

VanEck Vectors ETF Trust  
Form N-CSR  
February 08, 2018  
UNITED STATES

SECURITIES AND EXCHANGE COMMISSION

Washington, D.C. 20549

FORM N-CSR

CERTIFIED SHAREHOLDER REPORT OF REGISTERED MANAGEMENT INVESTMENT COMPANY

Investment Company Act file number 811-10325

VANECK VECTORS ETF TRUST

(Exact name of registrant as specified in its charter)

666 Third Avenue, New York, N.Y. 10017

(Address of principal executive offices) (Zip Code)

Van Eck Associates Corporation  
VanEck Vectors ETF Trust  
666 Third Avenue  
New York, N.Y. 10017

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(Name and address of agent for service)

Registrant's telephone number, including area code: (212) 293-2000

Date of fiscal year end: November 30

Date of reporting period: November 30, 2017

Item 1. REPORT TO SHAREHOLDERS.

The Report to Shareholders is attached herewith.

ANNUAL REPORT  
November 30, 2017

VANECK VECTORS®

High Income MLP ETF YMLP®

High Income Infrastructure MLP ETF YMLI®

800.826.2333 [vaneck.com](http://vaneck.com)

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The information contained in the management discussion represents the opinions of VanEck Vectors ETF Trust and may differ from other persons. This information is not intended to be a forecast of future events, a guarantee of future results or investment advice. The information contained herein regarding each index has been provided by the relevant index provider. Also, unless otherwise specifically noted, any discussion of the Funds’ holdings and the Funds’ performance, and the views of VanEck Vectors ETF Trust are as of November 30, 2017, and are subject to change.

VANECK VECTORS ETFs

(unaudited)

Dear Shareholder:

We are pleased to present this report for the two Master Limited Partnership (MLP) exchange-traded funds (ETFs) of the VanEck Vectors ETF Trust for the 12 month period ended November 30, 2017.

**Crude Oil: Stability Followed by Volatility**

Despite a relatively stable initial three months, the following four months of the period under review were characterized by notable downward price movement in the crude oil market, even following the deal struck in December 2016 by OPEC and non-OPEC oil producers to cut production.

Having hit a low of \$42.53 on June 21, 2017, crude oil rose fitfully, if steadily, through the end of November 2017, where it settled at \$57.40 per barrel. However, despite this five month period of rising oil prices, both MLP ETFs suffered losses for the full 12 month period under review.

**WTI Brent Crude Futures Contract Prices<sup>1</sup>**

12/1/2016 - 11/30/2017

*Source: FactSet as of November 30, 2017. Not intended to be a forecast of future events, a guarantee of future results or investment advice. Current market conditions may not continue.*

**Any Continued Rise in Oil Prices May Benefit MLPs**

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Going forward, we believe that both funds may still stand to benefit from the recently agreed upon extension of the cut in oil output by OPEC and non-members (led by Russia) through December 2018.<sup>2</sup>

Access investment and market insights from VanEck's investment professionals by subscribing to our blogs. To subscribe to the updates, please contact us at 800.826.2333 or visit [vaneck.com/subscription](http://vaneck.com/subscription) to register.

Thank you for participating in the VanEck Vectors ETF Trust. On the following pages, you will find the performance record of the two funds for the 12 month period ending November 30, 2017. You will also find their financial statements. We value your continuing confidence in us and look forward to helping you meet your investment goals in the future.

*Jan F. van Eck  
Trustee and President  
VanEck Vectors ETF Trust*

December 12, 2017

*Represents the opinions of the investment adviser. Past performance is no guarantee of future results. Not intended to be a forecast of future events, a guarantee of future results or investment advice. Current market conditions may not continue.*

West Texas Intermediate (WTI), also known as Texas light sweet, is a grade of crude oil used as a benchmark in oil pricing. This grade is described as light because of its relatively low density, and sweet because of its low sulfur content. It is the underlying commodity of New York Mercantile Exchange's oil futures contracts.

<sup>1</sup>Reuters: OPEC, Russia agree oil cut extension to end of 2018,

<sup>2</sup><https://www.reuters.com/article/us-opec-meeting/opec-russia-agree-oil-cut-extension-to-end-of-2018-idUSKBN1DU0WW>

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VANECK VECTORS ETFs

(unaudited)

**Management Discussion**

The performance of both funds continued to be affected by the volatility in crude oil prices during the period under review.

***High Income MLP***

For the 12 months ended November 30, 2017, the VanEck Vectors High Income MLP ETF (NYSE Arca: YMLP) lost 2.67% on a total return basis.\*

YMLP declined specifically as a result of its exposure to MLPs involved in energy and, in particular, coal and consumable fuels. While YMLP's exposure to materials contributed positively to performance, this positive contribution provided little counterbalance to the negative performance of both the energy and utilities MLPs.

***High Income Infrastructure MLP***

For the 12 months ended November 30, 2017, the VanEck Vectors High Income Infrastructure MLP ETF (NYSE Arca: YMLI) lost 6.91% on a total return basis.\*

While YMLI's index remains focused on the midstream segment of the MLP sector, YMLI continues generally to be insulated from commodity prices on a fundamental basis; it did benefit briefly from the uptick in oil prices at the start of the period under review. However, thereafter, YMLI's performance deteriorated steadily, if erratically, through the end of November 2017.

