

KraneShares Bloomberg China Bond Inclusion UCITS ETF

KraneShares Bloomberg China Bond Inclusion UCITS ETF is a sub fund of KraneShares ICAV (the "ICAV"). The ICAV is authorised as a UCITS in Ireland and regulated by the Central Bank of Ireland.

Investors should read the Prospectus, Supplement and UK KIID and/or PRIIP KID prior to investing.

Investment Strategy:

KBND is an index-tracking, passively managed, UCITS ETF that is benchmarked to the Bloomberg China Treasury and Policy Bank 9% Capped Index, which is designed to track the performance of China's onshore renminbi-denominated government and government-related bond market. The Fund seeks to invest at least 80% of its assets in a basket of fixed income securities issued by either China's Ministry of Finance itself or government-owned banks within China.

KBND Overview:

- Invests in treasuries (i.e. government bonds) and attempts to provide attractive yields relative to other government bond markets with a semi-annual distribution.
- KBND offers access to the securities being included in Bloomberg broad fixed income indexes and investment opportunities within the second largest bond market in the world.
- For investors seeking diversification within their global government bond allocations, KBND offers low correlations to other major government bond markets.

Bloomberg China Bond Inclusion Overview:

- The inclusion of onshore, Renminbi-denominated Chinese bonds in Bloomberg indexes began in April 2019 and was concluded at the end of 2020.
- China's government bonds are a focus of the inclusion and China has already replaced South Korea as the top issuer by weight within the Bloomberg Emerging Market Local Currency Government Bond Index.

Fund Details	Data as of 29/Dec/2023
Primary SEDOL	BLP5299
Primary ISIN	IE00BLM1CC35
Inception Date	26/May/2020
Total Annual Fund Operating Expense	0.35%
Distribution Frequency	Semi-Annual
Index Name	Bloomberg China Treasury and Policy Bank 9% Capped Index
Net Assets	\$1,871,745
Number of Holdings	13
UK Reporting Fund Status	Reporting Fund
Investment Structure	UCITS
Base Currency	USD
Underlying Securities Currency	CNY
Currency Hedge	No

Top 10 Holdings as of 29/Dec/2023 Holdings are subject to change.	Ticker	%
CGB 4 06/24/69	–	15.97
CGB 4.22 03/19/48	–	15.48
CGB 3.54 08/16/28	–	13.30
CGB 2.89 11/18/31	–	7.67
CGB 3.03 03/11/26	–	7.64
CGB 2.47 09/02/24	–	7.52
ADBCH 3.1 02/27/33	–	6.93
CGB 2.37 01/20/27	–	6.00
CGB 3.39 03/16/50	–	5.79
EXIMCH 2.87 02/06/28	–	4.56

KBND Performance History:

	Cumulative % Data as of month end: 31/Dec/2023				Average Annualized % Data as of quarter end: 31/Dec/2023			
	1 Mo	3 Mo	6 Mo	Since Inception	1 Yr	3 Yr	5 Yr	Since Inception
Fund NAV	1.74%	4.26%	5.16%	12.39%	3.51%	1.69%	–	3.28%
Index	1.64%	4.56%	4.65%	13.57%	2.81%	1.90%	–	3.58%

The performance data quoted represents past performance. Past performance does not guarantee future results. The investment return and principal value of an investment will fluctuate so that an investors shares, when sold or redeemed, may be worth more or less than their original cost and current performance may be lower or higher than the performance quoted. For performance data current to the most recent month end, please visit www.kraneshares.eu.

Index returns are for illustrative purposes only. Index performance returns do not reflect any management fees, transaction costs or expenses. Indexes are unmanaged and one cannot invest directly in an index.

This is a marketing communication. Please refer to the prospectus of the UCITS, the KIID and the PRIIP before making any final investment decisions.

Listings as of 29/Dec/2023	Ticker	Currency	Listing Date	SEDOL	ISIN
London Stock Exchange	KBND LN	USD	26/May/2020	BLP5299	IE00BLM1CC35

Investing involves risk, including possible loss of principal. There can be no assurance that a Fund will achieve its stated objectives. The Funds are subject to political, social or economic instability within China which may cause decline in value. Fluctuations in currency of foreign countries may have an adverse effect to domestic currency values. Emerging markets involve heightened risk related to the same factors as well as increase volatility and lower trading volume.

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In Switzerland, the Fund has appointed as Swiss Representative Waystone Fund Services (Switzerland) SA, Av. Villamont 17, 1005 Lausanne, Switzerland, Tel: +41 21 311 17 77, email: switzerland@waystone.com. The Fund's paying agent is Helvetische Bank AG. In respect of the Shares distributed in or from Switzerland, the place of performance and jurisdiction is Lausanne (Switzerland).

Krane Funds Advisors, LLC is appointed to act as investment manager in accordance with the requirements of the Central Bank. Waystone Management Company (IE) Limited is appointed to provide management services to the ICAV in accordance with the requirements of the Central Bank. The Management Company may decide to terminate the arrangements made for the marketing of the Fund in accordance with Article 93a of Directive 2009/65/EC.

For additional fund documentation, please visit www.waystone.com or www.kraneshares.eu. To view our Summary of Investor Rights, please visit www.kraneshares.eu or click [here](#). [R-KS-EU]