



Investment Case:

Emerging Markets Local Currency Bonds



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Fund shares are not individually redeemable and will be issued and redeemed at their NAV only through certain authorized broker-dealers in large, specified blocks of shares called "creation units" and otherwise can be bought and sold only through exchange trading. Creation units are issued and redeemed principally in kind. Shares may trade at a premium or discount to their NAV in the secondary market. You will incur brokerage expenses when trading Fund shares in the secondary market. Past performance is no guarantee of future results. Returns for actual Fund investments may differ from what is shown because of differences in timing, the amount invested, and fees and expenses.

Investments in emerging market securities are subject to elevated risks which include, among others, expropriation, confiscatory taxation, issues with repatriation of investment income, limitations of foreign ownership, political instability, armed conflict and social instability. As the Fund may invest in securities denominated in foreign currencies and some of the income received by the Fund will be in foreign currency, changes in currency exchange rates may negatively impact the Fund's return. Bonds and bond funds will decrease in value as interest rates rise. The Fund may also be subject to credit risk, interest rate risk, sovereign debt risk, tax risk, and risks associated with non-investment grade securities. Investors should be willing to accept a high degree of volatility and the potential of significant loss.

Investing involves substantial risk and high volatility, including possible loss of principal. Bonds and bond funds will decrease in value as interest rates rise. An investor should consider the investment objective, risks, charges and expenses of the Fund carefully before investing. To obtain a prospectus and summary prospectus, which contains this and other information, call 888.MKT.VCTR or visit marketvectorsetfs.com. Please read the prospectus and summary prospectus carefully before investing.

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Emerging Markets Local Currency Bonds



- **Yield Potential** - over recent history, Emerging Market (“EM”) bonds have provided an attractive source of yield for income investors
- **Credit Quality** - 83%¹ of countries in J.P. Morgan GBI-EM Global Diversified Index were rated investment grade
- **Economic Growth** - EM economies have experienced strong economic growth, improved balance sheets and healthy reserves over the last decade
- **Diversification Potential** - an asset class providing two distinct sources of return—currency appreciation potential and yields

¹Source: FactSet. Data as of September 30, 2013.

Past performance is no guarantee of future results. See slides 2 and 3 for important disclosures.

EM vs U.S. Yields

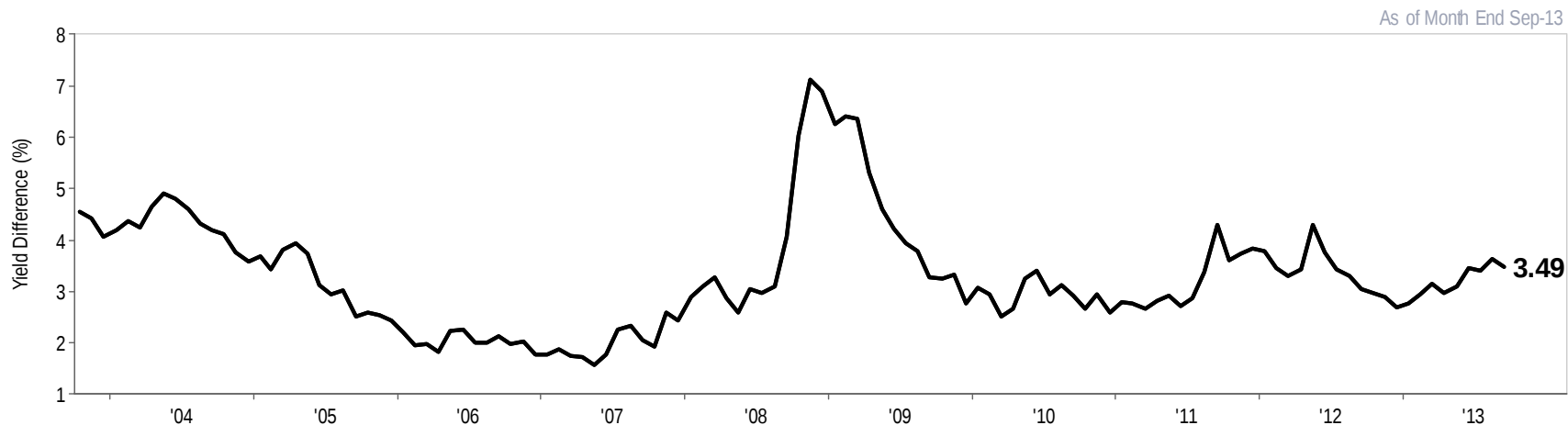


9/30/2013	Yield to Maturity (%)
BarCap US Aggregate	2.34
J.P. Morgan GBI-EM Global Diversified	6.58
J.P. Morgan EMBI+	6.10
US Govt 10 Year Yield	2.61

- U.S. 10-year Treasury at historically low levels
- Declining spread between EMBI+ and U.S. 10-year treasury note illustrates improvement in credit quality of EM countries
- EM bond yields remain higher than equivalent U.S. bonds

Improved Credit Quality Has Resulted in Lower Risk Premium for U.S. Dollar Denominated EM Bonds

Yield Difference Between EMBI+ Index and US 10YR Treasury



Source: J.P. Morgan, Barclays, FactSet. Data as of September 30, 2013.