The majority of the MLPs in the oil and gas storage and transportation subindustry (in which the Fund remains predominantly invested) detracted from performance, as did the two MLPs in the oil and gas refining and marketing sub-industry.

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Returns based on net asset value (NAV). The performance data quoted represents past performance. Past performance is not a guarantee of future results. These returns do not reflect the deduction of taxes that a shareholder would pay on Fund dividends and distributions or the sale of Fund shares. Current performance may be lower or higher than performance data quoted.

All indices are unmanaged and include the reinvestment of all dividends, but do not reflect the payment of transaction costs, advisory fees or expenses that are associated with an investment in a fund. An index's performance is not illustrative of a fund's performance. Indices are not securities in which investments can be made.

Solactive High Income Infrastructure MLP Index (YMLITR) is a rules-based index designed to provide investors a means of tracking the performance of selected MLPs which are publicly traded on a U.S. securities exchange. To be eligible for inclusion in the Index, a company must be structured as an MLP and be classified as an "Infrastructure" MLP.

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## VANECK VECTORS HIGH INCOME MLP ETF

## PERFORMANCE COMPARISON

November 30, 2017 (unaudited)

	Average Annual Total Returns				Cumulative Total Returns			
	Share Price	NAV	YMLPTR <sup>1</sup>	SPTR <sup>2</sup>	Share Price	NAV	YMLPTR <sup>1</sup>	SPTR <sup>2</sup>
One Year	(2.62 )%	(2.67 )%	(4.00 )%	22.87 %	(2.62 )%	(2.67 )%	(4.00 )%	22.87 %
Five Year	(15.65)%	(15.60)%	(15.18)%	15.74 %	(57.31)%	(57.17)%	(56.10)%	107.73 %
Life*	(14.51)%	(14.47)%	(13.86)%	14.60 %	(59.23)%	(59.11)%	(57.42)%	118.12 %

\*Commencement of Fund: 3/12/12; First Day of Secondary Market Trading: 3/13/12.

<sup>1</sup> Solactive High Income MLP Index (YMLPTR) is a rules-based index designed to provide investors a means of tracking the performance of selected MLPs which are publicly traded on a U.S. securities exchange. To be eligible for inclusion in the Index, a company must be structured as an MLP and be classified as a “High Income” MLP.

<sup>2</sup> The S&P 500 Index (SPTR) is a market-value weighted index consisting of 500 stocks chosen for market size, liquidity, and industry group representation, with each stock’s weight in the Index proportionate to its market value.

*VanEck Vectors High Income MLP ETF (the “Fund”) is the successor to the Yorkville High Income MLP ETF pursuant to reorganizations that took place on February 22, 2016. Prior to that date, the Fund had no investment operations.*

*Accordingly, for periods prior to that date, the Fund performance information is that of the Yorkville High Income MLP ETF.*

### Hypothetical Growth of \$10,000 (Since Inception)

This chart shows the value of a hypothetical \$10,000 investment in the Fund at NAV and at Share Price over the past 10 fiscal year periods or since inception (for funds lacking 10-year records). The result is compared with the Fund’s benchmark.

**Past performance is no guarantee of future results. Performance results do not reflect the deduction of taxes that a shareholder would pay on fund distributions or on the redemption or sale of fund shares.**

See “About Fund Performance” on page 5 for more information.

## VANECK VECTORS HIGH INCOME INFRASTRUCTURE MLP ETF

## PERFORMANCE COMPARISON

November 30, 2017 (unaudited)

	Average Annual Total Returns				Cumulative Total Returns			
	Share Price	NAV	YMLITR <sup>1</sup>	SPTR <sup>2</sup>	Share Price	NAV	YMLITR <sup>1</sup>	SPTR <sup>2</sup>
One Year	(6.88)%	(6.91)%	(8.37)%	22.87%	(6.88)%	(6.91)%	(8.37)%	22.87%
Life*	(1.73)%	(1.77)%	(0.52)%	14.68%	(8.03)%	(8.24)%	(2.49)%	93.03%

\*Commencement of Fund: 2/11/13; First Day of Secondary Market Trading: 2/12/13.

<sup>1</sup> Solactive High Income Infrastructure MLP Index (YMLITR) is a rules-based index designed to provide investors a means of tracking the performance of selected MLPs which are publicly traded on a U.S. securities exchange. To be eligible for inclusion in the Index, a company must be structured as an MLP and be classified as an “Infrastructure” MLP.

<sup>2</sup> The S&P 500 Index (SPTR) is a market-value weighted index consisting of 500 stocks chosen for market size, liquidity, and industry group representation, with each stock’s weight in the Index proportionate to its market value.

*VanEck Vectors High Income Infrastructure MLP ETF (the “Fund”) is the successor to the Yorkville High Income Infrastructure MLP ETF pursuant to reorganizations that took place on February 22, 2016. Prior to that date, the Fund had no investment operations. Accordingly, for periods prior to that date, the Fund performance information is that of the Yorkville High Income Infrastructure MLP ETF.*

### Hypothetical Growth of \$10,000 (Since Inception)

This chart shows the value of a hypothetical \$10,000 investment in the Fund at NAV and at Share Price over the past 10 fiscal year periods or since inception (for funds lacking 10-year records). The result is compared with the Fund’s benchmark.

