

KRANESHARES ICAV

Annual Report and Audited Financial Statements

For the year ended 30 September 2022

KRANESHARES ICAV

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30 September 2022

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KRANESHARES ICAV

Directors and Other Information

For the year ended 30 September 2022

Directors

Feargal Dempsey (*Irish*) ⁽¹⁾⁽²⁾
Jonathan Krane (*American*)
Lorcan Murphy (*Irish*) ⁽¹⁾⁽²⁾
Xiaolin Chen (*British*)
Sjef Pieters (*Dutch*)
Paolo Iurcotta (*Italian*)

Manager

Waystone Management Company (IE) Limited
35 Shelbourne Road, Ballsbridge
Dublin 4
Ireland

Administrator

SEI Investments – Global Fund Services Limited
Styne House
Upper Hatch Street
Dublin 2
Ireland

ICAV Secretary

Matsack Trust Limited
70 Sir John Rogerson’s Quay
Dublin 2
Ireland

Legal Advisers and Listing Sponsor

Matheson
70 Sir John Rogerson’s Quay
Dublin 2
Ireland

Sub-Custodian

Brown Brothers Harriman & Co.
50 Post Office Square
Boston, MA 02110
USA

Sub Distributor

Silcarv Consulting Limited
2nd Floor
201 Haverstock Hill
London, NW3
United Kingdom

Registered Office

70 Sir John Rogerson’s Quay
Dublin 2
Ireland

Investment Manager

Krane Funds Advisors, LLC
280 Park Avenue, 32nd Floor
New York, New York 10017
USA

Depository

SEI Investments - Depository and Custodial Services
(Ireland) Limited
Styne House
Upper Hatch Street
Dublin 2
Ireland

Registrar

Brown Brothers Harriman Fund Administration Services
(Ireland) Limited
30 Herbert Street
Dublin 2
Ireland

Independent Auditors

KPMG Chartered Accountants
1 Harbourmaster Place
IFSC
Dublin 1
Ireland

Distributor

Krane Funds Advisors, LLC
280 Park Avenue, 32nd Floor
New York, New York 10017
USA

⁽¹⁾ Non-executive

⁽²⁾ Independent

⁽³⁾ On 5 December 2022, The Manager’s registered address have changed from “3rd Floor, 76 Lower Baggot Street, Dublin 2, Ireland” to “35 Shelbourne Road, Ballsbridge, Dublin 4, Ireland”

KRANESHARES ICAV

Directors' Report

For the year ended 30 September 2022

The Directors submit this report together with the Annual Report and the Audited Financial Statements of the Sub-Funds of KraneShares ICAV (the "ICAV"), in each case for the financial year ended 30 September 2022.

The ICAV

The ICAV was registered in Ireland, registration number C181441, pursuant to the Irish Collective Asset-management Vehicles Act 2015 and 2020 (the "ICAV Act") on 15 May 2018 and authorised by the Central Bank of Ireland (the "Central Bank") as an Undertaking for Collective Investment in Transferable Securities pursuant to the European Communities (Undertaking for Collective Investment in Transferable Securities) Regulations 2011 (S.I. No 352 of 2011), and the Central Bank (Supervision and Enforcement) Act 2013 (Section 48(1)) (Undertakings for Collective Investments in Transferable Securities) Regulations 2019 (collectively the "UCITS Regulations"). The objective of the ICAV is the collective investment in transferrable securities and/or other liquid financial assets of capital raised from the public, operating on the principle of risk spreading in accordance with the UCITS regulations.

The ICAV is organised in the form of an umbrella fund with segregated liability between sub-funds. Each sub-fund has a distinct portfolio of investments and the investment objective and policy of each sub-fund is formulated by the investment manager. At 30 September 2022, the following funds ("Sub-Funds") were in operation:

Sub-Funds	Central Bank Authorisation Date	Launch date
KraneShares CSI China Internet UCITS ETF	11 October 2018	21 November 2018
KraneShares MSCI China A 50 Connect UCITS ETF (formerly KraneShares MSCI China A Share UCITS ETF)	14 June 2019	26 June 2019
KraneShares MSCI China ESG Leaders UCITS ETF	10 October 2019	4 February 2020
KraneShares Bloomberg China Bond Inclusion UCITS ETF (formerly KraneShares Bloomberg Barclays China Bond Inclusion UCITS ETF)	26 March 2020	25 May 2020
KraneShares MSCI All China Health Care Index UCITS ETF	19 October 2020	14 January 2021
KraneShares ICBCCS SSE Star Market 50 Index UCITS ETF	28 April 2021	25 May 2021
KraneShares Electric Vehicles & Future Mobility ESG Screened UCITS ETF	16 March 2022	25 May 2022

The Sub-Funds

Investment Objective and Policies, and review of business developments

KraneShares CSI China Internet UCITS ETF

KraneShares CSI China Internet UCITS ETF ("the Sub-Fund") is listed on the Irish, London and Amsterdam Stock Exchanges. The Sub-Fund listed on the Dublin and London stock exchanges on 19 and 20 November 2018 respectively, on the Euronext Amsterdam on 17 May 2019 and on the Italian Stock Exchange on 8 January 2021.

The objective of the Sub-Fund is to provide investment results that, before fees and expenses, correspond generally to the price and yield performance of the investable universe of publicly traded China-based companies whose primary business or businesses are in the Internet and Internet-related sectors and which are listed outside of China ("China Internet Companies"). The Schedule of Investments lists the investments by country of incorporation. In order to seek to achieve the Sub-Fund's investment objective, the Investment Manager will aim to replicate the CSI Overseas China Internet Index ("Index") by holding all of the constituents of the Index in a similar proportion to their weighting in the Index. The Sub-Fund follows a strategy of replicating the Index. The performance of the Sub-Fund is reviewed in detail on page 11 in the Investment Manager's Report.

KraneShares MSCI China A 50 Connect UCITS ETF (formerly KraneShares MSCI China A Share UCITS ETF)

KraneShares MSCI China A 50 Connect UCITS ETF ("the Sub-Fund") is listed on the Main Securities Market of Euronext Dublin and the London Stock Exchange. The Sub-Fund listed on the Dublin and London stock exchanges on 26 June 2019.

The objective of the Sub-Fund is to provide investment results that, before fees and expenses, correspond generally to the price and yield performance of the investable universe of Chinese Yuan Renminbi ("RMB") denominated equity securities listed on the Shenzhen or Shanghai Stock Exchanges ("A Shares") ("China Renminbi Companies"). The Schedule of Investments lists the investments by country of incorporation. In order to seek to achieve the Sub-Fund's investment objective, the Investment Manager will aim to replicate the MSCI China A Index ("Index") by holding all of the constituents of the Index in a similar proportion to their weighting in the Index. The Sub-Fund follows a strategy of replicating the Index. The performance of the Sub-Fund is reviewed in detail on page 12 in the Investment Manager's Report.

For the year ended 30 September 2022

The Sub-Funds (continued)***Investment Objective and Policies, and review of business developments (continued)*****KraneShares MSCI China ESG Leaders UCITS ETF**

KraneShares MSCI China ESG leaders UCITS ETF ("the Sub-Fund") is listed on the Main Securities Market of Euronext Dublin and the London Stock Exchange. The Sub-Fund listed on the Dublin and London stock exchanges on 4 February 2020.

The objective of the Sub-Fund is to provide investment results that, before fees and expenses, correspond generally to the price and yield performance of the investable universe of Chinese companies listed on the Shanghai, Shenzhen or Hong Kong Stock Exchanges ("China Companies"). This Sub-Fund tracks the MSCI China ESG Leaders Index, which is comprised of securities which would have a strong focus on ESG integration. The Investment Manager will seek to have regard to relevant Sustainability Risks and their potential detrimental impact generally where possible, and where it appears to the Investment Manager to be appropriate to do so. The Schedule of Investments lists the investments by country of incorporation. In order to seek to achieve the Sub-Fund's investment objective, the Investment Manager will aim to replicate the MSCI China ESG Leaders Index ("Index") by holding all of the constituents of the Index in a similar proportion to their weighting in the Index. The Sub-Fund follows a strategy of replicating the Index. The performance of the Sub-Fund is reviewed in detail on page 13 in the Investment Manager's Report.

KraneShares Bloomberg China Bond Inclusion UCITS ETF (formerly KraneShares Bloomberg Barclays China Bond Inclusion UCITS ETF)

KraneShares Bloomberg China Bond Inclusion UCITS ETF ("the Sub-Fund") is listed on the Main Securities Market of Euronext Dublin and the London Stock Exchange. The Sub-Fund listed on the Dublin and London stock exchanges on 14 January 2021.

The objective of the Sub-Fund is to provide investment results that, before fees and expenses, correspond generally to the price and yield performance of the investable universe of publicly traded fixed income securities issued by the Chinese government and government-related Chinese banks (the "Issuers"). The Schedule of Investments lists the investments by country of incorporation. In order to seek to achieve the Sub-Fund's investment objective, the Investment Manager will use the optimisation methodology to select Index securities in order to build a representative portfolio that provides a return that is comparable to that of the Chinese onshore renminbi denominated government and government related bank fixed income market index ("Index"). Consequently, the Sub-Fund may only hold a certain sub-set of the components of the Index. The Sub-Fund follows a strategy of not replicating any Indexes. The performance of the Sub-Fund is reviewed in detail on page 14 in the Investment Manager's Report.

KraneShares MSCI All China Health Care Index UCITS ETF

KraneShares MSCI All China Health Care Index UCITS ETF ("the Sub-Fund") is listed on the Main Securities Market of Euronext Dublin and the London Stock Exchange. The Sub-Fund listed on the Dublin and London stock exchanges on 14 January 2021.

The objective of the Sub-Fund is to provide investment results that, before fees and expenses, correspond generally to the price and yield performance of the investable universe of publicly traded China-based companies, whose primary business or businesses are in the healthcare and healthcare-related sectors and whose securities are listed in Hong Kong, Shanghai, Shenzhen and outside of China ("China Healthcare Companies"). The Schedule of Investments lists the investments by country of incorporation. In order to seek to achieve the Sub-Fund's investment objective, the Investment Manager will aim to replicate the MSCI China All Shares Health Care 10/40 Index by holding all of the constituents of the Index in a similar proportion to their weighting in the Index. The Sub-Fund follows a strategy of replicating the Index. The performance of the Sub-Fund is reviewed in detail on page 15 in the Investment Manager's Report.

KraneShares ICBCCS SSE Star Market 50 Index UCITS ETF

KraneShares ICBCCS SSE Star Market 50 Index UCITS ETF ("the Sub-Fund") is listed on the Main Securities Market of Euronext Dublin and the London Stock Exchange. The Sub-Fund listed on the Dublin and London stock exchanges on 25 May 2021 and on the Italian Stock Exchange on 21 July 2021.

The objective of the Sub-Fund is to provide investment results that, before fees and expenses, correspond generally to the price and yield performance of the investable universe of publicly traded China-based companies whose primary business or businesses involve science and technology ("China Science and Technology Companies"). The Schedule of Investments lists the investments by country of incorporation. In order to seek to achieve the Sub-Fund's investment objective, the Investment Manager will aim to replicate the SSE Science and Technology Innovation Board 50 Index ("Index") by holding all of the constituents of the Index in a similar proportion to their weighting in the Index. The Sub-Fund follows a strategy of replicating the Index. The performance of the Sub-Fund is reviewed in detail on page 16 in the Investment Manager's Report.

KRANESHARES ICAV

Directors' Report (continued)

For the year ended 30 September 2022

The Sub-Funds (continued)

Investment Objective and Policies, and review of business developments (continued)

KraneShares Electric Vehicles & Future Mobility ESG Screened UCITS ETF

KraneShares Electric Vehicles & Future Mobility ESG Screened UCITS ETF ("the Sub-Fund") is listed on the Main Securities Market of Euronext Dublin and the London Stock Exchange. The Sub-Fund listed on the Dublin and London stock exchanges on 25 May 2022 and on the Italian Stock Exchange on 2 August 2022.

The objective of the Sub-Fund is to provide investment results that, before fees and expenses, correspond generally to the price and yield performance of companies that are engaged in or expected to derive significant revenues from the production of electric vehicles or their components or in other initiatives that may change the future of mobility ("Electric Vehicle Companies"). The Schedule of Investments lists the investments by country of incorporation. In order to seek to achieve the Sub-Fund's investment objective, the Investment Manager will aim to replicate the Bloomberg Electric Vehicles ESG Screened Total Return Index ("Index") by holding all of the constituents of the Index in a similar proportion to their weighting in the Index. The Sub-Fund follows a strategy of replicating the Index. The performance of the Sub-Fund is reviewed in detail on page 17 in the Investment Manager's Report.

Risk management objectives and policies

The Directors have identified certain risks arising from the ICAV's holdings. The principal risks and uncertainties which the ICAV faces relate to the use of financial instruments and are listed in Note 7 "Financial risk management".

Results

The results of operations of the ICAV for the financial year are set out in the Statement of Comprehensive Income on page 54. A review of the performance of the Sub-Funds for the financial year is included in the Investment Manager's report on pages 10 to 17.

Significant events during the reporting year

Significant events during the year under review are disclosed in Note 12 "Significant events during the reporting year" and included in this report by cross reference.

Events after the reporting financial year

Subsequent events are disclosed in Note 13 "Events after the reporting year" and included in this report by cross reference.

Directors

Feargal Dempsey, Lorcan Murphy, Xiaolin Chen and Jonathan Krane were appointed as Directors on 1 October 2018. Sjeef Pieters was appointed as a Director on 10 February 2020. Paolo Iurcotta was appointed as a Director on 29 July 2021.

Directors' and Secretary's Interests

Two directors held interest in the shares of the Sub-Funds during the financial year as disclosed in Note 9 "Related Parties". None of the remaining directors, their families or the Secretary held any interest in the shares of the Sub-Funds during the financial year. Director Jonathan Krane is a principal of the Investment Manager. Accordingly, Jonathan Krane has an interest in the Investment Management Agreement.

Transactions involving Directors and ICAV Secretary

Contracts or arrangements of any significance in relation to the business of the ICAV in which the Directors or the ICAV Secretary had any interest as defined in the ICAV Act, at any time during the year ended 30 September 2022, are disclosed in Note 9 "Related Parties" in the notes to the financial statements.

Secretary

Mastack Trust Limited held the office of Secretary throughout the financial year.

Directors' Remuneration

The Manager shall be responsible for discharging any fees and expenses of the Directors' of the ICAV out of the fee which it receives from the ICAV. The fixed fee of the independent Directors of the Board will be commercially negotiated.

KRANESHARES ICAV

Directors' Report (continued)

For the year ended 30 September 2022

Segregated Liability

The ICAV is an umbrella fund with segregated liability between the Sub-Funds and as such, as a matter of Irish law, the assets of a Sub-Fund will not be exposed to the liabilities of the ICAV's other Sub-Funds.

Segregated liability ensures that the liabilities incurred on behalf of a Sub-Fund will be discharged solely out of the assets of that Sub-Fund and there can generally be no recourse to the other Sub-Funds to satisfy those liabilities.

Each Sub-Fund will be responsible for paying its fees and expenses regardless of the level of profitability. Notwithstanding the foregoing there can be no guarantee or assurance that, should an action be brought against the ICAV in a court of another jurisdiction, that the segregated nature of the Sub-Funds would necessarily be upheld.

Connected Persons

In accordance with the requirements of the Central Bank (Supervision and Enforcement) Act 2013 (Section 48(1)) (Undertakings for Collective Investment in Transferable Securities) Regulations 2019, (the "Central Bank UCITS Regulations"), all transactions carried out with the ICAV by the Manager, Investment Manager, Depositary, delegates or sub-delegates of these parties (the "connected persons") must be conducted at arm's length and be in the best interests of shareholders of the ICAV. The Directors are satisfied that there are arrangements in place to ensure that the obligations set out in the Central Bank UCITS Regulations are applied to all transactions with connected persons and transactions with connected persons entered into during the financial year complied with the obligations set out in the Central Bank UCITS Regulations.

Shareholders should note that not all connected persons as defined by the Central Bank UCITS Regulations are deemed related parties as defined by IAS 24 'Related Party Disclosures'. Related parties include the board of Directors, the Manager, and the Investment Manager.

Transactions with related parties during the year ended 30 September 2022 are disclosed in Note 9 "Related Parties" in the notes to the financial statements.

Dividends

All the Sub-Funds have accumulating share classes, and with the exception of KraneShares Bloomberg China Bond Inclusion UCITS ETF, which has distributing share classes, intend to accumulate all net investment income and net realised capital gains. The KraneShares CSI China Internet UCITS ETF, KraneShares MSCI China A 50 Connect UCITS ETF and KraneShares MSCI China ESG Leaders UCITS ETF, KraneShares MSCI All China Health Care Index UCITS ETF, KraneShares ICBCCS SSE Star Market 50 Index UCITS ETF and KraneShares Electric Vehicles & Future Mobility ESG Screened UCITS ETF do not intend to make distributions in respect of the accumulating share classes.

KraneShares Bloomberg China Bond Inclusion UCITS ETF have made distributions in respect of the distributing share class, which are made at the discretion of the directors, with the first distribution declared in December 2021, and a second distribution declared in June 2022. Total distributions of USD 525,919 on the distributing class were made by the Sub-Fund for the year ended 30 September 2022 (2021: USD 118,570). The dividend ex-dates were 16 December 2021 and 23 June 2022, and the pay dates were 30 December 2021 and 7 July 2022 respectively.

Soft Commissions

There were no soft commission arrangements during the year (2021: Nil).

Security Lending

The ICAV entered into a securities lending agency agreement with the Sub-Custodian on 28 July 2020. A tri-party agreement was entered into between the ICAV, Sub-Custodian and BNY Mellon in February 2021. Securities lending commenced on KraneShares CSI China Internet UCITS ETF in August 2020. Securities lending commenced on KraneShares MSCI China ESG Leaders UCITS ETF in April 2021. As at 30 September 2022 the KraneShares CSI China Internet UCITS ETF was engaged in 17 (2021: 30) securities lending arrangements with a combined value of \$11,065,427 (2021: \$41,811,766). As at 30 September 2022 the KraneShares MSCI China ESG Leaders UCITS ETF did not have any (2021: 2) securities lending arrangements with a combined value of \$Nil (2021: \$55,289). Further details on security lending are detailed in Note 2 (d)(xi) and Note 11 "Security Lending".

For the year ended 30 September 2022

Impact of COVID-19

The impacts of the COVID-19 coronavirus outbreak have caused a significant deterioration in economic conditions for some businesses and an increase in economic uncertainty for others. The Directors of the ICAV are required to assess whether these events or conditions, either individually or collectively ('current events or conditions'), cast significant doubt on the ability of the Sub-Funds of the ICAV to continue as a going concern or, in severe cases, whether the going concern assumption is still appropriate as a basis for the preparation of the Sub-Funds financial statements.

The Directors of the ICAV have reviewed the impact of COVID-19 and do not believe it to cast a significant doubt on any Sub-Funds ability to continue as a going concern. COVID-19 has had no significant impact of note on the ICAV.

Impact of War between Ukraine and Russia

On 24 February 2022, Russian forces advanced into Ukraine launching a large-scale military invasion. The conflict continues to escalate with devastating implications for the region both politically and economically in addition to the human tragedies. In an attempt to deter the Russian advances, the EU, the United States and other NATO countries have imposed severe sanctions on the Russian economy. The effect of these sanctions has led to sharp increases in the price of commodities, a depreciation in Russian Ruble, the assets of Russia's central bank have been frozen, travel restrictions imposed and certain powerful individuals have been targeted for their association to the Kremlin. To date the conflict has not had a significant impact on the performance of the Sub-Funds. The direct and indirect impacts of this situation are being closely monitored as it pertains to this ICAV. The Sub-Funds do not have direct exposure to securities of companies domiciled in Russia.

Going Concern

It is critical for the Directors of the ICAV to assess what impacts the current events and conditions have on the Sub-Funds operations with the key issue being whether the Sub-Funds have sufficient liquidity to continue to meet their obligations as they fall due. In this case, the Directors are of the view that the Sub-Funds have sufficient liquidity to cover its obligations for at least 12 months and they believe that the Sub-Funds will continue in operational existence for the foreseeable future. The Investment Manager has agreed to bear the cost of fees and operational expenses which are over and above the total expense ratio or "TER" of each Sub-Fund. Please refer to Note 5 "Fees and Expenses" for further details.

As at 30 September 2022, the Directors believe that the ICAV and all of its Sub-Funds will continue in operational existence for the foreseeable future. For this reason, the going concern basis has been adopted in preparing the financial statements.

Employees

The ICAV had no employees throughout the year ended 30 September 2022 (2021: no employees).

Key Performance Indicators

The Directors consider that the change in net asset value ("NAV") per share is a key indicator of the performance of the ICAV. Key performance indicators monitored by the Directors for each Sub-Fund include the month to month movement in the NAV per share, the tracking of each Sub-Fund's performance to the performance of the relevant Index and the share capital movements.

Future Developments

No further developments are expected as at the date of issue of the financial statements of the ICAV.

Updates to Legal Documents

An updated Prospectus was issued for the ICAV on 16 September 2022. Updated Supplements were issued for the Sub-Funds on 16 September 2022. The updates included:

- passage of time updates for all Supplements and Prospectus.
- changes to facilitate the use of currency hedging at the portfolio level and the future launch of Sub-Funds classified under Article 9 of the SFDR;
- clarify the fee that the investment manager receives in respect of its securities lending services to the Sub-Funds;
- KraneShares MSCI All China Health Care Index UCITS ETF Supplement - provision for the Sub-Fund to take advantage of the wider diversification limits available to index replicating UCITS in light of the potential for the Sub-Fund to breach the standard UCITS limits between quarterly rebalances of the index due to market movements.

For the year ended 30 September 2022

Accounting Records

The Directors have ensured that adequate accounting record requirements under Sections 109 to 113 of the ICAV Act have been complied with by outsourcing this function to a specialist provider of such services. The accounting records are held by SEI Investments – Global Fund Services Limited in their office which is located at Styne House, Upper Hatch Street, Dublin 2, Ireland.

Directors' Responsibilities Statement

The Directors are responsible for preparing the Directors' Report and financial statements, in accordance with applicable law and regulations.

The ICAV Act requires the Directors to prepare financial statements for each financial year. Under that law they have elected to prepare the financial statements in accordance with International Financial Reporting Standards ("IFRS") as adopted by the European Union.

The financial statements are required to give a true and fair view of the assets, liabilities and financial position of each of the Sub-Funds at the end of the financial year and of the increase or decrease in net assets attributable to holders of redeemable participating shares in the Sub-Funds for the financial year. In preparing these financial statements, the directors are required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements;
- assess each Sub-Fund's ability to continue as a going concern, disclosing, as applicable, matters related to going concern; and,
- use the going concern basis of accounting unless they either intend to liquidate the Sub-Funds or to cease operations, or have no realistic alternative but to do so

The Directors are responsible for keeping adequate accounting records which disclose with reasonable accuracy at any time the assets, liabilities, financial position and increase or decrease in net assets attributable to holders of redeemable participating shares in the Sub-Funds and enable them to ensure that the financial statements comply with the ICAV Act and the UCITS Regulations. They have general responsibility for taking such steps as are reasonably open to them to safeguard the assets of the Sub-Funds. In this regard they have entrusted the assets of the Sub-Funds to a depository for safe-keeping. They are responsible for such internal controls as they determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error, and to prevent and detect fraud and other irregularities. The directors are also responsible for preparing a Directors' Report that complies with the requirements of the ICAV Act.

The financial statements are published on the Manager's website: <https://waystone.com/funds/kraneshares-icav/>. The Directors, together with the Investment Manager and Manager, are responsible for the maintenance and integrity of the corporate and financial information included on the Manager's website. Legislation in the Republic of Ireland governing the presentation and dissemination of the financial statements may differ from legislation in other jurisdictions.

Corporate Governance

The ICAV is subject to compliance with the requirements of the ICAV Act and the Central Bank UCITS Regulations. During the year under review, the ICAV was subject to corporate governance imposed by:

- i. The ICAV Act which can be obtained at <http://www.irishstatutebook.ie>;
- ii. The Instrument of Incorporation of the ICAV which is available for inspection at the registered office of the ICAV at 70 Sir John Rogerson's Quay, Dublin 2, Ireland; and
- iii. The Central Bank UCITS Regulations which can be obtained from the Central Bank's website at: <http://www.centralbank.ie/regulation/industry-sectors/funds/ucits/Pages/default.aspx> and is available for inspection at the registered office of the ICAV.
- v. The Euronext Dublin through the Euronext Dublin Code of Listing Requirements and Procedures which can be obtained from the Euronext Dublin's website at <http://www.ise.ie/>. The Euronext Amsterdam through the Euronext Amsterdam Code of Listing Requirements and Procedures which can be obtained from the Euronext Amsterdam's website at <http://www.euronext.com/>. The London Stock Exchange through the London Stock Exchange Rule book which can be obtained from the London Stock Exchange's website at <http://www.londonstockexchange.com/>.
- vi. The Irish Funds, formally Irish Funds Industry Association, Corporate Governance Code for Collective Investment Schemes and Management Companies (December 2011) which can be found at <http://www.irishfunds.ie/regulatory-technical/corporate-governance>.

For the year ended 30 September 2022

Corporate Governance (continued)

(a) Compliance with the Irish Corporate Governance Code

The Directors have adopted the voluntary Irish Funds (formerly Irish Funds Industry Association) ("IFIA") Corporate Governance Code for Irish domiciled Collective Investment Schemes and Management Companies, issued 14 December 2011 (the "Code"). The Directors have reviewed and assessed the measure included in the Code and consider its corporate governance practices and procedures since the adoption of the Code as consistent therewith.

The Code provides a framework for the organisation and operation of funds to ensure that funds operate efficiently and in the interests of shareholders.

The Board considers that the ICAV has complied with the main provisions contained in the Code throughout this accounting year and that it complies with the various other corporate governance requirements prescribed by the legislation noted above.

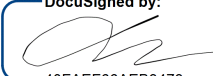
Relevant Audit Information

The Directors believe that they have taken all steps necessary to make themselves aware of any relevant audit information and have established that the Company's statutory auditors are aware of that information. In so far as they are aware, there is no relevant audit information of which the Company's statutory auditors are unaware.

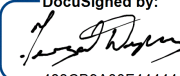
Independent Auditors

The auditor, KPMG, Chartered Accountants, were appointed statutory auditor on 6 November 2019 and have been re-appointed annually since that date, and pursuant to section 125 will continue in office.

On behalf of the Board of Directors:

DocuSigned by:

40FAEF66AEB3473...

Director
Date: 19 December 2022

DocuSigned by:

483CB9A00F4444...

Director

For the year ended 30 September 2022

Dear shareholders,

2022 may have heralded a new era for global markets. After over a decade of low interest rates across most of the developed world, central banks have engaged in aggressive monetary tightening, unraveling stimulus and quantitative easing measures that may have peaked during the 2020 global pandemic and attempting to counteract the highest rates of inflation seen in the past forty years. Emerging markets (EM) equities bore the brunt of initial selling due to a strong US dollar, which weakened the fiscal position of many fragile EM economies, but developed market equities eventually caught up with the global risk-off environment. On the other hand, we were encouraged by the conclusion of China's latest regulatory cycle and by the government's efforts to lessen the economic impact of virus containment measures. Despite declines across a significant portion of our strategies during the reporting period, we remain optimistic about the themes and asset classes captured by our sub-funds and wish to remind our investors to maintain a long-term view.

Thank you for investing with us!

Sincerely,

Jonathan Krane, KraneShares CEO

China capital market overview for the reporting period:

- China's equity market, as measured by the MSCI China Index, was down for the period, returning -35.30%, while the global equity market, as measured by the MSCI All Country World Index (ACWI), returned -20.27%.
- Higher US interest rates weighed on China's Fixed Income market during the period. The 10-Year China Government Bond currently offers a yield of 2.73%, 110 basis points lower than the 10-Year US Treasury, which currently yields 3.83%. China's currency, the Renminbi, depreciated by -10.41% versus the US dollar for the reporting period.
- The MSCI China A index tracks the performance of large and mid-cap companies listed on the Shanghai and Shenzhen stock exchanges. The index was down -26.71% for the reporting period compared to -35.30% for the broad China equity market, as measured by the MSCI China Index. The index's outperformance reflects foreign and local investors' differing perceptions of China's economy, as the MSCI China Index is heavily skewed to shares listed in Hong Kong and the US, which are predominantly owned by foreign investors.
- The MSCI China ESG Leaders 10/40 Index is designed to provide exposure to large and mid-cap companies in China with high Environmental, Social, and Governance (ESG) ratings relative to their sector peers, according to MSCI. The index was down -38.10% for the reporting period compared to -35.30% for the broad China equity market, as measured by the MSCI China index.
- The CSI Overseas China Internet Index tracks the performance of Chinese internet companies listed in the United States and Hong Kong. The index was down -43.39% during the period compared to -35.30% for the broad China equity market, as measured by the MSCI China Index. The Index's underperformance reflects the continued devaluation of internet companies globally as interest rates rose, making growth equities look less attractive, as well as macroeconomic headwinds for the sector during the period, including China's zero COVID policy and regulations in the real estate sector, both of which dampened consumer spending in China.
- Despite a difficult macroeconomic environment globally, we continue to see investors maturing in their understanding of China's capital markets and strong interest in China-focused investment solutions, especially as the US nears a recession and China's economy recovers.
- The ICAV added one new sub-fund during the reporting period: the KraneShares Electric Vehicles & Future Mobility ESG Screened UCITS ETF, which is designed to track the performance of companies engaged in the production of electric vehicles and/or their components or engaged in other initiatives that may change the future of mobility.
- On November 8, 2021 the KraneShares MSCI China A Share UCITS ETF (Ticker: KBA) was changed to the KraneShares MSCI China A 50 Connect UCITS ETF (Ticker: KA50) after changing its index from the MSCI China A Index to the MSCI China A 50 Connect Index.

KRANESHARES ICAV

Investment Manager's Report (continued)

For the year ended 30 September 2022

KraneShares CSI China Internet UCITS ETF (a sub-fund of KraneShares ICAV)

The KraneShares CSI China Internet UCITS ETF (the "Fund") seeks to provide investment results that, before fees and expenses, correspond generally to the price and yield performance of the CSI Overseas China Internet Index (the "Underlying Index").

The Underlying Index is designed 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 Internet Companies"), as defined by the index sponsor, China Securities Index Co., Ltd. ("CSI").

From the Fund's last reporting period to 30 September 2022 (the "reporting period"), the NAV of the Fund decreased -43.56% while the Underlying Index decreased -43.39%, a performance difference of -0.17%. The performance difference was calculated as the deviation between the NAV return of the Fund and the total return of the underlying index. There were no tracking errors outside of the tolerance threshold during the year.

Please see details for the Fund and the Underlying Index returns for the reporting period and since the Fund inception below:

Fund & Underlying Index	Ticker	1 October 2020 – 30 September 2021	Since Inception* (as of Q3 2022)
KraneShares CSI China Internet UCITS ETF	KWEB	-43.56%	-33.72%
CSI Overseas China Internet Index	H1137	-43.39%	-31.86%
MSCI China	MXCN	-35.30%	-15.32%

*KBA launched on 20 November 2018 at LSE

China Internet Market Review

By the beginning of the reporting period, macroeconomic headwinds for China's internet equities began to materialize, including a regulatory reshuffle in the real estate industry and a strict lockdown regime with the goal of stamping out COVID. The latter culminated in the month-long lockdown of the city of Shanghai in April and continued to abate throughout the remainder of the period, though some virus containment measures remain in place. This led to downdrafts in internet equities during the period.

We were encouraged by the conclusion of China's latest regulatory cycle last year, with hopes of seeing China's internet sector return to growth. In March, Vice Premier Liu He declared that the cycle was over. However, the macroeconomic headwinds mentioned above made a recovery in the share prices of China's leading internet platforms difficult and led to further deep drawdowns. Furthermore, rising US rates led investors to reevaluate their exposure to growth stocks globally. However, many internet companies' fundamentals are more attractive than ever, and we expect these companies to continue to grow revenues over the long term.

The potential implications of the Holding Foreign Companies Accountable Act (HFCAA), which stipulates that all US-listed companies' auditors must be subject to full, on-site inspections by the Public Company Accounting Oversight (PCAOB), also applied pressure on the share prices of China's internet stocks, many of which are listed on the New York Stock Exchange (NYSE). However, we are encouraged by positive steps taken by regulators in the US and China to resolve accounting access issues to avoid delisting. On August 26th, the Securities Exchange Commission (SEC), PCAOB, and China Securities Regulatory Commission (CSRC), in conjunction with the Ministry of Finance, signed a "Statement of Protocol," allowing the PCAOB to conduct full audit reviews of US-listed Chinese companies. Shortly thereafter, PCAOB inspectors arrived in Hong Kong to inspect the audit papers at the Hong Kong offices of the auditors of many of China's internet platforms, which include the "Big Four" US accounting firms.

Although we believe that a resolution to the HFCAA is close at hand, we have begun to convert some of the US-listed KWEB holdings to their Hong Kong listings, where available, in the event that a resolution is not reached quickly. As of 30 September 2022, 68% of KWEB was composed of Hong Kong-listed stocks.

Krane Funds Advisors, LLC
19 December 2022

KRANESHARES ICAV

Investment Manager's Report (continued)

For the year ended 30 September 2022

KraneShares MSCI China A 50 Connect UCITS ETF (a sub-fund of KraneShares ICAV)

The KraneShares MSCI China A 50 Connect UCITS ETF (the "Fund") seeks to provide investment results that, before fees and expenses, correspond generally to the price and yield performance of the MSCI China A 50 Connect Index (the "Underlying Index").

The Underlying Index includes 50 of the largest and most liquid large-cap Shanghai and Shenzhen listed stocks (A-Shares) available through Stock Connect. The index offers the first officially recognized Futures contracts for Stock Connect-eligible A-shares, representing a powerful risk-management tool for international investors.

