

We are pleased to provide the following information which summarizes the 2017 estimated yearend income and capital gain distributions for the VanEck Vectors® ETFs.

Please note that these yearend estimates were made as of October 31, 2017 based upon best information available and may be subject to significant change based on a number of factors, including changes in the number of shares outstanding, changes in income that may occur prior to record date, certain tax adjustments and reclassifications, etc. These factors may also result in some VanEck Vectors ETFs which currently show no estimated income or capital gain distributions making a distribution at yearend. We strongly urge shareholders to consult with their tax advisers regarding the tax consequences of these distributions. You should not make investment decisions based on this information.

#### Passive Foreign Investment Company (PFIC) Income

Several VanEck Vectors ETFs may make investments in non-U.S. corporations classified as "passive foreign investment companies". Generally speaking, PFICs are non-U.S. corporations having 50% or more of their assets invested in cash or securities, or having 75% or more of their gross income originating from passive sources, including but not limited to interest, dividends and rents. In other words, these foreign companies primarily derive their revenue streams from investments (rather than operations). Please refer to your VanEck Vectors ETF's Statement of Additional Information (SAI) for further information on PFICs.

IRS Circular 230 disclosure: VanEck does not provide legal, tax or accounting advice. Any statement contained in this communication concerning U.S. tax matters is not intended or written to be used, and cannot be used, for the purpose of avoiding penalties imposed on the relevant taxpayer. Shareholders or potential shareholders of the VanEck Vectors ETFs should obtain their own independent tax advice based on their particular circumstances.

If you have any questions concerning this information or the VanEck Vectors ETFs in general, please call 800.826.2333 between 9:00 am and 5:30 pm ET, Monday through Friday.

#### Important Disclosure

*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 800.826.2333 or visit vaneck.com. Please read the prospectus and summary prospectus carefully before investing.*

All registered investment companies, including VanEck Vectors ETFs, are obliged to distribute portfolio gains to shareholders at yearend regardless of performance. Trading VanEck Vectors ETFs will also generate tax consequences and transaction expenses. The information provided is not intended to be tax advice. Tax consequences of income distributions may vary by individual taxpayer. There is no guarantee that income will be paid.

To receive a distribution, you must have been a registered shareholder of the relevant VanEck Vectors ETFs on the record date. Distributions are paid to shareholders on the payment date. Past distribution are not indicative of future distributions.

VanEck Vectors ETFs are distributed by Van Eck Securities Corporation.

Van Eck Securities Corporation, Distributor  
666 Third Avenue, New York, NY 10017

ESTIMATED INCOME AND CAPITAL GAIN DISTRIBUTIONS PER SHARE  
FOR THE VANECK VECTORS ETFs LISTED BELOW AS OF OCTOBER 31, 2017

DISTRIBUTION DATES FOR THE VANECK VECTORS INCOME ETFs:

Ex-Date: December 27, 2017 | Record Date: December 28, 2017 | Payable Date: January 3, 2018

		Ticker	Forecasted Income	Forecasted	Forecasted
				Short-Term	Long-Term
				Capital Gain	Capital Gain
Municipal	VanEck Vectors AMT-Free Intermediate Municipal Index ETF	ITM	*	None	None
	VanEck Vectors AMT-Free Long Municipal Index ETF	MLN	*	None	None
	VanEck Vectors AMT-Free Short Municipal Index ETF	SMB	*	None	None
	VanEck Vectors CEF Municipal Income ETF	XMPT	*	None	None
	VanEck Vectors High-Yield Municipal Index ETF	HYD	*	None	None
	VanEck Vectors Pre-Refunded Municipal Index ETF	PRB	*	None	None
	VanEck Vectors Short High-Yield Municipal Index ETF	SHYD	*	None	None
Income	VanEck Vectors BDC Income ETF	BIZD	**	None	None
	VanEck Vectors ChinaAMC China Bond ETF	CBON	*	None	None
	VanEck Vectors Emerging Markets High Yield Bond ETF	HYEM	*	None	None
	VanEck Vectors Emerging Markets Aggregate Bond ETF	EMAG	*	None	None
	VanEck Vectors EM Investment Grade + BB Rated USD Sovereign Bond ETF	IGEM	*	None	None
	VanEck Vectors J.P. Morgan EM Local Currency Bond ETF	EMLC	*	None	None
	VanEck Vectors Fallen Angel High Yield Bond ETF	ANGL	*	\$0.070	\$0.018
	VanEck Vectors Green Bond ETF	GRNB	*	\$0.004	None
	VanEck Vectors International High Yield Bond ETF	IHY	*	None	None
	VanEck Vectors Investment Grade Floating Rate ETF	FLTR	*	None	None
	VanEck Vectors Mortgage REIT Income ETF	MORT	**	None	None
	VanEck Vectors Preferred Securities ex Financials ETF	PFXF	*	None	None

\* These Funds pay a monthly scheduled income; therefore, no estimate is provided.

\*\* BIZD and MORT pay a quarterly scheduled income; therefore, no estimate is provided.

Due to yearend tax adjustments, the December distributions may be different than the regular monthly or quarterly distributions paid during the year.

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