**Past performance is no guarantee of future results. Performance results do not reflect the deduction of taxes that a shareholder would pay on fund distributions or on the redemption or sale of fund shares.**

See “About Fund Performance” on page 5 for more information.

VANECK VECTORS ETFs

ABOUT FUND PERFORMANCE

(unaudited)

The price used to calculate market return (Share Price) is determined by using the closing price listed on its primary listing exchange. Since the shares of each Fund did not trade in the secondary market until after each Fund's commencement, for the period from commencement to the first day of secondary market trading in shares of each Fund, the NAV of each Fund is used as a proxy for the secondary market trading price to calculate market returns.

These returns do not reflect the deduction of taxes that a shareholder would pay on Fund dividends and distributions or the sale of Fund shares.

**Investment return and value of the shares of each Fund will fluctuate so that an investor's shares, when sold, may be worth more or less than their original cost. Performance may be lower or higher than performance data quoted. Fund returns reflect reinvestment of dividends and capital gains distributions. Performance current to the most recent month-end is available by calling 800.826.2333 or by visiting [vaneck.com](http://vaneck.com).**

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. Shares may trade at a premium or discount to their NAV in the secondary market.

The net asset value (NAV) of each VanEck Vectors exchange-traded fund (ETF) is determined at the close of each business day, and represents the dollar value of one share of each fund; it is calculated by taking the total assets of each fund, subtracting total liabilities, and dividing by the total number of shares outstanding. The NAVs are not necessarily the same as each ETF's intraday trading value. VanEck Vectors ETF investors should not expect to buy or sell fund shares at NAV.

Index returns assume the reinvestment of all income and do not reflect any management fees or brokerage expenses associated with Fund returns. Investors cannot invest directly in the Index. Returns for actual Fund investors may differ from what is shown because of differences in timing, the amount invested and fees and expenses. Past performance is no guarantee of future results.

Solactive High Income MLP Index and Solactive High Income Infrastructure MLP Index are published by Solactive AG (the "Index Provider"). The Index Provider does not sponsor, endorse, or promote the Funds and bear no liability with respect to the Funds or any security.

Premium/discount information regarding how often the closing trading price of the Shares of each Fund were above (i.e., at a premium) or below (i.e., at a discount) the NAV of the Fund for each of the four previous calendar quarters and the immediately preceding five years (if applicable) can be found at [www.vaneck.com](http://www.vaneck.com).

VANECK VECTORS ETFs TRUST

EXPLANATION OF EXPENSES

(unaudited)

**Hypothetical \$1,000 investment at beginning of period**

As a shareholder of a Fund, you incur operating expenses, including management fees and other Fund expenses. This disclosure is intended to help you understand the ongoing costs (in dollars) of investing in your Fund and to compare these costs with the ongoing costs of investing in other mutual funds.

This disclosure is based on an investment of \$1,000 invested at the beginning of the period and held for the entire period, June 1, 2017 to November 30, 2017.

**Actual Expenses**

The first line in the table below provides information about account values and actual expenses. You may use the information in this line, together with the amount you invested, to estimate the expenses that you paid over the period. Simply divide your account value by \$1,000 (for example, an \$8,600 account value divided by \$1,000 = 8.6), then multiply the result by the number in the first line under the heading entitled “Expenses Paid During the Period.”

**Hypothetical Example for Comparison Purposes**

The second line in the table below provides information about hypothetical account values and hypothetical expenses based on your Fund’s actual expense ratio and an assumed rate of return of 5% per year before expenses, which is not the Fund’s actual return. The hypothetical account values and expenses may not be used to estimate the actual ending account balance or expenses you paid for the period. You may use this information to compare the ongoing costs of investing in your Fund and other funds. To do so, compare this 5% hypothetical example with the 5% hypothetical examples that appear in the shareholder reports of other funds.

Please note that the expenses shown in the table are meant to highlight your ongoing costs only and do not reflect any transactional costs. Therefore, the second line of the table is useful in comparing ongoing costs only, and will not help you determine the relative costs of owning different funds. In addition, if these transactional costs were included, your costs would have been higher.

Beginning Account Value	Ending Account Value	Annualized Expense Ratio
-------------------------------	----------------------------	--------------------------------

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	June 1, 2017	November 30, 2017	<b>During Period<sup>(1)</sup></b>	Expenses Paid During the Period
High Income MLP ETF*				
Actual	\$ 1,000.00	\$ 1,005.00	0.83 %	\$ 4.17
Hypothetical**	\$ 1,000.00	\$ 1,020.91	0.83 %	\$ 4.20
High Income Infrastructure MLP ETF*				
Actual	\$ 1,000.00	\$ 913.80	0.85 %	\$ 4.08
Hypothetical**	\$ 1,000.00	\$ 1,020.81	0.85 %	\$ 4.31

(1) Tax benefit/(expense) is not included in the ratio calculation.

Expenses are equal to each Fund's annualized expense ratio (for the six months ended November 30, 2017)

\* multiplied by the average account value over the period, multiplied by the number of days in the most recent fiscal half year divided by the number of days in the fiscal year (to reflect the one-half year period).

\*\* Assumes annual return of 5% before expenses.