From the Fund's last reporting period to 30 September 2022 (the "reporting period"), the NAV of the Fund decreased by -27.47% while the Underlying Index decreased by -27.05%, a performance difference of -0.42%. The performance difference was calculated as the deviation between the NAV return of the Fund and the total return of the underlying index. The performance difference can be mostly attributed to the Fund's expense ratio of 0.40%. There were no tracking errors outside of the tolerance threshold during the year.

Please see details for the Fund and the Underlying Index returns for the reporting period and since the Fund inception below:

wFund & Underlying Index	Ticker	1 October 2021 – 30 September 2022	Since Inception* (as of Q3 2022)
KraneShares MSCI China A 50 Connect UCITS ETF	KBA	-27.47%	9.20%
Hybrid for KraneShares MSCI China A 50 Connect UCITS ETF	N/A	-27.05%	13.54%
MSCI China	MXCN	-35.30%	-22.74%

*KBA launched on 26 June 2019 at LSE

A Share Market Review

By the beginning of the reporting period, macroeconomic headwinds for China's Mainland listed equities began to materialize, including a regulatory reshuffle in the real estate industry and a strict lockdown regime with the goal of stamping out COVID. The latter culminated in the month-long lockdown of the city of Shanghai in April and continued to abate throughout the remainder of the period, though some virus containment measures remain in place. This led to downdrafts in Mainland-listed equities during the period.

Externally, following a rapid rebound in 2021, demand for China's exports began to falter as the developed world began to see economic growth slow and inflation constrain consumer spending. Also leading to the decline in exports was a shift to spending on services from goods in developed economies.

Liquidity increased in China during the reporting period, to the benefit of Mainland-listed equities as the People's Bank of China (PBOC), China's central bank, eased fiscal conditions through various means including multiple cuts to reserve requirement ratios and the loan prime rate. However, fiscal and monetary support measures were not sufficient to stem the significant downdraft in Mainland-listed equities due to deteriorating conditions in the real economy.

In 2021, the China Securities Regulatory Commission (CSRC) allowed the listing of A-Shares futures on the Hong Kong exchange, allowing investors to hedge and manage the risk of their A-Share exposure. Access to derivatives, which enables investors to hedge risk, is an important step in the development of China's Mainland stock market.

Krane Funds Advisors, LLC

19 December 2022

KRANESHARES ICAV

Investment Manager's Report (continued)

For the year ended 30 September 2022

KraneShares MSCI China ESG Leaders UCITS ETF (a sub-fund of KraneShares ICAV)

The KraneShares MSCI China ESG Leaders UCITS ETF (the "Fund") seeks to provide investment results that, before fees and expenses, correspond generally to the price and yield performance of the MSCI China ESG Leaders 10/40 Index (the "Underlying Index").

The Underlying Index captures large and mid-cap companies listed in China with a limit on individual constituent weights to 10% and sector weights to 40% of its composition to ensure satisfaction of the UCITS diversification rule. The Underlying Index is designed to provide exposure to companies with high Environmental, Social, and Governance (ESG) ratings relative to their sector peers, according to MSCI.

From the Fund's last reporting period to 30 September 2022 (the "reporting period"), the NAV of the Fund decreased -38.66%, while the Underlying Index decreased -38.10%, a performance difference of -0.56%. The performance difference was calculated as the deviation between the NAV return of the Fund and the total return of the underlying index. The performance difference can be mostly attributed to the Fund's expense ratio of 0.40%. There were no tracking errors outside of the tolerance threshold during the year.

Please see details for the Fund and the Underlying Index returns for the reporting period and since the Fund inception below:

Fund & Underlying Index	Ticker	1 October 2021 – 30 September 2022	Since Inception* (as of Q3 2022)
KraneShares MSCI China ESG Leaders UCITS ETF	KESG	-38.66%	-14.24%
MSCI China ESG Leaders 10/40 Index	MXCNEL40	-38.10%	-11.77%
MSCI China	MXCN	-35.30%	-26.51%

*KESG launched on 2 February 2020

China ESG Market Review

By the beginning of the reporting period, macroeconomic headwinds for China's growth equities began to materialize, including a regulatory reshuffle in the real estate industry and a strict lockdown regime with the goal of stamping out COVID. The latter culminated in the month-long lockdown of the city of Shanghai in April and continued to abate throughout the remainder of the period, though some virus containment measures remain in place. This led to downdrafts in growth equities during the period.

Following their significant outperformance last reporting period, China's ESG leaders saw significant drawdowns this period. Being skewed towards technology, internet, and growth stocks generally, this category was susceptible to rising US rates and the global risk-off environment.

The conclusion of the latest regulatory cycle bodes well for China's ESG leaders thanks to the increase in clarity on authorities' views on corporate governance and social impact. Despite the underperformance of ESG leaders this period, we believe that firms that rise above the pack in terms of environmental, social, and governance factors present a long-term value proposition and could be better insulated from regulatory risks, especially as China's government continues to pursue development that aligns with President Xi's "common prosperity" mantra.

The potential implications of the Holding Foreign Companies Accountable Act (HFCAA), which stipulates that all US-listed companies' auditors must be subject to full, on-site inspections by the Public Company Accounting Oversight (PCAOB), also applied pressure on the share prices of some of China's ESG leaders, many of which are listed on the New York Stock Exchange (NYSE). However, we are encouraged by positive steps taken by regulators in the US and China to resolve accounting access issues to avoid delisting. On August 26th, the Securities Exchange Commission (SEC), PCAOB, and China Securities Regulatory Commission (CSRC), in conjunction with the Ministry of Finance, signed a "Statement of Protocol," allowing the PCAOB to conduct full audit reviews of US-listed Chinese companies. Shortly thereafter, PCAOB inspectors arrived in Hong Kong to inspect the audit papers at the Hong Kong offices of the auditors of many of China's internet platforms, which include the "Big Four" US accounting firms.

Although we believe that a resolution to the HFCAA is close at hand, we have begun to convert many US-listed KESG holdings to their Hong Kong listings, where available, to protect the interests of our investors. As of 30 September 2022, 83% of KESG was composed of Hong Kong-listed stocks and 10% of the Fund was composed of Mainland listings.

KRANESHARES ICAV

Investment Manager's Report (continued)

For the year ended 30 September 2022

KraneShares Bloomberg China Bond Inclusion UCITS ETF (a sub-fund of KraneShares ICAV)

The KraneShares Bloomberg Barclays China Bond Inclusion UCITS ETF (the "Fund") seeks to provide investment results that, before fees and expenses, correspond generally to the price and yield performance of the Bloomberg Barclays China Treasury and Policy Bank 9% Capped Index (the "Underlying Index").

The Underlying Index is designed to track the performance of China's onshore Renminbi-denominated fixed rate Treasury and Policy Banks securities that are listed on the China Interbank market, while capping the exposure of individual Policy Banks to 9%.

From the Fund's last reporting period to 30 September 2022 (the "reporting period"), the NAV of the Fund decreased -5.11%, while the Underlying Index decreased -4.60%, a performance difference of -0.51%. The performance difference was calculated as the deviation between the NAV return of the Fund and the total return of the underlying index. The performance difference can be mostly attributed to the Fund's expense ratio of 0.35% and the sampling of the index performed by the Fund. There were no tracking errors outside of the tolerance threshold during the year.

Please see details for the Fund and the Underlying Index returns for the reporting period and since the Fund inception below:

Fund & Underlying Index	Ticker	1 October 2021 – 30 September 2022	Since Inception* (as of Q3 2022)
KraneShares Bloomberg China Bond Inclusion UCITS ETF	KBND	-5.11%	5.66%
Bloomberg China Treasury and Policy Bank 9% Capped Index	I34735US	-4.60%	8.12%

*KBND was launched on 26 May 2020 at LSE

China Government Bond Market Review

The sharp rise in US Treasury yields had a negative impact on the Fund's performance this period as China's government bonds were re-rated by global investors. At the end of the reporting period, the 10-Year China Government Bond currently offered a yield of 2.73%, 110 basis points lower than the 10-Year US Treasury, which currently yields 3.83%. China's currency, the Renminbi, depreciated by -10.41% versus the US dollar for the reporting period. However, the currency appreciated 6.58% against the Euro during the reporting period.

Furthermore, Moody's continues to rate China as an A1 sovereign issuer thanks to the country's steadily maintained foreign reserves, which currently total around \$3 trillion, and reasonable government debt-to-GDP ratio.

Despite the meteoric rise in US rates and the US dollar this period, we believe China's government bonds remain an attractive source of diversification for global investors, continuing to offer low correlations versus global fixed-income markets. Any pressure on the US dollar stemming from a global recession and/or a reversal in the Federal Reserve's rate hike regime may benefit China's government bonds.

Krane Funds Advisors, LLC

19 December 2022

KRANESHARES ICAV

Investment Manager's Report (continued)

For the year ended 30 September 2022

KraneShares MSCI All China Health Care Index UCITS ETF (a sub-fund of KraneShares ICAV)

The KraneShares MSCI All China Health Care Index UCITS ETF (the "Fund") seeks to provide investment results that, before fees and expenses, correspond generally to the price and yield performance of the MSCI All China Health Care Index (the "Underlying Index").

The Underlying Index is a free float-adjusted market capitalization-weighted index designed to track the equity market performance of Chinese companies engaged in the health care sector. The securities in the Index include all types of publicly issued shares of Chinese issuers, which are listed in Mainland China, Hong Kong, and the United States. Issuers eligible for inclusion must be classified under the Global Industry Classification Standard (GICS) as engaged in the healthcare sector. The issuers included in the Underlying Index may include small-cap, mid-cap and large-cap companies.

From the Fund's last reporting period to 30 September 2022 (the "reporting period"), the NAV of the Fund decreased -45.77% while the Underlying Index decreased -45.14%, a performance difference of -0.63%. The performance difference was calculated as the deviation between the NAV return of the Fund and the total return of the underlying index. The performance difference can be mostly attributed to the Fund's expense ratio of 0.65%. There were no tracking errors outside of the tolerance threshold during the year.

Please see details for the Fund and the Underlying Index returns for the reporting period and since the Fund inception below:

Fund & Underlying Index	Ticker	1 October 2021 – 30 September 2022	Since Inception* (as of Q3 2022)
KraneShares MSCI All China Health Care Index UCITS ETF	KURE	-45.77%	-49.52%
MSCI China All Shares Health Care 10/40 Index	MICXCAH	-45.14%	-48.19%
MSCI China	MXCN	-35.30%	-46.01%

*KURE launched on 14 January 2021 at LSE

China Health Care Market Review

China's leading biotechnology and other health care companies have continued to grow revenues rapidly over the past two years and are expected to see strong growth in the years to come. However, during the period, concerns over domestic regulation, increased domestic competition, US Food and Drug Administration (FDA) rejections of China-made medications, and delisting risks have led to a significant downdraft in the shares of China-based health care companies.

In June, the National Healthcare Security Administration (NHSA) announced the addition of injectables and some medical devices to the central procurement program, which was created in 2018 as a mechanism to control drug prices. Although the addition was expected, investors saw it as a sign of expanding regulation.

Investors likewise did not take kindly to the updating of oncology guidelines by China's Central Drug Evaluation (CDE). This led to analysts lowering price targets for Chinese biotech stocks. However, as the industry matures, regulatory changes are likely to be less frequent. Furthermore, as Vice Premier Liu He's speech in March indicated, the government has learned to balance investor interests with the need to improve regulatory regimes.

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KRANESHARES ICAV

Investment Manager's Report (continued)

For the year ended 30 September 2022

KraneShares ICBCCS SSE Star Market 50 Index UCITS ETF (a sub-fund of KraneShares ICAV)

The KraneShares SSE STAR Market 50 Index UCITS ETF (the "Fund") seeks to provide investment results that, before fees and expenses, correspond generally to the price and yield performance of the SSE Science and Technology Innovation Board 50 Index (the "Underlying Index").

The Underlying Index is comprised of the 50 largest companies listed on the SSE Science and Technology Innovation Board (STAR Market) as determined by market capitalization and liquidity.

From the Fund's last reporting period to 30 September 2022 (the "reporting period"), the NAV of the Fund decreased by -38.29% while the Underlying Index decreased -37.22%, a performance difference of -1.07%. The performance difference was calculated as the deviation between the NAV return of the Fund and the total return of the underlying index. An index constituent is on a US restricted list and was not held during the period, which contributed to the performance difference. There were no tracking errors outside of the tolerance threshold during the year.

Please see details for the Fund and the Underlying Index returns for the reporting period and since the Fund inception below:

Fund & Underlying Index	Ticker	1 October 2021 – 30 September 2022	Since Inception* (as of Q3 2022)
KraneShares SSE STAR Market 50 Index UCITS ETF	KSTR	-38.29%	-38.76%
SSE Science and Technology Innovation Board 50 Index	STAR50	-37.22%	-37.72%
MSCI China	MXCN	-35.30%	-43.15%

*KSTR launched on 26 May 2021 at LSE

STAR Market Review

The STAR Board of the Shanghai Stock Exchange was launched in 2019 to provide a listing venue for pre-profit technology companies within China's borders. To list on the special board, companies must meet at least one of five listing requirements: profitability, an R&D threshold, a revenue threshold, an operating cash flow threshold, or a minimum level of strategic importance to the Chinese government. The STAR Market has been dubbed "the Nasdaq of China." The market started out with a market capitalization of approximately \$100 billion, which is on par with where the Nasdaq started in 1971. We believe investing in the STAR Market today could be akin to having invested in the Nasdaq in 1971.

By the beginning of the reporting period, macroeconomic headwinds for China's growth equities began to materialize, including a regulatory reshuffle in the real estate industry and a strict lockdown regime with the goal of stamping out COVID. The latter culminated in the month-long lockdown of the city of Shanghai in April and continued to abate throughout the remainder of the period, though some virus containment measures remain in place. This led to downdrafts in growth and technology stocks for the period.

Furthermore, rising US rates led investors to reevaluate their exposure to growth stocks globally. Equities listed on the STAR market were particularly afflicted by the global shift to value stocks from growth, as many of the companies listed on the STAR Market are pre-profit.

Despite recent setbacks to share price performance, we believe there remains significant growth potential in the nascent STAR Market, especially as China moves up the value chain in high-tech industries such as semiconductor manufacturing. China remains a net importer of semiconductors, and China's government sees this as a national security liability. Therefore, these firms are seeing increasing support, especially as the technology contest between the US and China heats up.

Krane Funds Advisors, LLC

19 December 2022

KRANESHARES ICAV

Investment Manager's Report (continued)

For the year ended 30 September 2022

KraneShares Electric Vehicles & Future Mobility ESG Screened UCITS ETF (a sub-fund of KraneShares ICAV)

The KraneShares Electric Vehicles & Future Mobility ESG Screened UCITS ETF (the "Fund") seeks to provide investment results that, before fees and expenses, correspond generally to the price and yield performance of the Bloomberg Electric Vehicles & Future Mobility ESG Screened Index (the "Underlying Index").

The Underlying Index seeks to measure the performance of companies that are engaged in the production of electric vehicles, their components, or other initiatives that may change the future of mobility. This includes electric vehicles, autonomous driving, lithium and/or copper production, lithium-ion/lead acid battery production, hydrogen fuel cell manufacturing, and/or electric infrastructure businesses. Companies involved in ESG controversies and controversial business activities are excluded from the index.

From the Fund's launch to 30 September 2022 (the "reporting period"), the NAV of the Fund decreased by -11.00% while the Underlying Index decreased -10.45%, a performance difference of -0.55%. The performance difference was calculated as the deviation between the NAV return of the Fund and the total return of the underlying index. The performance difference can be mostly attributed to the Fund's expense ratio of 0.72%. There were no tracking errors outside of the tolerance threshold during the year.

Please see details for the Fund and the Underlying Index returns for the reporting period and since the Fund inception below:

Fund & Underlying Index	Ticker	Since Inception* (as of Q3 2022)
KraneShares Electric Vehicles & Future Mobility ESG Screened UCITS ETF	KARS	-11.00%
Bloomberg Electric Vehicles & Future Mobility ESG Screened Index	BBEVST	-8.85%
MSCI All Country World Index (ACWI)	MXWD	-12.69%

*KARS launched on 25 May 2022 at LSE

Electric Vehicle Market Review

The Fund's negative performance for the period was driven by its growth factor orientation. US rates rose sharply during the reporting period, making growth stocks appear less attractive. Nonetheless, demand for electric vehicles remained stable throughout the period, and government policies across the globe continue to be favorable toward electric vehicles.

Demand for electric vehicles (EVs) is projected to continue to grow, despite slowing growth and rising rates, driven by government policies, innovation, a low base effect compared to internal combustion engine (ICE) vehicles, and strong momentum in consumer adoption. Higher oil prices are driving electric vehicles closer to cost parity with ICE vehicles, accelerating adoption globally. Although metals prices have risen too, we believe that new supply coming to market will return battery prices to their previous downward trend.

The recent passage of the Inflation Reduction Act (IRA) in the United States, which includes \$369 billion in renewable energy investment and tax credits for EVs, reinforces our belief that countries will have to do more to meet their climate goals.

Krane Funds Advisors, LLC

19 December 2022

KRANESHARES ICAV

Depository's Report

For the year ended 30 September 2022

We, SEI Investments – Depository and Custodial Services (Ireland) Limited, appointed Depository to KraneShares ICAV (“the ICAV”) provide this report solely in favour of the investors of the ICAV as a body for the year ended 30 September 2022 (“the Accounting Period”). This report is provided in accordance with the UCITS Regulations – European Communities (Undertakings for Collective Investment in Transferable Securities) Regulations 2011 (SI No 352 of 2011) as amended, (“the UCITS Regulations”). We do not, in the provision of this report, accept nor assume responsibility for any other purpose or person to whom this report is shown.

In accordance with our Depository obligation as provided for under the UCITS Regulations, we have enquired into the conduct of the ICAV for the Accounting Period and we hereby report thereon to the investors of the ICAV as follows;

We are of the opinion that the ICAV has been managed during the Accounting Period, in all material respects:

- (i) in accordance with the limitations imposed on the investment and borrowing powers of the ICAV by the constitutional documents and by the UCITS Regulations; and
- (ii) otherwise in accordance with the provisions of the constitutional document and the UCITS Regulations.



For and on behalf of SEI Investments - Depository and Custodial Services (Ireland) Limited

Date: 19 December 2022



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INDEPENDENT AUDITOR'S REPORT TO THE SHAREHOLDERS OF KRANESHARES CSI CHINA INTERNET UCITS ETF, KRANESHARES MSCI CHINA A 50 CONNECT UCITS ETF (FORMERLY KRANESHARES MSCI CHINA A SHARE UCITS ETF), KRANESHARES MSCI CHINA ESG LEADERS UCITS ETF, KRANESHARES BLOOMBERG CHINA BOND INCLUSION UCITS ETF (FORMERLY KRANESHARES BLOOMBERG BARCLAYS CHINA BOND INCLUSION UCITS ETF), KRANESHARES MSCI ALL CHINA HEALTH CARE INDEX UCITS ETF, KRANESHARES ICBCCS SSE STAR MARKET 50 INDEX UCITS ETF and KRANESHARES ELECTRIC VEHICLES & FUTURE MOBILITY ESG SCREENED UCITS ETF

Report on the audit of the financial statements

Opinion

We have audited the financial statements of KraneShares CSI China Internet UCITS ETF, KraneShares MSCI China A 50 Connect UCITS ETF (formerly KraneShares MSCI China A Share UCITS ETF), KraneShares MSCI China ESG Leaders UCITS ETF, KraneShares Bloomberg China Bond Inclusion UCITS ETF (formerly KraneShares Bloomberg Barclays China Bond Inclusion UCITS ETF), KraneShares MSCI All China Health Care Index UCITS ETF, KraneShares ICBCCS SSE Star Market 50 Index UCITS ETF, and KraneShares Electric Vehicles & Future Mobility ESG Screened UCITS ETF (collectively, "the Sub-Funds"), of KraneShares ICAV ('the ICAV') for the year ended 30 September 2022 set out on pages 29 to 99, which comprise in each case the Schedule of Investments, Statement of Financial Position, Statement of Comprehensive Income, Statement of Changes in Net Assets Attributable to Holders of Redeemable Participating Shares, Statement of Cash Flows and related notes, including the summary of significant accounting policies set out in note 2. The financial reporting framework that has been applied in their preparation is Irish Law and International Financial Reporting Standards (IFRS) as adopted by the European Union.

In our opinion:

- the financial statements give a true and fair view of the assets, liabilities and financial position of the Sub-Funds of the ICAV as at 30 September 2022 and of their decrease in net assets attributable to holders of redeemable participating shares for the period then ended;
- the financial statements of each of the Sub-Funds have been properly prepared in accordance with IFRS as adopted by the European Union; and
- the financial statements of each of the Sub-Funds have been properly prepared in accordance with the requirements of the Irish Collective Asset-management Vehicles Acts 2015 to 2021 and the Central Bank (Supervision and Enforcement) Act 2013 (Section 48(1)) (Undertakings for Collective Investment in Transferable Securities) Regulations 2019.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (Ireland) (ISAs (Ireland)) and applicable law. Our responsibilities under those standards are further described in the Auditor's responsibilities section of our report. We believe that the audit evidence we have obtained is a sufficient and appropriate basis for our opinion. Our audit opinion is consistent with our report to the board of directors.

We were appointed as auditor by the directors on 6 November 2019. The period of total uninterrupted engagement is the 4 years ended 30 September 2022. We have fulfilled our ethical responsibilities under, and we remained independent of the Sub-Funds of the ICAV in accordance with, ethical requirements applicable in Ireland, including the Ethical Standard issued by the Irish Auditing and Accounting Supervisory Authority (IAASA) as applied to listed public interest entities. No non-audit services prohibited by that standard were provided.

Conclusions relating to going concern

In auditing the financial statements, we have concluded that the director's use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Our evaluation of the directors' assessment of each Sub-Fund's ability to continue to adopt the going concern basis of accounting included consideration of the inherent risks to the Sub-Funds' business model and analysing how those risks might affect the Sub-Funds' financial resources or ability to continue as a going concern over the twelve months from the date of when the financial statements are authorised for issue. The risks that we considered most likely to adversely affect the Sub-Funds available financial resources over this period included the value of assets under management, the Investment Manager's intention to continue to manage the portfolio and the directors' assessment of the operational resilience of the Sub-Funds.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the Sub-Funds' ability to continue as a going concern for a period of at least twelve months from the date when the financial statements are authorised for issue.

Our responsibilities and the responsibilities of the directors with respect to going concern are described in the relevant sections of this report.

Detecting irregularities including fraud

We identified the areas of laws and regulations that could reasonably be expected to have a material effect on the financial statements and risks of material misstatement due to fraud, using our understanding of the entity's industry, regulatory environment and other external factors and inquiry with the directors. In addition, our risk assessment procedures included:

- Inquiring with the directors and other management as to the ICAV's policies and procedures regarding compliance with laws and regulations, identifying, evaluating and accounting for litigation and claims, as well as whether they have knowledge of non-compliance or instances of litigation or claims.
- Inquiring of directors as to the ICAV's high-level policies and procedures to prevent and detect fraud, as well as whether they have knowledge of any actual, suspected or alleged fraud.
- Inquiring of directors regarding their assessment of the risk that the financial statements may be materially misstated due to irregularities, including fraud.
- Inspecting the ICAV's regulatory and legal correspondence.
- Reading board minutes.
- Performing planning analytical procedures to identify any unusual or unexpected relationships.

We discussed identified laws and regulations, fraud risk factors and the need to remain alert among the audit team.

Firstly, the ICAV is subject to laws and regulations that directly affect the financial statements including ICAV and financial reporting legislation. We assessed the extent of compliance with these laws and regulations as part of our procedures on the related financial statement items, including assessing the financial statement disclosures and agreeing them to supporting documentation when necessary.

Secondly, the ICAV is subject to many other laws and regulations where the consequences of non-compliance could have a material effect on amounts or disclosures in the financial statements, for instance through the imposition of fines or litigation. We identified the following areas as those most likely to have such an effect: UCITS compliance and certain aspects of ICAV legislation recognising the financial and regulated nature of the ICAV's activities and its legal form.

Auditing standards limit the required audit procedures to identify non-compliance with these non-direct laws and regulations to inquiry of the directors and other management and inspection of regulatory and legal correspondence, if any. These limited procedures did not identify actual or suspected non-compliance.



We assessed events or conditions that could indicate an incentive or pressure to commit fraud or provide an opportunity to commit fraud. As required by auditing standards, we performed procedures to address the risk of management override of controls and the risk of fraudulent revenue recognition. On this audit we do not believe there is a fraud risk related to revenue recognition. We did not identify any additional fraud risks.

As the ICAV is regulated, our assessment of risks involved obtaining an understanding of the legal and regulatory framework that the ICAV operates and gaining an understanding of the control environment including the entity's procedures for complying with regulatory requirements.

Owing to the inherent limitations of an audit, there is an unavoidable risk that we may not have detected some material misstatements in the financial statements, even though we have properly planned and performed our audit in accordance with auditing standards. For example, the further removed non-compliance with laws and regulations (irregularities) is from the events and transactions reflected in the financial statements, the less likely the inherently limited procedures required by auditing standards would identify it.

In addition, as with any audit, there remains a higher risk of non-detection of irregularities, as these may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal controls. We are not responsible for preventing non-compliance and cannot be expected to detect non-compliance with all laws and regulations.

Key audit matters: our assessment of risks of material misstatement

Key audit matters are those matters that, in our professional judgement, were of most significance in the audit of the financial statements and include the most significant assessed risks of material misstatement (whether or not due to fraud) identified by us, including those which had the greatest effect on: the overall audit strategy; the allocation of resources in the audit; and directing the efforts of the engagement team. These matters were addressed in the context of our audit of the financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.

In arriving at our audit opinion above, the key audit matter, was as follows (unchanged from 2021 for KraneShares CSI China Internet UCITS ETF, KraneShares MSCI China A 50 Connect UCITS ETF, KraneShares MSCI China ESG Leaders UCITS ETF, KraneShares Bloomberg China Bond Inclusion UCITS ETF, KraneShares MSCI All China Health Care Index UCITS ETF, and KraneShares ICBCCS SSE Star Market 50 Index UCITS ETF):

KRANESHARES CSI CHINA INTERNET UCITS ETF

Accuracy of the valuation of Financial Assets at Fair Value Through Profit or Loss USD 416.2 Million (2021: USD 614.1 Million)

Refer to note 2 (basis of preparation and significant accounting policies), note 7 (financial risk management) and note 8 (fair value measurement)

The key audit matter

The Sub-Fund's financial assets make up 99.76% of the net asset value and are considered to be the key driver of the Sub-Fund's results. While the nature of the Sub-Fund's financial assets do not require a significant level of judgement because they comprise of liquid, quoted investments, due to their significance in the context of the financial statements as a whole, the accuracy of the valuation of financial assets was identified as the matter which had the greatest effect on our overall audit strategy and allocation of resources in planning and completing our audit.

How the matter was addressed in our audit

Our audit procedures over the accuracy of the valuation of the Sub-Fund's investment portfolio included but were not limited to:

- Obtaining an understanding of, and documenting, the process in place to record investment transactions and to value the portfolio of investments;
- Agreeing 100% of the year end portfolio prices to an independent source; and
- Assessing the disclosures of financial assets in accordance with the fair value hierarchy set out in IFRS as adopted by the EU.

No material misstatements were identified by our audit procedures.



Our application of materiality and an overview of the scope of our audit

The materiality for the Sub-Fund financial statements as a whole was set at USD 4.17 Million (2021: USD 6.23 Million). This has been calculated with reference to a benchmark of the Sub-Fund's total asset value, (of which it represents 100 basis points) as at 30 September 2022, which we consider to be one of the principal considerations for members of the Sub-Fund in assessing the financial performance of the Sub-Fund.

In line with our audit methodology, our procedures on individual account balances and disclosures were performed to a lower threshold, performance materiality, so as to reduce to an acceptable level the risk that individually immaterial misstatements in individual account balances add up to a material amount across the Sub-Fund financial statements as a whole. Performance materiality for the Sub-Fund was set at USD 3.13 Million (2021: USD 4.67 Million) determined with reference to a benchmark of materiality (of which it represents 75% (2021: 75%). We applied this percentage in our determination of performance materiality because we did not identify any factors indicating an elevated level of risk.

We report to the Board of Directors all corrected and uncorrected misstatements we identified through our audit with a value in excess of USD 208,700 (5 basis points of the Sub-Fund's total asset value), in addition to other audit misstatements below that threshold that we believe warranted reporting on qualitative grounds.

In planning the audit, we applied materiality to assist us in determining audit scoping and risk assessment. Our audit of the Sub-Fund was undertaken to the materiality level specified above and was all performed by the one engagement team in Dublin.

KRANESHARES MSCI CHINA A 50 CONNECT UCITS ETF

Accuracy of the valuation of Financial Assets at Fair Value Through Profit or Loss USD 5.1 Million (2021: USD 23.9 Million)

Refer to note 2 (basis of preparation and significant accounting policies), note 7 (financial risk management) and note 8 (fair value measurement)

The key audit matter

The Sub-Fund's financial assets make up 99.84% of the net asset value and are considered to be the key driver of the Sub-Fund's results. While the nature of the Sub-Fund's financial assets do not require a significant level of judgement because they comprise of liquid, quoted investments, due to their significance in the context of the financial statements as a whole, the accuracy of the valuation of financial assets was identified as the matter which had the greatest effect on our overall audit strategy and allocation of resources in planning and completing our audit.

How the matter was addressed in our audit

Our audit procedures over the accuracy of the valuation of the Sub-Fund's investment portfolio included but were not limited to:

- Obtaining an understanding of, and documenting, the process in place to record investment transactions and to value the portfolio of investments;
- Agreeing 100% of the year end portfolio prices to an independent source; and
- Assessing the disclosures of financial assets in accordance with the fair value hierarchy set out in IFRS as adopted by the EU.

No material misstatements were identified by our audit procedures.

Our application of materiality and an overview of the scope of our audit

The materiality for the Sub-Fund financial statements as a whole was set at USD 51,100 (2021: USD 240,300). This has been calculated with reference to a benchmark of the Sub-Fund's total asset value, (of which it represents 100 basis points) as at 30 September 2022, which we consider to be one of the principal considerations for members of the Sub-Fund in assessing the financial performance of the Sub-Fund.

In line with our audit methodology, our procedures on individual account balances and disclosures were performed to a lower threshold, performance materiality, so as to reduce to an acceptable level the risk that individually immaterial misstatements in individual account balances add up to a



material amount across the Sub-Fund financial statements as a whole. Performance materiality for the Sub-Fund was set at USD 38,300 (2021: USD 180,200) determined with reference to a benchmark of materiality (of which it represents 75% (2021: 75%). We applied this percentage in our determination of performance materiality because we did not identify any factors indicating an elevated level of risk.

We report to the Board of Directors all corrected and uncorrected misstatements we identified through our audit with a value in excess of USD 2,500 (5 basis points of the Sub-Fund's total asset value), in addition to other audit misstatements below that threshold that we believe warranted reporting on qualitative grounds.

In planning the audit, we applied materiality to assist us in determining audit scoping and risk assessment. Our audit of the Sub-Fund was undertaken to the materiality level specified above and was all performed by the one engagement team in Dublin.

KRANESHARES MSCI CHINA ESG LEADERS UCITS ETF

Accuracy of the valuation of Financial Assets at Fair Value Through Profit or Loss USD 7.9 Million (2021: USD 30.3 Million)

Refer to note 2 (basis of preparation and significant accounting policies), note 7 (financial risk management) and note 8 (fair value measurement)

The key audit matter

The Sub-Fund's financial assets make up 99.41% of the net asset value and are considered to be the key driver of the Sub-Fund's results. While the nature of the Sub-Fund's financial assets do not require a significant level of judgement because they comprise of liquid, quoted investments, due to their significance in the context of the financial statements as a whole, the accuracy of the valuation of financial assets was identified as the matter which had the greatest effect on our overall audit strategy and allocation of resources in planning and completing our audit.

How the matter was addressed in our audit

Our audit procedures over the accuracy of the valuation of the Sub-Fund's investment portfolio included but were not limited to:

- Obtaining an understanding of, and documenting, the process in place to record investment transactions and to value the portfolio of investments;
- Agreeing 100% of the year end portfolio prices to an independent source; and
- Assessing the disclosures of financial assets in accordance with the fair value hierarchy set out in IFRS as adopted by the EU.

No material misstatements were identified by our audit procedures.

Our application of materiality and an overview of the scope of our audit

The materiality for the Sub-Fund financial statements as a whole was set at USD 79,300 (2021: USD 304,200). This has been calculated with reference to a benchmark of the Sub-Fund's total asset value, (of which it represents 100 basis points) as at 30 September 2022, which we consider to be one of the principal considerations for members of the Sub-Fund in assessing the financial performance of the Sub-Fund.

In line with our audit methodology, our procedures on individual account balances and disclosures were performed to a lower threshold, performance materiality, so as to reduce to an acceptable level the risk that individually immaterial misstatements in individual account balances add up to a material amount across the Sub-Fund financial statements as a whole. Performance materiality for the Sub-Fund was set at USD 59,500 (2021: USD 228,100) determined with reference to a benchmark of materiality (of which it represents 75% (2021: 75%). We applied this percentage in our determination of performance materiality because we did not identify any factors indicating an elevated level of risk.

We report to the Board of Directors all corrected and uncorrected misstatements we identified through our audit with a value in excess of USD 3,900 (5 basis points of the Sub-Fund's total



asset value), in addition to other audit misstatements below that threshold that we believe warranted reporting on qualitative grounds.

In planning the audit, we applied materiality to assist us in determining audit scoping and risk assessment. Our audit of the Sub-Fund was undertaken to the materiality level specified above and was all performed by the one engagement team in Dublin.

