

KraneShares CCBS China Corporate High Yield Bond USD Index ETF

Investment Strategy:

KCCB seeks to provide investment results that, before fees and expenses, track the price and yield performance of the Solactive USD China Corporate High Yield Bond Index. The Index seeks to track the performance of outstanding high yield debt securities denominated in U.S. dollars issued by Chinese companies.

USD China Corporate High Yield Bond Market Features:

- As dollar investors seek yield globally, the U.S. Dollar China Corporate High Yield Bond Market has grown considerably to meet investor demand.
- From 2014 to 2017, China accounted for more than half of all new annual USD bond issuance in Asia.¹
- The total value of Chinese USD denominated high yield corporate bonds increased by over 250% from 2015 to 2019, and the number of issuing companies increased by over 250% over the same period.²
- By the end of 2019, the total USD China Corporate High Yield Bond market size reached over \$800 billion with over 700 issuing companies.²

KCCB Features

- USD-denominated exposure to China's high yield bond market.
- Low correlation to U.S. and global markets.
- Co-managed by China Construction Bank (CCB), the second largest bank in the world by assets.³

1.) Data from Bloomberg as of 12/31/17. Retrieved on 9/30/2020.

2.) Data from Bloomberg as of 12/31/2019. Retrieved 9/30/2020.

3.) Global Finance, "Biggest Banks In The World 2018", 11/1/2018, retrieved 9/30/2020.

Key Metrics	Data as of 9/30/2020
30-day SEC Yield	5.21%

30-day SEC Yield: standard yield calculation developed by the U.S. Securities and Exchange Commission (SEC) that allows for fairer comparisons of bond funds. It is based on the most recent 30-day period covered by the fund's filings with the SEC.

KCCB Performance History:

	Cumulative % Data as of month end: 09/30/2020				Average Annualized % Data as of quarter end: 09/30/2020			
	1 Mo	3 Mo	6 Mo	Since Inception	1 Yr	3 Yr	5 Yr	Since Inception
Fund NAV	-1.01%	2.24%	9.55%	11.50%	3.55%	-	-	4.93%
Closing Price	-0.89%	2.14%	7.52%	11.16%	2.97%	-	-	4.79%
Index	-0.89%	1.75%	10.46%	16.28%	4.11%	-	-	6.88%

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 investor's 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.

Fund Details	Data as of 9/30/2020
Primary Exchange	NYSE
CUSIP	500767843
ISIN	US5007678437
Total Annual Fund Operating Expense	0.70%
Inception Date	6/28/2018
Distribution Frequency	Monthly
Index Name	Solactive USD China Corporate High Yield Bond Index
Number of Holdings	44

Top 10 Holdings as of 9/30/2020 Holdings are subject to change.	Ticker	%
KAISAG 9 3/8 06/30/24	-	5.65
NANYAN 5 PERP	-	5.45
CKINF 5 7/8 PERP	-	5.07
SHIMAO 6 1/8 02/21/24	-	3.20
MPEL 4 7/8 06/06/25	-	3.07
ICBCAS 4 1/4 PERP	-	3.02
CIMWLB 6 1/2 PERP	-	2.65
BNKEA 5 7/8 PERP	-	2.51
NWDEVL 5 3/4 PERP	-	2.51
FWDGRP 0 PERP	-	2.26

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 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.

The KraneShares CCBS China Corporate High Yield Bond USD Index ETF is subject to interest rate risk, which is the chance that bonds will decline in value as interest rates rise. The components of the securities held by the Fund will be rated by Chinese credit rating agencies, which may use different criteria and methodology than U.S. entities or international credit rating agencies. The Fund may invest in high yield and unrated securities, whose prices are generally more sensitive to adverse economic changes and consequently more volatile. The Fund is subject to industry concentration risk and is non-diversified. Narrowly focused investments typically exhibit higher volatility.

ETF shares are not redeemable with the issuing fund other than in large Creation Unit aggregations. Instead, investors must buy or sell ETF Shares in the secondary market with the assistance of a stockbroker. In doing so, the investor may incur brokerage commissions and may pay more than net asset value (NAV) when buying and receive less than net asset value when selling. The NAV of the Fund's shares is calculated each day the national securities exchanges are open for trading as of the close of regular trading on the New York Stock Exchange ("NYSE"), normally 4:00 P.M. Eastern time (the "NAV Calculation Time"). Shares are bought and sold at market price not NAV. Closing price returns are based on the midpoint of the bid/ask spread at 4:00 P.M. Eastern Time (when NAV is normally determined).

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