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## VANECK VECTORS HIGH INCOME MLP ETF

## SCHEDULE OF INVESTMENTS

November 30, 2017

Number of Shares		Value
<b>MASTER LIMITED</b>		
<b>PARTNERSHIPS: 96.0%</b>		
<b>Energy: 72.8%</b>		
82,694	Alliance Holdings GP LP	\$2,044,196
160,260	Alliance Resource Partners LP	2,924,745
131,451	Archrock Partners LP	1,439,389
132,369	Black Stone Minerals LP	2,377,347
91,845	CrossAmerica Partners LP	2,209,791
210,030	Dynagas LNG Partners LP	2,812,302
116,805	Enviva Partners LP	3,253,019
144,199	GasLog Partners LP	3,186,798
118,442	Global Partners LP	2,060,891
154,054	Golar LNG Partners LP	3,079,539
153,009	KNOT Offshore Partners LP	3,090,782
59,532	Natural Resource Partners LP	1,512,113
155,114	NGL Energy Partners LP	1,938,925
90,063	Sprague Resources LP	2,184,028
144,817	Sunoco LP	4,251,827
194,898	Teekay LNG Partners LP	3,517,909
654,059	Teekay Offshore Partners LP	1,537,038
201,880	USA Compression Partners LP	3,427,922
		46,848,561
Number of Shares		Value
<b>Materials: 9.1%</b>		
226,186	SunCoke Energy Partners LP	\$3,879,090
90,063	Westlake Chemical Partners LP	1,981,386
		5,860,476
<b>Utilities: 14.1%</b>		
74,811	AmeriGas Partners LP	3,358,266
530,845	Ferrellgas Partners LP	2,399,419
136,460	Suburban Propane Partners LP	3,294,144
		9,051,829
<b>Total Master Limited Partnerships</b>		61,760,866
(Cost \$58,233,607)		
<b>COMMON STOCK: 3.2%</b>		
<b>Energy: 3.2%</b>		
119,062	Hoegh LNG Partners LP	2,083,585
		2,083,585

**Total Common Stock**

(Cost \$2,222,271)

**Total Investments: 99.2%**

(Cost \$60,455,878)

63,844,451

**Other Assets in Excess of Liabilities:**

**0.8%**

521,076

**NET ASSETS: 100.0%**

\$64,365,527

GP—General Partner

LP—Limited Partner

Summary of Investments by Sector	% of Investments	Value
Energy	76.6 %	\$48,932,146
Materials	9.2 %	5,860,476
Utilities	14.2 %	9,051,829
	100.0 %	\$63,844,451

As of November 30, 2017, all of the Fund's investments were considered Level 1, in accordance with the authoritative guidance under U.S. GAAP.

There were no transfers between levels during the year ended November 30, 2017.

The accompanying notes are an integral part of the financial statements.



## VANECK VECTORS HIGH INCOME INFRASTRUCTURE MLP ETF

## SCHEDULE OF INVESTMENTS

November 30, 2017

Number of Shares		Value
<b>MASTER LIMITED PARTNERSHIPS: 86.7%</b>		
<b>Energy: 86.7%</b>		
20,410	Andeavor Logistics LP	\$913,552
16,443	Buckeye Partners LP	755,227
50,215	Cone Midstream Partners LP	847,629
43,938	Crestwood Equity Partners LP	1,052,315
29,629	DCP Midstream LP	1,041,163
35,949	Dominion Energy Midstream Partners LP	1,155,760
63,343	Enbridge Energy Partners LP	926,075
60,390	Energy Transfer Equity LP	978,318
45,435	Energy Transfer Partners LP	754,675
59,529	EnLink Midstream Partners LP	951,869
14,256	EQT Midstream Partners LP	978,247
32,749	Genesis Energy LP	703,121
32,234	Holly Energy Partners LP	1,067,268
59,211	Martin Midstream Partners LP	796,388
21,305	NuStar Energy LP	619,123
20,943	Phillips 66 Partners LP	981,389
25,906	Spectra Energy Partners LP	1,060,074
48,246	Summit Midstream Partners LP	914,262
21,232	Tallgrass Energy Partners LP	932,509
23,755	Valero Energy Partners LP	987,258
17,876	Western Gas Partners LP	801,202
27,743	Williams Partners LP	1,018,168
		20,235,592
	<b>Total Master Limited Partnerships</b>	
	(Cost \$21,957,559)	20,235,592
Number of Shares		Value
<b>COMMON STOCK: 11.1%</b>		
<b>Energy: 11.1%</b>		
56,781	EnLink Midstream LLC	\$948,243
35,706	Plains GP Holdings LP, CI A	735,186
40,190	Tallgrass Energy GP LP, CI A	908,294
	<b>Total Common Stock</b>	2,591,723
	(Cost \$2,660,687)	
	<b>Total Investments: 97.8%</b>	22,827,315
	(Cost \$24,618,246)	
		517,576

**Other Assets in Excess of Liabilities:**

2.2%

**NET ASSETS: 100.0%**                      \$23,344,891

CI—Class

GP—General Partner

LLC—Limited Liability Company

LP—Limited Partner

Summary of Investments by Sector	% of Investments	Value
Energy	100.0%	\$22,827,315

As of November 30, 2017, all of the Fund's investments were considered Level 1, in accordance with the authoritative guidance under U.S. GAAP.