KRANESHARES BLOOMBERG CHINA BOND INCLUSION UCITS ETF

Valuation of Financial Assets at Fair Value Through Profit or Loss USD 1.8 million (2021: USD 5.6 Million)

Refer to note 2 (basis of preparation and significant accounting policies), note 7 (financial risk management) and note 8 (fair value measurement)

The key audit matter	How the matter was addressed in our audit
The Sub-Fund's financial assets make up 97.61% of the net asset value and are considered to be the key driver of the Sub-Fund's results. There is a risk that the financial assets are valued incorrectly which could result in a material misstatement in valuation. This could occur through the application of an inappropriate valuation methodology or the use of inappropriate assumptions (price and vender selection, etc) or data (i.e. exchange price, volume, etc).	<p>Our audit procedures over the valuation of the Sub-Fund's investment portfolio included but were not limited to:</p> <ul style="list-style-type: none">- Obtaining an understanding of, and documenting, the process in place to record investment transactions and to value the portfolio of investments;- Agreeing 100% of the year end portfolio prices to an independent source; and- Assessing the disclosures of financial assets in accordance with the fair value hierarchy set out in IFRS as adopted by the EU.

No material misstatements were identified by our audit procedures.

Our application of materiality and an overview of the scope of our audit

The materiality for the Sub-Fund financial statements as a whole was set at USD 18,300 (2021: USD 62,300). This has been calculated with reference to a benchmark of the Sub-Fund's total asset value, (of which it represents 100 basis points) as at 30 September 2022, which we consider to be one of the principal considerations for members of the Sub-Fund in assessing the financial performance of the Sub-Fund.

In line with our audit methodology, our procedures on individual account balances and disclosures were performed to a lower threshold, performance materiality, so as to reduce to an acceptable level the risk that individually immaterial misstatements in individual account balances add up to a material amount across the Sub-Fund financial statements as a whole. Performance materiality for the Sub-Fund was set at USD 13,700 (2021: USD 46,700) determined with reference to a benchmark of materiality (of which it represents 75% (2021: 75%). We applied this percentage in our determination of performance materiality because we did not identify any factors indicating an elevated level of risk.

We report to the Board of Directors all corrected and uncorrected misstatements we identified through our audit with a value in excess of USD 910 (5 basis points of the Sub-Fund's total asset value), in addition to other audit misstatements below that threshold that we believe warranted reporting on qualitative grounds.

In planning the audit, we applied materiality to assist us in determining audit scoping and risk assessment. Our audit of the Sub-Fund was undertaken to the materiality level specified above and was all performed by the one engagement team in Dublin.



KRANESHARES MSCI ALL CHINA HEALTH CARE INDEX UCITS ETF

Accuracy of the valuation of Financial Assets at Fair Value Through Profit or Loss USD 5.67 million (2021: USD 6.98 Million)

Refer to note 2 (basis of preparation and significant accounting policies), note 7 (financial risk management) and note 8 (fair value measurement)

The key audit matter

The Sub-Fund's financial assets make up 99.83% of the net asset value and are considered to be the key driver of the Sub-Fund's results. While the nature of the Sub-Fund's financial assets do not require a significant level of judgement because they comprise of liquid, quoted investments, due to their significance in the context of the financial statements as a whole, the accuracy of the valuation of financial assets was identified as the matter which had the greatest effect on our overall audit strategy and allocation of resources in planning and completing our audit.

How the matter was addressed in our audit

Our audit procedures over the accuracy of the valuation of the Sub-Fund's investment portfolio included but were not limited to:

- Obtaining an understanding of, and documenting, the process in place to record investment transactions and to value the portfolio of investments;
- Agreeing 100% of the year end portfolio prices to an independent source; and
- Assessing the disclosures of financial assets in accordance with the fair value hierarchy set out in IFRS as adopted by the EU.

No material misstatements were identified by our audit procedures.

Our application of materiality and an overview of the scope of our audit

The materiality for the Sub-Fund financial statements as a whole was set at USD 56,800 (2021: USD 69,800). This has been calculated with reference to a benchmark of the Sub-Fund's total asset value, (of which it represents 100 basis points) as at 30 September 2022, which we consider to be one of the principal considerations for members of the Sub-Fund in assessing the financial performance of the Sub-Fund.

In line with our audit methodology, our procedures on individual account balances and disclosures were performed to a lower threshold, performance materiality, so as to reduce to an acceptable level the risk that individually immaterial misstatements in individual account balances add up to a material amount across the Sub-Fund financial statements as a whole. Performance materiality for the Sub-Fund was set at USD 42,600 (2021: USD 52,400) determined with reference to a benchmark of materiality (of which it represents 75% (2021: 75%). We applied this percentage in our determination of performance materiality because we did not identify any factors indicating an elevated level of risk.

We report to the Board of Directors all corrected and uncorrected misstatements we identified through our audit with a value in excess of USD 2,800 (5 basis points of the Sub-Fund's total asset value), in addition to other audit misstatements below that threshold that we believe warranted reporting on qualitative grounds.

In planning the audit, we applied materiality to assist us in determining audit scoping and risk assessment. Our audit of the Sub-Fund was undertaken to the materiality level specified above and was all performed by the one engagement team in Dublin.



KRANESHARES ICBCCS SSE STAR MARKET 50 INDEX UCITS ETF

Accuracy of the valuation of Financial Assets at Fair Value Through Profit or Loss USD 2.3 million (2021: USD 3.76 Million)

Refer to note 2 (basis of preparation and significant accounting policies), note 7 (financial risk management) and note 8 (fair value measurement)

The key audit matter

The Sub-Fund's financial assets make up 99.33% of the net asset value and are considered to be the key driver of the Sub-Fund's results. While the nature of the Sub-Fund's financial assets do not require a significant level of judgement because they comprise of liquid, quoted investments, due to their significance in the context of the financial statements as a whole, the accuracy of the valuation of financial assets was identified as the matter which had the greatest effect on our overall audit strategy and allocation of resources in planning and completing our audit.

How the matter was addressed in our audit

Our audit procedures over the accuracy of the valuation of the Sub-Fund's investment portfolio included but were not limited to:

- Obtaining an understanding of, and documenting, the process in place to record investment transactions and to value the portfolio of investments;
- Agreeing 100% of the year end portfolio prices to an independent source; and
- Assessing the disclosures of financial assets in accordance with the fair value hierarchy set out in IFRS as adopted by the EU.

No material misstatements were identified by our audit procedures.

Our application of materiality and an overview of the scope of our audit

The materiality for the Sub-Fund financial statements as a whole was set at USD 23,400 (2021: USD 37,900). This has been calculated with reference to a benchmark of the Sub-Fund's total asset value, (of which it represents 100 basis points) as at 30 September 2022, which we consider to be one of the principal considerations for members of the Sub-Fund in assessing the financial performance of the Sub-Fund.

In line with our audit methodology, our procedures on individual account balances and disclosures were performed to a lower threshold, performance materiality, so as to reduce to an acceptable level the risk that individually immaterial misstatements in individual account balances add up to a material amount across the Sub-Fund financial statements as a whole. Performance materiality for the Sub-Fund was set at USD 17,500 (2021: USD 28,400) determined with reference to a benchmark of materiality (of which it represents 75% (2021: 75%). We applied this percentage in our determination of performance materiality because we did not identify any factors indicating an elevated level of risk.

We report to the Board of Directors all corrected and uncorrected misstatements we identified through our audit with a value in excess of USD 1,200 (5 basis points of the Sub-Fund's total asset value), in addition to other audit misstatements below that threshold that we believe warranted reporting on qualitative grounds.

In planning the audit, we applied materiality to assist us in determining audit scoping and risk assessment. Our audit of the Sub-Fund was undertaken to the materiality level specified above and was all performed by the one engagement team in Dublin.



KRANESHARES ELECTRIC VEHICLES & FUTURE MOBILITY ESG SCREENED UCITS ETF

Accuracy of the valuation of Financial Assets at Fair Value Through Profit or Loss USD 5.1 million

Refer to note 2 (basis of preparation and significant accounting policies), note 7 (financial risk management) and note 8 (fair value measurement)

The key audit matter

The Sub-Fund's financial assets make up 99.65% of the net asset value and are considered to be the key driver of the Sub-Fund's results. While the nature of the Sub-Fund's financial assets do not require a significant level of judgement because they comprise of liquid, quoted investments, due to their significance in the context of the financial statements as a whole, the accuracy of the valuation of financial assets was identified as the matter which had the greatest effect on our overall audit strategy and allocation of resources in planning and completing our audit.

How the matter was addressed in our audit

Our audit procedures over the accuracy of the valuation of the Sub-Fund's investment portfolio included but were not limited to:

- Obtaining an understanding of, and documenting, the process in place to record investment transactions and to value the portfolio of investments;
- Agreeing 100% of the year end portfolio prices to an independent source; and
- Assessing the disclosures of financial assets in accordance with the fair value hierarchy set out in IFRS as adopted by the EU.

No material misstatements were identified by our audit procedures.

Our application of materiality and an overview of the scope of our audit

The materiality for the Sub-Fund financial statements as a whole was set at USD 51,200 (2021: N/A). This has been calculated with reference to a benchmark of the Sub-Fund's total asset value, (of which it represents 100 basis points) as at 30 September 2022, which we consider to be one of the principal considerations for members of the Sub-Fund in assessing the financial performance of the Sub-Fund.

In line with our audit methodology, our procedures on individual account balances and disclosures were performed to a lower threshold, performance materiality, so as to reduce to an acceptable level the risk that individually immaterial misstatements in individual account balances add up to a material amount across the Sub-Fund financial statements as a whole. Performance materiality for the Sub-Fund was set at USD 38,400 (2021: N/A) determined with reference to a benchmark of materiality (of which it represents 75% (2021: N/A)). We applied this percentage in our determination of performance materiality because we did not identify any factors indicating an elevated level of risk.

We report to the Board of Directors all corrected and uncorrected misstatements we identified through our audit with a value in excess of USD 2,600 (5 basis points of the Sub-Fund's total asset value), in addition to other audit misstatements below that threshold that we believe warranted reporting on qualitative grounds.

Our audit of the Sub-Funds was undertaken to the materiality levels specified above and was all performed by the one engagement team in Dublin.

In planning the audit, we applied materiality to assist us in determining audit scoping and risk assessment. Our audit of the Sub-Fund was undertaken to the materiality level specified above and was all performed by the one engagement team in Dublin.

Other information

The directors are responsible for the other information presented in the Annual Report together with the financial statements. The other information comprises the information included in directors' and other information, the directors' report, investment manager's report, depositary's report and supplemental unaudited information including the Statement of Portfolio Changes, UCITS Manager's Report, Securities Financing Transactions Regulations Disclosures and



Sustainable Finance Disclosure Regulation. The financial statements and our auditor's report thereon do not comprise part of the other information. Our opinion on the financial statements does not cover the other information and, accordingly, we do not express an audit opinion or, except as explicitly stated below, any form of assurance conclusion thereon.

Our responsibility is to read the other information and, in doing so, consider whether, based on our financial statements audit work, the information therein is materially misstated or inconsistent with the financial statements or our audit knowledge. Based solely on that work undertaken during the course of the audit, we have not identified material misstatements in the other information.

Opinion on other matters prescribed by the Irish Collective Asset-management Vehicles Acts 2015 to 2021

In our opinion, the information given in the Directors' Report is consistent with the financial statements.

Matters on which we are required to report by exception

The Irish Collective Asset-management Vehicles Acts 2015 to 2021 requires us to report to you, if in our opinion, the disclosures of Directors' remuneration specified by law are not made. We have nothing to report in this regard.

Respective responsibilities and restrictions on use

Responsibilities of directors for the financial statements

As explained more fully in the directors' responsibilities statement set out on page 8, the directors are responsible for: the preparation of the financial statements including being satisfied that they give a true and fair view; such internal control as they determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error; assessing each Sub-Fund's ability to continue as a going concern, disclosing, as applicable, matters related to going concern; and using the going concern basis of accounting unless they either intend to liquidate the Sub-Funds of the ICAV or to cease operations, or have no realistic alternative but to do so.

Auditor's responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (Ireland) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements. A fuller description of our responsibilities is provided on IAASA's website at <https://iaasa.ie/publications/description-of-the-auditors-responsibilities-for-the-audit-of-the-financial-statements>.

The purpose of our audit work and to whom we owe our responsibilities

Our report is made solely to the shareholders of the Sub-Funds, as a body, in accordance with the Section 120 of the Irish Collective Asset-management Vehicles Act 2015. Our audit work has been undertaken so that we might state to the Sub-Funds' shareholders those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the Sub-Funds of the ICAV and each of the Sub-Funds' shareholders, as a body, for our audit work, for this report, or for the opinions we have formed.

James Casey
for and on behalf of
KPMG
Chartered Accountants, Statutory Audit Firm
1 Harbourmaster Place,
IFSC
Dublin 1

21 December 2022

KRANESHARES ICAV
Schedule of Investments

As at 30 September 2022
(Expressed in United States Dollars)

KraneShares CSI China Internet UCITS ETF

<u>Description</u>	<u>Quantity</u>	<u>Cost USD</u>	<u>Fair Value USD</u>	<u>% of Net Assets</u>
Transferable securities admitted to official stock exchange listing				
Equities (2021: 99.93%)				
<u>China</u>				
<i>Communications (2021: 68.58%)</i>				
Alibaba Group Holding Ltd	3,783,624	62,710,778	37,571,624	9.01%
Autohome Inc	168,005	5,969,787	4,831,824	1.16%
Baidu Inc	1,193,930	22,016,476	17,354,032	4.16%
China Literature Ltd	1,355,200	7,833,422	3,841,221	0.92%
Chindata Group Holdings Ltd	409,629	3,179,809	3,309,802	0.79%
Dada Nexus Ltd	216,283	2,921,052	1,023,019	0.24%
Hello Group Inc	382,424	3,021,983	1,766,799	0.42%
iQIYI Inc*	932,845	5,356,348	2,528,010	0.61%
JD.com Inc	1,235,076	41,461,824	31,247,034	7.49%
Kanzhun Ltd	794,920	26,337,225	13,418,250	3.22%
Kuaishou Technology	1,887,000	20,124,124	12,247,627	2.93%
Meituan	1,631,600	41,911,967	34,419,924	8.25%
Pinduoduo Inc	370,942	26,832,806	23,213,550	5.56%
Tencent Holdings Ltd	1,070,500	58,315,673	36,329,277	8.71%
Tencent Music Entertainment Group	1,548,201	9,748,066	6,285,696	1.51%
Tongcheng Travel Holdings Ltd	3,432,800	7,096,117	6,734,496	1.61%
Trip.com Group Ltd	859,961	22,983,540	23,093,260	5.54%
Vipshop Holdings Ltd	1,099,948	11,280,955	9,250,563	2.22%
Vnet Group Inc	300,801	3,204,061	1,654,406	0.40%
Weibo Corp	174,007	4,948,155	2,975,520	0.71%
Weimob Inc*	5,630,000	5,154,256	1,993,834	0.48%
Zhihu Inc	1,323,835	4,454,640	1,403,265	0.34%
<i>Total Communications</i>		<u>396,863,064</u>	<u>276,493,033</u>	<u>66.28%</u>
<i>Consumer, Cyclical (2021: 4.33%)</i>				
JD Health International Inc	3,243,050	25,552,771	18,632,283	4.47%
Ping An Healthcare and Technology Co Ltd*	1,485,300	5,485,429	2,800,347	0.67%
<i>Total Consumer, Cyclical</i>		<u>31,038,200</u>	<u>21,432,630</u>	<u>5.14%</u>
<i>Consumer, Discretionary (2021: 0.67%)</i>				
<i>Consumer, Non-cyclical (2021: 0.32%)</i>				
TAL Education Group	903,100	3,763,190	4,461,314	1.07%
<i>Total Consumer, Non-cyclical</i>		<u>3,763,190</u>	<u>4,461,314</u>	<u>1.07%</u>
<i>Financial (2021: 5.17%)</i>				
360 DigiTech Inc	224,798	4,187,296	2,881,910	0.69%
KE Holdings Inc	1,372,772	22,827,758	24,050,965	5.77%
Lufax Holding Ltd	2,187,280	13,657,170	5,555,691	1.33%
ZhongAn Online P&C Insurance Co Ltd*	1,915,700	6,703,949	4,295,127	1.03%
<i>Total Financial</i>		<u>47,376,173</u>	<u>36,783,693</u>	<u>8.82%</u>

* These securities are currently subject to stock lending agreements on a certain proportion of shares held, for further details please see note 2(d)(xi) and note 11.

This Schedule of Investments forms an integral part of these financial statements.

KRANESHARES ICAV
Schedule of Investments (continued)

As at 30 September 2022
(Expressed in United States Dollars)

KraneShares CSI China Internet UCITS ETF (continued)

<u>Description</u>	<u>Quantity</u>	<u>Cost USD</u>	<u>Fair Value USD</u>	<u>% of Net Assets</u>
Transferable securities admitted to official stock exchange listing (continued)				
Equities (2021: 99.93%) (continued)				
<u>China (continued)</u>				
<i>Industrial (2021: 4.67%)</i>				
Full Truck Alliance Co Ltd	2,705,131	28,080,414	17,718,608	4.25%
<i>Total Industrial</i>		<u>28,080,414</u>	<u>17,718,608</u>	<u>4.25%</u>
<i>Technology (2021: 13.30%)</i>				
Agora Inc	202,796	2,951,627	736,149	0.18%
Bilibili Inc	729,727	23,237,959	11,118,021	2.67%
HUYA Inc	223,857	1,490,047	496,963	0.12%
Kingsoft Cloud Holdings Ltd	342,784	3,473,325	682,140	0.16%
Kingsoft Corp Ltd	2,915,800	11,474,204	7,763,184	1.86%
Ming Yuan Cloud Group Holdings Ltd*	3,068,000	6,786,417	1,817,373	0.43%
NetEase Inc	1,499,740	28,170,920	22,639,676	5.43%
XD Inc	773,000	3,044,511	1,575,561	0.37%
Yidu Tech Inc	1,534,300	2,871,765	942,092	0.23%
<i>Total Technology</i>		<u>83,500,775</u>	<u>47,771,159</u>	<u>11.45%</u>
<u>Total China</u>		<u>590,621,816</u>	<u>404,660,437</u>	<u>97.01%</u>
<u>Hong Kong</u>				
<i>Consumer, Cyclical (2021: 1.97%)</i>				
Alibaba Health Information Technology Ltd	14,078,000	10,802,897	6,456,235	1.54%
Alibaba Pictures Group Ltd	33,680,000	3,416,494	1,737,653	0.42%
<i>Total Consumer, Cyclical</i>		<u>14,219,391</u>	<u>8,193,888</u>	<u>1.96%</u>
<u>Total Hong Kong</u>		<u>14,219,391</u>	<u>8,193,888</u>	<u>1.96%</u>
<u>Singapore</u>				
<i>Communications (2021: 0.92%)</i>				
JOYY Inc	127,087	5,881,145	3,304,262	0.79%
<i>Total Communications</i>		<u>5,881,145</u>	<u>3,304,262</u>	<u>0.79%</u>
<u>Total Singapore</u>		<u>5,881,145</u>	<u>3,304,262</u>	<u>0.79%</u>
Total Equities		<u>610,722,352</u>	<u>416,158,587</u>	<u>99.76%</u>
Total financial assets at fair value through profit or loss		<u>610,722,352</u>	<u>416,158,587</u>	<u>99.76%</u>

* These securities are currently subject to stock lending agreements on a certain proportion of shares held, for further details please see note 2(d)(xi) and note 11.

This Schedule of Investments forms an integral part of these financial statements.

KRANESHARES ICAV
Schedule of Investments (continued)

As at 30 September 2022
(Expressed in United States Dollars)

KraneShares CSI China Internet UCITS ETF (continued)

<u>Description</u>	<u>Cost USD</u>	<u>Fair Value USD</u>	<u>% of Net Assets</u>
Total Financial Assets and Liabilities at Fair Value Through Profit or Loss	610,722,352	416,158,587	99.76%
Cash and cash equivalents (2021: Bank overdraft (0.01%))		1,204,308	0.29%
Other net liabilities (2021: other net assets 0.08%)		(220,842)	(0.05%)
Net asset value attributable to holders of redeemable participating shares		<u>417,142,053</u>	<u>100.00%</u>
		<u>Fair Value USD</u>	<u>% of Total Assets</u>
<u>Analysis of Total Assets</u>			
Transferable securities admitted to official stock exchange listing		416,158,587	99.67%
Other assets		1,357,306	0.33%
Total Assets		<u>417,515,893</u>	<u>100.00%</u>

This Schedule of Investments forms an integral part of these financial statements.

KRANESHARES ICAV
Schedule of Investments (continued)

As at 30 September 2022
(Expressed in United States Dollars)

KraneShares MSCI China A 50 Connect UCITS ETF

<u>Description</u>	<u>Quantity</u>	<u>Cost USD</u>	<u>Fair Value USD</u>	<u>% of Net Assets</u>
Transferable securities admitted to an official stock exchange listing				
Equities (2021: 99.86%)				
<u>China</u>				
<i>Basic Materials (2021: 8.95%)</i>				
Wanhua Chemical Group Co Ltd	24,700	342,075	319,094	6.25%
Yunnan Energy New Material Co Ltd	7,120	253,476	173,897	3.41%
Zijin Mining Group Co Ltd	165,600	231,345	182,112	3.57%
<i>Total Basic Materials</i>		<u>826,896</u>	<u>675,103</u>	<u>13.23%</u>
<i>Communications (2021: 2.80%)</i>				
China United Network Communications Ltd	66,200	37,566	31,108	0.61%
East Money Information Co Ltd	24,565	86,691	60,713	1.19%
Focus Media Information Technology Co Ltd	32,400	33,287	25,087	0.49%
<i>Total Communications</i>		<u>157,544</u>	<u>116,908</u>	<u>2.29%</u>
<i>Consumer, Cyclical (2021: 9.25%)</i>				
BYD Co Ltd	4,898	247,170	173,141	3.39%
China Tourism Group Duty Free Corp Ltd	5,390	171,758	149,887	2.94%
Contemporary Amperex Technology Co Ltd	6,300	518,183	354,265	6.94%
<i>Total Consumer, Cyclical</i>		<u>937,111</u>	<u>677,293</u>	<u>13.27%</u>
<i>Consumer, Non-cyclical (2021: 26.89%)</i>				
Aier Eye Hospital Group Co Ltd	17,268	89,097	69,444	1.36%
Chongqing Zhifei Biological Products Co Ltd	4,100	70,208	49,706	0.97%
Foshan Haitian Flavouring & Food Co Ltd	4,887	71,414	56,773	1.11%
Inner Mongolia Yili Industrial Group Co Ltd	7,900	45,222	36,546	0.72%
Jiangsu Hengrui Medicine Co Ltd	16,236	102,272	79,937	1.57%
Jiangsu Yanghe Brewery Joint-Stock Co Ltd	1,900	49,697	42,149	0.83%
Kweichow Moutai Co Ltd	1,600	446,969	420,246	8.23%
Luzhou Laojiao Co Ltd	1,900	59,839	61,474	1.20%
Muyuan Foods Co Ltd	6,620	54,328	50,626	0.99%
Shanxi Xinghuacun Fen Wine Factory Co Ltd	1,539	58,785	65,386	1.28%
Shenzhen Mindray Bio-Medical Electronics Co Ltd	3,100	160,796	130,015	2.55%
Wuliangye Yibin Co Ltd	4,886	145,492	115,983	2.27%
WuXi AppTec Co Ltd	6,516	105,550	65,524	1.28%
Zhangzhou Pientzhuang Pharmaceutical Co Ltd	1,545	78,015	57,820	1.13%
<i>Total Consumer, Non-cyclical</i>		<u>1,537,684</u>	<u>1,301,629</u>	<u>25.49%</u>
<i>Diversified (2021: 0.22%)</i>				
<i>Energy (2021: 4.43%)</i>				
China Shenhua Energy Co Ltd	20,700	78,207	91,869	1.80%
China Three Gorges Renewables Group Co Ltd	50,600	51,513	39,960	0.78%
LONGi Green Energy Technology Co Ltd	47,107	437,983	316,573	6.20%
Shaanxi Coal Industry Co Ltd	30,900	91,298	98,692	1.93%
Sungrow Power Supply Co Ltd	4,000	64,698	62,066	1.22%
Tongwei Co Ltd	5,600	42,996	36,887	0.72%
<i>Total Energy</i>		<u>766,695</u>	<u>646,047</u>	<u>12.65%</u>

This Schedule of Investments forms an integral part of these financial statements.

KRANESHARES ICAV
Schedule of Investments (continued)

As at 30 September 2022
(Expressed in United States Dollars)

KraneShares MSCI China A 50 Connect UCITS ETF (continued)

<u>Description</u>	<u>Quantity</u>	<u>Cost USD</u>	<u>Fair Value USD</u>	<u>% of Net Assets</u>
Transferable securities admitted to an official stock exchange listing (continued)				
Equities (2021: 99.86%) (continued)				
<u>China (continued)</u>				
<i>Financial (2021: 20.15%)</i>				
Agricultural Bank of China Ltd	156,000	70,723	62,582	1.23%
Bank of Communications Co Ltd	71,700	52,135	46,465	0.91%
Bank of Ningbo Co Ltd	12,309	63,649	54,473	1.07%
China Merchants Bank Co Ltd	37,393	251,290	176,497	3.46%
China Pacific Insurance Group Co Ltd	12,400	48,988	35,361	0.69%
China Vanke Co Ltd	17,800	49,542	44,518	0.87%
CITIC Securities Co Ltd	22,505	76,437	54,991	1.08%
Industrial & Commercial Bank of China Ltd	114,000	82,109	69,559	1.36%
Industrial Bank Co Ltd	38,374	108,935	89,622	1.76%
Ping An Bank Co Ltd	35,400	85,439	58,792	1.15%
Ping An Insurance Group Co of China Ltd	20,100	146,789	117,231	2.30%
Poly Developments and Holdings Group Co Ltd	21,800	45,902	55,042	1.08%
Shanghai Pudong Development Bank Co Ltd	53,347	67,114	52,680	1.03%
<i>Total Financial</i>		<u>1,149,052</u>	<u>917,813</u>	<u>17.99%</u>
<i>Industrial (2021: 17.81%)</i>				
China State Construction Engineering Corp Ltd	111,300	82,920	80,402	1.58%
COSCO SHIPPING Holdings Co Ltd	33,980	72,300	52,525	1.03%
Eve Energy Co Ltd	5,200	88,278	61,707	1.21%
Luxshare Precision Industry Co Ltd	44,340	244,535	182,854	3.58%
NARI Technology Co Ltd	17,700	70,544	61,746	1.21%
SF Holding Co Ltd	13,100	104,280	86,768	1.70%
<i>Total Industrial</i>		<u>662,857</u>	<u>526,002</u>	<u>10.31%</u>
<i>Technology (2021: 7.13%)</i>				
BOE Technology Group Co Ltd	233,200	151,718	106,964	2.10%
<i>Total Technology</i>		<u>151,718</u>	<u>106,964</u>	<u>2.10%</u>
<i>Utilities (2021: 2.23%)</i>				
China Yangtze Power Co Ltd	40,200	136,019	128,227	2.51%
<i>Total Utilities</i>		<u>136,019</u>	<u>128,227</u>	<u>2.51%</u>
<u>Total China</u>		<u>6,325,576</u>	<u>5,095,986</u>	<u>99.84%</u>
Total Equities		<u>6,325,576</u>	<u>5,095,986</u>	<u>99.84%</u>
Total Financial Assets at Fair Value Through Profit or Loss		<u>6,325,576</u>	<u>5,095,986</u>	<u>99.84%</u>
Cash and cash equivalents (2021: 0.12%)			7,390	0.14%
Other net assets (2021: 0.02%)			836	0.02%
Net asset value attributable to holders of redeemable participating shares			<u>5,104,212</u>	<u>100.00%</u>

This Schedule of Investments forms an integral part of these financial statements.

KRANESHARES ICAV
Schedule of Investments (continued)

As at 30 September 2022
(Expressed in United States Dollars)

KraneShares MSCI China A 50 Connect UCITS ETF (continued)

	Fair Value	% of
	USD	Total Assets
<u>Analysis of Total Assets</u>		
Transferable securities admitted to an official stock exchange listing	5,095,986	99.80%
Other assets	10,164	0.20%
Total Assets	5,106,150	100.00%

This Schedule of Investments forms an integral part of these financial statements.

KRANESHARES ICAV
Schedule of Investments (continued)

As at 30 September 2022
(Expressed in United States Dollars)

KraneShares MSCI China ESG Leaders UCITS ETF

<u>Description</u>	<u>Quantity</u>	<u>Cost USD</u>	<u>Fair Value USD</u>	<u>% of Net Assets</u>
Transferable securities admitted to an official stock exchange listing				
Equities (2021: 99.62%)				
<u>China</u>				
<i>Basic Materials (2021: 1.06%)</i>				
Baoshan Iron & Steel Co Ltd	18,000	16,781	13,281	0.17%
Beijing Easpring Material Technology Co Ltd	600	6,839	5,556	0.07%
Chengxin Lithium Group Co Ltd	600	4,418	3,935	0.05%
CMOC Group Ltd - A	13,500	10,756	8,938	0.11%
CMOC Group Ltd - H	51,000	27,137	19,946	0.25%
Ganfeng Lithium Group Co Ltd - A	980	13,120	10,288	0.13%
Ganfeng Lithium Group Co Ltd - H	5,480	52,795	36,476	0.46%
Kingfa Sci & Tech Co Ltd	1,900	2,517	2,500	0.03%
Shandong Nanshan Aluminum Co Ltd	9,600	5,025	4,053	0.05%
Shanghai Putailai New Energy Technology Co Ltd	700	6,701	5,479	0.07%
Sinopec Shanghai Petrochemical Co Ltd	5,700	2,785	2,383	0.03%
Skshu Paint Co Ltd	700	19,154	8,600	0.11%
Youngy Co Ltd	400	7,989	6,316	0.08%
Yunnan Energy New Material Co Ltd	600	19,579	14,654	0.18%
Yunnan Tin Co Ltd	1,200	2,926	2,074	0.03%
Zhejiang Huayou Cobalt Co Ltd	1,100	13,117	9,927	0.13%
Zhejiang Yongtai Technology Co Ltd	700	2,774	2,254	0.03%
<i>Total Basic Materials</i>		214,413	156,660	1.98%
<i>Communications (2021: 27.83%)</i>				
Alibaba Group Holding Ltd	67,424	851,757	669,525	8.44%
Baidu Inc	21,700	403,332	315,414	3.98%
Jiangsu Zhongtian Technology Co Ltd	2,300	5,878	7,249	0.09%
Meituan	35,400	852,551	746,792	9.41%
Tencent Holdings Ltd	20,500	1,036,017	695,703	8.77%
Tongcheng Travel Holdings Ltd	15,200	29,396	29,820	0.38%
Vipshop Holdings Ltd	5,978	84,029	50,275	0.63%
<i>Total Communications</i>		3,262,960	2,514,778	31.70%
<i>Consumer, Cyclical (2021: 21.92%)</i>				
Air China Ltd - A	5,300	7,031	7,784	0.10%
Air China Ltd - H	18,000	13,514	13,758	0.17%
BYD Co Ltd - A	1,300	50,002	45,954	0.58%
BYD Co Ltd - H	9,500	297,906	235,264	2.97%
Chengtun Mining Group Co Ltd	2,000	2,158	1,821	0.02%
China Eastern Airlines Corp Ltd	6,800	5,126	4,655	0.06%
China Southern Airlines Co Ltd - A	7,900	7,254	7,358	0.09%
China Southern Airlines Co Ltd - H	20,000	11,270	10,548	0.13%
Contemporary Amperex Technology Co Ltd	1,900	128,195	106,842	1.35%
Fosun International Ltd	33,500	36,325	20,783	0.26%
Gotion High-tech Co Ltd	1,100	6,886	4,711	0.06%
Jiangsu Eastern Shenghong Co Ltd	3,600	8,432	8,797	0.11%
Li Auto Inc	7,372	210,460	169,630	2.14%

This Schedule of Investments forms an integral part of these financial statements.