Yield to Maturity is the annualized return on a bond held to maturity.

J.P. Morgan Emerging Markets Bond Index (EMBI)—tracks total returns for USD-denominated debt issued by emerging market sovereign entities.

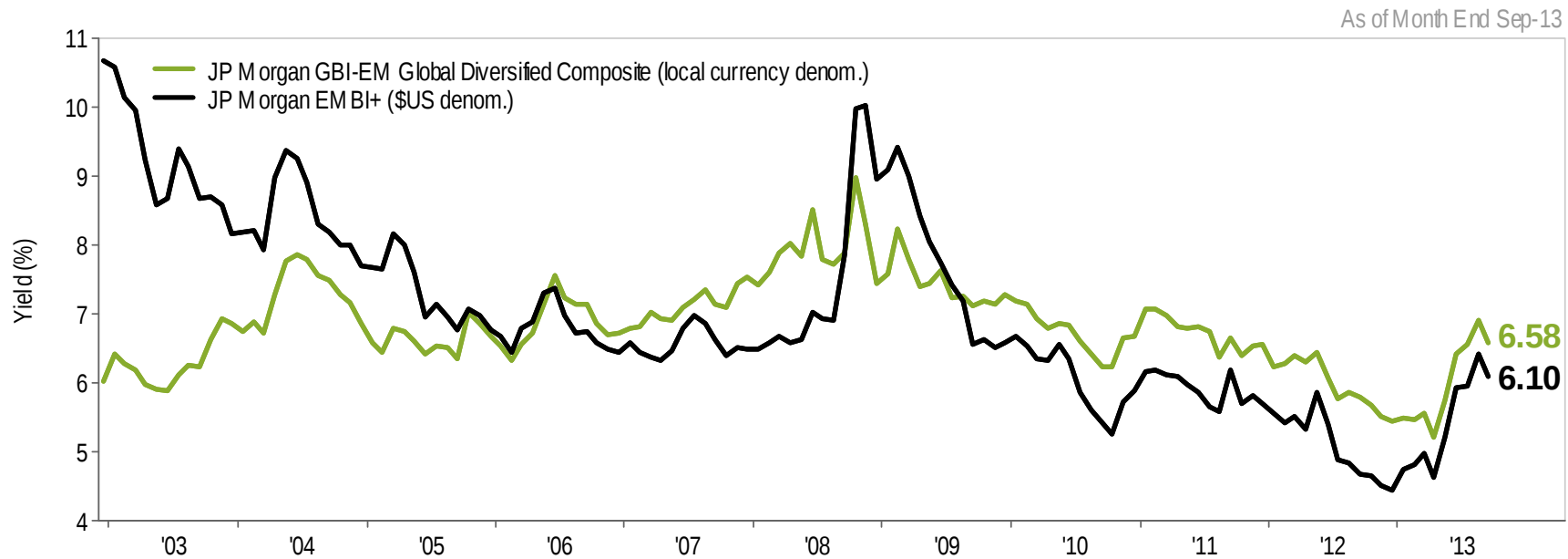
Treasury bonds are guaranteed by the U.S. Government as to the timely payment of principal and interest.

This chart is for illustrative purposes only. Historical information is not indicative of future results; current data may differ from data quoted. **Past performance is no guarantee of future results.** Indices listed are unmanaged and are not securities in which investments can be made. You cannot invest in an index. See Appendix for index descriptions.

See slides 2 and 3 for important disclosures.

Yields

- EM local currency sovereign bonds currently offer higher yields than EM USD denominated bonds.



Source: J.P. Morgan, FactSet. Data as of September 30, 2013.

J.P. Morgan GBI-EM Global Diversified Index (GBI-EM) - tracks regularly traded, liquid, fixed-rate, local currency debt issues by emerging market governments.

