

KraneShares MSCI China Clean Technology Index ETF

Investment Strategy:

KGRN is benchmarked to the MSCI China IMI Environment 10/40 Index, which provides exposure to Chinese companies that focus on clean technology and contributing to a more environmentally sustainable economy. The Index is comprised of securities that derive at least 50% of their revenues from environmentally beneficial products and services. The Index is based on five key Clean Technology environmental themes: Alternative Energy, Sustainable Water, Green Building, Pollution Prevention and Energy Efficiency. Constituent selection is based on data from MSCI Environment, Social, and Governance (ESG).

China's Environmental Protection Highlights:

- China is expected to remain the global leader in renewable energy over the next five years, accounting for 43% of renewable capacity growth worldwide¹.
- China has allocated \$607 million for its 2022 renewable power subsidy² and plans to have renewable energy account for 35% of its electricity consumption by 2030³
- China plans to hit peak emissions before 2030 and reach carbon neutrality by 2060.⁴ In 2021, China launched its national emission trading scheme (ETS)—now the largest carbon market in the world, which should help the country meet its emission reduction goals.
- China has a proven track record of achieving ambitious long term renewable energy goals set forth within The Five Year Plan.

KGRN Features:

- Access to China's fast-growing environmental protection industry that has rapidly become the largest renewable energy market in the world¹
- Exposure to companies that stand to benefit from China's increased focus and spending on clean energy technologies
- Benchmarked to an MSCI ESG Index: MSCI is the #1 index provider for Socially Responsible Investment (SRI), Corporate governance, and ESG indexes according to a 2015 survey of 1,200 participants conducted by SRI Connect and Extel.

*Formerly the KraneShares MSCI China Environment Index ETF

1. IEA, "Renewables 2021: Report Extract, Executive Summary," retrieved 3/31/2022.
2. Reuters, "China sets 2022 renewable power subsidy at \$607 mln", November 15, 2021, retrieved on 3/31/2022.
3. Bloomberg, "China Steps Up Its Push Into Clean Energy", 9/26/2018, retrieved 9/30/2021.
4. Reuters, "China pledges to achieve CO2 emissions peak before 2030, carbon neutrality before 2060 -Xi", 9/22/2020, retrieved on 3/31/2022.

KGRN Performance History:

	Cumulative % Data as of month end: 02/29/2024				Average Annualized % Data as of month end: 02/29/2024			
	1 Mo	3 Mo	YTD	Since Inception	1 Yr	3 Yr	5 Yr	Since Inception
Fund NAV	15.65%	-6.92%	-8.41%	-5.56%	-23.39%	-21.33%	2.87%	-0.89%
Closing Price	15.36%	-6.29%	-8.57%	-5.93%	-24.16%	-21.54%	2.77%	-0.95%
Index	15.72%	-7.00%	-8.52%	-11.89%	-22.81%	-22.38%	1.23%	-1.96%

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/kgrn](https://www.kraneshares.com/kgrn).

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 02/29/2024
Primary Exchange	NYSE
CUSIP	500767850
ISIN	US5007678502
Total Annual Fund Operating Expense	0.79%
Inception Date	10/12/2017
Distribution Frequency	Annual
Index Name	MSCI China IMI Environment 10/40 Index
Net Assets	\$60,225,075
Number of Holdings	55
MSCI ESG Rating**	A

Top 10 Holdings as of 02/29/2024 Excluding cash. Holdings are subject to change.	Ticker	%
LI AUTO INC-CLASS A	2015	11.91
BYD CO LTD-H	1211	7.87
NIO INC - ADR	NIO	6.67
CONTEMPORARY A-A	300750	5.12
XPENG INC-A SHRS	9868	4.51
KINGDEE INTL SFT	268	4.41
CHINA YANGTZE-A	600900	4.19
XINYI SOLAR HOLDINGS LTD	968	4.18
CHINA LONGYUAN-H	916	3.90
CGN POWER CO LTD-H	1816	3.66

Sector Breakdown Data from Bloomberg as of 02/29/2024	%
Consumer Discretionary	41.77
Utilities	23.53
Industrials	18.95
Information Technology	17.46

****ESG investing, as defined by MSCI, is the consideration of environmental, social, and corporate governance factors alongside financial factors in the investment decision making process. The MSCI ESG Rating is calculated as a direct mapping of ESG Quality Scores to letter rating categories (e.g. AAA = 8.6-10). The ESG Ratings range from leader (AAA, AA), average (A, BBB, BB) to laggard (B, CCC). The MSCI ESG Rating and ESG Quality Score for funds is calculated using the weighted average of the ESG scores of the fund holdings.**

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/kgrn. 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. The Fund may underperform other similar funds that do not consider conscious company/ESG guidelines when making investment decisions. The Fund may invest in Initial Public Offerings (IPOs). Securities issued in IPOs have no trading history, and information about the companies may be available for very limited periods. In addition, the prices of securities sold in IPOs may be highly volatile. In addition, as the Fund increases in size, the impact of IPOs on the Fund's performance will generally decrease.

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. KGRN is non-diversified.

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.

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