KRANESHARES ICAV
Schedule of Investments (continued)

As at 30 September 2022
(Expressed in United States Dollars)

KraneShares MSCI China ESG Leaders UCITS ETF (continued)

<u>Description</u>	<u>Quantity</u>	<u>Cost USD</u>	<u>Fair Value USD</u>	<u>% of Net Assets</u>
Transferable securities admitted to an official stock exchange listing (continued)				
Equities (2021: 99.62%) (continued)				
<u>China (continued)</u>				
<i>Consumer, Cyclical (2021: 21.92%) (continued)</i>				
Ping An Healthcare and Technology Co Ltd	6,800	18,322	12,821	0.16%
Pop Mart International Group Ltd	7,400	27,901	13,612	0.17%
Shanghai M&G Stationery Inc	700	6,787	4,427	0.06%
Shanghai Pharmaceuticals Holding Co Ltd - A	2,000	5,412	4,632	0.06%
Shanghai Pharmaceuticals Holding Co Ltd - H	9,700	17,181	13,395	0.17%
Sinotruk Hong Kong Ltd	7,000	9,813	5,859	0.07%
XPeng Inc	5,773	169,936	68,987	0.87%
Yadea Group Holdings Ltd	18,000	35,636	28,892	0.36%
Yum China Holdings Inc	5,942	308,149	281,235	3.54%
<i>Total Consumer, Cyclical</i>		1,383,696	1,071,765	13.50%
<i>Consumer, Non-cyclical (2021: 12.43%)</i>				
3SBio Inc	19,500	15,304	13,836	0.17%
Angel Yeast Co Ltd	500	3,737	2,916	0.04%
Anjoy Foods Group Co Ltd	500	17,151	10,891	0.14%
By-health Co Ltd	1,200	4,130	2,962	0.04%
CanSino Biologics Inc - A	173	15,754	2,936	0.04%
CanSino Biologics Inc - H	1,000	9,030	5,675	0.07%
China Feihe Ltd	52,000	89,083	36,434	0.46%
China Medical System Holdings Ltd	21,000	29,081	25,067	0.31%
China Resources Sanjiu Medical & Pharmaceutical Co Ltd	800	3,988	4,310	0.05%
CSPC Pharmaceutical Group Ltd	124,000	136,844	122,896	1.55%
Dali Foods Group Co Ltd	24,000	12,956	10,334	0.13%
Genscript Biotech Corp	18,000	58,268	39,348	0.49%
Guangzhou Baiyunshan Pharmaceutical Holdings Co Ltd	700	3,307	2,549	0.03%
Guangzhou Kingmed Diagnostics Group Co Ltd	700	9,716	6,223	0.08%
Hansoh Pharmaceutical Group Co Ltd	16,000	41,203	25,315	0.32%
Henan Shuanghui Investment & Development Co Ltd	2,500	10,559	8,577	0.11%
Huadong Medicine Co Ltd	1,200	6,972	6,753	0.09%
Inner Mongolia Yili Industrial Group Co Ltd	4,900	28,509	22,668	0.28%
Jafron Biomedical Co Ltd	500	4,717	3,400	0.04%
Jinxin Fertility Group Ltd	22,500	24,212	11,035	0.14%
Joincare Pharmaceutical Group Industry Co Ltd	1,500	2,653	2,213	0.03%
Livzon Pharmaceutical Group Inc	200	992	844	0.01%
Microport Scientific Corp	7,800	24,242	13,434	0.17%
Ovctek China Inc	560	4,387	3,244	0.04%
Phamaron Beijing Co Ltd - A	800	12,046	6,065	0.08%
Phamaron Beijing Co Ltd - H	2,450	27,648	11,907	0.15%
Shandong Weigao Group Medical Polymer Co Ltd	32,000	45,261	43,048	0.54%
Shanghai Fosun Pharmaceutical Group Co Ltd - A	1,900	15,517	7,878	0.10%
Shanghai Fosun Pharmaceutical Group Co Ltd - H	5,500	24,606	13,340	0.17%
Shenzhen Mindray Bio-Medical Electronics Co Ltd	1,000	45,329	41,941	0.53%
Sinopharm Group Co Ltd	18,400	45,152	36,894	0.47%
Topchoice Medical Corp	600	21,971	10,773	0.14%
Uni-President China Holdings Ltd	19,000	19,981	15,951	0.20%
Want Want China Holdings Ltd	62,000	55,025	40,518	0.51%

This Schedule of Investments forms an integral part of these financial statements.

KRANESHARES ICAV
Schedule of Investments (continued)

As at 30 September 2022
(Expressed in United States Dollars)

KraneShares MSCI China ESG Leaders UCITS ETF (continued)

<u>Description</u>	<u>Quantity</u>	<u>Cost USD</u>	<u>Fair Value USD</u>	<u>% of Net Assets</u>
Transferable securities admitted to an official stock exchange listing (continued)				
Equities (2021: 99.62%) (continued)				
<i>China (continued)</i>				
<i>Consumer, Non-cyclical (2021: 12.43%) (continued)</i>				
WuXi AppTec Co Ltd - A	1,904	31,060	19,146	0.24%
WuXi AppTec Co Ltd - H	5,020	79,254	40,576	0.51%
Wuxi Biologics Cayman Inc	46,500	484,787	280,781	3.54%
Yihai International Holding Ltd	5,000	14,968	10,573	0.13%
Yunnan Baiyao Group Co Ltd	1,460	14,093	10,721	0.14%
Zhejiang Expressway Co Ltd	22,000	18,680	14,994	0.19%
Zhejiang Jiuzhou Pharmaceutical Co Ltd	600	4,426	3,297	0.04%
<i>Total Consumer, Non-cyclical</i>		<u>1,516,599</u>	<u>992,263</u>	<u>12.51%</u>
<i>Diversified (2021: 0.63%)</i>				
CITIC Ltd	72,000	73,400	67,873	0.85%
<i>Total Diversified</i>		<u>73,400</u>	<u>67,873</u>	<u>0.85%</u>
<i>Energy (2021: 1.30%)</i>				
CECEP Solar Energy Co Ltd	3,400	4,428	3,257	0.04%
China Three Gorges Renewables Group Co Ltd	23,200	24,587	18,321	0.23%
Ming Yang Smart Energy Group Ltd	1,800	6,775	6,092	0.08%
Sungrow Power Supply Co Ltd	900	13,892	13,965	0.18%
Titan Wind Energy Suzhou Co Ltd	1,500	3,066	2,662	0.03%
Xinyi Solar Holdings Ltd	66,000	107,679	69,868	0.88%
<i>Total Energy</i>		<u>160,427</u>	<u>114,165</u>	<u>1.44%</u>
<i>Financial (2021: 18.59%)</i>				
A-Living Smart City Services Co Ltd	10,250	21,454	8,122	0.10%
China Construction Bank Corp	1,282,000	897,742	741,446	9.35%
China Merchants Bank Co Ltd - A	16,100	93,830	75,993	0.96%
China Merchants Bank Co Ltd - H	52,000	352,924	241,787	3.05%
China Resources Mixc Lifestyle Services Ltd	9,000	43,766	34,567	0.44%
China Vanke Co Ltd - A	7,900	28,593	19,758	0.25%
China Vanke Co Ltd - H	23,700	64,770	43,174	0.54%
CIFI Holdings Group Co Ltd	61,600	27,480	6,278	0.08%
Country Garden Services Holdings Co Ltd	25,000	118,540	36,816	0.46%
Greentown Service Group Co Ltd	24,000	25,139	16,051	0.20%
Huatai Securities Co Ltd - A	5,700	11,359	9,690	0.12%
Huatai Securities Co Ltd - H	20,200	28,069	22,233	0.28%
Jinke Properties Group Co Ltd	3,800	2,358	1,114	0.01%
Longfor Group Holdings Ltd	23,500	111,181	67,507	0.85%
Orient Securities Co Ltd/China	5,900	8,222	6,364	0.08%
Postal Savings Bank of China Co Ltd - A	21,700	16,730	13,576	0.17%
Postal Savings Bank of China Co Ltd - H	107,000	78,390	63,110	0.80%
<i>Total Financial</i>		<u>1,930,547</u>	<u>1,407,586</u>	<u>17.74%</u>
<i>Industrial (2021: 3.98%)</i>				
AAC Technologies Holdings Inc	8,000	26,131	12,515	0.16%
BBMG Corp	6,500	2,733	2,270	0.03%
Beijing Capital International Airport Co Ltd	20,000	11,998	10,828	0.14%

This Schedule of Investments forms an integral part of these financial statements.

KRANESHARES ICAV
Schedule of Investments (continued)

As at 30 September 2022
(Expressed in United States Dollars)

KraneShares MSCI China ESG Leaders UCITS ETF (continued)

<u>Description</u>	<u>Quantity</u>	<u>Cost USD</u>	<u>Fair Value USD</u>	<u>% of Net Assets</u>
Transferable securities admitted to an official stock exchange listing (continued)				
Equities (2021: 99.62%) (continued)				
<i>China (continued)</i>				
<i>Industrial (2021: 3.98%) (continued)</i>				
China Baoan Group Co Ltd	1,900	3,343	2,990	0.04%
China Communications Services Corp Ltd	34,000	16,878	11,435	0.14%
China Conch Venture Holdings Ltd	21,500	63,246	34,291	0.43%
China Jushi Co Ltd	3,501	8,456	6,472	0.08%
China Lesso Group Holdings Ltd	15,000	23,100	13,968	0.18%
Eve Energy Co Ltd	1,570	22,878	18,631	0.23%
GEM Co Ltd	4,000	5,134	4,141	0.05%
Huaxin Cement Co Ltd	600	1,763	1,410	0.02%
Jonjee Hi-Tech Industrial And Commercial Holding Co Ltd	500	1,959	2,236	0.03%
Keda Industrial Group Co Ltd	1,500	3,450	3,522	0.04%
SF Holding Co Ltd	3,900	30,241	25,832	0.33%
Shanghai Construction Group Co Ltd	6,600	3,050	2,342	0.03%
Shanghai Electric Group Co Ltd	9,500	6,841	5,157	0.06%
Shenzhen Inovance Technology Co Ltd	1,950	18,209	15,730	0.20%
Sichuan Yahua Industrial Group Co Ltd	1,000	4,269	3,566	0.05%
Sinotrans Ltd	3,200	2,045	1,593	0.02%
Transfar Zhilian Co Ltd	2,600	2,453	1,929	0.02%
Xinjiang Goldwind Science & Technology Co Ltd - A	2,500	5,789	3,977	0.05%
Xinjiang Goldwind Science & Technology Co Ltd - H	10,200	18,106	11,837	0.15%
Zhejiang Chint Electrics Co Ltd	2,000	10,004	7,513	0.10%
Zhejiang Weixing New Building Materials Co Ltd	1,100	3,637	3,179	0.04%
Zoomlion Heavy Industry Science and Technology Co Ltd - A	5,300	5,906	4,119	0.05%
Zoomlion Heavy Industry Science and Technology Co Ltd - H	18,400	12,388	6,399	0.08%
<i>Total Industrial</i>		<u>314,007</u>	<u>217,882</u>	<u>2.75%</u>
<i>Technology (2021: 1.67%)</i>				
37 Interactive Entertainment Network Technology Group Co Ltd	2,000	7,714	4,887	0.06%
Kingdee International Software Group Co Ltd	35,000	88,630	45,835	0.58%
Lenovo Group Ltd	106,000	102,922	73,728	0.93%
NetEase Inc	24,300	481,372	366,826	4.63%
Suzhou TA&A Ultra Clean Technology Co Ltd	100	904	930	0.01%
Unisplendour Corp Ltd	2,300	7,199	5,117	0.06%
<i>Total Technology</i>		<u>688,741</u>	<u>497,323</u>	<u>6.27%</u>
<i>Utilities (2021: 1.37%)</i>				
CECEP Wind-Power Corp	3,600	2,975	2,222	0.03%
China Suntien Green Energy Corp Ltd	24,000	13,472	8,805	0.11%
ENN Energy Holdings Ltd	10,800	174,833	144,460	1.82%
ENN Natural Gas Co Ltd	1,700	4,748	4,426	0.06%
<i>Total Utilities</i>		<u>196,028</u>	<u>159,913</u>	<u>2.02%</u>
<u>Total China</u>		<u>9,740,818</u>	<u>7,200,208</u>	<u>90.76%</u>

This Schedule of Investments forms an integral part of these financial statements.

KRANESHARES ICAV
Schedule of Investments (continued)

As at 30 September 2022
(Expressed in United States Dollars)

KraneShares MSCI China ESG Leaders UCITS ETF (continued)

<u>Description</u>	<u>Quantity</u>	<u>Cost USD</u>	<u>Fair Value USD</u>	<u>% of Net Assets</u>
Transferable securities admitted to an official stock exchange listing (continued)				
Equities (2021: 99.62%) (continued)				
<u>Hong Kong</u>				
<i>Communications (2021: 0.00%)</i>				
China Ruyi Holdings Ltd	68,000	19,292	14,553	0.18%
<i>Total Communications</i>		<u>19,292</u>	<u>14,553</u>	<u>0.18%</u>
<i>Consumer, Cyclical (2021: 1.84%)</i>				
Alibaba Health Information Technology Ltd	28,000	26,333	12,841	0.16%
<i>Total Consumer Cyclical</i>		<u>26,333</u>	<u>12,841</u>	<u>0.16%</u>
<i>Consumer, Non-cyclical (2021: 3.44%)</i>				
China Mengniu Dairy Co Ltd	41,000	224,521	162,696	2.05%
Shenzhen International Holdings Ltd	15,288	15,625	11,685	0.15%
Sino Biopharmaceutical Ltd	145,500	109,596	68,395	0.86%
Vinda International Holdings Ltd	2,000	5,008	4,708	0.06%
<i>Total Consumer, Non-cyclical</i>		<u>354,750</u>	<u>247,484</u>	<u>3.12%</u>
<i>Energy (2021: 0.25%)</i>				
China Everbright Environment Group Ltd	45,000	28,087	18,688	0.24%
Kunlun Energy Co Ltd	44,000	39,389	31,781	0.40%
<i>Total Energy</i>		<u>67,476</u>	<u>50,469</u>	<u>0.64%</u>
<i>Financial (2021: 1.53%)</i>				
China Overseas Land & Investment Ltd	50,000	138,455	130,256	1.64%
Far East Horizon Ltd	17,000	14,495	11,478	0.14%
Hopsan Development Holdings Ltd	11,547	17,486	12,091	0.15%
Shimao Group Holdings Ltd	33,000	83,171	12,684	0.16%
Wharf Holdings Ltd/The	18,000	60,338	57,670	0.73%
<i>Total Financial</i>		<u>313,945</u>	<u>224,179</u>	<u>2.82%</u>
<i>Industrial (2021: 0.09%)</i>				
China Resources Cement Holdings Ltd	34,000	25,682	15,766	0.20%
<i>Total Industrial</i>		<u>25,682</u>	<u>15,766</u>	<u>0.20%</u>
<i>Utilities (2021: 1.52%)</i>				
Beijing Enterprises Water Group Ltd	50,000	18,116	11,529	0.15%
China Gas Holdings Ltd	42,800	101,508	51,306	0.65%
China Resources Gas Group Ltd	12,600	62,777	40,048	0.50%
<i>Total Utilities</i>		<u>182,401</u>	<u>102,883</u>	<u>1.30%</u>
<u>Total Hong Kong</u>		<u>989,879</u>	<u>668,175</u>	<u>8.42%</u>

This Schedule of Investments forms an integral part of these financial statements.

KRANESHARES ICAV
Schedule of Investments (continued)

As at 30 September 2022
(Expressed in United States Dollars)

KraneShares MSCI China ESG Leaders UCITS ETF (continued)

<u>Description</u>	<u>Quantity</u>	<u>Cost USD</u>	<u>Fair Value USD</u>	<u>% of Net Assets</u>
Transferable securities admitted to an official stock exchange listing (continued)				
Equities (2021: 99.62%) (continued)				
<u>Singapore</u>				
<i>Financial (2021: 0.17%)</i>				
BOC Aviation Ltd	2,600	21,138	18,465	0.23%
<i>Total Financial</i>		<u>21,138</u>	<u>18,465</u>	<u>0.23%</u>
<u>Total Singapore</u>		<u>21,138</u>	<u>18,465</u>	<u>0.23%</u>
Total Equities		<u>10,751,835</u>	<u>7,886,848</u>	<u>99.41%</u>
Total Financial Assets and Liabilities at Fair Value Through Profit or Loss			<u>7,886,848</u>	<u>99.41%</u>
Cash and cash equivalents (2021: 0.28%)			36,784	0.46%
Other net assets (2021: 0.10%)			10,246	0.13%
Net asset value attributable to holders of redeemable participating shares			<u>7,933,878</u>	<u>100.00%</u>
		Fair Value USD	% of Total Assets	
Transferable securities admitted to an official stock exchange listing		7,886,848	99.37%	
Other assets		50,230	0.63%	
Total Assets		<u>7,937,078</u>	<u>100.00%</u>	

This Schedule of Investments forms an integral part of these financial statements.

KRANESHARES ICAV
Schedule of Investments (continued)

As at 30 September 2022
(Expressed in United States Dollars)

KraneShares Bloomberg China Bond Inclusion UCITS ETF

<u>Description</u>	<u>Maturity Date</u>	<u>Coupon</u>	<u>Nominal</u>	<u>Cost USD</u>	<u>Fair Value USD</u>	<u>% of Net Assets</u>
Transferable securities admitted to an official stock exchange listing						
Bonds (2021: 89.82%)						
<u>China</u>						
<i>Corporate (2021: 19.97%)</i>						
Agricultural Development Bank of China	25/05/2023	4.37	840,000	133,418	119,579	6.53%
China Development Bank	05/02/2023	3.00	790,000	123,995	111,218	6.08%
Export-Import Bank China	08/03/2023	3.04	810,000	125,699	114,176	6.24%
<i>Total Corporate</i>				<u>383,112</u>	<u>344,973</u>	<u>18.85%</u>
<i>Government (2021: 69.85%)</i>						
China Government Bond	02/09/2024	2.47	1,000,000	156,478	141,171	7.71%
China Government Bond	11/03/2026	3.03	1,000,000	157,090	143,377	7.83%
China Government Bond	20/01/2027	2.37	800,000	118,993	111,433	6.09%
China Government Bond	16/08/2028	3.54	1,680,000	262,299	248,995	13.61%
China Government Bond	18/11/2031	2.89	1,000,000	157,351	140,770	7.69%
China Government Bond	19/03/2048	4.22	1,680,000	281,449	275,876	15.07%
China Government Bond	16/03/2050	3.39	710,000	102,473	102,278	5.59%
China Government Bond	24/06/2069	4.00	1,680,000	275,222	277,351	15.17%
<i>Total Government</i>				<u>1,511,355</u>	<u>1,441,251</u>	<u>78.76%</u>
Total Bonds				<u>1,894,467</u>	<u>1,786,224</u>	<u>97.61%</u>
Total financial assets at fair value through profit or loss					<u>1,786,224</u>	<u>97.61%</u>
Cash and cash equivalents (2021: 8.88%)					29,907	1.63%
Other net assets (2021: 1.30%)					13,907	0.76%
Net assets attributable to holders of redeemable participating shares					<u>1,830,038</u>	<u>100.00%</u>
<u>Analysis of Total Assets</u>				Fair Value	% of	
Transferable securities admitted to an official stock exchange listing				USD	Total Assets	
				1,786,224	97.58%	
Other assets				44,314	2.42%	
Total Assets				<u>1,830,538</u>	<u>100.00%</u>	

This Schedule of Investments forms an integral part of these financial statements.

KRANESHARES ICAV
Schedule of Investments (continued)

As at 30 September 2022
(Expressed in United States Dollars)

KraneShares MSCI All China Health Care Index UCITS ETF

<u>Description</u>	<u>Quantity</u>	<u>Cost USD</u>	<u>Fair Value USD</u>	<u>% of Net Assets</u>
Transferable securities admitted to an official stock exchange listing				
Equities (2021: 99.97%)				
<u>China</u>				
<i>Consumer, Cyclical (2021: 1.61%)</i>				
Shanghai Pharmaceuticals Holding Co Ltd	22,200	62,720	51,412	0.91%
<i>Total Consumer, Cyclical</i>		<u>62,720</u>	<u>51,412</u>	<u>0.91%</u>
<i>Consumer, Non-cyclical (2021: 92.12%)</i>				
Aier Eye Hospital Group Co Ltd	56,998	351,219	229,218	4.04%
Apeloa Pharmaceutical Co Ltd	9,600	39,152	22,111	0.39%
Asymchem Laboratories Tianjin Co Ltd	2,800	102,860	54,475	0.96%
Autobio Diagnostics Co Ltd	4,250	53,694	32,854	0.58%
Beijing Tiantan Biological Products Corp Ltd	13,800	62,682	39,082	0.69%
Beijing Tongrentang Co Ltd	11,400	85,010	72,838	1.28%
Beijing Wantai Biological Pharmacy Enterprise Co Ltd	4,805	119,177	77,105	1.36%
Betta Pharmaceuticals Co Ltd	3,400	53,343	21,366	0.38%
BGI Genomics Co Ltd	3,400	60,671	25,434	0.45%
Bloomage Biotechnology Corp Ltd	2,598	51,010	47,739	0.84%
CanSino Biologics Inc	905	57,865	15,360	0.27%
Changchun High & New Technology Industry Group Inc	3,400	198,997	81,243	1.43%
China National Medicines Corp Ltd	5,600	30,419	19,567	0.34%
China Resources Sanjiu Medical & Pharmaceutical Co Ltd	8,100	34,499	43,641	0.77%
Chongqing Zhifei Biological Products Co Ltd	13,100	303,258	158,817	2.80%
Daan Gene Co Ltd	11,480	35,477	26,699	0.47%
Dong-E-E-Jiao Co Ltd	5,400	31,932	24,534	0.43%
Guangzhou Baiyunshan Pharmaceutical Holdings Co Ltd	11,600	52,763	42,240	0.74%
Guangzhou Kingmed Diagnostics Group Co Ltd	3,900	75,849	34,672	0.61%
Hangzhou Tigermed Consulting Co Ltd	3,100	73,410	39,648	0.70%
Huadong Medicine Co Ltd	14,200	74,421	79,912	1.41%
Hualan Biological Engineering Inc	14,900	86,071	37,954	0.67%
Imeik Technology Development Co Ltd	1,500	135,798	103,165	1.82%
Intco Medical Technology Co Ltd	5,500	70,913	15,376	0.27%
Jafron Biomedical Co Ltd	6,600	67,223	44,882	0.79%
Jiangsu Hengrui Medicine Co Ltd	53,080	557,237	261,337	4.60%
Jiangsu Yuyue Medical Equipment & Supply Co Ltd	7,900	36,107	31,925	0.56%
Joincare Pharmaceutical Group Industry Co Ltd	15,600	30,040	23,020	0.41%
Joinn Laboratories China Co Ltd	3,696	52,955	29,297	0.52%
Jointown Pharmaceutical Group Co Ltd	15,300	36,252	24,552	0.43%
Lepu Medical Technology Beijing Co Ltd	14,400	58,143	42,680	0.75%
Livzon Pharmaceutical Group Inc	5,100	29,982	21,533	0.38%
Meinian Onehealth Healthcare Holdings Co Ltd	31,900	49,917	19,106	0.34%
Nanjing King-Friend Biochemical Pharmaceutical Co Ltd	12,964	46,983	30,259	0.53%
Ovctek China Inc	7,040	73,084	40,783	0.72%
Pharmaron Beijing Co Ltd	8,100	155,768	61,410	1.08%
Porton Pharma Solutions Ltd	4,400	53,311	28,761	0.51%
Shandong Buchang Pharmaceuticals Co Ltd	9,400	29,612	23,114	0.41%
Shanghai Fosun Pharmaceutical Group Co Ltd	17,500	136,128	72,561	1.28%
Shanghai Junshi Biosciences Co Ltd	5,801	56,315	41,084	0.72%

This Schedule of Investments forms an integral part of these financial statements.

KRANESHARES ICAV

Schedule of Investments (continued)

For the year ended 30 September 2022

*(Expressed in United States Dollars)***KraneShares MSCI All China Health Care Index UCITS ETF (continued)**

<u>Description</u>	<u>Quantity</u>	<u>Cost USD</u>	<u>Fair Value USD</u>	<u>% of Net Assets</u>
Transferable securities admitted to an official stock exchange listing (continued)				
Equities (2021: 99.97%) (continued)				
<u>China (continued)</u>				
<i>Consumer, Non-cyclical (2021: 92.12%) (continued)</i>				
Shanghai Medicilon Inc	676	37,648	21,193	0.37%
Shanghai RAAS Blood Products Co Ltd	55,300	60,042	41,344	0.73%
Shenzhen Kangtai Biological Products Co Ltd	9,000	118,239	38,264	0.67%
Shenzhen Mindray Bio-Medical Electronics Co Ltd	9,900	624,343	415,211	7.31%
Shenzhen New Industries Biomedical Engineering Co Ltd	6,500	45,686	34,345	0.60%
Shenzhen Salubris Pharmaceuticals Co Ltd	9,000	42,168	30,841	0.54%
Shijiazhuang Yiling Pharmaceutical Co Ltd	13,820	40,460	42,085	0.74%
Sichuan Kelun Pharmaceutical Co Ltd	11,700	34,369	36,171	0.64%
Tonghua Dongbao Pharmaceutical Co Ltd	14,600	26,401	17,673	0.31%
Topchoice Medical Corp	2,700	110,155	48,477	0.85%
Walvax Biotechnology Co Ltd	13,200	106,549	68,692	1.21%
WuXi AppTec Co Ltd	21,220	422,694	213,386	3.76%
Yunnan Baiyao Group Co Ltd	15,280	188,613	112,202	1.98%
Zhangzhou Pientzhuang Pharmaceutical Co Ltd	5,000	277,539	187,119	3.30%
Zhejiang Huahai Pharmaceutical Co Ltd	12,400	45,310	33,378	0.59%
Zhejiang Jiuzhou Pharmaceutical Co Ltd	6,900	46,700	37,921	0.67%
Zhejiang NHU Co Ltd	25,468	99,063	79,271	1.40%
Zhejiang Orient Gene Biotech Co Ltd	1,643	42,306	17,393	0.31%
Zhejiang Wolwo Bio-Pharmaceutical Co Ltd	4,300	42,345	29,392	0.52%
<i>Total Consumer, Non-cyclical</i>		<u>6,120,177</u>	<u>3,645,712</u>	<u>64.21%</u>
<i>Diversified (2021: 0.42%)</i>				
Humanwell Healthcare Group Co Ltd	13,400	51,427	32,950	0.58%
<i>Total Diversified</i>		<u>51,427</u>	<u>32,950</u>	<u>0.58%</u>
<i>Industrial (2021: 0.22%)</i>				
<i>Technology (2021: 0.38%)</i>				
Winning Health Technology Group Co Ltd	17,600	38,051	17,380	0.31%
<i>Total Technology</i>		<u>38,051</u>	<u>17,380</u>	<u>0.31%</u>
<u>Total China</u>		<u>6,272,375</u>	<u>3,747,454</u>	<u>66.00%</u>
<u>Hong Kong</u>				
<i>Consumer, Cyclical (2021: 1.53%)</i>				
Shanghai Pharmaceuticals Holding Co Ltd	20,600	36,493	28,447	0.50%
<i>Total Consumer, Cyclical</i>		<u>36,493</u>	<u>28,447</u>	<u>0.50%</u>
<i>Consumer, Non-cyclical (2021: 3.69%)</i>				
3SBio Inc	39,500	34,091	28,028	0.49%
CanSino Biologics Inc	2,600	80,252	14,756	0.26%
China Medical System Holdings Ltd	37,000	62,073	44,165	0.78%
China Traditional Chinese Medicine Holdings Co Ltd	76,000	40,666	26,528	0.47%
CSPC Pharmaceutical Group Ltd	248,000	271,577	245,792	4.33%
Genscript Biotech Corp	32,000	101,813	69,952	1.23%

This Schedule of Investments forms an integral part of these financial statements.

KRANESHARES ICAV
Schedule of Investments (continued)

As at 30 September 2022
(Expressed in United States Dollars)

KraneShares MSCI All China Health Care Index UCITS ETF (continued)

<u>Description</u>	<u>Quantity</u>	<u>Cost USD</u>	<u>Fair Value USD</u>	<u>% of Net Assets</u>
Transferable securities admitted to an official stock exchange listing (continued)				
Equities (2021: 99.97%) (continued)				
<u>Hong Kong (continued)</u>				
<i>Consumer, Non-cyclical (2021: 3.69%)(continued)</i>				
Hangzhou Tigermed Consulting Co Ltd	3,400	67,169	27,569	0.49%
Hansoh Pharmaceutical Group Co Ltd	34,000	137,070	53,794	0.95%
Hygeia Healthcare Holdings Co Ltd	9,600	71,573	54,238	0.96%
Innovent Biologics Inc	28,500	281,346	88,769	1.56%
Jinxin Fertility Group Ltd	42,000	66,102	20,599	0.36%
Microport Scientific Corp	17,900	94,617	30,829	0.54%
Pharmaron Beijing Co Ltd	5,550	64,123	26,973	0.48%
Shandong Weigao Group Medical Polymer Co Ltd	66,400	113,970	89,324	1.57%
Shanghai Fosun Pharmaceutical Group Co Ltd	13,500	67,660	32,744	0.58%
Sino Biopharmaceutical Ltd	286,000	242,220	134,440	2.37%
Sinopharm Group Co Ltd	36,800	89,167	73,787	1.30%
WuXi AppTec Co Ltd	9,680	180,494	78,243	1.38%
Wuxi Biologics Cayman Inc	69,000	773,479	416,642	7.34%
<i>Total Consumer, Non-cyclical</i>		<u>2,839,462</u>	<u>1,557,172</u>	<u>27.43%</u>
<u>Total Hong Kong</u>		<u>2,875,955</u>	<u>1,585,619</u>	<u>27.93%</u>
<u>United States of America</u>				
<i>Consumer, Non-cyclical (2021: Nil)</i>				
BeiGene Ltd	1,303	400,209	175,670	3.10%
Hutchmed China Ltd	2,325	71,355	20,600	0.36%
Legend Biotech Corp	1,353	66,839	55,202	0.97%
Zai Lab Ltd	2,435	257,822	83,277	1.47%
<i>Total Consumer, Non-cyclical</i>		<u>796,225</u>	<u>334,749</u>	<u>5.90%</u>
<u>Total United States of America</u>		<u>796,225</u>	<u>334,749</u>	<u>5.90%</u>
Total Equities		<u>9,944,555</u>	<u>5,667,821</u>	<u>99.83%</u>
Total Financial Assets and Liabilities at Fair Value Through Profit or Loss			<u>5,667,821</u>	<u>99.83%</u>
Cash and cash equivalents (2021: 0.09%)			9,646	0.17%
Other net assets (2021: 0.06%)			73	0.00%
Net asset value attributable to holders of redeemable participating shares			<u>5,677,540</u>	<u>100.00%</u>
		Fair Value	% of	
		USD	Total Assets	
Transferable securities admitted to an official stock exchange listing		5,667,821	99.77%	
Other assets		12,805	0.23%	
Total Assets		<u>5,680,626</u>	<u>100.00%</u>	

This Schedule of Investments forms an integral part of these financial statements.

KRANESHARES ICAV
Schedule of Investments (continued)

As at 30 September 2022
(Expressed in United States Dollars)

KraneShares ICBCCS SSE Star Market 50 Index UCITS ETF

<u>Description</u>	<u>Quantity</u>	<u>Cost USD</u>	<u>Fair Value USD</u>	<u>% of Net Assets</u>
Transferable securities admitted to an official stock exchange listing				
Equities (2021: 99.37%)				
<u>China</u>				
<i>Basic Materials (2021: 8.04%)</i>				
Cathay Biotech Inc	4,094	56,823	34,571	1.48%
Guangdong Jia Yuan Technology Shares Co Ltd	3,834	44,242	28,051	1.20%
Western Superconducting Technologies Co Ltd	6,311	59,783	94,623	4.05%
<i>Total Basic Materials</i>		<u>160,848</u>	<u>157,245</u>	<u>6.73%</u>
<i>Communications (2021: 5.31%)</i>				
Shenzhen Transsion Holdings Co Ltd	5,625	155,314	45,889	1.96%
<i>Total Communications</i>		<u>155,314</u>	<u>45,889</u>	<u>1.96%</u>
<i>Consumer, Cyclical (2021: 6.64%)</i>				
Autel Intelligent Technology Corp Ltd	6,327	82,294	25,054	1.07%
Beijing Roborock Technology Co Ltd	1,095	150,013	39,653	1.70%
Tianneng Battery Group Co Ltd	2,906	21,295	13,411	0.57%
<i>Total Consumer, Cyclical</i>		<u>253,602</u>	<u>78,118</u>	<u>3.34%</u>
<i>Consumer, Non-cyclical (2021: 16.55%)</i>				
Bloomage Biotechnology Corp Ltd	2,250	93,437	41,344	1.77%
CanSino Biologics Inc	1,611	124,454	27,343	1.17%
iRay Technology Co Ltd	837	60,727	61,250	2.62%
Micro-Tech Nanjing Co Ltd	1,619	49,702	17,259	0.74%
Nanjing Vazyme Biotech Co Ltd	831	8,362	7,206	0.31%
Ninebot Ltd	8,361	73,575	44,930	1.92%
Qingdao Haier Biomedical Co Ltd	4,305	69,243	37,608	1.61%
Shanghai Junshi Biosciences Co Ltd	7,885	78,524	55,843	2.39%
Shanghai Medicilon Inc	1,060	48,479	33,231	1.42%
<i>Total Consumer, Non-cyclical</i>		<u>606,503</u>	<u>326,015</u>	<u>13.95%</u>
<i>Energy (2021: 8.69%)</i>				
Hoymiles Power Electronics Inc	387	63,604	59,620	2.55%
Jinko Solar Ltd	32,800	77,145	76,696	3.28%
Ningbo Ronbay New Energy Technology Co Ltd	6,287	83,599	74,210	3.18%
Pylon Technologies Co Ltd	1,810	60,330	101,555	4.35%
Trina Solar Co Ltd	24,820	207,538	223,198	9.55%
Xinjiang Daqo New Energy Co Ltd	4,952	53,247	33,918	1.45%
<i>Total Energy</i>		<u>545,463</u>	<u>569,196</u>	<u>24.36%</u>
<i>Industrial (2021: 16.49%)</i>				
3peak Inc	1,356	90,430	44,365	1.90%
China Railway Signal & Communication Corp Ltd	60,479	51,710	35,206	1.51%
Everdisplay Optronics Shanghai Co Ltd	64,130	31,733	23,028	0.99%
Hunan Changyuan Lico Co Ltd	9,022	25,689	18,856	0.81%
Jiangsu Cnano Technology Co Ltd	4,145	55,700	66,962	2.87%
Jiangsu GoodWe Power Supply Technology Co Ltd	1,441	74,974	57,208	2.45%
Raytron Technology Co Ltd	6,258	97,341	33,374	1.43%
Shanghai Friendess Electronic Technology Corp Ltd	1,033	43,663	27,458	1.17%
Suzhou Nanomicro Technology Co Ltd	1,000	12,134	9,970	0.43%

This Schedule of Investments forms an integral part of these financial statements

KRANESHARES ICAV

Schedule of Investments (continued)

For the year ended 30 September 2022

*(Expressed in United States Dollars)***KraneShares ICBCCS SSE Star Market 50 Index UCITS ETF (continued)**

<u>Description</u>	<u>Quantity</u>	<u>Cost USD</u>	<u>Fair Value USD</u>	<u>% of Net Assets</u>
Transferable securities admitted to an official stock exchange listing (continued)				
Equities (2021: 99.37%) (continued)				
<u>China (continued)</u>				
<i>Industrial (2021: 16.49%) (continued)</i>				
Zhejiang HangKe Technology Inc Co	2,840	36,760	19,914	0.85%
Zhejiang Supcon Technology Co Ltd	6,770	85,949	74,185	3.17%
Zhuhai CosMX Battery Co Ltd	2,623	12,026	8,223	0.35%
Zhuzhou CRRC Times Electric Co Ltd	3,900	35,507	29,650	1.27%
<i>Total Industrial</i>		<u>653,616</u>	<u>448,400</u>	<u>19.19%</u>
<i>Technology (2021: 37.65%)</i>				
ACM Research Shanghai Inc	800	12,681	11,684	0.50%
Advanced Micro-Fabrication Equipment Inc China	8,446	166,986	127,795	5.47%
Amlogic Shanghai Co Ltd	5,569	79,618	50,768	2.17%
Asr Microelect Co Ltd	869	9,209	7,745	0.33%
Beijing Kingsoft Office Software Inc	4,313	265,235	121,668	5.21%
Bestechnic Shaghai Co Ltd	1,683	53,393	22,453	0.96%
Cambricon Technologies Corp Ltd	4,682	76,982	41,164	1.76%
Changchun Bcht Co Ltd	900	7,233	7,259	0.31%
China Resources Microelectronics Ltd	12,147	114,233	81,137	3.47%
GalaxyCore Inc	4,674	14,366	10,424	0.45%
Montage Technology Co Ltd	10,396	92,024	76,310	3.27%
National Silicon Industry Group Co Ltd	25,444	98,573	63,707	2.73%
Qi An Xin Technology Group Inc	6,380	95,370	38,553	1.65%
Verisilicon Microelectronics Shanghai Co Ltd	5,798	69,100	35,744	1.53%
<i>Total Technology</i>		<u>1,155,001</u>	<u>696,410</u>	<u>29.80%</u>
<u>Total China</u>		<u>3,530,347</u>	<u>2,321,273</u>	<u>99.33%</u>
Total Equities		<u>3,530,347</u>	<u>2,321,273</u>	<u>99.33%</u>
Total financial assets at fair value through profit or loss			<u>2,321,273</u>	<u>99.33%</u>
Cash and cash equivalents (2021: 0.65%)			12,995	0.56%
Restricted cash (2021: 0.13%)			4,318	0.18%
Other net liabilities (2021: 0.15%)			(1,655)	(0.07%)
Net asset value attributable to holders of redeemable participating shares			<u>2,336,931</u>	<u>100.00%</u>
<u>Analysis of Total Assets</u>			Fair Value USD	% of Total Assets
Transferable securities admitted to an official stock exchange listing			2,321,273	99.26%
Other assets			17,313	0.74%
Total Assets			<u>2,338,586</u>	<u>100.00%</u>

This Schedule of Investments forms an integral part of these financial statements.

