

CICC KraneShares CSI China Internet Index ETF

Data as of 30 June 2018

Important Information:

Carefully consider the Fund's investment objectives, risk factors, charges and expenses before investing. This and additional information can be found in the Fund's Prospectus and Product Key Facts Statement of CICC KraneShares CSI China Internet Index ETF (together, the "Offering Documents"), which may be obtained by visiting www.cicc.com. You should not make any investment decision based on the information in this factsheet alone. Read the Offering Documents carefully before investing. The Offering Documents should be read for further details including the risk factors.

Nothing contained in this factsheet constitutes investment advice or should be relied on as such. This factsheet has not been reviewed by the Securities and Futures Commission of Hong Kong (SFC). SFC authorization is not an official recommendation of the Fund.

Investing involves risk, including possible loss of principal. There can be no assurance that the Fund will achieve its stated objectives. The Fund is 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. Internet companies are subject to rapid changes in technology, worldwide competition, rapid obsolescence of products and services, loss of patent protections, evolving industry standards and frequent new product productions. Such changes may have an adverse impact on performance. The Fund is non-diversified.

The trading price of the Units on the SEHK is driven by market factors such as the demand and supply of the Units. Therefore, the Units may trade at a substantial premium or discount to the Fund's NAV. If there is a suspension of the inter-counter transfer of units between the counters and/or any limitation on the level of services by brokers and CCASS participants, unitholders will only be able to trade their units in one counter only, which may inhibit or delay an investor dealing. The market price of units traded in each counter may deviate significantly.

The Manager may, at its discretion, pay dividends out of capital or effectively out of capital. Payment of dividends out of capital or effectively out of the capital amounts to a return or withdrawal of part of an investor's original investment or from any capital gains attributable to that original investment. Any such distributions may result in an immediate reduction of the NAV per Unit of the Fund.

Although the information provided in this document has been obtained from sources which China International Capital Corporation Hong Kong Asset Management Limited and Krane Funds Advisors, LLC believe to be reliable, it does not guarantee accuracy of such information and such information may be incomplete or condensed.

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Investment Strategy

CICC KraneShares CSI China Internet Index ETF seeks to measure the performance of the investable universe of publicly traded China-based companies whose primary business or businesses are in the Internet and Internet-related sectors.

China / US Internet Statistics	China	US
Total internet population	721mm ¹	287mm ¹
% of population with internet access	52.2% ¹	88.5% ¹
Country's share of world internet users	21.1% ¹	8.4% ¹
E-Commerce market size 2017	US\$1.14T ²	US\$453.5B ³
Total retail sales 2017	US\$5.8T ²	US\$5.1T ³
% of online retail sales 2017	19.6% ²	8.9% ³
2016-2017 growth online sales	32.2% ²	16.0% ³

Fund Details	Data as of 30 June 2018
Primary Exchange	Hong Kong Stock Exchange
Management Fee	0.72%
Listing Date	10 April 2018
Index Name	CSI Overseas China Internet Index
Listing Exchanges of Holdings	Hong Kong, NASDAQ, NYSE

Fund Features

- Access to Chinese internet companies such as Tencent, Alibaba, Baidu, JD, Weibo, etc.
- Exposure to companies benefitting from increasing domestic consumption by China's growing middle class
- Exposure to Chinese internet companies listed in both the United States and Hong Kong
- The fund tracks the same index as the KraneShares CSI China Internet ETF (ticker: KWEB), an ETF listed on the New York Stock Exchange since 31 July 2013 with \$1.4 Bn USD AUM^{4,5}

