

# Key Information Document

## Purpose

This document provides you with key information about this investment product. It is not marketing material. The information is required by law to help you understand the nature, risks, costs, potential gains and losses of this product and to help you compare it with other products.

## Product

### KraneShares MSCI All China Health Care Index UCITS ETF Class USD

**KraneShares MSCI All China Health Care Index UCITS ETF is a sub-fund of KraneShares ICAV**

MANUFACTURER: Waystone Management Company (IE) Limited

ISIN: IE00BL6K0S82

WEBSITE: <https://www.waystone.com/funds/kraneshares-icav/>

TELEPHONE NUMBER: +353(0)16192300

COMPETENT AUTHORITY: The Central Bank of Ireland is responsible for supervising Waystone Management Company (IE) Limited in relation to this Key Information Document

MANAGEMENT COMPANY: Waystone Management Company (IE) Limited (the "Management Company") is authorised in Ireland and regulated by the Central Bank of Ireland.

Authorised in: This PRIIP is authorised in Ireland.

ISSUED ON 23/02/2024

## WHAT IS THIS PRODUCT?

**Type:** KraneShares MSCI All China Health Care Index UCITS ETF (the "Fund") is a sub-fund of KraneShares ICAV, an Irish collective asset-management vehicle ("ICAV") constituted as an umbrella fund with segregated liability between sub-funds with registration number C181441 and authorised by the Central Bank of Ireland as a UCITS pursuant to the European Communities (Undertakings for Collective Investment in Transferable Securities) Regulations 2011, as amended. Segregated liability between sub-funds means that the assets and liabilities of each sub-fund are segregated by law, so that an investor should have no claims over the assets of a sub-fund in which they do not own shares. The prospectus and periodic reports are prepared for KraneShares ICAV at umbrella level. Shares in the Fund may not be converted into shares in another sub-fund or from one share class in the Fund into another share class within the same sub-fund.

**Objectives:** The Fund seeks to deliver the performance of publicly traded China-based companies whose primary business is in the healthcare and healthcare-related sectors and whose securities are listed in Hong Kong, Shanghai, Shenzhen and outside of China (the "China Healthcare Companies").

**Investment Policy:** The Fund is passively managed and will seek to achieve its objective by tracking the performance of the MSCI China All Shares Health Care 10/40 Index (the "Index") as closely as possible. Under normal circumstances, the Fund will invest at least 80% of its net assets in securities issued by China Healthcare Companies or in depositary receipts representing such components and securities of the Index. The Index is designed to measure the performance of the China Healthcare Companies, which may be mid-cap or large-cap companies. The Fund invests primarily in securities which are included in the Index. The Fund seeks to hold all the securities of the Index with the approximate weightings that they have in the Index. The Fund seeks to create a near mirror image of the Index but may, in certain circumstances purchase securities that are not included in the Index. The Fund does not intend to use financial derivative instruments. The Fund may also invest up to 10% of its net asset value in other regulated collective investment schemes, including other exchange traded funds. The Fund may engage in securities lending but does not intend to use repurchase agreements or total return swaps. The Fund's income will be reinvested, and the Fund does not intend to declare dividends. Save in exceptional circumstances, the Fund will only issue and redeem shares of the Fund ("Shares") to certain institutional investors. However, other investors may purchase or sell Shares through brokers on or one more stock exchanges. The Shares trade on these stock exchanges at market prices which may fluctuate throughout the day. Market prices may be greater or less than the daily net asset value of the Fund. Shareholders may redeem Shares on any Business Day (as defined in the fund supplement) and any other day at the Directors' discretion provided Shareholders are notified in advance. A list of dealing days for the Fund is published on <https://kraneshares.eu/>.

The Fund's base currency and the class currency of the Class is U.S. Dollars.

**Depositary:** SEI Investments – Depositary and Custodial Services (Ireland) Limited

**Intended Retail Investors:** Typical investors in the Fund are expected to be investors who are seeking exposure to the performance of China based companies whose primary business or businesses are in the healthcare and healthcare-related sectors and are prepared to accept the risks associated with an investment of this type.