KRANESHARES ICAV
Schedule of Investments (continued)

As at 30 September 2022
(Expressed in United States Dollars)

KraneShares Electric Vehicles & Future Mobility ESG Screened UCITS ETF

<u>Description</u>	<u>Quantity</u>	<u>Cost USD</u>	<u>Fair Value USD</u>	<u>% of Net Assets</u>
Transferable securities admitted to official stock exchange listing				
Equities				
<u>Australia</u>				
<i>Basic materials</i>				
IGO Ltd	14,020	113,510	123,493	2.41%
Mineral Resources Ltd	1,391	56,016	58,803	1.15%
Pilbara Minerals Ltd	41,779	76,795	122,490	2.39%
Allkem Ltd	11,033	92,580	98,247	1.92%
<i>Total Basic materials</i>		<u>338,901</u>	<u>403,033</u>	<u>7.87%</u>
<u>Total Australia</u>		<u>338,901</u>	<u>403,033</u>	<u>7.87%</u>
<u>Belgium</u>				
<i>Basic materials</i>				
Umicore SA	3,974	150,884	117,300	2.29%
<i>Total Basic materials</i>		<u>150,884</u>	<u>117,300</u>	<u>2.29%</u>
<u>Total Belgium</u>		<u>150,884</u>	<u>117,300</u>	<u>2.29%</u>
<u>Canada</u>				
<i>Basic materials</i>				
Lithium Americas Corp	1,988	63,133	52,447	1.02%
<i>Total Basic materials</i>		<u>63,133</u>	<u>52,447</u>	<u>1.02%</u>
<i>Consumer, cyclical</i>				
Magna International Inc	2,678	161,884	127,717	2.50%
<i>Total Consumer, cyclical</i>		<u>161,884</u>	<u>127,717</u>	<u>2.50%</u>
<i>Energy</i>				
Ballard Power Systems Inc	4,782	34,177	29,443	0.58%
<i>Total Energy</i>		<u>34,177</u>	<u>29,443</u>	<u>0.58%</u>
<u>Total Canada</u>		<u>259,194</u>	<u>209,607</u>	<u>4.10%</u>
<u>Chile</u>				
<i>Basic materials</i>				
Sociedad Quimica y Minera de Chile SA	1,496	145,920	140,709	2.75%
<i>Total Basic materials</i>		<u>145,920</u>	<u>140,709</u>	<u>2.75%</u>
<u>Total Chile</u>		<u>145,920</u>	<u>140,709</u>	<u>2.75%</u>
<u>China</u>				
<i>Basic materials</i>				
Beijing Easpring Material Technology Co Ltd	2,700	29,850	25,134	0.49%
CMOC Group Ltd	93,100	68,622	61,969	1.21%
Ganfeng Lithium Group Co Ltd	8,460	110,247	89,286	1.74%
Guangzhou Tinci Materials Technology Co Ltd	10,100	63,941	62,755	1.23%
Shanghai Putailai New Energy Technology Co Ltd	7,300	72,187	57,443	1.12%
Tianqi Lithium Corp	1,800	19,456	15,707	0.31%
Xiamen Tungsten Co Ltd	7,600	24,257	24,254	0.47%
Zhejiang Huayou Cobalt Co Ltd	8,470	96,069	76,850	1.50%
<i>Total Basic materials</i>		<u>484,629</u>	<u>413,398</u>	<u>8.07%</u>

This Schedule of Investments forms an integral part of these financial statements.

KRANESHARES ICAV
Schedule of Investments (continued)

As at 30 September 2022
(Expressed in United States Dollars)

KraneShares Electric Vehicles & Future Mobility ESG Screened UCITS ETF (continued)

<u>Description</u>	<u>Quantity</u>	<u>Cost USD</u>	<u>Fair Value USD</u>	<u>% of Net Assets</u>
Transferable securities admitted to official stock exchange listing (continued)				
Equities (continued)				
<u>China (continued)</u>				
<i>Consumer, cyclical</i>				
BYD Co Ltd	5,200	229,341	184,800	3.61%
Contemporary Amperex Technology Co Ltd	3,200	193,109	180,907	3.53%
Gotion High-tech Co Ltd	8,700	46,781	37,456	0.73%
Guangzhou Automobile Group Co Ltd	54,000	50,740	38,522	0.75%
Li Auto Inc	10,500	142,171	121,186	2.37%
NIO Inc	12,786	222,762	201,635	3.94%
XPeng Inc	15,700	126,426	92,001	1.80%
Yadea Group Holdings Ltd	20,000	36,232	32,102	0.63%
<i>Total Consumer, cyclical</i>		1,047,562	888,609	17.36%
<i>Industrial</i>				
China Baoan Group Co Ltd	13,900	26,143	21,993	0.43%
Eve Energy Co Ltd	9,100	116,496	108,566	2.12%
GEM Co Ltd	25,500	29,860	26,539	0.52%
Guangzhou Great Power Energy & Technology Co Ltd	2,500	21,120	26,484	0.52%
Ningbo Shanshan Co Ltd	11,500	40,681	33,813	0.66%
Qingdao TGOOD Electric Co Ltd	5,500	13,386	11,285	0.22%
Shenzhen Kedali Industry Co Ltd	1,200	23,601	16,278	0.32%
Shenzhen Yinghe Technology Co Ltd	3,400	12,650	11,339	0.22%
Zhongshan Broad Ocean Motor Co Ltd	12,700	10,973	9,474	0.19%
<i>Total Industrial</i>		294,910	265,771	5.20%
<u>Total China</u>		1,827,101	1,567,778	30.63%
<u>Germany</u>				
<i>Consumer, cyclical</i>				
Mercedes-Benz Group AG	1,141	70,624	58,516	1.14%
Volkswagen AG	345	68,067	57,000	1.11%
<i>Total Consumer, cyclical</i>		138,691	115,516	2.25%
<i>Technology</i>				
Infineon Technologies AG	2,603	69,028	57,911	1.13%
<i>Total Technology</i>		69,028	57,911	1.13%
<u>Total Germany</u>		207,719	173,427	3.38%
<u>Hong Kong</u>				
<i>Consumer, Cyclical</i>				
Geely Automobile Holdings Ltd	77,000	147,700	106,134	2.07%
<i>Total Consumer, cyclical</i>		147,700	106,134	2.07%
<u>Total Hong Kong</u>		147,700	106,134	2.07%

This Schedule of Investments forms an integral part of these financial statements.

KRANESHARES ICAV
Schedule of Investments (continued)

As at 30 September 2022
(Expressed in United States Dollars)

KraneShares Electric Vehicles & Future Mobility ESG Screened UCITS ETF (continued)

<u>Description</u>	<u>Quantity</u>	<u>Cost USD</u>	<u>Fair Value USD</u>	<u>% of Net Assets</u>
Transferable securities admitted to official stock exchange listing (continued)				
Equities (continued)				
<u>Indonesia</u>				
<i>Basic materials</i>				
Aneka Tambang Tbk	155,000	23,374	19,747	0.39%
Vale Indonesia Tbk PT	37,500	17,748	15,761	0.32%
<i>Total Basic materials</i>		<u>41,122</u>	<u>35,508</u>	<u>0.71%</u>
<u>Total Indonesia</u>		<u>41,122</u>	<u>35,508</u>	<u>0.71%</u>
<u>Ireland</u>				
<i>Consumer, Cyclical</i>				
Aptiv PLC	2,566	250,469	200,687	3.92%
<i>Total Consumer, cyclical</i>		<u>250,469</u>	<u>200,687</u>	<u>3.92%</u>
<u>Total Ireland</u>		<u>250,469</u>	<u>200,687</u>	<u>3.92%</u>
<u>Israel</u>				
<i>Energy</i>				
SolarEdge Technologies Inc	210	53,413	48,607	0.95%
<i>Total Energy</i>		<u>53,413</u>	<u>48,607</u>	<u>0.95%</u>
<u>Total Israel</u>		<u>53,413</u>	<u>48,607</u>	<u>0.95%</u>
<u>Japan</u>				
<i>Consumer, Cyclical</i>				
Panasonic Holdings Corp	18,800	159,142	131,767	2.58%
<i>Total Consumer, cyclical</i>		<u>159,142</u>	<u>131,767</u>	<u>2.58%</u>
<i>Industrial</i>				
Nidec Corp	3,600	236,520	202,204	3.95%
<i>Total Industrial</i>		<u>236,520</u>	<u>202,204</u>	<u>3.95%</u>
<u>Total Japan</u>		<u>395,662</u>	<u>333,971</u>	<u>6.53%</u>
<u>Malaysia</u>				
<i>Basic materials</i>				
Lynas Rare Earths Ltd	17,282	108,461	84,003	1.64%
<i>Total Basic materials</i>		<u>108,461</u>	<u>84,003</u>	<u>1.64%</u>
<u>Total Malaysia</u>		<u>108,461</u>	<u>84,003</u>	<u>1.64%</u>
<u>The Netherlands</u>				
<i>Industrial</i>				
Alfen Beheer BV	418	44,288	38,812	0.76%
<i>Total Industrial</i>		<u>44,288</u>	<u>38,812</u>	<u>0.76%</u>
<u>Total The Netherlands</u>		<u>44,288</u>	<u>38,812</u>	<u>0.76%</u>

This Schedule of Investments forms an integral part of these financial statements.

KRANESHARES ICAV
Schedule of Investments (continued)

As at 30 September 2022
(Expressed in United States Dollars)

KraneShares Electric Vehicles & Future Mobility ESG Screened UCITS ETF (continued)

<u>Description</u>	<u>Quantity</u>	<u>Cost USD</u>	<u>Fair Value USD</u>	<u>% of Net Assets</u>
Transferable securities admitted to official stock exchange listing (continued)				
Equities (continued)				
<u>South Korea</u>				
<i>Basic materials</i>				
SK IE Technology Co Ltd	333	25,757	12,196	0.24%
<i>Total Basic materials</i>		<u>25,757</u>	<u>12,196</u>	<u>0.24%</u>
<i>Communications</i>				
Samsung SDI Co Ltd	532	239,157	203,028	3.97%
<i>Total Communications</i>		<u>239,157</u>	<u>203,028</u>	<u>3.97%</u>
<i>Consumer, Cyclical</i>				
LG Energy Solution Ltd	423	151,670	126,099	2.46%
<i>Total Consumer, cyclical</i>		<u>151,670</u>	<u>126,099</u>	<u>2.46%</u>
<i>Industrial</i>				
Ecopro BM Co Ltd	898	81,978	55,297	1.08%
L&F Co Ltd	428	79,134	53,160	1.04%
<i>Total Industrial</i>		<u>161,112</u>	<u>108,457</u>	<u>2.12%</u>
<u>Total South Korea</u>		<u>577,696</u>	<u>449,780</u>	<u>8.79%</u>
<u>Sweden</u>				
<i>Consumer, Cyclical</i>				
Volvo Car AB	9,575	71,325	42,045	0.82%
<i>Total Consumer, cyclical</i>		<u>71,325</u>	<u>42,045</u>	<u>0.82%</u>
<u>Total Sweden</u>		<u>71,325</u>	<u>42,045</u>	<u>0.82%</u>
<u>United Kingdom</u>				
<i>Energy</i>				
ITM Power PLC	8,953	23,343	10,454	0.20%
<i>Total Energy</i>		<u>23,343</u>	<u>10,454</u>	<u>0.20%</u>
<u>Total United Kingdom</u>		<u>23,343</u>	<u>10,454</u>	<u>0.20%</u>
<u>United States of America</u>				
<i>Basic materials</i>				
Albemarle Corp	850	196,517	224,774	4.39%
Livent Corp	3,435	92,754	105,283	2.06%
<i>Total Basic materials</i>		<u>289,271</u>	<u>330,057</u>	<u>6.45%</u>
<i>Consumer, Cyclical</i>				
EVgo Inc	1,347	12,249	10,655	0.21%
Ford Motor Co	4,130	52,443	46,256	0.90%
Lucid Group Inc	9,613	170,064	134,294	2.63%
Nikola Corp	5,245	32,799	18,462	0.36%
Proterra Inc	4,034	23,558	20,089	0.39%
Rivian Automotive Inc	4,718	146,711	155,269	3.03%
Tesla Inc	863	190,195	228,911	4.47%
<i>Total Consumer, cyclical</i>		<u>628,019</u>	<u>613,936</u>	<u>11.99%</u>

This Schedule of Investments forms an integral part of these financial statements.

KRANESHARES ICAV
Schedule of Investments (continued)

As at 30 September 2022
(Expressed in United States Dollars)

KraneShares Electric Vehicles & Future Mobility ESG Screened UCITS ETF (continued)

<u>Description</u>	<u>Quantity</u>	<u>Cost USD</u>	<u>Fair Value USD</u>	<u>% of Net Assets</u>
Transferable securities admitted to official stock exchange listing (continued)				
Equities (continued)				
<u>United States of America (continued)</u>				
<i>Energy</i>				
Plug Power Inc	5,764	92,125	121,102	2.37%
<i>Total Energy</i>		<u>92,125</u>	<u>121,102</u>	<u>2.37%</u>
<i>Industrial</i>				
ChargePoint Holdings Inc	4,942	64,652	72,944	1.43%
<i>Total Industrial</i>		<u>64,652</u>	<u>72,944</u>	<u>1.43%</u>
<u>Total United States of America</u>		<u>1,074,067</u>	<u>1,138,039</u>	<u>22.24%</u>
Total Equities		<u>5,717,265</u>	<u>5,099,894</u>	<u>99.65%</u>
Total Financial Assets and Liabilities at Fair Value Through Profit or Loss		5,717,265	5,099,894	99.65%
Cash and cash equivalents			17,424	0.34%
Other net assets			565	0.01%
Net asset value attributable to holders of redeemable participating shares			<u>5,117,883</u>	<u>100.00%</u>
			Fair Value USD	% of Total Assets
Analysis of Total Assets				
Transferable securities admitted to official stock exchange listing			5,099,894	99.57%
Other assets			21,995	0.43%
Total Assets			<u>5,121,889</u>	<u>100.00%</u>

This Schedule of Investments forms an integral part of these financial statements.

KRANESHARES ICAV
Statement of Financial Position

As at 30 September 2022
(Expressed in United States Dollars)

	Notes	CSI China Internet UCITS ETF USD	MSCI China A 50 Connect UCITS ETF USD	MSCI China ESG Leaders UCITS ETF USD	Bloomberg China Bond Inclusion UCITS ETF USD	MSCI All China Health Care Index UCITS ETF USD	ICBCCS SSE Star Market 50 Index UCITS ETF USD	Electric Vehicles & Future Mobility ESG Screened UCITS ETF USD ¹
Assets								
Current assets								
Financial assets at fair value through profit or loss	7, 8	416,158,587	5,095,986	7,886,848	1,786,224	5,667,821	2,321,273	5,099,894
Cash and cash equivalents		1,204,308	7,390	36,784	29,907	9,646	12,995	17,424
Restricted cash		-	-	-	-	-	4,318	-
Interest receivable		-	-	-	14,407	-	-	-
Subscriptions receivable		-	-	-	-	-	-	1,268
Other receivables		152,998	2,774	13,446	-	3,159	-	3,303
Total assets		417,515,893	5,106,150	7,937,078	1,830,538	5,680,626	2,338,586	5,121,889
Liabilities								
Current liabilities								
TER fees payable	5	298,718	1,938	3,200	500	3,086	1,655	4,006
Accrued expenses and other liabilities		75,122	-	-	-	-	-	-
Total liabilities (excluding net assets attributable to holders of redeemable participating shares liability/equity classified)²		373,840	1,938	3,200	500	3,086	1,655	4,006
Net assets attributable to holders of redeemable participating shares liability/equity classified²		417,142,053	5,104,212	7,933,878	1,830,038	5,677,540	2,336,931	5,117,883

¹ KraneShares Electric Vehicles & Future Mobility ESG Screened UCITS ETF commenced operations on 25 May 2022. Therefore, no comparative information arises for this Sub-Fund.

² KraneShares CSI China Internet UCITS ETF's shares and KraneShares ICBCCS SSE Star Market 50 Index UCITS ETF's shares are liability classified under IAS 32 at 30 September 2022 and in the prior year. The Shares of all other Sub-Funds are equity classified in the current year and, where applicable, in the prior year.

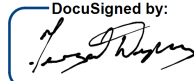
Approved on behalf of the Board of Directors:

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Director

Date: 19 December 2022

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Director

The accompanying notes from pages 60 to 99 form an integral part of these financial statements.

KRANESHARES ICAV

Statement of Financial Position (continued)

As at 30 September 2021

(Expressed in United States Dollars)

	Notes	CSI China Internet UCITS ETF USD	MSCI China A 50 Connect UCITS ETF USD	MSCI China ESG Leaders UCITS ETF USD	Bloomberg China Bond Inclusion UCITS ETF USD	MSCI All China Health Care Index UCITS ETF USD ¹	ICBCCS SSE Star Market 50 Index UCITS ETF USD ²
Assets							
Current assets							
Financial assets at fair value through profit or loss	7, 8	614,128,782	23,943,934	30,289,481	5,600,221	6,979,248	3,763,328
Cash and cash equivalents		-	28,793	84,844	553,650	6,120	24,518
Restricted cash		-	-	-	-	-	4,737
Interest receivable		-	-	-	84,120	-	-
Subscriptions receivable		8,249,113	-	-	-	-	-
Other receivables		319,668	62,884	50,103	-	3,280	-
Total assets		622,697,563	24,035,611	30,424,428	6,237,991	6,988,648	3,792,583
Liabilities							
Current liabilities							
Financial liabilities at fair value through profit or loss	8	1,785	-	3	-	-	-
Bank overdraft		81,749	-	-	-	-	-
Redemptions payable		4,354,526	-	-	-	-	-
Securities purchased payable		3,165,378	-	-	-	-	-
TER fees payable	5	560,164	15,486	20,296	2,864	7,235	5,633
Accrued expenses and other liabilities		3,071	44,523	-	-	-	-
Total liabilities (excluding net assets attributable to holders of redeemable participating shares liability/equity classified)³		8,166,673	60,009	20,299	2,864	7,235	5,633
Net assets attributable to holders of redeemable participating shares liability/equity classified³		614,530,890	23,975,602	30,404,129	6,235,127	6,981,413	3,786,950

¹ KraneShares MSCI All China Health Care Index UCITS ETF commenced operations on 14 January 2021.

² KraneShares ICBCCS SSE Star Market 50 Index UCITS ETF commenced operations on 25 May 2021.

³ KraneShares CSI China Internet UCITS ETF's shares and KraneShares ICBCCS SSE Star Market 50 Index UCITS ETF's shares are liability classified under IAS 32 at 30 September 2021. The Shares of all other Sub-Funds are equity classified at 30 September 2021.

The accompanying notes from pages 60 to 99 form an integral part of these financial statements.

KRANESHARES ICAV
Statement of Comprehensive Income

For the year ended 30 September 2022
(Expressed in United States Dollars)

	Notes	CSI China Internet UCITS ETF USD	MSCI China A 50 Connect UCITS ETF USD	MSCI China ESG Leaders UCITS ETF USD	Bloomberg China Bond Inclusion UCITS ETF USD	MSCI All China Health Care Index UCITS ETF USD	ICBCCS SSEStar Market 50 Index UCITS ETF USD	Electric Vehicles & Future Mobility ESG Screened UCITS ETF USD ¹
Investment income								
Interest income		-	-	-	76,066	-	-	-
Dividend income		5,427,641	135,672	434,282	-	60,189	11,983	21,271
Net loss on financial assets and liabilities at fair value through profit or loss		(466,838,288)	(1,526,856)	(10,274,375)	(93,071)	(4,318,036)	(1,428,724)	(760,677)
Net gain/(loss) on foreign exchange translation		101,732	(8,085)	(6,226)	471	(723)	(1,528)	(8,607)
Other income		361,367	92	1,343	-	-	60	-
Total investment loss		<u>(460,947,548)</u>	<u>(1,399,177)</u>	<u>(9,844,976)</u>	<u>(16,534)</u>	<u>(4,258,570)</u>	<u>(1,418,209)</u>	<u>(748,013)</u>
Expenses								
TER fees	5	5,120,919	28,910	90,145	10,088	43,643	26,362	15,950
Transaction costs	10	1,751,841	57,930	68,487	-	7,299	4,250	10,961
Other expenses		-	-	2,509	-	131	-	-
Total operating expenses		<u>6,872,760</u>	<u>86,840</u>	<u>161,141</u>	<u>10,088</u>	<u>51,073</u>	<u>30,612</u>	<u>26,911</u>
Finance costs								
Distributions to holders of Redeemable Participating Shares		-	-	-	525,919	-	-	-
Total finance costs		<u>-</u>	<u>-</u>	<u>-</u>	<u>525,919</u>	<u>-</u>	<u>-</u>	<u>-</u>
Loss before tax		(467,820,308)	(1,486,017)	(10,006,117)	(552,541)	(4,309,643)	(1,448,821)	(774,924)
Withholding taxes		(3,186)	(13,707)	(22,849)	-	(4,617)	(1,198)	(3,408)
Net decrease in net assets resulting from operations attributable to holders of redeemable participating shares		<u>(467,823,494)</u>	<u>(1,499,724)</u>	<u>(10,028,966)</u>	<u>(552,541)</u>	<u>(4,314,260)</u>	<u>(1,450,019)</u>	<u>(778,332)</u>

¹ KraneShares Electric Vehicles & Future Mobility ESG Screened UCITS ETF commenced operations on 25 May 2022. Therefore, no comparative information arises for this Sub-Fund.

Gains and losses arose solely from continuing investment activities. There were no gains or losses other than those presented in the Statement of Comprehensive Income.

The accompanying notes from pages 60 to 99 form an integral part of these financial statements.

KRANESHARES ICAV

Statement of Comprehensive Income (continued)

For the year ended 30 September 2021

(Expressed in United States Dollars)

	Notes	CSI China Internet UCITS ETF USD	MSCI China A 50 Connect UCITS ETF USD	MSCI China ESG Leaders UCITS ETF USD	Bloomberg China Bond Inclusion UCITS ETF USD	MSCI All China Health Care Index UCITS ETF USD ¹	ICBCCS SSE Star Market 50 Index UCITS ETF USD ²
Investment income							
Interest income		-	-	-	167,278	-	-
Dividend income		485,044	436,129	497,350	-	35,501	6,934
Net (loss)/gain on financial assets and liabilities at fair value through profit or loss		(156,100,315)	1,912,717	(1,846,894)	499,171	(795,610)	(221,531)
Net gain/(loss) on foreign exchange translation		34,473	(10,953)	(2,098)	(2,403)	(13,864)	11,729
Other income		225,362	-	350	-	-	-
Total investment income/(loss)		<u>(155,355,436)</u>	<u>2,337,893</u>	<u>(1,351,292)</u>	<u>664,046</u>	<u>(773,973)</u>	<u>(202,868)</u>
Expenses							
TER fees	5	2,483,881	111,347	103,431	24,674	27,024	9,939
Transaction costs	10	774,615	101,525	89,780	-	10,818	5,557
Other expenses		-	407	35	-	254	160
Total operating expenses		<u>3,258,496</u>	<u>213,279</u>	<u>193,246</u>	<u>24,674</u>	<u>38,096</u>	<u>15,656</u>
Finance costs							
Distributions to holders of Redeemable Participating Shares		-	-	-	118,570	-	-
Total finance costs		<u>-</u>	<u>-</u>	<u>-</u>	<u>118,570</u>	<u>-</u>	<u>-</u>
(Loss)/profit before tax		(158,613,932)	2,124,614	(1,544,538)	520,802	(812,069)	(218,524)
Withholding taxes		-	(43,741)	(28,712)	-	(2,911)	(693)
Net (decrease)/increase in net assets resulting from operations attributable to holders of redeemable participating shares		<u>(158,613,932)</u>	<u>2,080,873</u>	<u>(1,573,250)</u>	<u>520,802</u>	<u>(814,980)</u>	<u>(219,217)</u>

¹ KraneShares MSCI All China Health Care Index UCITS ETF commenced operations on 14 January 2021.

² KraneShares ICBCCS SSE Star Market 50 Index UCITS ETF commenced operations on 25 May 2021.

Gains and losses arose solely from continuing investment activities. There were no gains or losses other than those presented in the Statement of Comprehensive Income.

The accompanying notes from pages 60 to 99 form an integral part of these financial statements.

KRANESHARES ICAV

Statement of Changes in Net Assets Attributable to Holders of Redeemable Participating Shares

For the year ended 30 September 2022

(Expressed in United States Dollars)

	CSI China Internet UCITS ETF USD	MSCI China A 50 Connect UCITS ETF USD*	MSCI China ESG Leaders UCITS ETF USD*	Bloomberg China Bond Inclusion UCITS ETF USD*	MSCI All China Health Care Index UCITS ETF USD*	ICBCCS SSEStar Market 50 Index UCITS ETF USD	Electric Vehicles & Future Mobility ESG Screened UCITS ETF USD* ¹
Net assets attributable to holders of redeemable participating shares at the beginning of the year/period - equity	-	23,975,602	30,404,129	6,235,127	6,981,413	-	-
Net assets attributable to holders of redeemable participating shares at the beginning of the year/period - financial liabilities	614,530,890	-	-	-	-	3,786,950	-
Subscriptions of redeemable participating shares during the year/period	822,002,849	3,338,289	6,093,345	1,927	3,010,387	-	12,954,261
Redemptions of redeemable participating shares redeemed during the year/period	(551,568,192)	(20,709,955)	(18,534,630)	(3,854,475)	-	-	(7,058,046)
Net decrease in net assets resulting from operations attributable to holders of redeemable participating shares	(467,823,494)	(1,499,724)	(10,028,966)	(552,541)	(4,314,260)	(1,450,019)	(778,332)
Net assets attributable to holders of redeemable participating shares at the end of the year/period - equity	-	5,104,212	7,933,878	1,830,038	5,677,540	-	5,117,883
Net assets attributable to holders of redeemable participating shares at the end of the year/period - financial liabilities	417,142,053	-	-	-	-	2,336,931	-

¹ KraneShares Electric Vehicles & Future Mobility ESG Screened UCITS ETF commenced operations on 25 May 2022. Therefore, no comparative information arises for this Sub-Fund.

* The shares of these Sub-Funds are classified as equity in accordance with IAS 32, please see note 2(d)(v).

The accompanying notes from pages 60 to 99 form an integral part of these financial statements.

KRANESHARES ICAV

Statement of Changes in Net Assets Attributable to Holders of Redeemable Participating Shares (continued)

For the year ended 30 September 2021

(Expressed in United States Dollars)

	CSI China Internet UCITS ETF USD	MSCI China A 50 Connect UCITS ETF USD*	MSCI China ESG Leaders UCITS ETF USD*	Bloomberg China Bond Inclusion UCITS ETF USD*	MSCI All China Health Care Index UCITS ETF USD* ¹	ICBCCS SSE Star Market 50 Index UCITS ETF USD ²
Net assets attributable to holders of redeemable participating shares at the beginning of the year/period - equity	-	12,472,598	3,677,622	6,314,165	-	-
Net assets attributable to holders of redeemable participating shares at the beginning of the year/period - financial liabilities	185,393,206	-	-	-	-	-
Subscriptions of redeemable participating shares during the year/period	724,999,229	33,490,997	30,371,659	4,133,924	7,796,393	5,379,062
Redemptions of redeemable participating shares redeemed during the year/period	(137,247,613)	(24,068,866)	(2,071,902)	(4,733,764)	-	(1,372,895)
Net (decrease)/increase in net assets resulting from operations attributable to holders of redeemable participating shares	<u>(158,613,932)</u>	<u>2,080,873</u>	<u>(1,573,250)</u>	<u>520,802</u>	<u>(814,980)</u>	<u>(219,217)</u>
Net assets attributable to holders of redeemable participating shares at the end of the year/period - equity	<u>-</u>	<u>23,975,602</u>	<u>30,404,129</u>	<u>6,235,127</u>	<u>6,981,413</u>	<u>-</u>
Net assets attributable to holders of redeemable participating shares at the end of the year/period - financial liabilities	<u>614,530,890</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>3,786,950</u>

¹ KraneShares MSCI All China Health Care Index UCITS ETF commenced operations on 14 January 2021.

² KraneShares ICBCCS SSE Star Market 50 Index UCITS ETF commenced operations on 25 May 2021.

* The shares of these Sub-Funds are classified as equity in accordance with IAS 32, please see note 2(d)(vi).

The accompanying notes from pages 60 to 99 form an integral part of these financial statements.

KRANESHARES ICAV
Statement of Cash Flows

For the year ended 30 September 2022
(Expressed in United States Dollars)

	CSI China Internet UCITS ETF USD	MSCI China A 50 Connect UCITS ETF USD	MSCI China ESG Leaders UCITS ETF USD	Bloomberg China Bond Inclusion UCITS ETF USD	MSCI All China Health Care Index UCITS ETF USD	ICBCCS SSEStar Market 50 Index UCITS ETF USD	Electric Vehicles & Future Mobility ESG Screened UCITS ETF USD ¹
Cash flows from operating activities:							
Net decrease in net assets resulting from operations attributable to holders of redeemable participating shares	(467,823,494)	(1,499,724)	(10,028,966)	(552,541)	(4,314,260)	(1,450,019)	(778,332)
Operating (loss)/profit before working capital changes	(467,823,494)	(1,499,724)	(10,028,966)	(552,541)	(4,314,260)	(1,450,019)	(778,332)
Adjustment for:							
Withholding tax paid	3,186	13,707	22,849	-	4,617	1,198	3,408
Dividend income received	(5,427,641)	(135,672)	(434,282)	-	(60,189)	(11,983)	(21,271)
Interest income received (on instruments held at fair value)	-	-	-	(145,779)	-	-	-
Distributions paid during the year	-	-	-	525,919	-	-	-
Net decrease/(increase) in financial assets and liabilities at fair value through profit or loss	197,968,410	18,847,948	22,402,630	3,813,997	1,311,427	1,442,055	(5,099,894)
Net increase in restricted cash	-	-	-	-	-	419	-
Decrease in securities purchased payable	(3,165,378)	-	-	-	-	-	-
Decrease/(increase) in other receivables	166,670	60,110	36,657	69,713	121	-	(3,303)
(Decrease)/increase in TER fees payable	(261,446)	(13,548)	(17,096)	(2,364)	(4,149)	(3,978)	4,006
Increase/(decrease) in accrued expenses and other liabilities	72,051	(44,523)	-	-	-	-	-
Cash provided by/(used in) operations	189,355,852	18,728,022	22,010,758	4,261,486	1,251,827	1,427,711	(5,117,054)
Withholding tax paid	(3,186)	(13,707)	(22,849)	-	(4,617)	(1,198)	(3,408)
Dividend income received	5,427,641	135,672	434,282	-	60,189	11,983	21,271
Interest income received	-	-	-	145,779	-	-	-
Net cash (used in)/provided by operations	(273,043,187)	17,350,263	12,393,225	3,854,724	(3,006,861)	(11,523)	(5,877,523)
Cash flows from financing activities							
Net decrease/(increase) in subscriptions receivable	8,249,113	-	-	-	-	-	(1,268)
Net decrease in redemptions payable	(4,354,526)	-	-	-	-	-	-
Subscriptions of redeemable participating shares during the year/period	822,002,849	3,338,289	6,093,345	1,927	3,010,387	-	12,954,261
Redemptions of redeemable participating shares redeemed during the year/period	(551,568,192)	(20,709,955)	(18,534,630)	(3,854,475)	-	-	(7,058,046)
Distributions paid during the year	-	-	-	(525,919)	-	-	-
Net cash provided/(used in) by financing activities	274,329,244	(17,371,666)	(12,441,285)	(4,378,467)	3,010,387	-	5,894,947
Net increase/(decrease) in cash and cash equivalents	1,286,057	(21,403)	(48,060)	(523,743)	3,526	(11,523)	17,424
Cash and cash equivalents at start of the year	(81,749)	28,793	84,844	553,650	6,120	24,518	-
Cash and cash equivalents at end of the year	1,204,308	7,390	36,784	29,907	9,646	12,995	17,424
Supplementary Information							
Dividends received	5,427,641	135,672	434,282	-	60,189	11,983	21,271
Interest received	-	-	-	145,779	-	-	-
Interest paid	-	-	-	-	-	-	-

¹ KraneShares Electric Vehicles & Future Mobility ESG Screened UCITS ETF commenced operations on 25 May 2022. Therefore, no comparative information arises for this Sub-Fund.