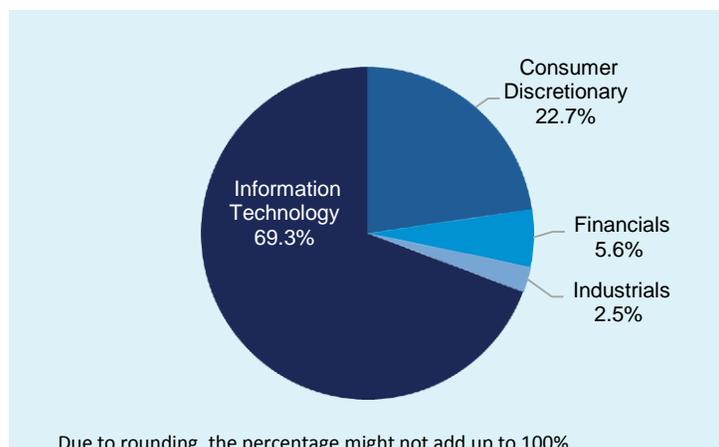


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Sector Breakdown

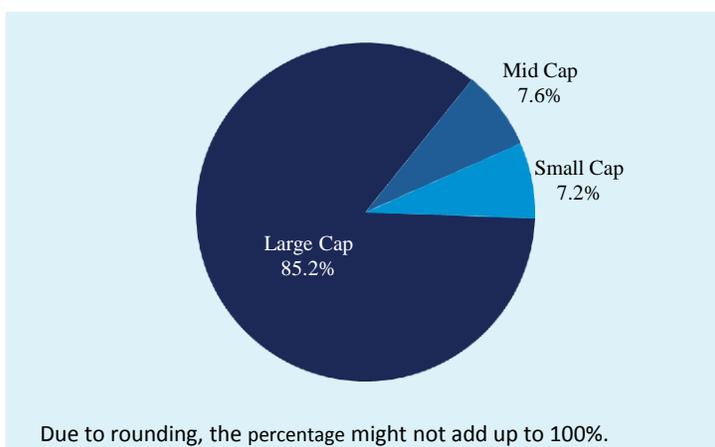
Data from Bloomberg as of 30 June 2018



Top Ten Index Holdings (As of 30 June 2018) Index Constituents Are Subject to Change.	Ticker	%
TENCENT HOLDINGS LTD	700 HK	9.99
ALIBABA GROUP HOLDING LTD	BABA	8.70
NETEASE INC	NTESE	8.03
BAIDU INC	BIDU	7.99
JD.COM INC	JD	6.44
IQIYI INC	IQ	4.56
CTRP.COM INTERNATIONAL LTD	CTRP	4.31
SINA CORP	SINA	3.96
AUTOHOME INC	ATHM	3.86
MOMO INC	MOMO	3.84

Market Cap Breakdown

Data from Bloomberg as of 30 June 2018



China Internet Sector Highlights:

- Chinese retail web sales totaled US\$1.14 trillion² in 2017 (compared to US\$453.5 billion³ in the United States).
- China's internet population reached 721 million people, a penetration of only 52.2%¹. The U.S. internet population reached 287 million people, a penetration rate of 88.5%¹.
- Total Chinese retail sales reached US\$5.8 trillion in 2017²
- Online shopping accounted for 19.6% of retail purchases in China in 2017²

Large Cap refers to companies with a market capitalization value of more than US\$10 billion

Mid Cap refers to companies with a market capitalization between US\$2 billion to US\$10 billion

Small Cap refers to companies with a market capitalization below US\$2 billion

1. Data from internetlivestats.com as of 31 December 2016. Retrieved on 30 June 2018.
2. National Bureau of Statistics of China, "Total Retail Sales of Consumer Goods in December 2017". Retrieved on 30 June 2018.
Note: Figures converted from Renminbi to USD
3. U.S. Department of Commerce, "Quarterly Retail E-commerce Sales 4th Quarter 2017". Retrieved on 30 June 2018.
4. Data from Krane Funds Advisors, LLC as of 30 June 2018.
5. The asset under management figure quoted is not that of CICC KraneShares CSI China Internet Index ETF. KraneShares CSI China Internet ETF is not authorised by the Securities and Futures Commission in Hong Kong and not available to the public of Hong Kong.



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