There were no transfers between levels during the year ended November 30, 2017.

The accompanying notes are an integral part of the financial statements.

## VANECK VECTORS ETF TRUST

## STATEMENTS OF ASSETS AND LIABILITIES

November 30, 2017

	High Income MLP ETF	High Income Infrastructure MLP ETF
Assets:		
Investments at value (1)	\$63,844,451	\$22,827,315
Income Tax Receivable	589,215	542,514
Dividends Receivable	136,759	—
Receivable for Franchise Taxes	14,041	—
Total assets	64,584,466	23,369,829
Liabilities:		
Due to custodian	173,529	3,064
Payable due to Adviser	44,971	16,273
Payable for Franchise Taxes	—	5,525
Line of Credit Fees	439	76
Total liabilities	218,939	24,938
NET ASSETS	\$64,365,527	\$23,344,891
Shares Outstanding	2,819,161	1,800,000
Net Asset Value, redemption and offering price per share	\$22.83	\$12.97
Net Assets Consist of:		
Aggregate paid in capital	\$277,936,892	\$36,369,152
Distributions in Excess of Net Investment Income, Net of Deferred Taxes	(26,852,371 )	(3,485,795 )
Accumulated Net Realized Loss on Investments, Net of Deferred Taxes	(190,491,461 )	(7,747,535 )
Net Unrealized Appreciation (Depreciation) on Investments, Net of Deferred Taxes	3,772,467	† (1,790,931 )
Net Assets	\$64,365,527	\$23,344,891
(1)Cost of Investments	\$60,455,878	\$24,618,246
† Inclusive of an unrealized tax benefit of \$383,894.		

The accompanying notes are an integral part of the financial statements.

## VANECK VECTORS ETF TRUST

## STATEMENTS OF OPERATIONS

For the Year Ended November 30, 2017

	High Income MLP ETF	High Income Infrastructure MLP ETF
Income:		
Dividends	\$ 1,740,157	\$ 209,386
Distributions from Master Limited Partnerships	5,546,693	2,237,321
Less: Return of Capital Distributions	(6,129,799 )	(2,421,581 )
Total income	1,157,051	25,126
Expenses:		
Management fees	669,510	277,776
Interest expense	894	177
Franchise taxes	2,974	4,919
Total expenses	673,378	282,872
Net investment income (loss), before taxes	483,673	(257,746 )
Income tax benefit/(expense), net of valuation allowance	(32,100 )	(13,036 )
Net investment income (loss), net of taxes	451,573	(270,782 )
Net realized gain (loss) on:		
Investments	(11,082,966)	(285,110 )
Income tax benefit/(expense), net of valuation allowance	—	—
Net realized loss on investments, net of taxes	(11,082,966)	(285,110 )
Net change in unrealized appreciation (depreciation) on:		
Investments	9,028,831	(1,551,088 )
Income tax benefit/(expense), net of valuation allowance	—	—
Net change in unrealized appreciation (depreciation) on investments, net of taxes	9,028,831	(1,551,088 )
Net decrease in net assets resulting from operations	\$(1,602,562 )	\$(2,106,980 )

The accompanying notes are an integral part of the financial statements.

## VANECK VECTORS ETF TRUST

## STATEMENTS OF CHANGES IN NET ASSETS

	<b>High Income MLP ETF</b>		<b>High Income Infrastructure MLP ETF</b>	
	<b>Year Ended</b>	<b>Year Ended</b>	<b>Year Ended</b>	<b>Year Ended</b>
	<b>November 30,</b>	<b>November 30,</b>	<b>November 30,</b>	<b>November 30,</b>
	<b>2017</b>	<b>2016†</b>	<b>2017</b>	<b>2016†</b>
<b>Operations:</b>				
Net investment income (loss), net of taxes	\$451,573	\$(300,571 )	\$(270,782 )	\$(571,991 )
Net realized loss on investments, net of taxes	(11,082,966)	(96,699,318 )	(285,110 )	(8,225,791 )
Net change in unrealized appreciation (depreciation) on investments, net of taxes	9,028,831	84,413,046	(1,551,088 )	14,642,991
Net increase (decrease) in net assets resulting from operations	(1,602,562 )	(12,586,843 )	(2,106,980 )	5,845,209
<b>Distributions to shareholders:</b>				
Return of Capital	(6,425,630 )	(9,588,385 )	(2,151,045 )	(2,600,750 )
<b>Share transactions:**</b>				
Proceeds from sale of shares	—	11,402,923	3,233,658	2,977,971
Cost of shares redeemed	(22,169,366)	(18,698,213 )	(10,700,387)	(5,208,314 )
Decrease in Net Assets from share transactions	(22,169,366)	(7,295,290 )	(7,466,729 )	(2,230,343 )
Total increase (decrease) in Net Assets	(30,197,558)	(29,470,518 )	(11,724,754)	1,014,116
Net Assets, beginning of year	94,563,085	124,033,603	35,069,645	34,055,529
Net Assets, end of year†	\$64,365,527	\$94,563,085	\$23,344,891	\$35,069,645
† Includes distributions in excess of net investment income	(26,852,371)	(27,303,943 )	(3,485,795 )	(3,215,013 )
<b>**Shares of Common Stock Issued (no par value)</b>				
Shares sold	—	560,000 #	200,000	200,000
Shares redeemed	(900,000 )	(800,839 )#	(750,000 )	(400,000 )
Net Decrease	(900,000 )	(240,839 )	(550,000 )	(200,000 )

# On June 29, 2016, the Fund effected a 1 for 5 reverse share split (See Note 9). Share activity has been adjusted to reflect the share split.

