

## KraneShares Global Carbon Strategy ETC Securities

### Investment Strategy:

The KraneShares Global Carbon Strategy ETC (KRBN) is intended to track the level of its reference index, the S&P Global Carbon Credit Index, which offers broad coverage of cap-and-trade carbon allowances by tracking the most traded carbon credit futures contracts. The index introduces a new measure for hedging risk and going long the price of carbon while supporting responsible investing. The index covers the major European and North American cap-and-trade programs: European Union Allowances (EUA), California Carbon Allowances (CCA), United Kingdom Allowances (UKA), Washington State Carbon Allowances (WCA), and the Regional Greenhouse Gas Initiative (RGGI), which covers the Northeast US Power Market.

### Performance

- Carbon portfolio historically provides annualized returns above the S&P 500.<sup>1</sup>
- Structurally designed for long-term price appreciation due to the markets' increasing supply scarcity.<sup>2</sup>
- Low correlations to major asset classes, including 0.3 to US large cap.<sup>1</sup>
- Provides alternative return profile with potential inflation and climate risk hedging.

### Impact

- Provides potential impact by supporting price discovery and liquidity in carbon markets.<sup>3</sup>
- Counterbalance portfolio's emissions exposure and energy transition/climate risk.
- Cap and trade supports fuel switching and capital directed toward innovation in renewable technology.<sup>3</sup>

1. Data from Bloomberg and S&P Dow Jones Indices as of 31/Dec/2024.

2. European Commission, "What is the EU ETS?" retrieved 25/Jun/2024.

3. International Swaps and Derivatives Association, "Role of Derivatives in Carbon Markets," Sep 2021.

Security Details	Data as of 30/Jan/2026
Primary SEDOL	BSTJGN8
Primary ISIN	XS2879867773
Inception Date	03/Oct/2024
Total Expense Ratio	0.78%
Use of Income	No Income
Index Name	S&P Global Carbon Credit Index
Net Assets	\$11,210,984
Investment Structure	ETC
Base Currency	USD
UCITS Eligible	Yes

### Potential Benefits of Carbon Pricing

- **Auction Revenue** - which governments can deploy for further climate and energy-related purposes
- **Fuel Switching** - incentivizes the switch from high-carbon emitting fuels (like coal) to lower-carbon alternatives (like renewable energy) due to the increased cost
- **Accelerating Innovation** - by creating a clear financial incentive for businesses to develop and adopt low-carbon technologies

### KRBN Performance History:

	Cumulative % Data as of month end: 31/Jan/2026				Average Annualized % Data as of month end: 31/Jan/2026				Average Annualized % Data as of quarter end: 31/Dec/2025			
	1 Mo	3 Mo	6 Mo	Since Inception	1 Yr	3 Yr	5 Yr	Since Inception	1 Yr	3 Yr	5 Yr	Since Inception
Security NAV	-6.76%	-	9.85%	16.48%	6.86%	-	-	12.14%	21.61%	-	-	19.54%
Index	-6.58%	-	11.61%	20.96%	10.19%	-	-	15.36%	25.68%	-	-	23.03%

**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. Returns are provided in USD. To the extent the base currency of an available share class is not USD, returns may increase or decrease as a result of currency fluctuations. For performance data current to the most recent month end, please visit [www.kraneshares.eu](http://www.kraneshares.eu).**

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. This is a marketing communication. Please refer to the prospectus, the KIID and the PRIIP before making any final investment decisions.

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## Holdings and Exposures of the KraneShares Global Carbon Strategy ETC Securities

<b>Carbon Allowance Futures</b> as of 30/Jan/2026	<b>Identifier</b>	<b>Position</b>	<b>Current Exposure(\$)</b>	<b>% NAV</b>
European Union Allowance (EUA) 2026 Future	MOZ26 Comdty	69	6,670,323	59.5%
California Carbon Allowance (CCA) Vintage 2026 Future	KBCZ26 Comdty	90	2,673,000	23.84%
Washington Carbon Allowance (WCA) Vintage 2026 Future	WKDZ26 Comdty	8	600,000	5.35%
UK Allowance (UKA) 2026 Future	UKEZ6 Comdty	7	594,500	5.3%
Regional Greenhouse Gas Initiative (RGGI) Vintage 2026 Future	RGYZ26 Comdty	20	476,200	4.25%
			<b>11,014,023</b>	<b>98%</b>

<b>Collateral and Currency Management</b> as of 30/Jan/2026	<b>Identifier</b>	<b>Position</b>	<b>Current Exposure(\$)</b>	<b>% NAV</b>
Euro FX Futures	ECH6 Curncy	36	5,351,850	47.74%
USD Cash & Equivalents**	USD	4,066,553	4,066,553	36.27%
EURO	EUR	1,093,420	1,300,792	11.6%
BRITISH STERLING POUND	GBP	358,382	491,789	4.39%
			<b>11,210,984</b>	<b>100%</b>

Holdings, carbon allowance futures, and collateral are subject to change.

\*\*Includes USD cash deposits & cash in margin accounts (\$9,418,403), and implied short USD exposure from Euro FX futures

### About KraneShares

Krane Funds Advisors, LLC is the investment manager for KraneShares. KraneShares offers innovative investment solutions tailored to three key pillars: China, Climate, and Alternatives. Our team is determined to provide industry-leading, differentiated, and high-conviction investment strategies that offer access to key market trends. Our mission is to empower investors with the knowledge and tools necessary to capture the importance of these themes as an essential element of a well-designed investment portfolio.

Listings as of 30/Jan/2026	Ticker	Currency	Listing Date	SEDOL	ISIN
Deutsche Börse	KRBN GY	EUR	03/Oct/2024	BSRH0H6	XS2879867773
Borsa Italiana	KRBN IM	EUR	03/Oct/2024	BSTJGN8	XS2879867773
London Stock Exchange	KRBN LN	USD	16/Jan/2025	BSRH0B0	XS2879867773
London Stock Exchange	KRBP LN	GBP	16/Jan/2025	BR4Y040	XS2879867773

Investors will be advised that investing involves risk, including possible loss of principal. There can be no assurance that any series of ETCs will achieve its stated objectives. Under the ETC Programme, the Issuer may offer multiple different ETC Series. The performance of each ETC Series will be linked to specified reference indices comprised of futures contracts in the Global Carbon Credit Markets. The indices, and corresponding future contracts, are subject to political, social or economic changes which may cause decline in value. The Issuer may invest in derivatives, which are often more volatile than other investments and may magnify gains or losses for investors in the relevant ETC Series. Fluctuations in the currencies of foreign countries may have an adverse effect to domestic currency values. Narrowly focused investments typically exhibit higher volatility. Investors will be advised of these and other relevant risk factors before investing in any ETC Series.

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