The accompanying notes from pages 60 to 99 form an integral part of these financial statements.

KRANESHARES ICAV
Statement of Cash Flows (continued)

For the year ended 30 September 2021

(Expressed in United States Dollars)

	CSI China Internet UCITS ETF USD	MSCI China A 50 Connect UCITS ETF USD	MSCI China ESG Leaders UCITS ETF USD	Bloomberg China Bond Inclusion UCITS ETF USD	MSCI All China Health Care Index UCITS ETF USD ¹	ICBCCS SSE Star Market 50 Index UCITS ETF USD ²
Cash flows from operating activities:						
Net (decrease)/increase in net assets resulting from operations attributable to holders of	(158,613,932)	2,080,873	(1,573,250)	520,802	(814,980)	(219,217)
Operating (loss)/profit before working capital changes	(158,613,932)	2,080,873	(1,573,250)	520,802	(814,980)	(219,217)
Adjustment for:						
Withholding tax paid	-	43,741	28,712	-	2,911	693
Dividend income received	(485,044)	(436,129)	(497,350)	-	(35,501)	(6,934)
Interest income received (on instruments held at fair value)	-	-	-	(163,140)	-	-
Distributions paid during the year	-	-	-	118,570	-	-
Net (increase)/decrease in financial assets and liabilities at fair value through profit or loss	(428,656,671)	(11,600,424)	(26,620,027)	430,590	(6,979,248)	(3,763,328)
Increase in securities purchased payable	48,028	-	-	-	-	-
(Increase)/decrease in other receivables	(260,420)	89,954	(43,211)	(4,057)	(3,280)	-
Increase in TER fees payable	439,960	11,883	19,182	878	7,235	5,633
Increase in accrued expenses and other liabilities	3,071	44,523	-	-	-	-
Cash (used in)/provided by operations	(428,911,076)	(11,846,452)	(27,112,694)	382,841	(7,007,883)	(3,768,673)
Withholding tax paid	-	(43,741)	(28,712)	-	(2,911)	(693)
Dividend income received	485,044	436,129	497,350	-	35,501	6,934
Interest income received	-	-	-	163,140	-	-
Net cash (used in)/provided by operations	(587,039,964)	(9,373,191)	(28,217,306)	1,066,783	(7,790,273)	(3,981,649)
Cash flows from financing activities						
Net (increase)/decrease in subscriptions receivable	(5,167,291)	3,223,869	-	-	-	-
Net increase/(decrease) in redemptions payable	4,354,526	(44,523)	-	-	-	-
Subscriptions of redeemable participating shares during the year/period	724,999,229	33,490,997	30,371,659	4,133,924	7,796,393	5,379,062
Redemptions of redeemable participating shares redeemed during the year/period	(137,247,613)	(24,068,866)	(2,071,902)	(4,733,764)	-	(1,372,895)
Distributions paid during the year	-	-	-	(118,570)	-	-
Net cash provided/(used in) by financing activities	586,938,851	12,601,477	28,299,757	(718,410)	7,796,393	4,006,167
Net (decrease)/increase in cash and cash equivalents	(101,113)	3,228,286	82,451	348,373	6,120	24,518
Cash and cash equivalents at start of the year	19,364	(3,199,493)	2,393	205,277	-	-
Cash and cash equivalents at end of the year	(81,749)	28,793	84,844	553,650	6,120	24,518
Supplementary Information						
Dividends received	485,044	436,129	497,350	-	35,501	6,934
Interest received	-	-	-	163,140	-	-
Interest paid	-	-	-	-	-	-

¹ KraneShares MSCI All China Health Care Index UCITS ETF commenced operations on 14 January 2021.

² KraneShares ICBCCS SSE Star Market 50 Index UCITS ETF commenced operations on 25 May 2021.

The accompanying notes from pages 60 to 99 form an integral part of these financial statements.

KRANESHARES ICAV

Notes to the Financial Statements

For the year ended 30 September 2022

(Expressed in United States Dollars)

1. Nature of operations

KraneShares ICAV (the “ICAV”) was registered in Ireland pursuant to the Irish Collective Asset-management Vehicles Act 2015 and 2020 (the “ICAV Act”) on 15 May 2018 and authorised on 11 October 2018 by the Central Bank of Ireland (the “Central Bank”) as an Undertaking for Collective Investment in Transferable Securities pursuant to the European Communities (Undertaking for Collective Investment in Transferable Securities) Regulations 2011 (S.I. No 352 of 2011), and the Central Bank (Supervision and Enforcement) Act 2013 (Section 48(1)) (Undertakings for Collective Investments in Transferable Securities) Regulations 2019 (collectively the “UCITS Regulations”). The ICAV has been established for the purpose of investing in transferable securities in accordance with the UCITS Regulations.

The ICAV is organised in the form of an umbrella fund with segregated liability between sub-funds. Each sub-fund has a distinct portfolio of investments and the investment objective and policy of each sub-fund is formulated by the investment manager. At 30 September 2022, the following sub-funds were in operation:

Sub-Funds	Launch date
KraneShares CSI China Internet UCITS ETF	21 November 2018
KraneShares MSCI China A 50 Connect UCITS ETF	26 June 2019
KraneShares MSCI China ESG Leaders UCITS ETF	4 February 2020
KraneShares Bloomberg China Bond Inclusion UCITS ETF	25 May 2020
KraneShares MSCI All China Health Care Index UCITS ETF	14 January 2021
KraneShares ICBCCS SSE Star Market 50 Index UCITS ETF	25 May 2021
KraneShares Electric Vehicles & Future Mobility ESG Screened UCITS ETF	25 May 2022

Waystone Management Company (IE) Limited (the “Manager”) has appointed Krane Funds Advisors LLC as Investment Manager and Distributor of the ICAV pursuant to the investment management and distribution agreement between the ICAV, the Manager and the Investment Manager dated 11 October 2018.

The registered office of the ICAV is 70 Sir John Rogerson’s Quay, Dublin 2, Ireland. SEI Investments - Global Fund Services Limited (the “Administrator”) is the administrator. SEI Investments – Depository and Custodial Services (Ireland) Limited (the “Depository”) is the depository. Brown Brothers Harriman & Co. has been appointed as the sub-custodian (the “Sub-Custodian”) in accordance with the requirements of the Central Bank to perform in whole or in part any of the Depository’s duties.

2. Basis of preparation and significant accounting policies

(a) Statement of compliance

The financial statements of each of the Sub-Funds are prepared in accordance with International Financial Reporting Standards (“IFRS”), as adopted by the European Union, the UCITS Regulations, and the ICAV Act 2015 and 2020. This report presents financial statements for KraneShares CSI China Internet UCITS ETF, KraneShares MSCI China A 50 Connect UCITS ETF, KraneShares MSCI China ESG Leaders UCITS ETF, KraneShares Bloomberg China Bond Inclusion UCITS ETF, KraneShares MSCI All China Health Care Index UCITS ETF, KraneShares ICBCCS SSE Star Market 50 Index UCITS ETF and KraneShares Electric Vehicles & Future Mobility ESG Screened UCITS ETF as at and for the year/period ended 30 September 2022.

This report presents the comparative financial statements for KraneShares CSI China Internet UCITS ETF, KraneShares MSCI China A 50 Connect UCITS ETF, KraneShares MSCI China ESG Leaders UCITS ETF, KraneShares Bloomberg China Bond Inclusion UCITS ETF, KraneShares MSCI All China Health Care Index UCITS ETF and KraneShares ICBCCS SSE Star Market 50 Index UCITS ETF as at and for the year/period ended 30 September 2021. KraneShares Electric Vehicles & Future Mobility ESG Screened UCITS ETF commenced operations on 25 May 2022 and as such, there are no comparative figures to disclose for this sub-fund.

KRANESHARES ICAV

Notes to the Financial Statements (continued)

For the year ended 30 September 2022

(Expressed in United States Dollars)

2. Basis of preparation and significant accounting policies (continued)

(b) Basis of preparation

The financial statements are presented in United States Dollars (“USD”). The financial statements have been prepared on a going concern basis and under the historical cost convention, as modified by the revaluation of financial assets at fair value through profit or loss.

Going concern

When reviewing the going concern basis, the Directors are of the view that the Sub-Funds have sufficient liquidity to cover its obligations for at least 12 months and they believe that the Sub-Funds will continue in operational existence for the foreseeable future.

No material uncertainties related to events or conditions that may cast significant doubt about the ability of the Sub-Funds to continue as a going concern have been identified by the Directors. The portfolio of investments of all sub-funds can be easily liquidated in order to meet the redemption requests of the shareholders as they occur and meet contractual financial liabilities. Disclosures on liquidity risks and how these are managed are set out in Note 8.

The preparation of financial statements in conformity with IFRS requires management to make judgements, critical accounting estimates and assumptions that affect the application of policies and the reported amounts of assets and liabilities, income and expense. The estimates and associated assumptions are based on historical experience and various other factors that are believed to be reasonable under the circumstances, the results of which form the basis of making the judgements about carrying values of assets and liabilities that are not readily apparent from other sources. Actual results may differ from these estimates. Please refer to Note 8 “Fair value measurement” for further details.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised if the revision affects only that period or in the period and future periods if the revision affects both current and future periods.

All references to net assets throughout this document refer to net assets attributable to holders of redeemable participating shares.

KRANESHARES ICAV

Notes to the Financial Statements (continued)

For the year ended 30 September 2022

*(Expressed in United States Dollars)***2. Basis of preparation and significant accounting policies (continued)****(c) New standards, amendments and interpretations issued and effective for the financial year beginning 1 October 2021***New effective EU endorsed standards for 1 October 2021 to 30 September 2022*

<i>Standards/interpretations</i>	<i>Effective date</i>
Extension of the Temporary Exemption from Applying IFRS 9 (Amendments to IFRS 4)	1 January 2021
Interest Rate Benchmark Reform Phase 2 (Amendments to IFRS 9, IAS 39, IFRS 7, IFRS 4 and IFRS 14)	1 January 2021
COVID-19 Related Rate Concessions beyond 30 June 2021 (Amendments to IFRS 16)	1 January 2021

There were no other new standards, interpretations or amendments to existing standards that are issued and effective that have had a significant impact on the sub-funds' financial statements.

Standards, amendments and interpretations that are not yet effective for the year and not early adopted*Standards available for early adoption*

<i>Standards/interpretations</i>	<i>Effective date</i>
Onerous Contracts Cost of Fulfilling a Contract (amendments to IAS 37)	1 January 2022
Annual Improvements to IFRS Standards 2018-2020	1 January 2022
Property, Plant and Equipment: Proceeds before Intended Use (Amendments to IAS 16)	1 January 2022
Reference to Conceptual Framework (Amendments to IFRS 3)	1 January 2022
IFRS 17 Insurance Contracts	1 January 2022
Disclosure of Accounting Policies (Amendments to IAS 1 and IFRS Practise Statement 2)	1 January 2022
Definition of Accounting Estimate (Amendments to IAS 8)	1 January 2022

A number of new standards, amendments to standards and interpretations are effective for annual years beginning after 1 October 2021, and have not been applied in preparing these financial statements. None of these are expected to have a material effect on the financial statements of the Sub-Funds.

KRANESHARES ICAV

Notes to the Financial Statements (continued)

For the year ended 30 September 2022

(Expressed in United States Dollars)

2. Basis of preparation and significant accounting policies (continued)

(d) Significant accounting policies

The principal accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied for the years presented, unless otherwise stated.

i. Foreign currency translation

Functional and presentation currency

Functional currency is the currency of the primary economic environment in which the Sub-Funds operate. The functional currency of all Sub-Funds is US Dollars (“USD”), being the Sub-Funds’ base currency. Investor subscriptions and redemptions are received and paid in the currency of the relevant Share Class. The expenses (including management fees, custodian fees and administration fees) are denominated and paid mostly in USD. Investment securities in RMB are translated into the functional currency of each sub-fund.

Transactions and balances

Foreign currency transactions are translated into the functional currency using the exchange rates prevailing at the dates of the transactions. Foreign currency assets and liabilities are translated into the functional currency using the exchange rate prevailing at the year end date.

Foreign exchange gains and losses arising from translation are included in the Statement of Comprehensive Income.

Net gain on foreign exchange translation

Foreign exchange gains and losses relating to cash and cash equivalents are presented in the Statement of Comprehensive Income within ‘Net gain/(loss) on foreign exchange translation’.

Foreign exchange gains and losses relating to the financial assets and liabilities carried at fair value through profit or loss are presented in the Statement of Comprehensive Income within ‘Net gain/(loss) on financial assets at fair value through profit or loss’.

ii. Financial instruments

Recognition and initial measurement

The ICAV initially recognises financial assets at fair value through profit or loss (“FVTPL”) on the trade date, which is the date on which the respective Sub-Fund of the ICAV becomes a party to the contractual provisions of the instrument. Other financial assets are recognised on the date on which they are originated. A financial asset or financial liability is measured initially at fair value plus, for an item not at FVTPL, transaction costs that are directly attributable to its acquisition or issue.

Classification and subsequent measurement

On initial recognition, the Sub-Funds classify financial assets as measured at amortised cost or FVTPL. A financial asset is measured at amortised cost if it meets both of the following conditions and is not designated as at FVTPL:

- it is held within a business model whose objective is to hold assets to collect contractual cash flows; and
 - its contractual terms give rise on specified dates to cash flows that are solely payments of principal and interest (“SPPI”).
- Assets that are held for collection of contractual cash flows where those cash flows represent solely payment of principal and interest (“SPPI”), and that are not designed at fair value through profit and loss, are measured at amortised cost. The carrying amount of these assets is adjusted by any expected credit loss allowance.

All other financial assets of the Sub-Funds are measured at FVTPL.

KRANESHARES ICAV

Notes to the Financial Statements (continued)

For the year ended 30 September 2022

(Expressed in United States Dollars)

2. Basis of preparation and significant accounting policies (continued)

(d) Significant accounting policies (continued)

ii Financial instruments (continued)

Business model assessment

In making an assessment of the objective of the business model in which a financial asset is held, the Sub-Funds consider all of the relevant information about how the business is managed, including:

- the documented investment strategy and the execution of this strategy in practice. This includes whether the investment strategy focuses on earning contractual interest income, maintaining a particular interest rate profile, matching the duration of the financial assets to the duration of any related liabilities or expected cash outflows or realising cash flows through the sale of the assets;
- how the performance of the portfolio is evaluated and reported to the Sub-Fund management;
- the risks that affect the performance of the business model (and the financial assets held within that business model) and how those risks are managed;
- how the investment manager is compensated: e.g. whether compensation is based on the fair value of the assets managed or the contractual cash flows collected; and
- the frequency, volume and timing of sales of financial assets in prior periods, the reasons for such sales and expectations about future sales activity.

Transfers of financial assets to third parties in transactions that do not qualify for derecognition are not considered sales for this purpose, consistent with the Sub-Funds continuing recognition of the assets.

The ICAV has determined that it has two business models.

- Held-to-collect business model: this includes cash and cash equivalents and subscriptions receivable. These financial assets are held to collect contractual cash flow.
- Other business model: this includes bonds, equities and financial derivative instruments. Bonds are managed and their performance is evaluated, on a fair value basis, with sales taking place as required. The equities are managed and their performance is evaluated, on a fair value basis, with sales taking place as required. Financial derivative instruments are managed and their performance is evaluated, on a fair value basis, with contracts entered into on a NAV hedging and portfolio hedging basis.

Subsequent measurement of financial assets

Financial assets at FVTPL - These assets are subsequently measured at fair value. Net gains and losses, including any foreign exchange gains and losses, are recognised in profit or loss in 'net (loss)/gain from financial instruments at FVTPL' in the Statement of Comprehensive Income.

Equities, bonds, American depository receipts, forward foreign exchange contracts and accrued interest are included in this category.

Financial assets at amortised cost - These assets are subsequently measured at amortised cost using the effective interest method. Interest income is recognised in 'interest income calculated using the effective interest method', foreign exchange gains and losses are recognised in 'net foreign exchange gain/(loss)' and, where significant, impairment is recognised in 'impairment losses on financial instruments' in the Statement of Comprehensive Income. Any gain or loss on derecognition is also recognized in profit or loss.

Cash and cash equivalents and subscriptions receivable are included in this category.

KRANESHARES ICAV

Notes to the Financial Statements (continued)

For the year ended 30 September 2022

(Expressed in United States Dollars)

2. Basis of preparation and significant accounting policies (continued)

(d) Significant accounting policies (continued)

ii Financial instruments (continued)

Financial liabilities – Classification, subsequent measurement and gains and losses

Financial liabilities are classified as measured at amortised cost or FVTPL.

A financial liability is classified as at FVTPL if it is classified as held-for-trading, it is a derivative or it is designated as such on initial recognition. Financial liabilities at FVTPL are measured at fair value and net gains and losses, including any interest expense, are recognised in profit or loss.

Forward foreign exchange contracts shall be valued as at the valuation point for the relevant dealing day by reference to the prevailing market maker quotations, namely, the price at which a new forward contract of the same size and maturity could be undertaken.

Other financial liabilities are subsequently measured at amortised cost using the effective interest method. Interest expense and foreign exchange gains and losses are recognised in profit or loss. Any gain or loss on derecognition is also recognised in profit or loss.

Financial liabilities at FVTPL:

- Held for trading: this comprises forward foreign exchange contracts.

Financial liabilities at amortised cost:

- This comprises the TER fees payable.

Derecognition

The Sub-Funds derecognise a financial asset when the contractual rights to the cash flows from the asset expire, or it transfers the rights to receive the contractual cash flows in a transaction in which substantially all of the risks and rewards of ownership of the financial asset are transferred or in which the respective Sub-Fund neither transfers nor retains substantially all of the risks and rewards of ownership and do not retain control of the financial asset.

On derecognition of a financial asset, the difference between the carrying amount of the asset (or the carrying amount allocated to the portion of the asset that is derecognised) and the consideration received (including any new asset obtained less any new liability assumed) is recognised in profit or loss. Any interest in such transferred financial assets that is created or retained by the respective Sub-Fund is recognised as a separate asset or liability.

The Sub-Funds of the ICAV enter into transactions whereby they transfer assets recognised on the respective Statement of Financial Position, but retain either all or substantially all of the risks and rewards of the transferred assets or a portion of them. If all or substantially all of the risks and rewards are retained, then the transferred assets are not derecognised. Transfers of assets with retention of all or substantially all of the risks and rewards include sale transactions.

The Sub-Funds derecognise a financial liability when its contractual obligations are discharged or cancelled, or expire.

On derecognition of a financial liability, the difference between the carrying amount extinguished and the consideration paid (including any non-cash assets transferred or liabilities assumed) is recognised in profit or loss.

KRANESHARES ICAV

Notes to the Financial Statements (continued)

For the year ended 30 September 2022

(Expressed in United States Dollars)

2. Basis of preparation and significant accounting policies (continued)

(d) Significant accounting policies (continued)

ii Financial instruments (continued)

Impairment

The Sub-Funds recognise loss allowances for expected credit losses (“ECLs”) on financial assets measured at amortised cost. The Sub-Funds measure loss allowances at an amount equal to lifetime ECLs, except for the following, which are measured at 12-month ECLs:

- financial assets that are determined to have low credit risk at the reporting date; and
- other financial assets for which credit risk (i.e. the risk of default occurring over the expected life of the asset) has not increased significantly since initial recognition.

When determining whether the credit risk of a financial asset has increased significantly since initial recognition and when estimating ECLs, the Sub-Funds consider reasonable and supportable information that is relevant and available without undue cost or effort. This includes both quantitative and qualitative information and analysis, based on the Sub-Funds historical experiences and informed credit assessments and including forward-looking information.

The Sub-Funds assume that the credit risk on a financial asset has increased significantly if it is more than 30 days past due. The Sub-Funds consider a financial asset to be in default when:

- the borrower is unlikely to pay its credit obligations to the respective Sub-Fund of the ICAV in full, without recourse by the respective Sub-Fund to actions such as realising security (if any is held); or
- the financial asset is more than 90 days past due.

The Sub-Funds consider a financial asset to have low credit risk when the credit rating of the counterparty is equivalent to the globally understood definition of ‘investment grade’. The Sub-Funds consider this to be Baa3 or higher per Moody's Investors Service or BBB- or higher per Standard & Poor's.

Lifetime ECLs are the ECLs that result from all possible default events over the expected life of a financial instrument. 12-month ECLs are the portion of ECLs that result from default events that are possible within the 12 months after the reporting date (or a shorter period if the expected life of the instrument is less than 12 months).

The maximum period considered when estimating ECLs is the maximum contractual period over which the Sub-Funds are exposed to credit risk.

Measurement of ECLs

ECLs are a probability-weighted estimate of credit losses. Credit losses are measured as the present value of all cash shortfalls (i.e. the difference between the cash flows due to the entity in accordance with the contract and the cash flows that the Sub-Funds of the ICAV expects to receive).

ECLs are discounted at the effective interest rate of the financial asset.

KRANESHARES ICAV

Notes to the Financial Statements (continued)

For the year ended 30 September 2022

(Expressed in United States Dollars)

2. Basis of preparation and significant accounting policies (continued)

(d) Significant accounting policies (continued)

ii Financial instruments (continued)

Impairment (continued)

Credit-impaired financial assets

At each reporting date, the Sub-Funds assess whether financial assets carried at amortised cost are credit-impaired. A financial asset is 'credit-impaired' when one or more events that have a detrimental impact on the estimated future cash flows of the financial asset have occurred.

Evidence that a financial asset is credit-impaired includes the following observable data:

- significant financial difficulty of the borrower or issuer;
- a breach of contract such as a default or being more than 90 days past due; or
- it is probable that the borrower will enter bankruptcy or other financial reorganisation.

Presentation of allowance for ECLs in the Statement of Financial Position

Loss allowances for financial assets measured at amortised cost are deducted from the gross carrying amount of the assets.

Write-off

The gross carrying amount of a financial asset is written off when the respective Sub-Fund has no reasonable expectations of recovering a financial asset in its entirety or a portion thereof.

Offsetting financial instruments

Financial assets and liabilities are offset and the net amount reported on the Statement of Financial Position when, and only when, there is a legal enforceable right to set off the recognised amounts and there is an intention to settle on a net basis, or realise the assets and settle the liability simultaneously. Please refer to Note 7(g) "Offsetting and amounts subject to master netting/similar agreements" for further details.

ii. Cash and cash equivalents

Cash and cash equivalents includes cash in hand, deposits held at call with banks and other short-term investments in an active market with original maturities of three months or less. As at 30 September 2022 and 30 September 2021, all cash and cash equivalents were held with the Sub-Custodian.

iii. Expenses

Accrued expenses are recognised initially at fair value and subsequently stated at amortised cost using effective interest rate method.

iv. Income

Dividend income is recognised when the right to receive payment is established and it is shown separately in the Statement of Comprehensive Income. The Sub-Funds currently incur withholding taxes imposed by certain countries on investment income and capital gains. Such income or gains are recorded gross of withholding taxes in the Statement of Comprehensive Income.

Interest income is recognised on a time-proportionate basis using the effective interest method. It includes interest income on debt securities at fair value through profit or loss. Interest income from cash and cash equivalents is recognised in other income.

KRANESHARES ICAV

Notes to the Financial Statements (continued)

For the year ended 30 September 2022

(Expressed in United States Dollars)

2. Basis of preparation and significant accounting policies (continued)

(d) Significant accounting policies (continued)

v. Redeemable participating shares

The Sub-Funds are open-ended and issue redeemable participating shares, which are redeemable at a Shareholder's option. These shares can be put back to the respective Sub-Fund for cash equal to a proportionate share of the Sub-Funds trading Net Asset Value ("NAV") calculated in accordance with the Prospectus. These shares are classified as equity or liability, as appropriate, in accordance with IAS 32 Financial Instruments - Presentation ("IAS 32"). Typically, where a Sub-Fund has only one such share class in issue, those shares qualify for equity classification as the qualifying criteria in IAS 32.16A and 16B are met. On the other hand, where a Sub-Fund has more than one such share class in issue, those share classes do not, for example, typically have identical rights to each other and therefore those qualifying criteria for equity classification are not met. Where the criteria are no longer met, the Sub-Fund reclassifies from the date when the shares cease to qualify for equity classification. The shares, when first classified as financial liabilities are measured at their fair value. Subsequently the redeemable shares are classified as financial liabilities at amortised cost and are measured at the present value of the redemption amounts.

A puttable financial instrument that includes a contractual obligation for the respective Sub-Funds to repurchase or redeem that instrument for cash or another financial asset is classified as equity if it meets all of the conditions below:

- it entitles the holder to a pro rata share of the Sub-Fund's net assets in the event of the Sub-Fund's liquidation;
- it is in the class of instruments that is subordinate to all other classes of instruments;
- all financial instruments in the class of instruments that is subordinate to all other classes of instruments have identical features;
- apart from the contractual obligation for the respective Sub-Fund to repurchase or redeem the instrument for cash or another financial asset, the instrument does not include any other features that would require classification as a liability; and
- the total expected cash flows attributable to the instrument over its life are based substantially on the profit or loss, the change in the recognised net assets or the change in the fair value of the recognised and unrecognised net assets of the respective Sub-Fund over the life of the instrument.

The KraneShares CSI China Internet UCITS ETFs has three share classes in issue and as such do not meet these conditions and are classified as financial liabilities. As at 30 September 2022, the Sub-Fund had USD 417,142,053 of Net Assets classified as financial liability (2021: USD 614,530,890 classified as financial liability).

The KraneShares MSCI China A 50 Connect UCITS ETFs one class of units in issue meet these conditions and are classified as equity. As at 30 September 2022, the Sub-Fund had USD 5,104,212 (2021: USD 23,975,602) of Net Assets classified as equity.

The KraneShares MSCI China ESG Leaders UCITS ETFs one class of units in issue meet these conditions and are classified as equity. As at 30 September 2022, the Sub-Fund had USD 7,933,878 (2021: USD 30,404,129) of Net Assets classified as equity.

The KraneShares Bloomberg China Bond Inclusion UCITS ETFs one class of units in issue meet these conditions and are classified as equity. As at 30 September 2022, the Sub-Fund had USD 1,830,038 (2021: USD 6,235,127) of Net Assets classified as equity.

The KraneShares MSCI All China Health Care Index UCITS ETFs one class of units in issue meet these conditions and are classified as equity. As at 30 September 2022, the Sub-Fund had USD 5,677,540 (2021: USD 6,981,413) of Net Assets classified as equity.

The KraneShares ICBCCS SSE Star Market 50 Index UCITS ETFs has two share classes in issue and as such do not meet these conditions and are classified as financial liabilities. As at 30 September 2022, the Sub-Fund had USD 2,336,931 of Net Assets classified as financial liability (2021: USD 3,786,950 classified as financial liability).

KRANESHARES ICAV

Notes to the Financial Statements (continued)

For the year ended 30 September 2022

(Expressed in United States Dollars)

2. Basis of preparation and significant accounting policies (continued)

(d) Significant accounting policies (continued)

v. Redeemable participating shares (continued)

The KraneShares Electric Vehicles & Future Mobility ESG Screened UCITS ETFs one class of units in issue meet these conditions and are classified as equity. As at 30 September 2022, the Sub-Fund had USD 5,117,883 of Net Assets classified as equity.

vi. Distribution policy

KraneShares CSI China Internet UCITS ETF, KraneShares MSCI China A 50 Connect UCITS ETF, KraneShares MSCI China ESG Leaders UCITS ETF, KraneShares MSCI All China Health Care Index UCITS ETF, KraneShares ICBCCS SSE Star Market 50 Index UCITS ETF and KraneShares Electric Vehicles & Future Mobility ESG Screened UCITS ETF has accumulating share classes. The ICAV intends to accumulate all net investment income and net realised capital gains. The ICAV does not intend to make distributions in respect of the accumulating share classes.

KraneShares Bloomberg China Bond Inclusion UCITS ETF has distributing share classes. The ICAV intends to declare and pay dividends semi-annually, subject to income being available for distribution at the discretion of the Board.

KraneShares Bloomberg China Bond Inclusion UCITS ETF have made distributions in respect of the distributing share class, with the first distribution declared in December 2021, and a second distribution declared in June 2022. Total distributions of USD 525,919 on the distributing class were made by the Sub-Fund for the year ended 30 September 2022 (2021: USD 118,570). The dividend ex-dates were 16 December 2021 and 23 June 2022, and the pay dates were 30 December 2021 and 7 July 2022 respectively.

vii. Subscriptions receivable

Subscriptions receivable are reported on the Statement of Financial Position and relate to unsettled subscriptions.

viii. Redemptions payable

This relates to the amount requested in the redemption notice becoming fixed. This generally may occur either at the time of the receipt of a valid and approved notice, or on the last day of a fiscal year, depending on the nature of the request. As a result, redemptions paid after the end of the year, but based upon year end capital balance are reflected as redemptions payable.

ix. Securities sold receivable

Securities sold receivable are reported on the Statement of Financial Position and relate to unsettled sales of the equity trades.

x. Securities purchased payable

Securities purchased payable are reported on the Statement of Financial Position and relate to unsettled purchases of equity trades.

KRANESHARES ICAV

Notes to the Financial Statements (continued)

For the year ended 30 September 2022

(Expressed in United States Dollars)

2. Basis of preparation and significant accounting policies (continued)

(d) Significant accounting policies (continued)

xi. Security lending

The ICAV entered into a securities lending agency agreement with the Sub-Custodian on 28 July 2020.

Securities lending commenced on KraneShares CSI China Internet UCITS ETF in August 2020. As at 30 September 2022 the KraneShares CSI China Internet UCITS ETF was engaged in 17 (2021: 30) securities lending arrangements, with multiple agreements for the same securities in some instances.

Securities lending commenced on KraneShares MSCI China ESG Leaders UCITS ETF on 29 April 2021. As at 30 September 2022 the KraneShares MSCI China ESG Leaders UCITS ETF did not have any (2021: 2) securities lending arrangements.

Further information on these securities lending arrangements is available in Note 11 "Security Lending".

xii. Bank overdraft

Bank overdrafts are repayable on demand and form an integral part of the cash management of the Sub-Funds.

xiii. Segment reporting

Operating segments are the components of the ICAV whose results are regularly reviewed by the ICAV's chief operating decision maker ("CODM") to make decisions about resources to be allocated to the segment and assess its performance. Various sub-fund revenues are disclosed in the respective Statement of Comprehensive Income of the sub-funds. The Board, which is considered to be the CODM, managed the ICAV on the basis of business divisions determined with reference to market focus, geographical focus, investment funding model and the ICAV's management hierarchy. It is the opinion of the CODM that each sub-fund can be treated as a segment as the return on each sub-fund is linked to a different benchmark. Revenue generated from each sub-fund is presented in the Statement of Comprehensive Income of the relevant sub-fund.

3. Taxation

Under current law and practice the ICAV qualifies as an investment undertaking as defined in Section 739B of the Taxes Consolidation Act 1997, as amended. On that basis, it is not chargeable to Irish tax on its income or gains.

Notwithstanding the above, Irish tax may arise on the happening of a "chargeable event". A chargeable event includes:

- a) Any distribution payments made to shareholders by the ICAV in respect of their shares;
- b) Any encashment, redemption, cancellation or transfer of shares;
- c) The holding of shares at the end of each eight year period beginning with the acquisition of such shares.

No Irish tax will arise on the ICAV in respect of chargeable events in respect of:

- a) A shareholder who is neither Irish resident nor ordinarily resident in Ireland for tax purposes, at the time of the chargeable event, provided appropriate valid declarations in accordance with Section 739D of the Taxes Consolidation Act, 1997, as amended, are held by the ICAV or the ICAV has been authorised by the Irish Revenue to make gross payments in the absence of appropriate declarations under the ICAV with the necessary signed statutory declarations; and
- b) Certain exempted Irish tax resident shareholders who have provided the ICAV with the necessary signed statutory declarations.

KRANESHARES ICAV

Notes to the Financial Statements (continued)

For the year ended 30 September 2022

(Expressed in United States Dollars)

3. Taxation (continued)

Capital gains, dividends and interest received by the ICAV may be subject to taxes, including withholding taxes in the countries in which the issuers of investments are located, which may be reflected in the Net Asset Value (“NAV”) of the ICAV. Dividend and interest income has been recognised gross in the Statement of Comprehensive Income, with withholding taxes recognised separately. Such taxes may not be recoverable by the ICAV or its shareholders.

The ICAV has evaluated the tax positions and has concluded that there are no significant tax positions requiring recognition, measurement or disclosure in the financial statements. Tax penalties and interest, if any, would be accrued as incurred and would be classified as tax expense in the Statement of Comprehensive Income. During the year ended 30 September 2022, the ICAV did not incur any interest or penalties.