† The financial statements include the financial information of the Predecessor Funds through February 21, 2016 (See Note 1).

The accompanying notes are an integral part of the financial statements.

## VANECK VECTORS ETF TRUST

## FINANCIAL HIGHLIGHTS

For a share outstanding throughout each year:

	<b>High Income MLP ETF</b>									
	<b>For the Years Ended November 30,</b>									
	2017	2016#	2015#	2014#	2013#					
Net asset value, beginning of year	\$25.43	\$31.30	\$74.05	\$89.95	\$89.35					
Income from investment operations:										
Net investment income (loss)*	0.14	(0.02 )	0.10	(0.20 )	(0.15 )					
Return of capital*	1.88	0.75	5.75	7.20	7.35					
Net realized and unrealized gain (loss) on investments	(2.63 )	(4.06 )	(41.90 )	(15.15 )	1.60	(a)				
Total from investment operations	(0.61 )	(3.33 )	(36.05 )	(8.15 )	8.80					
Less distribution from:										
Net investment income (loss)	—	—	—	(1.40 )	—					
Return of capital	(1.99 )	(2.54 )	(6.70 )	(6.35 )	(8.20 )					
Total distributions	(1.99 )	(2.54 )	(6.70 )	(7.75 )	(8.20 )					
Net asset value, end of year	\$22.83	\$25.43	\$31.30	\$74.05	\$89.95					
Total return (b)	(2.67 )%	(8.40 )%	(51.42 )%	(10.17 )%	9.98 %					
<b>Ratios/Supplemental Data</b>										
Net assets, end of year (000's)	\$64,366	\$94,563	\$124,034	\$285,134	\$253,705					
Ratio of expenses, excluding income tax benefit/(expense), to average net assets	0.82	%(c)	0.88	%(c)	0.85	%(c)	0.83	%(c)	0.82	%
Ratio of total expenses to average net assets	0.86	%	0.88	%	0.56	%	(1.34)	)%	4.65	%
Ratio of net investment income/(loss) excluding income tax benefit/(expense) to average net assets	0.59	%	(0.34)	)%	(0.10)	)%	(0.23)	)%	(0.24)	)%
Ratio of net investment income/(loss) to average net assets (d)	0.55	%	(0.34)	)%	0.19	%	(0.19)	)%	(0.17)	)%
Portfolio turnover rate (e)	40	%	46	%	62	%	44	%	37	%

The financial highlights include the financial information of the Predecessor Funds through February 21, 2016 (See Note 1).

# On June 29, 2016, the Fund effected a 1 for 5 reverse share split (See Note 9). Per share data has been adjusted to reflect the share split.

\* Per share data calculated using average shares method.

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- (a) Realized and unrealized gains and losses per share may not reconcile with the aggregate gains and losses in the Statement of Operations due to timing of purchases and sales during the period.  
Total return is calculated assuming an initial investment made at the net asset value at the beginning of period, reinvestment of any dividends and distributions at net asset value on the dividend/distributions payment date
- (b) (ex-date for periods prior to February 21, 2016) and a redemption at the net asset value on the last day of the period. The return does not reflect the deduction of taxes that a shareholder would pay on Fund dividends/distributions or the redemption of Fund shares.
- (c) Includes franchise tax expenses. Without franchise tax expenses, the net ratio would be 0.82%.
- (d) Income tax benefit/(expense) for the ratio calculation is derived from net investment income (loss) only.
- (e) Portfolio turnover rates exclude securities received as a result of processing in-kind capital share transactions.

The accompanying notes are an integral part of the financial statements.

## FINANCIAL HIGHLIGHTS

For a share outstanding throughout each year or period:

	<b>High Income Infrastructure MLP ETF</b>				For the Period February 11, 2013(a) through November 30, 2013
	<b>For the Years or Period Ended November 30,</b>				
	<b>2017</b>	2016	2015	2014	
Net asset value, beginning of year or period	\$14.92	\$13.36	\$21.75	\$21.15	\$20.00
Income from investment operations:					
Net investment income (loss)*	(0.12 )	(0.25 )	(0.10 )	(0.12 )	(0.09 )
Return of capital*	1.07	1.17	1.22	1.27	1.08
Net realized and unrealized gain (loss) on investments	(1.91 )	1.77	(8.31 )	1.01	1.15
Total from investment operations	(0.96 )	2.69	(7.19 )	2.16	2.14
Less distribution from:					
Net investment income (loss)	—	—	—	(0.72 )	—
Return of capital	(0.99 )	(1.13 )	(1.20 )	(0.84 )	(0.99 )
Total distributions	(0.99 )	(1.13 )	(1.20 )	(1.56 )	(0.99 )
Net asset value, end of year or period	\$12.97	\$14.92	\$13.36	\$21.75	\$21.15
Total return (b)	(6.91 )%	22.08%	(34.18)%	10.53%	11.00%(c)
<b>Ratios/Supplemental Data</b>					
Net assets, end of year or period (000's)	\$23,345	\$35,070	\$34,056	\$46,760	\$33,841
Ratio of expenses, excluding income tax benefit/(expense), to average net assets	0.83 %(d)	0.82 %	0.84 %(d)	0.84 %(d)	0.82 %(e)
Ratio of total expenses to average net assets	0.87 %	0.71 %	(4.69 )%	5.91 %	6.92 %(e)
Ratio of net investment income/(loss) excluding income tax benefit/(expense) to average net assets	(0.76 )%	(0.82 )%	(0.84 )%	(0.84 )%	(0.82 )%(e)
Ratio of net investment income/(loss) to average net assets (f)	(0.80 )%	(1.85 )%	(0.54 )%	(0.54 )%	(0.53 )%(e)
Portfolio turnover rate (g)	53 %	42 %	38 %	47 %	0 %(c)

