

## KraneShares Electric Vehicles & Future Mobility ETF

### Investment Strategy:

KARS seeks to measure the performance of Solactive Electric Vehicles and Future Mobility 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:

- 58% of new car sales and 31% of the global car fleet are projected to be electric by 2040.<sup>1</sup>
- The global electric vehicle market is projected to command \$2.7 trillion of total investment before 2040.<sup>2</sup>
- Autonomous vehicles and the resulting "passenger economy" are projected to create \$8 trillion of value in the global economy.<sup>3</sup>

1.) Data from Bloomberg New Energy Finance as of 5/15/2020. Retrieved 9/30/2020.

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.

Fund Details	Data as of 01/31/2021
Primary Exchange	NYSE
CUSIP	500767827
ISIN	US5007678270
Total Annual Fund Operating Expense	0.72%
Inception Date	01/18/2018
Distribution Frequency	Annual
Index Name	Solactive Electric Vehicles and Future Mobility Index NTR
Net Assets	\$137,892,005
Number of Holdings	64

Top 10 Holdings as of 01/31/2021 Holdings are subject to change.	Ticker	%
NIO INC - ADR	NIO	4.11
INFINEON TECHNOLOGIES AG	IFX	3.44
SOUTHERN COPPER CORP	SCCO	3.43
DAIMLER AG	DAI	3.19
TEXAS INSTRUMENTS INC	TXN	3.19
ANALOG DEVICES INC	ADI	3.18
ALPHABET INC-CL A	GOOGL	3.16
BMW AG	BMW	3.02
NVIDIA CORP	NVDA	2.99
PLUG POWER INC	PLUG	2.96

### KARS Performance History:

	Cumulative % Data as of month end: 01/31/2021				Average Annualized % Data as of month end: 01/31/2021				Average Annualized % Data as of quarter end: 12/31/2020			
	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	7.14%	46.68%	58.83%	78.23%	82.31%	21.67%	-	20.98%	70.24%	-	-	18.82%
Closing Price	7.08%	46.53%	59.52%	78.35%	83.45%	21.53%	-	21.00%	70.74%	-	-	18.87%
Index	7.08%	46.89%	59.40%	79.92%	85.19%	21.96%	-	21.33%	73.14%	-	-	19.21%

**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](http://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.

Sector Breakdown	%
Data from Bloomberg as of 01/31/2021	
Consumer Discretionary	36.93
Information Technology	32.49
Industrials	16.99
Materials	7.85
Communication Services	5.61

**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](http://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.

Narrowly focused investments typically exhibit higher volatility. Investments in autonomous vehicles and future mobility companies may be volatile. These companies are subject to intense competition, the risk of product obsolescence, changes in consumer preferences and legal, regulatory and political changes. Many of these companies make significant expenditures on research and development, and are heavily dependent on intellectual property rights, which may be challenged by other similar companies. The ability of the KraneShares Electric Vehicles & Future Mobility ETF to achieve its investment objective is dependent, in part, on the continuous availability of A Shares and the ability to obtain, if necessary, additional A Shares quota. The fund may invest in derivatives, which are often more volatile than other investments and may magnify the Fund's gains or losses. The Fund may engage in securities lending. The Fund is non-diversified.

High short-term performance of the fund is unusual and investors should not expect such performance to be repeated.

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. 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. 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]