**Term:** The Fund has no maturity date. The Management Company is not entitled to terminate the Fund unilaterally. The Fund may be terminated unilaterally by KraneShares ICAV under certain circumstances as set out in the prospectus for KraneShares ICAV.

Copies of the prospectus, the latest annual and half-yearly reports and application forms may be obtained in English free of charge by contacting the Management Company at 35 Shelbourne Road, Ballsbridge, Dublin 4, Dublin, DO4 A4EO, Ireland, or via <https://www.waystone.com/funds/kraneshares-icav/>

Further information on the latest share price as well as further practical information on the Fund is published on <https://kraneshares.eu/kureln/>.

## WHAT ARE THE RISKS AND WHAT COULD I GET IN RETURN?

### RISK INDICATOR

The summary risk indicator is a guide to the level of risk of this product compared to other products. It shows how likely it is that the product will lose money because of movements in the markets or because we are not able to pay you.

Lower Risk ← Higher Risk  
Typically lower rewards Typically higher rewards

1	2	3	4	5	6	7
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The risk indicator assumes you keep the product for 5 years. The actual risk can vary significantly if you cash in at an early stage and you may get back less. You may not be able to cash in early. You may not be able to sell your product easily or you may have to sell at a price that significantly impacts on how much you get back.

We have classified this product as 5 out of 7, which is a medium-high risk class. This rates the potential losses from future performance at a medium-high level, and poor market conditions will likely impact our capacity to pay you.

**Be aware of currency risk. In some circumstances, you may receive payments in a different currency, so the final return you will get may depend on the exchange rate between the**

**two currencies. This risk is not considered in the indicator shown above.**

The Fund is subject to the following Risk Factors (without limitation):

- Concentration
- Country Concentration
- Index Tracking
- Liquidity
- Emerging Market including China
- Holdings and Sector Concentration
- ETF Specific
- Equity Risk
- Index Related
- Risk related to Stock Connect Programs

This product does not include any protection from future market performance so you could lose some or all of your investment. If we are not able to pay you what is owed, you could lose your entire investment.

### PERFORMANCE SCENARIOS

What you will get from this product depends on future market performance. Market developments in the future are uncertain and cannot be accurately predicted.

The unfavourable, moderate, and favourable scenarios shown are illustrations using the worst, average, and best performance of the product over the last 10 years. Markets could develop very differently in the future.

The stress scenario shows what you might get back in extreme market circumstances.

Recommended Holding Period: 5 years		1 year	5 years (Recommended Holding period)
Investment 10,000 USD			
Scenarios			
Minimum	There is no minimum guaranteed return. You could lose some or all of your investment.		
Stress	What you might get back after costs	2,560 USD	1,660 USD
	Average return each year	-74.40%	-30.17%
Unfavourable	What you might get back after costs	5,160 USD	3,850 USD
	Average return each year	-48.44%	-17.37%
Moderate	What you might get back after costs	10,590 USD	13,430 USD
	Average return each year	5.92%	6.07%
Favourable	What you might get back after costs	17,670 USD	27,300 USD
	Average return each year	76.67%	22.24%

The figures shown include all the costs of the product itself, but may not include all the costs that you pay to your advisor or distributor. The figures do not take into account your personal tax situation, which may also affect how much you get back.

The stress scenario shows what you might get back in extreme market circumstances.

Unfavourable: This type of scenario occurred for an investment between 02-2021 and 02-2024.

Moderate: This type of scenario occurred for an investment between 12-2014 and 12-2019.

Favourable: This type of scenario occurred for an investment between 02-2016 and 02-2021.

