

## KraneShares Global Luxury Index ETF

### Investment Strategy:

KLXY provides exposure to leading developed markets companies from global luxury-related sectors weighted by market capitalization. These companies operate across industries, including leather goods, jewelry, accessories, skincare, cosmetics, beverages, travel, and supercar businesses.

### Global Luxury Market Highlights:

- Global luxury companies tend to have resilient pricing power, strong profitability, and high barriers to entry, offering investors potential long-term growth.
- The luxury industry tends to be resilient in economic downturns and inflationary periods, strengthened by longstanding brand reputations and loyal customer bases.
- The global luxury market is projected to reach \$570-615 billion by 2030, which is more than double its size in 2020.<sup>1</sup>
- Global luxury brands have embraced E-Commerce and digital marketing, broadening their customer base from 400 million in 2022 to an expected 500M by 2030.<sup>1</sup>
- China is expected to add more than 71 million people to its growing upper/high-income middle class by 2025, potentially driving future growth of global luxury companies.<sup>2</sup>
- Post-pandemic international travel rebounded in 2022, as international tourist arrivals more than doubled compared to 2020.<sup>3</sup> Rising outbound tourists are likely to boost luxury shopping in duty-free countries.

### KLXY Features:

- Invested in over 40 of the top global luxury companies by market capitalization, including companies such as LVMH, Hermes, Ferrari, and Pernod Ricard.
- Access to global luxury brands across various key sectors, including luxury goods, skincare, cosmetics, beverages, travel, and vehicles.
- Diversified exposure to developed countries outside of the United States, including France, the United Kingdom, Italy, Switzerland, and Japan.<sup>4</sup>

1. Bain & Company, "Global luxury goods market takes 2022 leap forward and remains poised for further growth despite economic turbulence", Nov 2022. Retrieved 3/31/2024.

2. McKinsey, "2023 McKinsey China Consumer Report: A Time of Resilience", December 2022, Retrieved 3/31/2024.

3. World Economic Forum, "Charted: How international travel bounced back strongly in 2022", May 2023. Retrieved 3/31/2024.

4. Diversification does not ensure a profit or guarantee against a loss.

### KLXY Performance History:

	Cumulative % Data as of month end: 01/31/2026				Average Annualized % Data as of month end: 01/31/2026			
	1 Mo	3 Mo	YTD	Since Inception	1 Yr	3 Yr	5 Yr	Since Inception
Fund NAV	-3.32%	-0.55%	-3.32%	5.30%	1.07%	-	-	2.17%
Closing Price	-3.37%	-0.70%	-3.37%	4.90%	1.15%	-	-	2.01%
Underlying Index	-3.26%	-0.55%	-3.26%	6.55%	1.46%	-	-	2.67%

**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/etf/klxy](https://kraneshares.com/etf/klxy).**

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 01/30/2026
Primary Exchange	NYSE Arca, Inc.
CUSIP	500767454
ISIN	US5007674543
Total Annual Fund Operating Expense	0.69%
Inception Date	09/06/2023
Distribution Frequency	Annual
Underlying Index	Solactive Global Luxury Select Index
Number of Holdings	31

Top 10 Holdings as of 01/30/2026 Excluding cash. Holdings are subject to change.	Ticker	%
LVMH MOET HENNESSY LOUIS VUI	MC	9.18
CIE FINANCIERE RICHEMO-A REG	CFR	8.88
L'OREAL	OR	8.80
DECKERS OUTDOOR CORP	DECK	6.48
HERMES INTERNATIONAL	RMS	5.97
ESSILORLUXOTTICA	EL	5.88
ESTEE LAUDER COMPANIES-CL A	EL	5.61
TAPESTRY INC	TPR	5.15
RALPH LAUREN CORP	RL	4.97
MONCLER SPA	MONC	4.18

Sector Breakdown	%
Data from Bloomberg as of 01/31/2026	
Consumer Discretionary	72.38
Consumer Staples	21.71
Health Care	5.90

Country Breakdown	%
Data from Bloomberg as of 01/31/2026	
France	34.00
United States	33.31
Italy	10.70
Switzerland	8.91
Japan	7.23
Denmark	3.08
United Kingdom	2.74

**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/etf/klxy](https://kraneshares.com/etf/klxy). 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 Fund is subject to non-U.S. issuers risk, which may be less liquid than investments in U.S. issuers, may have less governmental regulation and oversight, are typically subject to different investor protection standards than U.S. issuers, and the economic instability of the non-U.S. countries. Fluctuations in currency of foreign countries may have an adverse effect to domestic currency values. The Fund invests in companies in luxury-related sectors that may face intense competition and be dependent on their ability to maintain brand image. These companies may be subject to changes in consumer preferences and the spending of a relatively small segment of the general population, and technologies employed by the companies that may become obsolete. The companies can be especially sensitive to a decline in consumer confidence or any downturns in the broader economy. Demand for luxury products may be seasonal, and incorrect assessment of future demand can lead to overproduction or underproduction, which can impact company profitability.

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. KLXY 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.

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.

[R-SEI-KS]