The financial highlights include the financial information of the Predecessor Funds through February 21, 2016 (See Note 1).



\* Per share data calculated using average shares method.

(a) Commencement of operations.

Total return is calculated assuming an initial investment made at the net asset value at the beginning of period, reinvestment of any dividends and distributions at net asset value on the dividend/distributions payment date

(b) (ex-date for periods prior to February 21, 2016) and a redemption at the net asset value on the last day of the period. The return does not reflect the deduction of taxes that a shareholder would pay on Fund dividends/distributions or the redemption of Fund shares.

(c) Not Annualized.

(d) Includes franchise tax expenses. Without franchise tax expenses, the net ratio would be 0.82%.

(e) Annualized.

(f) Income tax benefit/(expense) for the ratio calculation is derived from net investment income (loss) only.

(g) Portfolio turnover rates exclude securities received as a result of processing in-kind capital share transactions.

The accompanying notes are an integral part of the financial statements.

VANECK VECTORS ETF TRUST

NOTES TO FINANCIAL STATEMENTS

November 30, 2017

**Note 1—Fund Organization**—VanEck Vectors ETF Trust (the “Trust”) is registered under the Investment Company Act of 1940, as amended, as an open-end management investment company. The Trust was incorporated in Delaware as a statutory trust on March 15, 2001. The Trust operates as a series fund, and as of November 30, 2017, offers fifty-nine investment portfolios, each of which represents a separate series of the Trust.

The financial statements herein relate to the following funds: the High Income MLP ETF and the High Income Infrastructure MLP ETF (each a “Fund”, and collectively the “Funds”). The High Income MLP ETF seeks to provide investment results that correspond generally to the performance, before fees and expenses, of the Solactive High Income MLP Index (the “Index”). The High Income Infrastructure MLP ETF seeks to provide investment results that correspond generally to the performance, before fees and expenses, of the Solactive High Income Infrastructure MLP Index (the “Infrastructure Index”). Each Fund is classified as “non-diversified”. This means that the Funds may invest more of their assets in securities of a single issuer than that of a diversified fund. Each Fund is treated as a regular corporation, or “C” corporation, for U.S. federal income tax purposes. Van Eck Associates Corporation (the “Adviser”) serves as the investment adviser for the Funds and is subject to the supervision of the Board of Trustees (the “Board”).

On February 22, 2016, the shareholders of the Yorkville High Income MLP ETF and Yorkville High Income Infrastructure MLP ETF (the “Predecessor Funds”) approved a proposed agreement and plan of reorganization (the “Reorganization”) that provided for (a) the transfer of all the assets and assumption of certain of the liabilities of the Predecessor Funds, (b) the issuance of shares of the Funds to the shareholders of the Predecessor Funds; and (c) the liquidation and termination of the Predecessor Funds. The effective date of the Reorganization was February 22, 2016. The Predecessor Funds had substantially similar investment objectives, investment strategies, policies and restrictions as those of the Funds. The financial statements and financial highlights include the financial information of the Predecessor Funds through February 21, 2016.

**Note 2—Significant Accounting Policies**—The preparation of financial statements in conformity with U.S. generally accepted accounting principles (“GAAP”) requires management to make estimates and assumptions that affect the reported amounts and disclosures in the financial statements. Actual results could differ from those estimates.

The Funds are investment companies and are following accounting and reporting requirements of Accounting Standards Codification (“ASC”) 946 Financial Services-Investment Companies.

The following is a summary of the significant accounting policies followed by the Funds.

**Return of Capital Estimates**—Distributions received by the Funds generally are comprised of income and return of capital. Each Fund records investment income and return of capital based on estimates made at the time such distributions are received. Such estimates are based on historical information available to the Funds and other industry sources. These estimates may subsequently be revised based on information received from Master Limited Partnerships (“MLP”) after their tax reporting periods are concluded.