### WHAT HAPPENS IF WAYSTONE MANAGEMENT COMPANY (IE) LIMITED IS UNABLE TO PAY OUT?

To protect you, the assets of the Fund are held with SEI Investments – Depositary and Custodial Services (Ireland) Limited (the "Depositary"). The Depositary is a separate regulated entity which performs safekeeping duties for the Fund's assets. In the event of the insolvency of the Management Company, the Fund's assets in the safekeeping of the Depositary will not be affected. Should the Fund default, the Depositary would preserve the Fund's assets so that they could be liquidated and the proceeds distributed to the investors. In the worst case, however, you could lose your entire investment. You are not covered by a national compensation scheme.

### WHAT ARE THE COSTS?

The person advising on or selling you this product may charge you other costs. If so, this person will provide you with information about these costs and how they affect your investment.

## COSTS OVER TIME

The tables show the amounts that are taken from your investment to cover different types of costs. These amounts depend on how much you invest, how long you hold the product and how well the product performs. The amounts shown here are illustrations based on an example investment amount and different possible investment periods.

We have assumed:

- In the first year you would get back the amount that you invested (0% annual return). For the other holding periods we have assumed the product performs as shown in the moderate scenario.
- USD 10,000 is invested.

Investment 10,000 USD Scenarios	If you exit after 1 year	If you exit after 5 years
<b>Total Costs</b> <b>Annual Cost Impact (*)</b>	<b>72 USD</b> 0.72%	<b>407 USD</b> 0.64% each year

(\*) This illustrates how costs reduce your return each year over the holding period. For example it shows that if you exit at the recommended holding period your average return per year is projected to be 6.71% before costs and 6.07% after costs.

We may share part of the costs with the person selling you the product to cover the services they provide to you. They will inform you of the amount.

## COMPOSITION OF COSTS

		If you exit after 1 year
<b>One-Off Costs upon entry or exit</b>		
<b>Entry Costs</b>	There are no entry costs for this product.	0 USD
<b>Exit Costs</b>	There are no exit costs for this product.	0 USD
<b>Ongoing costs taken each year</b>		
<b>Management fees and other administrative or operating costs</b>	All the ordinary operating and administrative expenses of the Share Class shall be paid out of the Total Expense Ratio ("TER") of 0.65% the value of your investment per year. This is an estimate based on actual costs over the last year.	65 USD
<b>Transaction costs</b>	0.07% of the value of your investment per year. This is an estimate of the costs incurred when we buy and sell the underlying investments for the product. The actual amount will vary depending on how much we buy and sell. The TER does not include transaction costs.	7 USD
<b>Incidental costs taken under specific conditions</b>		
<b>Performance fees</b>	There is no performance fee for this product.	0 USD

## HOW LONG SHOULD I HOLD IT AND CAN I TAKE MONEY OUT EARLY?

**Recommended holding period:** 5 years.

The Fund is designed to deliver capital appreciation over a short, medium or long-term investment horizon with a medium-high level of risk.

You can redeem your shares on a daily basis with no penalty.

## HOW CAN I COMPLAIN?

If you have any complaints about the product, the conduct of the manufacturer or the person advising on the product, complaints can be lodged via the following methods:

### **PRIIPs Manufacturer and UCITS Management Company's details**

I. Phone: +353(0)16192300

II. E-mail: [complianceeurope@waystone.com](mailto:complianceeurope@waystone.com)

III. Mail: Head of Compliance Waystone Management Company (IE) Limited is 35 Shelbourne Road, Ballsbridge, Dublin 4, Dublin, DO4 A4EO, Ireland, telephone +353 1 619 2300.

IV. Online: <https://www.waystone.com/>.

## OTHER RELEVANT INFORMATION

**Remuneration Policy:** The Management Company's up-to-date remuneration policy, including, but not limited to, a description of how remuneration and benefits are calculated and the identity of persons responsible for awarding the remuneration and benefits is available at the following website <https://www.waystone.com/waystone-policies/> and a paper copy of such remuneration policy is available to investors free of charge upon request.

Performance is shown for full calendar years since this share class was launched in 2021 and can be found at <https://kraneshares.eu/kureln/>.

Previous performance scenario calculations are published on a monthly basis and can be found at <https://kraneshares.eu/kureln/>.