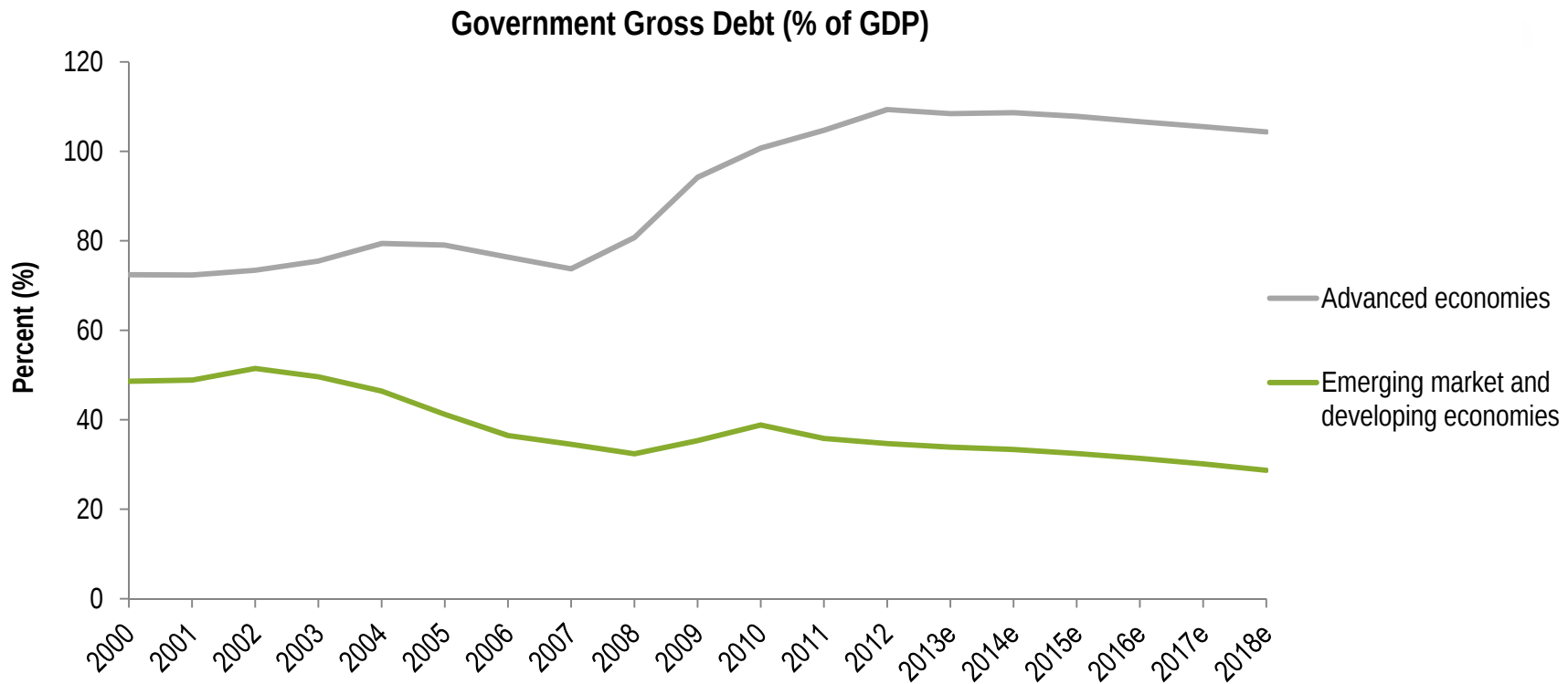
Investment in emerging markets may be subject to withholding taxes, among other risks or expenses that may cause the yield from an actual investment to be lower than the gross yield shown.

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Government Debt/GDP Ratios



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- Divergent trends of advanced and emerging economies debt-to-GDP ratio
- High economic growth rates have helped foster improved financials, creditworthiness of EM countries

Source: IMF, World Economic Outlook. Data as of June 28, 2013. Regional categories as determined by the IMF.

See slides 2 and 3 for important disclosures.

Credit Ratings



	Country	Credit Rating (S&P)*	Weight (%)
Countries in J.P. Morgan GBI-EM Global Diversified Index	Brazil	A-	10.42
	Chile	AA+	0.15
	Colombia	BBB+	3.60
	Hungary	BB	5.83
	Indonesia	BB+	7.67
	Malaysia	A	9.78
	Mexico	A-	9.97
	Nigeria	BB-	2.01
	Peru	A-	1.77
	Philippines	BBB-	0.56
	Poland	A	9.96
	Romania	BB+	1.26
	Russian Federation	BBB+	10.02
	South Africa	A-	10.12
	Thailand	A-	7.60
	Turkey	BBB	9.28

- 83% of countries in J.P. Morgan GBI-EM Global Diversified Index carry investment grade credit ratings
- Hungary, Indonesia, Nigeria and Romania were below investment grade

Source: Bloomberg. Data as of September 30, 2013. *S&P ratings; equivalent Fitch and Moody's ratings are BBB/Baa for investment grade and BB/Ba, B/B, CCC/Caa, CC/Ca and C/C for noninvestment Grade. This chart is for illustrative purposes only. Historical information is not indicative of future results; current data may differ from data quoted. **Past performance is no guarantee of future results.** See slides 2 and 3 for important disclosures.