4. Share capital

The authorised share capital of the ICAV is 500,000,000,002 shares of no par value divided into 2 Subscriber Shares of no par value and 500,000,000,000 shares of no par value. The Directors are empowered to issue up to all of the Shares of the ICAV on such terms as they think fit. The Subscriber Shares entitle the holders to attend and vote at any general meetings of the ICAV but do not entitle the holders to participate in the profits or assets of the ICAV except for a return of capital on a winding-up. The Subscriber Shares do not form part of the NAV of any of the ICAV’s Sub-Funds. The participating shares entitle the holders to attend and vote at general meetings of the ICAV and (other than the Subscriber Shares) to participate equally in the profits and assets of the Sub-Fund to which the Shares relate, subject to any differences between fees, charges and expenses applicable to different share classes. The ICAV may from time to time by ordinary resolution increase its capital, consolidate the shares or any of them into a smaller number of shares, sub-divide the shares or any of them into a larger number of shares or cancel any shares not taken or agreed to be taken by any person. The ICAV may by special resolution from time to time reduce its share capital in any way permitted by law. At a meeting of Shareholders, on a show of hands, each Shareholder shall have one vote and, on a poll, each Shareholder shall have one vote for each whole share held by such Shareholder.

The ICAV offers the Classes of Shares in KraneShares CSI China Internet UCITS ETF as set out below. The ICAV may also create additional classes of shares in this Sub-Fund in the future with prior notification to, and clearance in advance by, the Central Bank. All three share classes listed below are open as at 30 September 2022.

Class	Minimum Subscription Amount	Launch Price
Class USD	USD 5,000,000	USD 25
Class EUR	EUR 5,000,000	EUR 25
Class GBP	GBP 5,000,000	GBP 25

The ICAV offers the Classes of Shares in KraneShares MSCI China A 50 Connect UCITS ETF as set out below. The ICAV may also create additional classes of shares in this Sub-Fund in the future with prior notification to, and clearance in advance by, the Central Bank. The USD share class is the only open share class at 30 September 2022.

Class	Minimum Subscription Amount	Launch Price
Class USD	USD 5,000,000	USD 25
Class EUR	EUR 5,000,000	EUR 25
Class GBP	GBP 5,000,000	GBP 25

KRANESHARES ICAV

Notes to the Financial Statements (continued)

For the year ended 30 September 2022

(Expressed in United States Dollars)

4. Share capital (continued)

The ICAV offers the Classes of Shares in KraneShares MSCI China ESG Leaders UCITS ETF as set out below. The ICAV may also create additional classes of shares in the Sub-Fund in the future with prior notification to, and clearance in advance by, the Central Bank. The USD share class is the only open share class at 30 September 2022.

Class	Minimum Subscription Amount	Launch Price
Class USD	USD 5,000,000	USD 25
Class EUR	EUR 5,000,000	EUR 25
Class GBP	GBP 5,000,000	GBP 25

The ICAV offers the Classes of Shares in KraneShares Bloomberg China Bond Inclusion UCITS ETF as set out below. The ICAV may also create additional classes of shares in the Sub-Fund in the future with prior notification to, and clearance in advance by, the Central Bank. The USD share class is the only open share class at 30 September 2022.

Class	Minimum Subscription Amount	Launch Price
Class USD	USD 1,250,000	USD 25
Class EUR	EUR 1,250,000	EUR 25
Class GBP	GBP 1,250,000	GBP 25

The ICAV offers the Classes of Shares in KraneShares MSCI All China Health Care Index UCITS ETF as set out below. The ICAV may also create additional classes of shares in the Sub-Fund in the future with prior notification to, and clearance in advance by, the Central Bank. The USD share class is the only open share class at 30 September 2022.

Class	Minimum Subscription Amount	Launch Price
Class USD	USD 2,500,000	USD 25
Class EUR	EUR 2,500,000	EUR 25
Class GBP	GBP 2,500,000	GBP 25

The ICAV offers the Classes of Shares in KraneShares ICBCCS SSE Star Market 50 Index UCITS ETF as set out below. The ICAV may also create additional classes of shares in the Sub-Fund in the future with prior notification to, and clearance in advance by, the Central Bank. The USD and EUR share classes are open as at 30 September 2022.

Class	Minimum Subscription Amount	Launch Price
Class USD	USD 1,250,000	USD 25
Class EUR	EUR 1,250,000	EUR 25
Class GBP	GBP 1,250,000	GBP 25
Class CNY	CNY 10,000,000	CNY 200

The ICAV offers the Classes of Shares in KraneShares Electric Vehicles & Future Mobility ESG Screened UCITS ETF as set out below. The ICAV may also create additional classes of shares in the Sub-Fund in the future with prior notification to, and clearance in advance by, the Central Bank. The USD share class is the only open share class at 30 September 2022.

Class	Minimum Subscription Amount	Launch Price
Class USD	USD 1,250,000	USD 25
Class EUR	EUR 1,250,000	EUR 25
Class GBP	GBP 1,250,000	GBP 25

All classes of the Sub-Funds have been admitted to the Official List of the London Stock Exchange, and to trading on the Main Securities Market of Euronext Dublin. KraneShares CSI China Internet UCITS ETF has also been admitted to trading on Euronext Amsterdam.

KRANESHARES ICAV

Notes to the Financial Statements (continued)

For the year ended 30 September 2022

(Expressed in United States Dollars)

4. Share capital (continued)

Each of the Shares (other than the Subscriber Shares) entitles the Shareholder to participate equally on a pro rata basis in the dividends and net assets of the Sub-Fund in respect of which they are issued, save in the case of dividends declared prior to becoming a Shareholder.

There were no externally imposed capital requirements.

Subscriptions

Shares will be issued on each dealing day at the appropriate Net Asset Value per Share with an appropriate provision for duties and charges. Investors may subscribe for shares for cash on each dealing day by making an application by the dealing deadline. Consideration, in the form of cleared subscription monies/securities, must be received by the applicable settlement deadline.

Redemptions

Shareholders may effect a redemption of shares on any dealing day at the appropriate Net Asset Value per Share, subject to an appropriate provision for duties and charges, provided that a valid redemption request from the shareholder is received by the ICAV by the dealing deadline on the relevant dealing day. Settlement will normally take place within two business days of the dealing day but may take longer depending on the settlement schedule of the underlying markets. In any event, settlement will not take place later than 10 business days from the dealing deadline.

Shares will be redeemed at the applicable NAV per Share on the Dealing Day as of which the redemption is effected, subject to any applicable fees associated with such redemption.

The net assets and NAV per share table of each class of each class of shares in issue as at 30 September 2022 is as follows:

Sub-Fund	Class	Number of shares	NAV per share	Net Assets per Share Class USD
KraneShares CSI China Internet UCITS ETF	Class USD	18,555,798	\$16.573	307,526,236
	Class EUR	6,569,790	€11.855	76,297,841
	Class GBP	2,580,268	£11.567	33,317,976
KraneShares MSCI China A 50 Connect UCITS ETF	Class USD	187,000	\$27.295	5,104,212
KraneShares MSCI China ESG Leaders UCITS ETF	Class USD	370,000	\$21.443	7,933,878
KraneShares Bloomberg China Bond Inclusion UCITS ETF	Class USD	77,500	\$23.613	1,830,038
Kraneshares MSCI All China Health Care Index UCITS ETF	Class USD	450,000	\$12.617	5,677,540
Kraneshares ICBCCS SSE Star Market 50 Index UCITS ETF	Class USD	50,000	\$15.313	765,630
	Class EUR	100,000	€16.039	1,571,301
KraneShares Electric Vehicles & Future Mobility ESG Screened UCITS ETF*	Class USD	230,000	\$22.252	5,117,883

*The Sub-Fund commenced operations on 25 May 2022.

KRANESHARES ICAV

Notes to the Financial Statements (continued)

For the year ended 30 September 2022

*(Expressed in United States Dollars)***4. Share capital (continued)**

The net assets and NAV per share table of each class of each class of shares in issue as at 30 September 2021 is as follows:

Sub-Fund	Class	Number of shares	NAV per share	Net Assets per Share Class USD
KraneShares CSI China Internet UCITS ETF	Class USD	17,930,604	\$29.360	526,360,591
	Class EUR	2,671,308	€17.750	54,954,487
	Class GBP	1,454,167	£16.940	33,215,812
KraneShares MSCI China A 50 Connect UCITS ETF	Class USD	637,000	\$37.638	23,975,602
KraneShares MSCI China ESG Leaders UCITS ETF	Class USD	870,000	\$34.947	30,404,129
KraneShares Bloomberg China Bond Inclusion UCITS ETF	Class USD	227,500	\$27.407	6,235,127
Kraneshares MSCI All China Health Care Index UCITS ETF*	Class USD	300,000	\$23.271	6,981,413
Kraneshares ICBCCS SSE Star Market 50 Index UCITS ETF**	Class USD	50,000	\$24.814	1,240,688
	Class EUR	100,000	€21.970	2,546,262

The Sub-Fund commenced operations on 14 January 2021.**The Sub-Fund commenced operations on 25 May 2021.*

The net assets and NAV per share table of each class of each class of shares in issue as at 30 September 2020 is as follows:

Sub-Fund	Class	Number of shares	NAV per share	Net Assets per Share Class USD
KraneShares CSI China Internet UCITS ETF	Class USD	4,350,000	\$41.911	182,311,384
	Class EUR	50,000	€25.000	1,465,811
	Class GBP	50,000	£25.000	1,616,010
KraneShares MSCI China A 50 Connect UCITS ETF	Class USD	287,000	\$43.459	12,472,598
KraneShares MSCI China ESG Leaders UCITS ETF*	Class USD	120,000	\$30.647	3,677,622
KraneShares Bloomberg China Bond Inclusion UCITS ETF**	Class USD	250,000	\$25.257	6,314,165

The Sub-Fund commenced operations on 4 February 2020.**The Sub-Fund commenced operations on 25 May 2020.*

KRANESHARES ICAV

Notes to the Financial Statements (continued)

For the year ended 30 September 2022

*(Expressed in United States Dollars)***4. Share capital (continued)**

Transactions in the shares of each Sub-Fund for the year ended 30 September 2022 are as follows:

Sub-Fund	Class	Shares at start of year	Shares Issued	Shares Redeemed	Shares at end of year
KraneShares CSI China Internet UCITS ETF	Class USD	17,930,604	24,520,450	(23,895,256)	18,555,798
	Class EUR	2,671,308	7,383,551	(3,485,069)	6,569,790
	Class GBP	1,454,167	1,489,975	(363,874)	2,580,268
KraneShares MSCI China A 50 Connect UCITS ETF	Class USD	637,000	100,000	(550,000)	187,000
KraneShares MSCI China ESG Leaders UCITS ETF	Class USD	870,000	200,000	(700,000)	370,000
KraneShares Bloomberg China Bond Inclusion UCITS ETF	Class USD	227,500	-	(150,000)	77,500
Kraneshares MSCI All China Health Care Index UCITS ETF	Class USD	300,000	150,001	-	450,000
Kraneshares ICBCCS SSE Star Market 50 Index UCITS ETF	Class USD	50,000	-	-	50,000
	Class EUR	100,000	-	-	100,000
KraneShares Electric Vehicles & Future Mobility ESG Screened UCITS ETF*	Class USD	-	500,000	(270,000)	230,000

**The Sub-Fund commenced operations on 25 May 2022.*

Transactions in the shares of each Sub-Fund for the year ended 30 September 2021 are as follows:

Sub-Fund	Class	Shares at start of year	Shares Issued	Shares Redeemed	Shares at end of year
KraneShares CSI China Internet UCITS ETF	Class USD	4,350,000	17,300,000	(3,719,396)	17,930,604
	Class EUR	50,000	2,821,308	(200,000)	2,671,308
	Class GBP	50,000	1,604,167	(200,000)	1,454,167
KraneShares MSCI China A 50 Connect UCITS ETF	Class USD	387,000	900,000	(650,000)	637,000
KraneShares MSCI China ESG Leaders UCITS ETF	Class USD	120,000	800,000	(50,000)	870,000
KraneShares Bloomberg China Bond Inclusion UCITS ETF	Class USD	250,000	150,000	(172,500)	227,500
Kraneshares MSCI All China Health Care Index UCITS ETF*	Class USD	-	300,000	-	300,000
Kraneshares ICBCCS SSE Star Market 50 Index UCITS ETF**	Class USD	-	100,000	(50,000)	50,000
	Class EUR	-	100,000	-	100,000

The Sub-Fund commenced operations on 14 January 2021.**The Sub-Fund commenced operations on 25 May 2021.*

KRANESHARES ICAV

Notes to the Financial Statements (continued)

For the year ended 30 September 2022

(Expressed in United States Dollars)

5. Fees and Expenses

TER Fees

All of the following fees and expenses payable in respect to the Share Classes of the Sub-Funds are paid as one single fee, which will not exceed an amounts described listed below. This is referred to as the total expense ratio or “TER”. The TER is calculated and accrued daily from the Net Asset Value of each Sub-Fund and payable monthly in arrears to the Investment Manager at the rate set out below. The following fees and operational expenses of each Sub-Fund shall be paid out of the TER:

- All the ordinary operating and administrative expenses of the Sub-Fund, including, but not limited to, Directors’, auditors’, legal advisors’, Investment Manager’s, Manager’s, Administrator’s, Depositary’s, sub-custodian’s, sub-custodian’s overdraft fees, Index Providers’, and Central Bank of Ireland Levies.

The Investment Manager has agreed to bear the cost of fees and operational expenses which are over and above the total expense ratio or “TER” of each Sub-Fund.

The TER rates for each Sub-Fund are listed below.

KraneShares CSI China Internet UCITS ETF

Class	TER
Class USD	75 bps
Class EUR	75 bps
Class GBP	75 bps

During the year ended 30 September 2022, the Sub-Fund incurred USD 5,120,919 (2021: USD 2,483,881) in TER fees and as at 30 September 2022, USD 298,718 (2021: USD 560,164) remained payable. This included money laundering reporting officer (MLRO) fees of USD 5,996 (2021: USD 5,947).

KraneShares MSCI China A 50 Connect UCITS ETF

Class	TER
Class USD	40 bps
Class EUR	40 bps
Class GBP	40 bps

During the year ended 30 September 2022, the Sub-Fund incurred USD 28,910 (2021: USD 111,347) in TER fees and as at 30 September 2022, USD 1,938 (2021: USD 15,486) remained payable. This included MLRO fees of USD 66 (2021: USD 500).

KraneShares MSCI China ESG Leaders UCITS ETF

Class	TER
Class USD	40 bps
Class EUR	40 bps
Class GBP	40 bps

During the year ended 30 September 2022, the Sub-Fund incurred USD 90,145 (2021: USD 103,431) in TER fees and as at 30 September 2022, USD 3,200 (2021: USD 20,296) remained payable. This included MLRO fees of USD 224 (2021: USD 439).

KRANESHARES ICAV

Notes to the Financial Statements (continued)

For the year ended 30 September 2022

*(Expressed in United States Dollars)***5. Fees and Expenses (continued)****TER Fees (continued)***KraneShares Bloomberg China Bond Inclusion UCITS ETF*

Class	TER
Class USD	35 bps
Class EUR	35 bps
Class GBP	35 bps

During the year ended 30 September 2022, the Sub-Fund incurred USD 10,088 (2021: USD 24,674) in TER fees and as at 30 September 2022, USD 500 (2021: USD 2,864) remained payable. This included MLRO fees of USD 27 (2021: USD 139).

KraneShares MSCI All China Health Care Index UCITS ETF

Class	TER
Class USD	65 bps
Class EUR	65 bps
Class GBP	65 bps

During the year ended 30 September 2022, the Sub-Fund incurred USD 43,643 (2021: USD 27,024) in TER fees and as at 30 September 2022, USD 3,086 (2021: USD 7,235) remained payable. This included MLRO fees of USD 60 (2021: USD 71).

KraneShares ICBCS SSE Star Market 50 Index UCITS ETF

Class	TER
Class USD	82 bps
Class EUR	82 bps
Class GBP	82 bps
Class CNY	82 bps

During the year ended 30 September 2022, the Sub-Fund incurred USD 26,362 (2021: USD 9,939) in TER fees and as at 30 September 2022, USD 1,655 (2021: USD 5,633) remained payable. This included MLRO fees of USD 30 (2021: USD 20).

KraneShares Electric Vehicles & Future Mobility ESG Screened UCITS ETF

Class	TER
Class USD	72 bps
Class EUR	72 bps
Class GBP	72 bps

During the period ended 30 September 2022, the Sub-Fund incurred USD 15,950 in TER fees and as at 30 September 2022, USD 4,006 remained payable. This included MLRO fees of USD 10.

KRANESHARES ICAV

Notes to the Financial Statements (continued)

For the year ended 30 September 2022

*(Expressed in United States Dollars)***5. Fees and Expenses (continued)****Directors' Fees**

No element of Directors' remuneration is performance-related. Only the Independent Directors have fees paid to them, such fees which are agreed by the Board.

During the year ended 30 September 2022, the ICAV incurred USD 49,763 (2021: USD 43,734) in Directors fees. The Directors fees are paid out of the TER. Any Directors fees in excess of the TER will be covered by the Investment Manager. The Directors Fees are allocated between the Sub-Funds as per the table below:

	30 September 2022	30 September 2021
KraneShares CSI China Internet UCITS ETF	7,109	7,289
KraneShares MSCI China A 50 Connect UCITS ETF	7,109	7,289
KraneShares MSCI China ESG Leaders UCITS ETF	7,109	7,289
KraneShares Bloomberg China Bond Inclusion UCITS ETF	7,109	7,289
Kraneshares MSCI All China Health Care Index UCITS ETF	7,109	7,289
Kraneshares ICBCCS SSE Star Market 50 Index UCITS ETF	7,109	7,289
KraneShares Electric Vehicles & Future Mobility ESG Screened UCITS ETF	7,109	-

Audit Remuneration

The statutory audit fee (including out of pocket expenses incurred by the auditors in connection with their work) for the year ended 30 September 2022 was USD 104,000 (2021: USD 75,000) excluding VAT for the ICAV. The audit fees are paid out of the TER. Any audit fees in excess of the TER will be covered by the Investment Manager.

In addition, the following fees were incurred with respect to non-audit services:

Taxation advisory services USD 7,000 (2021: USD 9,000).

Other non-audit services USD 32,700 (2021: USD 35,240).

Please see a breakdown per Sub-Fund of these fees below:

30 September 2022	Audit fees	Tax advisory fees	Other non-audit services
KraneShares CSI China Internet UCITS ETF	16,000	1,000	5,700
KraneShares MSCI China A 50 Connect UCITS ETF	16,000	1,000	6,200
KraneShares MSCI China ESG Leaders UCITS ETF	16,000	1,000	3,900
KraneShares Bloomberg China Bond Inclusion UCITS ETF	16,000	1,000	3,900
Kraneshares MSCI All China Health Care Index UCITS ETF	16,000	1,000	3,900
Kraneshares ICBCCS SSE Star Market 50 Index UCITS ETF	16,000	1,000	4,100
KraneShares Electric Vehicles & Future Mobility ESG Screened UCITS ETF	8,000	1,000	5,000
30 September 2021	Audit fees	Tax advisory fees	Other non-audit services
KraneShares CSI China Internet UCITS ETF	15,000	1,500	7,250
KraneShares MSCI China A 50 Connect UCITS ETF	15,000	1,500	6,690
KraneShares MSCI China ESG Leaders UCITS ETF	15,000	1,500	4,590
KraneShares Bloomberg China Bond Inclusion UCITS ETF	15,000	1,500	4,590
Kraneshares MSCI All China Health Care Index UCITS ETF	7,500	1,500	5,920
Kraneshares ICBCCS SSE Star Market 50 Index UCITS ETF	7,500	1,500	6,200

KRANESHARES ICAV

Notes to the Financial Statements (continued)

For the year ended 30 September 2022

(Expressed in United States Dollars)

6. Foreign exchange rates

The exchange rates as at 30 September 2022 and 30 September 2021 used in the production of these financial statements to the presentation currency of USD is as follows:

	30 September 2022	30 September 2021
AUD	0.64295	-
CAD	0.72778	-
CLP	0.00104	-
CNY	0.14102	0.15475
EUR	0.97965	1.15895
GBP	1.11630	1.34835
HKD	0.12739	0.12846
IDR	0.00007	-
JPY	0.00691	-
KRW	0.00070	-
SEK	0.09011	-

7. Financial risk management

Each Sub-Fund has exposure to the following specific risks from financial instruments:

- market risk (including price risk, currency risk, interest rate risk, and concentration risk);
- liquidity risk; and
- credit risk.

(a) Market Risk

Market risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market prices. The likelihood of these types of adverse changes and the extent to which they affect the business of the Sub-Funds cannot always be accurately predicted.

(i) Price Risk

Price risk is the risk that the value of an investment may fluctuate as a result of changes in market prices, whether caused by factors specific to an individual investment or all factors affecting all instruments traded in the market. The Investment Manager mitigates this risk by maintaining a diverse portfolio and by diversifying its investments across multiple industries.

The Manager monitors price risk on a daily basis in accordance with the Sub-Funds specific restrictions and the UCITS regulatory limits. The Manager has escalation procedures in place to report breaches of these risks limits to the Directors, the Depositary, the Investment Manager and the Regulator where appropriate.

KraneShares CSI China Internet UCITS ETF

As at 30 September 2022, the Sub-Fund had 42 (2021: 50) positions with the top five being 39.23% (2021: 44.44%) of net assets.

As at 30 September 2022, the Sub-Fund was invested in six (2021: six) industries with the highest industry exposure being 67.09% (2021: 69.50%) of net assets.

As at 30 September 2022, should the price of the securities held by the Sub-Fund have increased or decreased by 10% with all other variables remaining constant the increase or decrease in the net assets attributable to holders of redeemable participating shares for the year would amount to approximately USD 41,615,587 (2021: USD 61,412,878).

KRANESHARES ICAV

Notes to the Financial Statements (continued)

For the year ended 30 September 2022

(Expressed in United States Dollars)

7. Financial risk management (continued)

(a) Market Risk (continued)

(i) Price Risk (continued)

KraneShares MSCI China A 50 Connect UCITS ETF

As at 30 September 2022, the Sub-Fund had 50 (2021: 483) positions with the top five being 31.20% (2021: 13.94%) of net assets.

As at 30 September 2022, the Sub-Fund was invested in nine (2021: ten) industries with the highest industry exposure being 25.49% (2021: 26.89%) of net assets.

As at 30 September 2022, should the price of the securities held by the Sub-Fund have increased or decreased by 10% with all other variables remaining constant the increase or decrease in the net assets attributable to holders of redeemable participating shares for the year would amount to approximately USD 509,599 (2021: USD 2,394,393).

KraneShares MSCI China ESG Leaders UCITS ETF

As of 30 September 2022, the Sub-Fund had 165 (2021: 178) positions with the top five being 40.60% (2021: 38.41%) of net assets.

As of 30 September 2022, the Sub-Fund was invested in ten (2021: ten) industries with the highest industry exposure being 31.88% (2021: 27.83%) of net assets.

At 30 September 2022, should the price of the securities held by the Sub-Fund have increased or decreased by 10% with all other variables remaining constant the increase or decrease in the net assets attributable to holders of redeemable participating shares for the year would amount to approximately USD 788,685 (2021: USD 3,028,948).

KraneShares Bloomberg China Bond Inclusion UCITS ETF

As of 30 September 2022, the Sub-Fund had 11 (2021: 14) positions with the top five being 59.39% (2021: 51.64%) of net assets.

As of 30 September 2022, the Sub-Fund was invested in two (2021: two) industries with the highest industry exposure being 78.76% (2021: 69.85%) of net assets.

At 30 September 2022, should the price of the securities held by the Sub-Fund have increased or decreased by 10% with all other variables remaining constant the increase or decrease in the net assets attributable to holders of redeemable participating shares for the year would amount to approximately USD 178,622 (2021: USD 560,022).

KraneShares MSCI All China Health Care Index UCITS ETF

As of 30 September 2022, the Sub-Fund had 86 (2021: 94) positions with the top five being 27.62% (2021: 28.80%) of net assets.

As of 30 September 2022, the Sub-Fund was invested in four (2021: five) industries with the highest industry exposure being 97.56% (2021: 95.81%) of net assets.

At 30 September 2022, should the price of the securities held by the Sub-Fund have increased or decreased by 10% with all other variables remaining constant the increase or decrease in the net assets attributable to holders of redeemable participating shares for the year would amount to approximately USD 566,782 (2021: USD 697,925).

KRANESHARES ICAV

Notes to the Financial Statements (continued)

For the year ended 30 September 2022

(Expressed in United States Dollars)

7. Financial risk management (continued)

(a) Market Risk (continued)

(i) Price Risk (continued)

KraneShares ICBCCS SSE Star Market 50 Index UCITS ETF

As of 30 September 2022, the Sub-Fund had 49 (2021: 49) positions with the top five being 28.62% (2021: 28.33%) of net assets.

As of 30 September 2022, the Sub-Fund was invested in seven (2021: seven) industries with the highest industry exposure being 29.80% (2021: 37.70%) of net assets.

At 30 September 2022, should the price of the securities held by the Sub-Fund have increased or decreased by 10% with all other variables remaining constant the increase or decrease in the net assets attributable to holders of redeemable participating shares for the year would amount to approximately USD 232,127 (2021: USD 376,333).

KraneShares Electric Vehicles & Future Mobility ESG Screened UCITS ETF

As of 30 September 2022, the Sub-Fund had 64 positions with the top five being 20.72% of net assets.

As of 30 September 2022, the Sub-Fund was invested in six industries with the highest industry exposure being 45.95% of net assets.

At 30 September 2022, should the price of the securities held by the Sub-Fund have increased or decreased by 10% with all other variables remaining constant the increase or decrease in the net assets attributable to holders of redeemable participating shares for the period would amount to approximately USD 509,989.

(ii) Currency Risk

Currency risk is the risk that the value of a financial instrument will fluctuate due to changes in foreign exchange rates. The Sub-Funds invest in securities and other investments that are denominated in currencies other than the functional currency of the Sub-Funds. Accordingly, the value of the Sub-Funds assets may be affected favourably or unfavourably by fluctuations in currency rates and therefore the Sub-Funds will be subject to foreign exchange risks. The Sub-Funds had the following exposure to foreign currency:

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Notes to the Financial Statements (continued)

For the year ended 30 September 2022

*(Expressed in United States Dollars)***7. Financial risk management (continued)****(a) Market Risk (continued)***(ii) Currency Risk (continued)***KraneShares CSI China Internet UCITS ETF****30 September 2022**

	Non-Monetary Assets USD	Monetary Assets USD	Non- Monetary Liabilities USD	Monetary Liabilities USD	Forward Currency Contracts USD	Net Foreign Currency Exposure USD	Sensitivity 10% USD
Euro	-	-	-	(76,297,841)	-	(76,297,841)	(7,629,784)
Great British Pound	-	1	-	(33,317,976)	-	(33,317,975)	(3,331,798)
Hong Kong Dollar	284,609,881	-	-	-	-	284,609,881	28,460,988
	<u>284,609,881</u>	<u>1</u>	<u>-</u>	<u>(109,615,817)</u>	<u>-</u>	<u>174,994,065</u>	<u>17,499,407</u>

30 September 2021

	Non-Monetary Assets USD	Monetary Assets USD	Non- Monetary Liabilities USD	Monetary Liabilities USD	Forward Currency Contracts USD	Net Foreign Currency Exposure USD	Sensitivity 5% USD
Euro	-	-	(8,122,087)	(54,954,487)	(8,120,546)	(71,197,120)	(3,559,856)
Great British Pound	-	-	(1,134,374)	(33,215,812)	(1,134,190)	(35,484,376)	(1,774,219)
Hong Kong Dollar	219,803,930	-	(2,304,281)	-	1,152,181	218,651,830	10,932,592
	<u>219,803,930</u>	<u>-</u>	<u>(11,560,742)</u>	<u>(88,170,299)</u>	<u>(8,102,555)</u>	<u>111,970,334</u>	<u>5,598,517</u>

KraneShares CSI China Internet UCITS ETF had no open forward currency contracts as at 30 September 2022. The forward currency contracts as at 30 September 2021 were due to an intervening fund holiday causing the settlement period for the spot transactions to be extended beyond the normal T+2 settlement date.

KraneShares MSCI China A 50 Connect UCITS ETF**30 September 2022**

	Non-Monetary Assets USD	Monetary Assets USD	Non- Monetary Liabilities USD	Monetary Liabilities USD	Forward Currency Contracts USD	Net Foreign Currency Exposure USD	Sensitivity 10% USD
Chinese Yuan Renminbi	5,095,986	-	-	-	-	5,095,986	509,599
Euro	-	-	-	1	-	1	-
	<u>5,095,986</u>	<u>-</u>	<u>-</u>	<u>1</u>	<u>-</u>	<u>5,095,987</u>	<u>509,599</u>

30 September 2021

	Non-Monetary Assets USD	Monetary Assets USD	Non- Monetary Liabilities USD	Monetary Liabilities USD	Forward Currency Contracts USD	Net Foreign Currency Exposure USD	Sensitivity 5% USD
Chinese Yuan Renminbi	23,943,934	116	-	-	(109)	23,943,941	1,197,197
	<u>23,943,934</u>	<u>116</u>	<u>-</u>	<u>-</u>	<u>(109)</u>	<u>23,943,941</u>	<u>1,197,197</u>

KraneShares MSCI China A50 Connect UCITS ETF had no open forward currency contracts as at 30 September 2022.

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Notes to the Financial Statements (continued)

For the year ended 30 September 2022

*(Expressed in United States Dollars)***7. Financial risk management (continued)****(a) Market Risk (continued)***(ii) Currency Risk (continued)***KraneShares MSCI China ESG Leaders UCITS ETF****30 September 2022**

	Non-Monetary Assets USD	Monetary Assets USD	Non- Monetary Liabilities USD	Monetary Liabilities USD	Forward Currency Contracts USD	Net Foreign Currency Exposure USD	Sensitivity 10% USD
Chinese Yuan Renminbi	789,918	-	-	-	-	789,918	78,992
Hong Kong Dollar	6,539,878	336	(319)	-	-	6,539,895	653,990
	<u>7,329,796</u>	<u>336</u>	<u>(319)</u>	<u>-</u>	<u>-</u>	<u>7,329,813</u>	<u>732,981</u>

30 September 2021

	Non-Monetary Assets USD	Monetary Assets USD	Non- Monetary Liabilities USD	Monetary Liabilities USD	Forward Currency Contracts USD	Net Foreign Currency Exposure USD	Sensitivity 5% USD
Chinese Yuan Renminbi	2,381,923	-	-	-	-	2,381,923	119,096
Hong Kong Dollar	24,708,966	6,966	-	-	(6,966)	24,708,966	1,235,448
	<u>27,090,889</u>	<u>6,966</u>	<u>-</u>	<u>-</u>	<u>(6,966)</u>	<u>27,090,889</u>	<u>1,354,544</u>

KraneShares MSCI China ESG Leaders UCITS ETF had no open forward currency contracts as at 30 September 2022.

KraneShares Bloomberg China Bond Inclusion UCITS ETF**30 September 2022**

	Non-Monetary Assets USD	Monetary Assets USD	Non- Monetary Liabilities USD	Monetary Liabilities USD	Forward Currency Contracts USD	Net Foreign Currency Exposure USD	Sensitivity 10% USD
Chinese Yuan Renminbi	1,786,224	14,407	-	-	-	1,800,631	180,063
	<u>1,786,224</u>	<u>14,407</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,800,631</u>	<u>180,063</u>

30 September 2021

	Non-Monetary Assets USD	Monetary Assets USD	Non- Monetary Liabilities USD	Monetary Liabilities USD	Forward Currency Contracts USD	Net Foreign Currency Exposure USD	Sensitivity 5% USD
Chinese Yuan Renminbi	5,600,221	84,120	-	-	-	5,684,341	284,217
	<u>5,600,221</u>	<u>84,120</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>5,684,341</u>	<u>284,217</u>

KRANESHARES ICAV

Notes to the Financial Statements (continued)

For the year ended 30 September 2022

*(Expressed in United States Dollars)***7. Financial risk management (continued)****(a) Market Risk (continued)***(ii) Currency Risk (continued)***Kraneshares MSCI All China Health Care Index UCITS ETF****30 September 2022**

	Non-Monetary Assets USD	Monetary Assets USD	Non- Monetary Liabilities USD	Monetary Liabilities USD	Forward Currency Contracts USD	Net Foreign Currency Exposure USD	Sensitivity 10% USD
Chinese Yuan Reminbi	3,747,453	-	-	-	-	3,747,453	374,745
Hong Kong Dollar	1,588,778	-	-	-	-	1,588,778	158,878
	<u>5,336,231</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>5,336,231</u>	<u>533,623</u>

30 September 2021

	Non-Monetary Assets USD	Monetary Assets USD	Non- Monetary Liabilities USD	Monetary Liabilities USD	Forward Currency Contracts USD	Net Foreign Currency Exposure USD	Sensitivity 5% USD
Chinese Yuan Reminbi	4,069,196	163	-	-	(163)	4,069,196	203,460
Hong Kong Dollar	2,356,870	-	-	-	-	2,356,870	117,844
	<u>6,426,066</u>	<u>163</u>	<u>-</u>	<u>-</u>	<u>(163)</u>	<u>6,426,066</u>	<u>321,303</u>

KraneShares MSCI All China Healthcare Index UCITS ETF had no open forward currency contracts as at 30 September 2022.

