the shares, and exempt from tax on the part of the shareholder.

• DIS : DISTRIBUTION SHARES

Distribution shares may pay the proceeds received to the shareholder in the form of annual coupons. Fiscally, the coupons of a sicav are subject to a withholding tax.

• ESG CRITERIA

The Environmental, Social And Governance (ESG) Criteria is a set of standards for a company's operations that socially conscious investors use to screen investments. Environmental criteria looks at how a company performs as a steward of the natural environment. Social criteria examines how a company manages relationships with its employees, suppliers, customers and the communities where it operates. Governance deals with a company's leadership, executive pay, audits and internal controls, and shareholder rights.

• NAV/INAV

The net asset value of a share is the total value of the assets in a portfolio at a given time, less costs, divided by the number of shares in circulation at that time.

The net asset value varies according to the evolution of the price of financial securities underlying the portfolio.

An investment's NAV is usually calculated at the end of the trading day, but the indicative or intraday NAV (iNav) measure gives a more real-time view of this value.

• PHYSICAL REPLICATION

Physical replication refers to the situation in which an exchange traded fund (ETF) tracks its benchmark by holding all or a portion of all the underlying securities that make up that benchmark.

• SRI (SOCIALY RESPONSIBLE INVESTMENT)

An investment that is considered socially responsible because of the nature of the business the company conducts. Common themes for socially responsible investments include avoiding investment in companies that produce or sell addictive substances (like alcohol, gambling and tobacco) and seeking out companies engaged in social justice, environmental sustainability and alternative energy/clean technology efforts. Socially responsible investments can be made in individual companies or through a socially conscious mutual fund or exchange-traded fund (ETF).

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