**Master Limited Partnerships**—Entities commonly referred to as “MLPs” are generally organized under state law as limited partnerships or limited liability companies. The Funds intend to primarily invest in MLPs receiving partnership taxation treatment under the Internal Revenue Code of 1986 (the “Code”), and whose interests or “units” are traded on securities exchanges like shares of corporate stock. To be treated as a partnership for U.S. federal income tax purposes, an MLP whose units are traded on a securities exchange must receive at least 90% of its income from qualifying sources such as interest, dividends, real estate rents, gain from the sale or disposition of real property, income and gain from mineral or natural resources activities, income and gain from the transportation or storage of certain fuels, and, in certain circumstances, income and gain from commodities or futures, forwards and options with respect to commodities. Mineral or natural resources activities include exploration, development, production, processing, mining, refining, marketing and transportation (including pipelines) of oil and gas, minerals, geothermal energy, fertilizer, timber or industrial source carbon dioxide. An MLP consists of a general partner and limited partners (or in the case of MLPs organized as limited liability companies, a managing member and members). The general partner or managing member typically controls the operations and management of the MLP and has an ownership stake in the partnership. The limited partners or members, through their ownership of limited partner or member interests, provide capital to the entity, are intended to have no role in the operation and management of the entity and receive cash distributions. The MLPs themselves generally do not pay U.S. federal income taxes (although some states do impose a net income tax on partnerships). Thus, unlike investors in

corporate securities, direct MLP investors are generally not subject to double taxation (i.e., corporate level tax and tax on corporate dividends).

**Security Valuation**—The Funds value their investments in securities and other assets and liabilities carried at fair value daily. Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants on the measurement date. Securities traded on national exchanges or traded on the NASDAQ National Market System are valued at the last sales price as reported at the close of each business day. Securities traded on the NASDAQ Stock Market are valued at the NASDAQ official closing price.

Over-the-counter securities not included in the NASDAQ National Market System and listed securities for which no sale was reported are valued at the mean of the bid and ask prices. To the extent these securities are actively traded they are categorized as Level 1 in the fair value hierarchy (described below). Short-term obligations with sixty days or less to maturity are valued at amortized cost, which with accrued interest approximates fair value.

C. Money market fund investments are valued at net asset value and are considered to be Level 1 in the fair value hierarchy. The Pricing Committee of the Adviser provides oversight of the Funds' valuation policies and procedures, which are approved by the Funds' Board of Trustees. Among other things, these procedures allow the Funds to utilize independent pricing services, quotations from securities dealers, and other market sources to determine fair value. The Pricing Committee convenes regularly to review the fair value of financial instruments or other assets. If market quotations for a security or other asset is not readily available, or if the Adviser believes it does not otherwise reflect the fair value of a security or asset, the security or asset will be fair valued by the Pricing Committee in accordance with the Funds' valuation policies and procedures. The Pricing Committee employs various methods for calibrating the valuation approaches utilized to determine fair value, including a regular review of key inputs and assumptions, periodic comparisons to valuations provided by other independent pricing services, transactional back-testing and disposition analysis.

Certain factors such as economic conditions, political events, market trends, the nature of and duration of any restrictions on disposition, trading in similar securities of the issuer or comparable issuers and other security specific information are used to determine the fair value of these securities. Depending on the relative significance of valuation inputs, these securities may be classified either as Level 2 or Level 3 in the fair value hierarchy. The price which the Funds may realize upon sale of an investment may differ materially from the value presented in the Schedules of Investments.

The Funds utilize various methods to measure the fair value of most of its investments on a recurring basis which includes a hierarchy that prioritizes inputs to valuation methods used to measure fair value. The fair value hierarchy gives highest priority to unadjusted quoted prices in active markets for identical assets and liabilities (Level 1 measurements) and the lowest priority to unobservable inputs (Level 3 measurements). The inputs or methodologies used for valuing securities are not necessarily an indication of the risk associated with investing in those securities. The transfers between levels of the fair value hierarchy assume the financial instruments were transferred at the beginning of the reporting period. The three levels of the fair value hierarchy are described below:

Level 1 — Quoted prices in active markets for identical securities.

Level 2 — Significant observable inputs (including quoted prices for similar securities, interest rates, prepayment speeds, credit risk, etc.).

Level 3 — Significant unobservable inputs (including the Fund's own assumptions in determining the fair value of investments).

A summary of the inputs, the levels used to value the Funds' investments, and transfers between levels are located in the Schedules of Investments. Additionally, tables that reconcile the valuation of the Funds' Level 3 investments and that present additional information about valuation methodologies and unobservable inputs, if applicable, are located in the Schedules of Investments.

**Federal and Other Income Taxes**—Each Fund intends to invest primarily in MLPs, which generally are treated as qualified publicly traded partnerships for federal income tax purposes. Accordingly, the Funds do not intend to qualify, and will not qualify as a regulated investment company pursuant to Subchapter M of the Internal Revenue Code due to the Funds' concentration in MLP securities and are taxed as regular C-corporations. As a regular C-corporation, each Fund is obligated to pay federal, state and local income tax on its taxable income. Currently the maximum marginal regular federal income tax rate for a regular C-corporation is 35% for taxable income more than

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VANECK VECTORS ETF TRUST

NOTES TO FINANCIAL STATEMENTS

(continued)

\$10 million. The Funds may be subject to a 20% alternative minimum tax on their federal alternative minimum taxable income to the extent that their alternative minimum tax exceeds their regular federal income tax. High Income Infrastructure MLP ETF is currently using an estimated 36.37% tax rate for federal, state and local tax which is composed of a 34% marginal federal tax rate and an assumed 2.37% rate attributable to state taxes (net of federal benefit). High Income MLP ETF is currently using an estimated 37.97% tax rate for federal, state and local tax which is