Investment Risks



Credit Risk (Default)

- Issuer's unwillingness or inability to repay debt
- Financial systems still developing, may not be able to manage rapid growth of local bond markets or rapid rise in foreign investment; e.g., Russian default in 1998
- Argentine Economic Crisis 1998-2002; 1998 Russian Financial Crisis; Thai Currency Crisis 1997-1998; 1994 Mexican Economic Crisis

Imposition of Capital Controls (some examples)

- Peru, September 2010 – foreign investors subject to fees on un-invested funds
- Brazil, April 2011 – 6% tax on FX related to foreign investments into country
- Thailand, December 2006 – 30% withholding of baht purchases for one year

Currency Risk

- U.S. dollar strengthens against EM currencies

Risk, Returns, Correlation



Monthly, Annualized 12/31/2006 –9/30/2013	Return	Std Dev	Beta (to S&P500)	Sharpe Ratio
JP Morgan GBI-EM Global Div	8.19	13.60	0.56	0.52
JP Morgan EMBI+	7.13	9.85	0.34	0.62
BarCap US Aggregate	4.97	3.44	0.01	1.13
MSCI EM	4.27	26.09	1.26	0.12
S&P 500	4.96	16.91	1.00	0.23

Local currency bonds (12/31/2006 –9/30/2013):

- Outperformed other fixed-income and equity assets classes
- Higher risk adjusted returns (sharpe ratio) than EM equities (MSCI EM Index) and US stocks (S&P 500)
- Exhibited higher volatility than U.S. dollar denominated EM debt

Source: Calculated by Van Eck with data from J.P. Morgan, Barclays Capital, MSCI Barra, and S&P (12/31/2006 –9/30/2013). See Index Descriptions in appendix for a description of each index.

Beta is a measure of sensitivity to market movements. **Sharpe ratio** is the risk-adjusted return and is the return less the risk free rate divided by the standard deviation. **Standard deviation** is a statistical measure of the historical volatility of a portfolio.

Past performance is no guarantee of future results. Indices listed are unmanaged and are not securities in which investments can be made. See Appendix for index descriptions. You cannot invest in an index. See slides 2 and 3 for important disclosures.

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Risk, Returns, Correlation



Correlation (Daily) 12/31/2006 –9/30/2013	JPM GBI- EM Global Div.	JPM EMBI+	BarCap US Agg.	MSCI EM	S&P 500
JP Morgan GBI-EM Global Div	1.00				
JP Morgan EMBI+	0.64	1.00			
BarCap US Aggregate	-0.09	0.06	1.00		
MSCI EM	0.76	0.60	-0.14	0.56	
S&P 500	0.41	0.37	-0.32	0.50	1.00

Source: Calculated by Van Eck with data from J.P. Morgan, Barclays Capital, MSCI Barra, and S&P (12/31/2006 –9/30/2013). Indices used (from left to right): JP Morgan GBI EM Global Div, JP Morgan EMBI+, Barclays US Aggregate, MSCI EM, S&P 500, and US Dollar Index. See Index Descriptions for a description of each index.

Correlation is the statistical measure of how similarly two assets move in relation to each other and will vary from -1.00 to 1.00. -1.00 indicates perfect negative correlation, and 1.00 indicates perfect positive correlation.

