

KraneShares Electric Vehicles & Future Mobility Index ETF

Investment Strategy:

KARS seeks to measure the performance of the Bloomberg Electric Vehicles Index. The Index is designed to track the performance of companies engaged in the production of electric vehicles and/or their components, or engaged in other initiatives that may change the future of mobility. The Index includes issuers engaged in the electric vehicle production, autonomous driving, shared mobility, lithium and/or copper production, lithium-ion/lead acid batteries, hydrogen fuel cell manufacturing and/or electric infrastructure businesses.

KARS features:

- Access to global companies that operate in all areas of new transportation methods, passenger and freight, including electric vehicles, autonomous vehicles and shared mobility
- Exposure to companies that lead the development of vehicle connectivity like Internet of Vehicles (IoV) and Intelligent mobility.
- Exposure to the potential growth brought on by increased demand for lithium-ion battery and non-ferrous metals like lithium due to electric vehicle adoption.
- Access to equities listed in Mainland China, which is currently the world's largest electric vehicle market.

Future Mobility Sector Highlights:

- 57% of new car sales and over 30% of the global car fleet are projected to be electric by 2040.¹
- The global electric vehicle (EV) market value reached \$436 billion in 2022⁵ and is projected to reach \$1.4 trillion by 2027.⁴
- The global electric vehicle market is projected to command \$2.7 trillion of total investment before 2040.²
- Autonomous vehicles and the resulting "passenger economy" are projected to generate a cumulative \$8 trillion in global service revenues by 2050.³

1.) Projection from Bloomberg New Energy Finance. Retrieved 6/30/2023.

2.) Morgan Stanley Research. "The EV Infrastructure 55: A Diversified Way to Play a Critical Enabler in the EV Theme." Morgan Stanley. 10/17/2017

3.) Lanctot, Roger. "Accelerating The Future: The Economic Impact of the Emerging Passenger Economy." Strategy Analytics. June 2017.

4.) Statista. "Electric vehicles - global market size 2021 & 2027." Statista. 25 July 2022. Retrieved 6/30/2023.

5.) Data from Canalys and Statista as of 12/31/2022. Retrieved 6/30/2023.

KARS Performance History:

	Cumulative % Data as of month end: 01/31/2024				Average Annualized % Data as of month end: 01/31/2024			
	1 Mo	3 Mo	YTD	Since Inception	1 Yr	3 Yr	5 Yr	Since Inception
Fund NAV	-19.06%	-10.76%	-19.06%	-5.40%	-36.55%	-19.03%	3.57%	-0.91%
Closing Price	-19.03%	-11.36%	-19.03%	-6.15%	-37.54%	-19.27%	3.17%	-1.05%
Index	-18.76%	-10.53%	-18.76%	-1.72%	-36.47%	-18.26%	4.63%	-0.29%

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 quarter end, please visit kraneshares.com/kars.

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.

Fund Details	Data as of 01/31/2024
Primary Exchange	NYSE
CUSIP	500767827
ISIN	US5007678270
Total Annual Fund Operating Expense	0.72%
Inception Date	01/18/2018
Distribution Frequency	Annual
Index Name	Bloomberg Electric Vehicles Index
Net Assets	\$108,063,357
Number of Holdings	77

Top 10 Holdings as of 01/31/2024 Excluding cash. Holdings are subject to change.	Ticker	%
APTIV PLC	APTIV	4.70
NIDEC CORP	6594	4.62
PANASONIC HOLDINGS CORP	6752	4.23
CONTEMPORARY A-A	300750	4.05
TESLA INC	TSLA	3.77
SAMSUNG SDI CO LTD	006400	3.63
BYD CO LTD -A	002594	3.51
LI AUTO INC-CLASS A	2015	3.13
MAGNA INTERNATIONAL INC	MG	3.11
PILBARA MINERALS LTD	PLS	2.99

Sector Breakdown	%
Data from Bloomberg as of 01/31/2024	
Consumer Discretionary	45.76
Materials	26.78
Industrials	20.94
Information Technology	6.26

Country Breakdown	%
Data from Bloomberg as of 01/31/2024	
China	32.07
United States	19.98
South Korea	12.72
Japan	8.88
Australia	7.56
Germany	7.13
Canada	3.45
Chile	2.48
Jersey	2.36
Belgium	2.17
Netherlands	0.63
Sweden	0.60

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 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 may invest in derivatives, which are often more volatile than other investments and may magnify the Fund's gains or losses. A derivative (i.e., futures/forward contracts, swaps, and options) is a contract that derives its value from the performance of an underlying asset. The primary risk of derivatives is that changes in the asset's market value and the derivative may not be proportionate, and some derivatives can have the potential for unlimited losses. Derivatives are also subject to liquidity and counterparty risk. The Fund is subject to liquidity risk, meaning that certain investments may become difficult to purchase or sell at a reasonable time and price. If a transaction for these securities is large, it may not be possible to initiate, which may cause the Fund to suffer losses. Counterparty risk is the risk of loss in the event that the counterparty to an agreement fails to make required payments or otherwise comply with the terms of the derivative.

The ability of the Fund to achieve its respective investment objectives is dependent, in part, on the continuous availability of A Shares and the ability to obtain, if necessary, additional A Shares quota. If the 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 is subject to political, social or economic instability within China which may cause decline in value. Emerging markets involve heightened risk related to the same factors as well as increase volatility and lower trading volume. Fluctuations in currency of foreign countries may have an adverse effect to domestic currency values. Narrowly focused investments typically exhibit higher volatility. The Fund's assets are expected to be concentrated in a sector, industry, market, or group of concentrations to the extent that the Underlying Index has such concentrations. The securities or futures in that concentration could react similarly to market developments. Thus, the Fund is subject to loss due to adverse occurrences that affect that concentration.

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

ETF 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.

The KraneShares ETFs and KFA Funds 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.

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