

KraneShares CICC China 5G & Semiconductor ETF

Investment Strategy:

KFVG seeks to measure the performance of the CICC China 5G and Semiconductor Leaders Index. The Index is designed to track the performance of companies engaged in the 5G and semiconductor related businesses, including 5G equipment, semiconductors, electronic components and big data centers.

China 5G & Semiconductor Highlights:

- Integration of 5G with other next generation technologies will further enhance efficiency, quality, and safety of products/ experiences across a range industries.
- China is a world leader in 5G spending and adoption. By 2025, China is projected to have over 400 million 5G users, accounting for 40% of total global use¹.
- China is becoming more self-sufficient in semiconductor development largely due to government policies and funding specifically for the industry. As stated in "Made in China 2025" initiative, China aims to produce 70% of the semiconductors used domestically by 2025 and have complete import substitution by 2030².

KFVG Features:

- Access to China's 5G and semiconductor companies that offer a potential source of uncorrelated, long-term growth.
- Exposure to Chinese technology companies listed in Mainland China, Hong Kong, and the United States.
- Tracks an index developed by CICC Research. CICC is a leading, publicly traded, Chinese financial services company with expertise in research, asset management, investment banking, private equity and wealth management. In 2019, the CICC Research Team ranked #1 in Institutional Investor's All-China Research Category for the eighth year in a row.

1. UBS, "The China 5G Opportunity", retrieved 9/30/2020.

2. US Chamber of Commerce, "Made in China 2025: Global Ambitions Built on Local Protections", 2017.

Fund Details	Data as of 07/31/2021
Primary Exchange	NYSE
CUSIP	500767611
ISIN	US5007676118
Total Annual Fund Operating Expense (Gross)	0.79%
Total Annual Fund Operating Expense (Net)*	0.65%
Inception Date	11/24/2020
Distribution Frequency	Annual
Index Name	CICC China 5G and Semiconductor Leaders Index
Net Assets	\$149,374,177
Number of Holdings	33

Top 10 Holdings as of 07/31/2021 Holdings are subject to change.	Ticker	%
XIAOMI CORP-CLASS B	1810	8.79
WILL SEMICONDU-A	603501	7.73
FOXCONN INDUST-A	601138	6.33
LUXSHARE PRECI-A	002475	5.92
BOE TECHNOLOGY-A	000725	5.44
SUNNY OPTICAL TECH	2382	5.01
SANAN OPTOELEC-A	600703	4.80
ZTE CORP-H	763	4.54
NAURA TECH GR -A	002371	4.30
WINGTECH TECH-A	600745	3.78

KFVG Performance History:

	Cumulative % Data as of month end: 07/31/2021				Average Annualized % Data as of month end: 07/31/2021				Average Annualized % Data as of quarter end: 06/30/2021			
	1 Mo	3 Mo	6 Mo	Since Inception	1 Yr	3 Yr	5 Yr	Since Inception	1 Yr	3 Yr	5 Yr	Since Inception
Fund NAV	-0.32%	13.18%	1.95%	10.64%	-	-	-	-	-	-	-	-
Closing Price	0.18%	13.98%	2.02%	11.20%	-	-	-	-	-	-	-	-
Index	0.24%	14.70%	3.98%	13.28%	-	-	-	-	-	-	-	-

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.com.

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.

*Fee waivers are contractual and in effect until August 1, 2022

Sector Breakdown	%
Data from Bloomberg as of 07/31/2021	
Information Technology	100.00

Carefully consider the Funds' investment objectives, risk factors, charges and expenses before investing. This and additional information can be found in the Funds' full and summary prospectus, which may be obtained by visiting www.kraneshares.com. Read the prospectus carefully before investing.

Risk Disclosures:

Investing involves risk, including possible loss of principal. There can be no assurance that a Fund will achieve its stated objectives. The Fund is 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. Narrowly focused investments typically exhibit higher volatility.

Diversification does not ensure profit or guarantee against a loss.

In addition to the normal risks associated with investing, investments in smaller companies typically exhibit higher volatility.

The ability of the fund to achieve its objective is dependent, in part, on the continuous availability of A Shares and the ability to obtain, if necessary, additional A Shares quota. If a Fund is unable to obtain sufficient exposure to limited availability of A Share quota, the Fund could seek exposure to the component securities of the Underlying Index by investment in other types of securities.

The Fund invests a significant portion of its assets in securities issued by companies in the information technology sector in order to track the Underlying Index's allocation to that sector. The value of stocks of technology companies and companies that rely heavily on technology is particularly vulnerable to rapid changes in technology product cycles, rapid product obsolescence, government regulation and competition, both domestically and internationally, including competition from competitors with lower production costs.

The fund may invest in derivatives, which are often more volatile than other investments and may magnify the Funds' gains or losses. The fund is non-diversified.

Fund shares are bought and sold on an exchange at market price (not NAV) and are not individually redeemed from the Fund. However, shares may be redeemed at NAV directly by certain authorized broker-dealers (Authorized Participants) in very large creation/redemption units. The returns shown do not represent the returns you would receive if you traded shares at other times. Shares may trade at a premium or discount to their NAV in the secondary market. Brokerage commissions will reduce returns. Beginning 12/23/2020, market price returns are based on the official closing price of an ETF share or, if the official closing price isn't available, the midpoint between the national best bid and national best offer ("NBBO") as of the time the ETF calculates the current NAV per share. Prior to that date, market price returns were based on the midpoint between the Bid and Ask price. NAVs are calculated using prices as of 4:00 PM Eastern Time.

Although the information provided in this document has been obtained from sources which Krane Funds Advisors, LLC believes to be reliable, it does not guarantee accuracy of such information and such information may be incomplete or condensed.

The KraneShares ETFs are distributed by SEI Investments Distribution Company (SIDCO), 1 Freedom Valley Drive, Oaks, PA 19456, which is not affiliated with Krane Funds Advisors, LLC, the Investment Adviser for the Funds, or any sub-advisers for the Funds. [R-SEI-KS]