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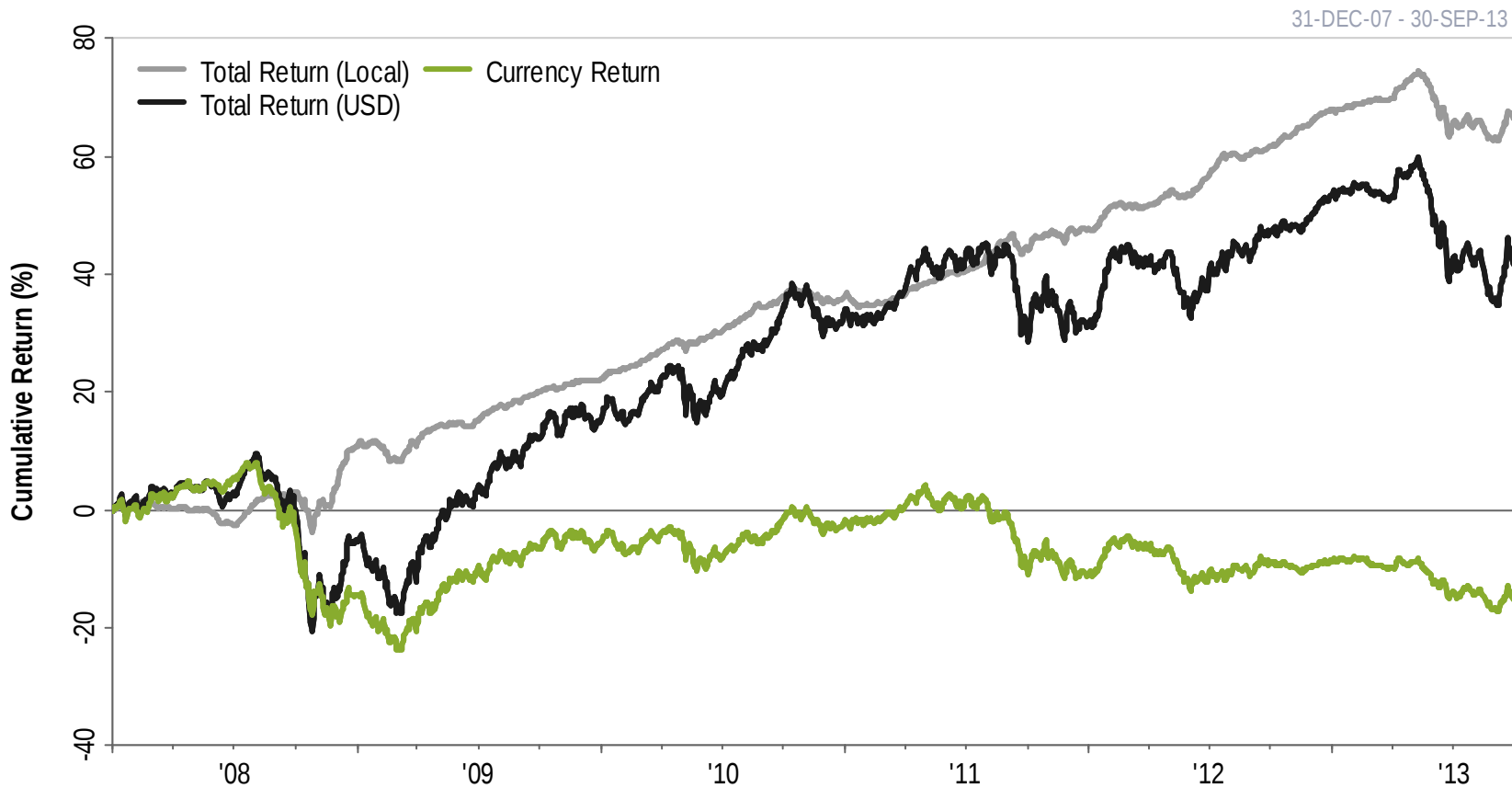
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Return Composition of EM Local Currency Bond Returns



Currency Return: JP Morgan GBI-EM Global Diversified Composite Index



Source: J.P. Morgan, FactSet. Data as of September 30, 2013.

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Appendix: Index Descriptions



Indices listed are unmanaged and are not securities in which investments can be made. See below for brief description of each index.

Barclays Capital U.S. Aggregate Bond Index—covers the USD-denominated, investment grade, fixed-rate, taxable bond market. The index comprises government securities, mortgage-backed securities, asset-backed securities and corporate securities to simulate the universe of bonds in the market.

J.P. Morgan Emerging Markets Bond Index (EMBI+)—tracks total returns for USD-denominated debt issued by emerging market sovereign entities.

J.P. Morgan GBI-EM Global Diversified Index (GBI-EM)—tracks regularly traded, liquid, fixed-rate, local currency debt issues by emerging market governments. **Total return** represents local bond price return, interest and return attributable to currency translation into U.S. dollars. **Local return** reflects only the bond price return and interest earned in local markets currencies before translation into U.S. dollars. **Currency return** represents the portion of total return attributable to currency translation into U.S. dollars.

MSCI Emerging Markets Index—tracks the equity market performance of 22 emerging market countries.

S&P® 500 Index—tracks the performance of equities for 500 leading companies in leading industries of the U.S. economy.