Kraneshares ICBCCS SSEStar Market 50 Index UCITS ETF**30 September 2022**

	Non-Monetary Assets USD	Monetary Assets USD	Non- Monetary Liabilities USD	Monetary Liabilities USD	Forward Currency Contracts USD	Net Foreign Currency Exposure USD	Sensitivity 10% USD
Chinese Yuan Reminbi	2,325,591	5,368	-	-	-	2,330,959	233,096
Euro	-	-	-	(1,557,954)	-	(1,557,954)	(155,795)
	<u>2,325,591</u>	<u>5,368</u>	<u>-</u>	<u>(1,557,954)</u>	<u>-</u>	<u>773,005</u>	<u>77,301</u>

30 September 2021

	Non-Monetary Assets USD	Monetary Assets USD	Non- Monetary Liabilities USD	Monetary Liabilities USD	Forward Currency Contracts USD	Net Foreign Currency Exposure USD	Sensitivity 5% USD
Chinese Yuan Reminbi	3,768,065	4,239	-	-	-	3,772,304	188,615
Euro	-	-	-	(2,546,262)	-	(2,546,262)	(127,313)
	<u>3,768,065</u>	<u>4,239</u>	<u>-</u>	<u>(2,546,262)</u>	<u>-</u>	<u>1,226,042</u>	<u>61,302</u>

KRANESHARES ICAV

Notes to the Financial Statements (continued)

For the year ended 30 September 2022

*(Expressed in United States Dollars)***7. Financial risk management (continued)****(a) Market Risk (continued)***(ii) Currency Risk (continued)***KraneShares Electric Vehicles & Future Mobility ESG Screened UCITS ETF****30 September 2022**

	Non-Monetary Assets USD	Monetary Assets USD	Non- Monetary Liabilities USD	Monetary Liabilities USD	Forward Currency Contracts USD	Net Foreign Currency Exposure USD	Sensitivity 10% USD
Australian Dollar	487,037	504	(593)	-	-	486,948	48,695
Canadian Dollar	209,607	-	-	-	-	209,607	20,961
Chilean Peso	140,709	-	-	-	-	140,709	14,071
Chinese Renminbi	1,066,623	129	(129)	-	-	1,066,623	106,662
Euro	329,695	4	-	-	-	329,699	32,970
Hong Kong Dollar	405,654	521	(521)	-	-	405,654	40,565
Indonesian Rupiah	35,508	-	-	-	-	35,508	3,551
Japanese Yen	336,358	-	-	-	-	336,358	33,636
Pound Sterling	10,454	-	-	-	-	10,454	1,045
South Korean Won	449,780	-	-	-	-	449,780	44,978
Swedish Krona	42,045	-	-	-	-	42,045	4,205
	3,510,928	1,158	(1,243)	-	-	3,510,843	351,339

Sensitivity analysis

As at 30 September 2022, had the USD weakened by 10% in relation to all currencies, with all other variables held constant, the increase in the value of the Sub-Funds' investments and other net assets and liabilities including cash and cash equivalents denominated in currencies other than USD attributable to holders of redeemable participating shares is disclosed on the prior pages and above.

A 10% strengthening of the USD would have resulted in an equal but opposite effect on the above financial statement amounts on the basis that all other variables remain constant.

As at 30 September 2021, had the USD weakened by 5% in relation to all currencies, with all other variables held constant, the increase in the value of the Sub-Funds' investments and other net assets and liabilities including cash and cash equivalents denominated in currencies other than USD attributable to holders of redeemable participating shares is disclosed on the prior pages.

A 5% strengthening of the USD would have resulted in an equal but opposite effect on the above financial statement amounts on the basis that all other variables remain constant.

Foreign currency rates used in the preparation of these financial statements are disclosed in Note 6.

KRANESHARES ICAV

Notes to the Financial Statements (continued)

For the year ended 30 September 2022

*(Expressed in United States Dollars)***7. Financial risk management (continued)****(a) Market Risk (continued)***(iii) Interest Rate Risk*

Interest rate risk arises from the possibility that changes in interest rates will affect future cash flows or the fair values of financial instruments. Interest rate risk is not material for KraneShares CSI China Internet UCITS ETF, KraneShares MSCI China A 50 Connect UCITS ETF, KraneShares MSCI China ESG Leaders UCITS ETF, KraneShares MSCI All China Health Care Index UCITS ETF, KraneShares ICBCCS SSE Star Market 50 Index UCITS ETF and KraneShares Electric Vehicles & Future Mobility ESG Screened UCITS ETF.

Exposure to Interest Rate Risk

The KraneShares Bloomberg China Bond Inclusion UCITS ETF is exposed to the risk that the fair value or future cash flows from its financial instruments will fluctuate as a result of changes in market interest rates. The Sub-Fund monitors its exposure to market interest rates through its investments and cash balances. A summary of the Sub-Fund's interest rate gap positions as at 30 September 2022, categorized by maturity date, is disclosed below:

	Fixed interest Rate USD	Floating Interest Rate USD	Non-interest bearing USD	Total USD
Assets				
Financial assets at fair value through profit or loss	1,786,224	-	-	1,786,224
Cash and cash equivalents	-	29,907	-	29,907
Interest receivable	-	14,407	-	14,407
Total Assets	<u>1,786,224</u>	<u>44,314</u>	<u>-</u>	<u>1,830,538</u>
Liabilities				
TER fees payable	-	-	500	500
Total Liabilities	<u>-</u>	<u>-</u>	<u>500</u>	<u>500</u>
Interest rate sensitivity gap	<u>1,786,224</u>	<u>44,314</u>	<u>(500)</u>	
Sensitivity	<u>54,916</u>			

KRANESHARES ICAV

Notes to the Financial Statements (continued)

For the year ended 30 September 2022

*(Expressed in United States Dollars)***7. Financial risk management (continued)****(a) Market Risk (continued)***(iii) Interest Rate Risk (continued)**Exposure to Interest Rate Risk (continued)*

A summary of the Sub-Fund's interest rate gap positions as at 30 September 2021, categorized by maturity date, is disclosed below:

	Fixed interest Rate USD	Floating Interest Rate USD	Non-interest bearing USD	Total USD
Assets				
Financial assets at fair value through profit or loss	5,600,221	-	-	5,600,221
Cash and cash equivalents	-	553,650	-	553,650
Interest receivable	-	84,120	-	84,120
Total Assets	<u>5,600,221</u>	<u>637,770</u>	<u>-</u>	<u>6,237,991</u>
Liabilities				
TER fees payable	-	-	2,864	2,864
Total Liabilities	<u>-</u>	<u>-</u>	<u>2,864</u>	<u>2,864</u>
Interest rate sensitivity gap	<u>5,600,221</u>	<u>637,770</u>	<u>(2,864)</u>	
Sensitivity	<u>62,380</u>			

Sensitivity analysis

As at 30 September 2022, had interest rates strengthened by 3%, with all other variables held constant, total net assets and the change in net assets per the Statement of Comprehensive Income would have changed by the amounts shown above. A 3% weakening of interest rates would have resulted in an equal but opposite effect on the above financial statement amounts on the basis that all other variables remain constant.

As at 30 September 2021, had interest rates strengthened by 1%, with all other variables held constant, total net assets and the change in net assets per the Statement of Comprehensive Income would have changed by the amounts shown above. A 1% weakening of interest rates would have resulted in an equal but opposite effect on the above financial statement amounts on the basis that all other variables remain constant.

KRANESHARES ICAV

Notes to the Financial Statements (continued)

For the year ended 30 September 2022

*(Expressed in United States Dollars)***7. Financial risk management (continued)****(b) Liquidity Risk**

This is the risk that a lack of a market in certain portfolio securities could prevent the Sub-Fund from liquidating unfavourable positions or prevent the Sub-Funds from funding redemptions from existing shareholders. As at 30 September 2022 and 30 September 2021, the Sub-Funds' investments are all readily realisable. The Manager compares the liquidity of portfolio assets versus the redemption profile of the sub-funds to determine if there are any potential liquidity shortfalls. The portfolio of investments can be easily liquidated in order to meet the redemption requests of the shareholders as they occur and meet contractual financial liabilities.

The following tables details the Sub-Funds remaining contractual maturity for its financial liabilities.

KraneShares CSIChina Internet UCITS ETF

30 September 2022	Less than 1 month USD	1 month to 1 year USD	Greater than 1 year USD	No stated maturity USD	Total USD
Liabilities					
TER fees payable	298,718	-	-	-	298,718
Accrued expenses and other liabilities	75,122	-	-	-	75,122
Net assets attributable to holders of redeemable participating shares	417,142,053	-	-	-	417,142,053
Total Liabilities	417,515,893	-	-	-	417,515,893

30 September 2021	Less than 1 month USD	1 month to 1 year USD	Greater than 1 year USD	No stated maturity USD	Total USD
Liabilities					
Financial liabilities at fair value through profit or loss	1,785	-	-	-	1,785
Bank overdraft	81,749	-	-	-	81,749
Redemptions payable	4,354,526	-	-	-	4,354,526
Securities purchased payable	3,165,378	-	-	-	3,165,378
TER fees payable	560,164	-	-	-	560,164
Accrued expenses and other liabilities	3,071	-	-	-	3,071
Net assets attributable to holders of redeemable participating shares	614,530,890	-	-	-	614,530,890
Total Liabilities	622,697,563	-	-	-	622,697,563

KraneShares MSCI China A 50 Connect UCITS ETF

30 September 2022	Less than 1 month USD	1 month to 1 year USD	Greater than 1 year USD	No stated maturity USD	Total USD
Liabilities					
TER fees payable	1,938	-	-	-	1,938
Total Liabilities	1,938	-	-	-	1,938
30 September 2021	Less than 1 month USD	1 month to 1 year USD	Greater than 1 year USD	No stated maturity USD	Total USD
Liabilities					
TER fees payable	15,486	-	-	-	15,486
Accrued expenses and other liabilities	-	44,523	-	-	44,523
Total Liabilities	15,486	44,523	-	-	60,009

KRANESHARES ICAV

Notes to the Financial Statements (continued)

For the year ended 30 September 2022

*(Expressed in United States Dollars)***7. Financial risk management (continued)****(b) Liquidity Risk (continued)****KraneShares MSCI China ESG Leaders UCITS ETF****30 September 2022**

	Less than 1 month USD	1 month to 1 year USD	Greater than 1 year USD	No stated maturity USD	Total USD
Liabilities					
TER fees payable	3,200	-	-	-	3,200
Total Liabilities	3,200	-	-	-	3,200

30 September 2021

	Less than 1 month USD	1 month to 1 year USD	Greater than 1 year USD	No stated maturity USD	Total USD
Liabilities					
Financial liabilities at fair value through profit or loss	3	-	-	-	3
TER fees payable	20,296	-	-	-	20,296
Total Liabilities	20,299	-	-	-	20,299

KraneShares Bloomberg China Bond Inclusion UCITS ETF**30 September 2022**

	Less than 1 month USD	1 month to 1 year USD	Greater than 1 year USD	No stated maturity USD	Total USD
Liabilities					
TER fees payable	500	-	-	-	500
Total Liabilities	500	-	-	-	500

30 September 2021

	Less than 1 month USD	1 month to 1 year USD	Greater than 1 year USD	No stated maturity USD	Total USD
Liabilities					
TER fees payable	2,864	-	-	-	2,864
Total Liabilities	2,864	-	-	-	2,864

Kraneshares MSCI All China Health Care Index UCITS ETF**30 September 2022**

	Less than 1 month USD	1 month to 1 year USD	Greater than 1 year USD	No stated maturity USD	Total USD
Liabilities					
TER fees payable	3,086	-	-	-	3,086
Total Liabilities	3,086	-	-	-	3,086

30 September 2021

	Less than 1 month USD	1 month to 1 year USD	Greater than 1 year USD	No stated maturity USD	Total USD
Liabilities					
TER fees payable	7,235	-	-	-	7,235
Total Liabilities	7,235	-	-	-	7,235

KRANESHARES ICAV

Notes to the Financial Statements (continued)

For the year ended 30 September 2022

*(Expressed in United States Dollars)***7. Financial risk management (continued)****(b) Liquidity Risk (continued)****Kraneshares ICBCS SSE Star Market 50 Index UCITS ETF**

30 September 2022	Less than 1 month USD	1 month to 1 year USD	Greater than 1 year USD	No stated maturity USD	Total USD
Liabilities					
TER fees payable	1,655	-	-	-	1,655
Net assets attributable to holders of redeemable participating shares	2,336,931	-	-	-	2,336,931
Total Liabilities	2,338,586	-	-	-	2,338,586

30 September 2021	Less than 1 month USD	1 month to 1 year USD	Greater than 1 year USD	No stated maturity USD	Total USD
Liabilities					
TER fees payable	5,633	-	-	-	5,633
Net assets attributable to holders of redeemable participating shares	3,786,950	-	-	-	3,786,950
Total Liabilities	3,792,583	-	-	-	3,792,583

KraneShares Electric Vehicles & Future Mobility ESG Screened UCITS ETF

30 September 2022	Less than 1 month USD	1 month to 1 year USD	Greater than 1 year USD	No stated maturity USD	Total USD
Liabilities					
TER fees payable	4,006	-	-	-	4,006
Total Liabilities	4,006	-	-	-	4,006

KRANESHARES ICAV

Notes to the Financial Statements (continued)

For the year ended 30 September 2022

(Expressed in United States Dollars)

7. Financial risk management (continued)

(c) Credit Risk

Credit risk is the risk that a counterparty to a financial instrument will fail to discharge an obligation or commitment that it has entered into with the Sub-Funds, resulting in a financial loss to the Sub-Funds.

The Sub-Funds manage credit risk by monitoring the financial condition and credit rating of their Sub-Custodian and other counter parties. All bond securities under the KraneShares Bloomberg China Bond Inclusion UCITS ETF are currently rated by Fitch Ratings with a Long Term Debt rating of A+ as at 30 September 2022 (2021: A+).

The Sub-Funds currently hold no assets with any party other than the Sub-Custodian. The Sub-Custodian, is currently rated by Fitch Ratings with a Long Term Debt rating of A+ as at 30 September 2022 (2021: A+). Insolvency or bankruptcy of the Sub-Custodian may cause the Sub-Funds rights with respect to its assets held by the Depository to be delayed or limited. The maximum exposure to credit risk is the carrying value of the assets held by the respective Sub-Fund.

(d) Concentration Risk

The Sub-Funds are subject to concentration risk if they have a large exposure to a particular holding or if investors to the Sub-Funds have a holding of shares greater than 5%. Apart from KraneShares Electric Vehicles & Future Mobility ESG Screened UCITS ETF, the Sub-Funds invest substantively all of their assets in Chinese or Chinese related securities, and as a result these Sub-Funds will have greater exposure to market, political, legal, economic and social risks of that country than a Sub-Fund which diversifies country risk across a number of countries. KraneShares Electric Vehicles & Future Mobility ESG Screened UCITS ETF diversifies its country risk across a number of countries.

Each Index Tracking Sub-Fund seeks to achieve a return which corresponds generally to the price and yield performance, before fees and expenses, of the relevant Index as published by the Index Provider. There is no assurance that the Index Provider will compile the Index accurately, or that the Index will be determined, composed or calculated accurately. While the Index Provider does provide descriptions of what the Index is designed to achieve, the Index Provider does not provide any warranty or accept any liability in relation to the quality, accuracy or completeness of data in respect of the Index, and does not guarantee that the Index will be in line with the described methodology.

KraneShares CSI China Internet UCITS ETF

As at 30 September 2022, all (2021: all) of the issued shares of Class USD shares were held through a nominee account. As at 30 September 2022, all (2021: all) of the issued shares of Class EUR shares were held through a nominee account. As at 30 September 2022, all (2021: all) of the issued shares of Class GBP shares were held through a nominee account. The Sub-Fund held 8 (2021: 6) individual investment positions that were each greater than 5% of the NAV.

KraneShares MSCI China A 50 Connect UCITS ETF

As at 30 September 2022, all (2021: all) of the issued shares of Class USD shares were held through a nominee account. The Sub-Fund held 4 (2021: 1) individual investment position that was each greater than 5% of the NAV.

KraneShares MSCI China ESG Leaders UCITS ETF

As at 30 September 2022, all (2021: all) of the issued shares of Class USD shares were held through a nominee account. The Sub-Fund held 4 (2021: 5) individual investment positions that were each greater than 5% of the NAV.

KraneShares Bloomberg China Bond Inclusion UCITS ETF

As at 30 September 2022, all (2021: all) of the issued shares of Class USD shares were held through a nominee account. The Sub-Fund held 11 (2021: 7) individual investment positions that were each greater than 5% of the NAV.

KraneShares MSCI All China Health Care Index UCITS ETF

As at 30 September 2022, all (2021: all) of the issued shares of Class USD shares were held through a nominee account. The Sub-Fund held 2 (2021: 2) individual investment positions that were each greater than 5% of the NAV.

KraneShares ICBCCS SSE Star Market 50 Index UCITS ETF

As at 30 September 2022, all (2021: all) of the issued shares of Class USD shares were held through a nominee account. As at 30 September 2022, all (2021: all) of the issued shares of Class EUR shares were held through a nominee account. The Sub-Fund held 3 (2021: 3) individual investment positions that were each greater than 5% of the NAV.

KRANESHARES ICAV

Notes to the Financial Statements (continued)

For the year ended 30 September 2022

(Expressed in United States Dollars)

7. Financial risk management (continued)

(d) Concentration Risk (continued)

KraneShares Electric Vehicles & Future Mobility ESG Screened UCITS ETF

As at 30 September 2022, all of the issued shares of Class USD shares were held through a nominee account. The Sub-Fund did not hold any individual investment positions that were each greater than 5% of the NAV.

(e) Global exposure and Leverage

Each Sub-Fund's global exposure and leverage will be calculated using the commitment approach and the Sub-Funds' global exposure will not exceed 100% of Net Asset Value. The commitment approach converts each Sub-Fund's FDI positions into the equivalent positions in the underlying assets and seeks to ensure that the FDI risk is monitored in terms of any future "commitments" to which it is (or may be) obligated.

The commitment approach global exposure rate is 0% for the Sub-Funds as at 30 September 2022 (2021: 0%).

(f) Efficient portfolio management

The ICAV on behalf of the Sub-Funds may employ techniques and instruments relating to financial derivative instruments ("FDIs") in which it invests for efficient portfolio management purposes, a list of which (if any) shall be, where relevant, set out in the relevant Supplements of the Sub-Funds. FDI's such as currency forwards and interest rate futures may be utilised for portfolio hedging. Currency forwards may be utilised for NAV hedging.

(g) Offsetting and amounts subject to master netting/similar agreements

As at 30 September 2022, the Sub-Funds were not subject to ISDA Master Netting Agreements, which are applicable if a Sub-Fund entered into FDI contracts on an OTC basis. As part of the security lending arrangements for the ICAV, collateral is held with BNY Mellon as part of a tri party arrangement. As at 30 September 2021, the Sub-Funds were subject to ISDA Master Netting Agreements.

The table on the following page present, at a Sub-Fund level, the Sub-Funds' financial assets and liabilities subject to offsetting, enforceable master netting arrangements and similar agreements as at 30 September 2021. While the terms and conditions of these agreements may vary, all transactions under any such agreement constitute a single contractual relationship between each Sub-Fund and each counterparty, severally and not jointly. Each Sub-Funds' obligation to make any payments, deliveries or other transfers in respect of any transaction under such an agreement may be netted against the counterparty's obligations under such agreement. A default by either party in performance with respect to one transaction under such an agreement would give the other party the right to terminate all transactions under such agreement and calculate one net amount owed from one party to the other. Further information on the Sub-Funds exposure to the counterparties of the various derivative contracts is provided in Appendix 3.

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Notes to the Financial Statements (continued)

For the year ended 30 September 2022

*(Expressed in United States Dollars)***7. Financial risk management (continued)****(g) Offsetting and amounts subject to master netting/similar agreements (continued)**

As at 30 September 2022, there were no open financial instruments subject to enforceable master netting agreements.

As at 30 September 2021, the following financial instruments were subject to enforceable master netting agreements.

KraneShares CSI China Internet UCITS ETF

Description	Gross amount of recognised financial liabilities USD	Gross amount of recognised financial assets set-off in the Statement of Financial Position USD	Net amounts of financial liabilities presented in the Statement of Financial Position USD	Gross amounts not offset in the Statement of Financial Position		
				Financial Instruments USD	Cash Collateral Pledged USD	Net Amount USD
Derivative Liabilities						
<u>Brown Brothers Harriman</u>						
Forward Currency Contracts	(1,785)	-	(1,785)	1,785	-	-

KraneShares MSCI China ESG Leaders UCITS ETF

Description	Gross amount of recognised financial liabilities USD	Gross amount of recognised financial assets set-off in the Statement of Financial Position USD	Net amounts of financial liabilities presented in the Statement of Financial Position USD	Gross amounts not offset in the Statement of Financial Position		
				Financial Instruments USD	Cash Collateral Pledged USD	Net Amount USD
Derivative Liabilities						
<u>Brown Brothers Harriman</u>						
Forward Currency Contracts	(3)	-	(3)	3	-	-

The Sub-Funds and their counterparty have elected to settle all transactions on a gross basis, however, each party has the option to settle all open contracts on a net basis in the event of default of the other party. Per the terms of the master netting agreement, an event of default includes the following:

- failure by a party to make payment when due;
- failure by a party to perform any obligation required by the agreement (other than payment) if such failure is not remedied within 30 days after notice of such failure is given to the party;
- bankruptcy.

KRANESHARES ICAV

Notes to the Financial Statements (continued)

For the year ended 30 September 2022

(Expressed in United States Dollars)

8. Fair value measurement

As the Sub-Funds' investments are classified as financial assets at fair value through profit or loss, the carrying value of the Sub-Funds' investments is a reasonable approximation of fair value. The Sub-Funds accounting policy on fair value measurements is discussed in Note 2(d). The Sub-Funds measure fair values, as defined by IFRS 13 'Fair Value Measurement' ("IFRS 13"), using the following fair value hierarchy that reflects the significance of the inputs used in making the measurements:

- Level 1: Quoted market price (unadjusted) in an active market for an identical instrument.
- Level 2: Valuation techniques based on observable inputs, either directly (i.e. as prices) or indirectly (i.e. derived from prices). This category includes instruments valued using: quoted market prices in active markets for similar instruments; quoted prices for identical or similar instruments in markets that are considered less than active; or other valuation techniques where all significant inputs are directly or indirectly observable from market data. The bonds held by the KraneShares Bloomberg China Bond Inclusion UCITS ETF Sub-Fund would be considered less than active, and thus would be considered as Level 2 due to the limited activity in the markets that they reside. The bonds valuation methodology are vendor priced.
- Level 3: Valuation techniques using significant unobservable inputs. This category includes all instruments where the valuation technique includes inputs not based on observable data and the unobservable inputs have a significant effect on the instrument's valuation. This category includes instruments that are valued based on quoted prices for similar instruments where significant unobservable adjustments or assumptions are required to reflect differences between the instruments.

Fair values of financial assets that are traded in active markets are based on quoted market prices or dealer price quotations. For all other financial instruments, each Sub-Fund determines fair values using valuation techniques as described above.

The tables below and the following pages analyse the Sub-Funds assets measured at fair value as at 30 September 2022 and 30 September 2021 by the level in the fair value hierarchy into which the fair value measurement is categorised:

KraneShares CSI China Internet UCITS ETF

30 September 2022

	Level 1 USD	Level 2 USD	Level 3 USD	Total USD
Financial assets at fair value through profit or loss				
Equity securities	416,158,587	-	-	416,158,587
	<u>416,158,587</u>	<u>-</u>	<u>-</u>	<u>416,158,587</u>
Financial liabilities at fair value through profit or loss				
Redeemable participating shares	(417,142,053)	-	-	(417,142,053)
	<u>(417,142,053)</u>	<u>-</u>	<u>-</u>	<u>(417,142,053)</u>

30 September 2021

	Level 1 USD	Level 2 USD	Level 3 USD	Total USD
Financial assets at fair value through profit or loss				
Equity securities	614,128,782	-	-	614,128,782
	<u>614,128,782</u>	<u>-</u>	<u>-</u>	<u>614,128,782</u>
Financial liabilities at fair value through profit or loss				
Redeemable participating shares	(614,530,890)	-	-	(614,530,890)
Unrealised loss on Forward Foreign Currency Contracts	-	(1,785)	-	(1,785)
	<u>(614,530,890)</u>	<u>(1,785)</u>	<u>-</u>	<u>(614,532,675)</u>

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Notes to the Financial Statements (continued)

For the year ended 30 September 2022

*(Expressed in United States Dollars)***8. Fair value measurement (continued)****KraneShares MSCI China A 50 Connect UCITS ETF****30 September 2022**

	Level 1 USD	Level 2 USD	Level 3 USD	Total USD
Financial assets at fair value through profit or loss				
Equity securities	5,095,986	-	-	5,095,986
	5,095,986	-	-	5,095,986

30 September 2021

	Level 1 USD	Level 2 USD	Level 3 USD	Total USD
Financial assets at fair value through profit or loss				
Equity securities	23,943,934	-	-	23,943,934
	23,943,934	-	-	23,943,934

KraneShares MSCI China ESG Leaders UCITS ETF**30 September 2022**

	Level 1 USD	Level 2 USD	Level 3 USD	Total USD
Financial assets at fair value through profit or loss				
Equity securities	7,886,848	-	-	7,886,848
	7,886,848	-	-	7,886,848

30 September 2021

	Level 1 USD	Level 2 USD	Level 3 USD	Total USD
Financial assets at fair value through profit or loss				
Equity securities	30,289,481	-	-	30,289,481
	30,289,481	-	-	30,289,481

Financial liabilities at fair value through profit or loss

Unrealised loss on Forward Foreign Currency Contracts	-	(3)	-	(3)
	-	(3)	-	(3)

KraneShares Bloomberg China Bond Inclusion UCITS ETF**30 September 2022**

	Level 1 USD	Level 2 USD	Level 3 USD	Total USD
Financial assets at fair value through profit or loss				
Bonds	1,130,719	655,505	-	1,786,224
Accrued Interest	-	14,407	-	14,407
	1,130,719	669,912	-	1,800,631

30 September 2021

	Level 1 USD	Level 2 USD	Level 3 USD	Total USD
Financial assets at fair value through profit or loss				
Bonds	-	5,600,221	-	5,600,221
Accrued Interest	-	84,120	-	84,120
	-	5,684,341	-	5,684,341

KRANESHARES ICAV

Notes to the Financial Statements (continued)

For the year ended 30 September 2022

*(Expressed in United States Dollars)***8. Fair value measurement (continued)****Kraneshares MSCI All China Health Care Index UCITS ETF****30 September 2022**

	Level 1 USD	Level 2 USD	Level 3 USD	Total USD
Financial assets at fair value through profit or loss				
Equity securities	5,667,821	-	-	5,667,821
	5,667,821	-	-	5,667,821

30 September 2021

	Level 1 USD	Level 2 USD	Level 3 USD	Total USD
Financial assets at fair value through profit or loss				
Equity securities	6,979,248	-	-	6,979,248
	6,979,248	-	-	6,979,248

Kraneshares ICBCCS SSE Star Market 50 Index UCITS ETF**30 September 2022**

	Level 1 USD	Level 2 USD	Level 3 USD	Total USD
Financial assets at fair value through profit or loss				
Equity securities	2,321,273	-	-	2,321,273
	2,321,273	-	-	2,321,273

Financial liabilities at fair value through profit or loss

Redeemable participating shares	(2,336,931)	-	-	(2,336,931)
	(2,336,931)	-	-	(2,336,931)

30 September 2021

	Level 1 USD	Level 2 USD	Level 3 USD	Total USD
Financial assets at fair value through profit or loss				
Equity securities	3,763,328	-	-	3,763,328
	3,763,328	-	-	3,763,328

Financial liabilities at fair value through profit or loss

Redeemable participating shares	(3,786,950)	-	-	(3,786,950)
	(3,786,950)	-	-	(3,786,950)

KraneShares Electric Vehicles & Future Mobility ESG Screened UCITS ETF**30 September 2022**

	Level 1 USD	Level 2 USD	Level 3 USD	Total USD
Financial assets at fair value through profit or loss				
Equity securities	5,099,894	-	-	5,099,894
	5,099,894	-	-	5,099,894

Transfers between levels are recognised at the end of the reporting year/period. There were no transfers between levels during the year/period ended 30 September 2022 and year/period ended 30 September 2021.

Each Sub-Fund's financial instruments not measured at fair value through profit or loss consist of cash and cash equivalents, other receivables, and TER fees payable. These financial instruments are realised or settled within a short period of time. The carrying value of these other financial instruments approximate their fair value.

KRANESHARES ICAV

Notes to the Financial Statements (continued)

For the year ended 30 September 2022

(Expressed in United States Dollars)

9. Related Parties

The following parties are considered related parties:

- The directors
- Waystone Management Company (IE) Limited - Manager
- Krane Fund Advisors, LLC – Investment Manager

Directors' fees is disclosed in Note 5, Fees and Expenses.

As at 30 September 2022, directors of the ICAV held 2,700 shares in KraneShares CSI China Internet UCITS ETF fund (2021: 700 shares), Nil shares in KraneShares MSCI China A 50 Connect UCITS ETF (2021: 50 shares) and 1,500 shares in KraneShares ICBCCS SSE Star Market 50 Index UCITS ETF fund (2021: 200 shares).

Expenses charged and payables during the year/period ended 30 September 2022 by the directors, the Manager and Investment Manager are detailed in Note 5.

Waystone Management Company (IE) Limited, the Manager of the Sub-Funds, receives fees which are paid in line with the underlying Management Agreement.

In line with the underlying Management Agreement certain costs and expenses of the ICAV shall be borne by the Investment Manager.

Money Laundering Reporting Officer ("MLRO") services are provided by Waystone Management Company (IE) Limited. The fee for the provision of MLRO services are included in the TER Fees.

Other ancillary services are provided for by Waystone Management Company (IE) Limited.

There were no other related party transactions for the financial year other than those disclosed above, and in Note 5, including any other emoluments or gains which have been paid or are payable, to any Director of the ICAV. All transactions with related parties were at arm's length.

10. Transaction Costs

Transaction costs are incremental costs that are directly attributable to the acquisition, issue or disposal of a financial asset or financial liability. An incremental cost is one that would not have been incurred if the entity had not acquired, issued or disposed of the financial instrument.

KraneShares CSI China Internet UCITS ETF

During the year ended 30 September 2022, the Sub-Fund incurred USD 1,751,841 (2021: USD 774,615) in transaction costs.

KraneShares MSCI China A 50 Connect UCITS ETF

During the year ended 30 September 2022, the Sub-Fund incurred USD 57,930 (2021: USD 101,525) in transaction costs.

KraneShares MSCI China ESG Leaders UCITS ETF

During the year ended 30 September 2022, the Sub-Fund incurred USD 68,487 (2021: USD 89,780) in transaction costs.

KraneShares Bloomberg China Bond Inclusion UCITS ETF

During the year ended 30 September 2022, the Sub-Fund incurred USD Nil (2021: USD Nil) in transaction costs.

KraneShares MSCI All China Health Care Index UCITS ETF

During the year ended 30 September 2022, the Sub-Fund incurred USD 7,299 (2021: USD 10,818) in transaction costs.

KraneShares ICBCCS SSE Star Market 50 Index UCITS ETF

During the year ended 30 September 2022, the Sub-Fund incurred USD 4,250 (2021: USD 5,557) in transaction costs.

KraneShares Electric Vehicles & Future Mobility ESG Screened UCITS ETF

During the period ended 30 September 2022, the Sub-Fund incurred USD 10,961 in transaction costs.

KRANESHARES ICAV

Notes to the Financial Statements (continued)

For the year ended 30 September 2022

(Expressed in United States Dollars)

11. Security Lending

The ICAV entered into a securities lending agency agreement with the Sub-Custodian on 28 July 2020. Collateral is monitored daily by the Manager to ensure that the value of securities lent is not greater than the collateral provided on a valuation day. Securities lending commenced on KraneShares CSI China Internet UCITS ETF in August 2020. As at 30 September 2022 the KraneShares CSI China Internet UCITS ETF was engaged in 7 securities lending arrangements, with multiple agreements for the same securities in some instances. As at 30 September 2021 the total amount of securities lending arrangements entered into by the Sub-Fund was USD 11,065,427 (2021: USD 41,811,766).

Collateral securities with a value totalling of USD 11,674,699 were received by the Depositary and a security lending revenue of USD 403,594 has been reflected in the NAV for the Sub-Fund. Fees of USD 40,287 were charged by the Investment Manager and fees of USD 37,616 were charged by the Sub-Custodian for the year in relation to stock lending activities.

Securities lending commenced on KraneShares MSCI China ESG Leaders UCITS ETF on 29 April 2021. As at 30 September 2022 the KraneShares MSCI China ESG Leaders UCITS ETF was not engaged in any securities lending arrangements. As at 30 September 2022 the total amount of securities lending arrangements entered into by the Sub-Fund was USD Nil (2021: USD 55,289).

Security lending revenue of USD 350 has been recorded as other income for the Sub-Fund. Fees of USD 131 were charged by the Investment Manager and Fees of USD 95 were charged by the Sub-Custodian for the year.

12. Significant events during the reporting year

During the financial year, global financial markets experienced significant volatility resulting from the spread of a novel coronavirus known as COVID-19. The outbreak of COVID-19 has resulted in travel and border restrictions, quarantines, supply chain disruptions, lower consumer demand and general market uncertainty. The effects of COVID-19 have and may continue to adversely affect the global economy, the economies of certain nations and individual issuers, all of which did not negatively impact the Sub-Funds' performance.

The Investment Manager has agreed to bear the cost of fees and operational expenses which are over and above the total expense ratio or "TER" of each Sub-Fund. Please refer to Note 5 "Fees and Expenses" for further details.

An updated Prospectus for the KraneShares ICAV and Supplements for all of the Sub-Funds were issued on 15 October 2021.

KraneShares Bloomberg Barclays China Bond Inclusion UCITS ETF changed its name to KraneShares Bloomberg China Bond Inclusion UCITS ETF on 1 October 2021.

KraneShares MSCI China A Share UCITS ETF changed its name to KraneShares MSCI China A 50 Connect UCITS ETF on 8 November 2021.

On 24 February 2022, Russian forces advanced into Ukraine launching a large-scale military invasion. The conflict continues to escalate with devastating implications for the region both politically and economically in addition to the human tragedies. In an attempt to deter the Russian advances, the EU, the United States and other NATO countries have imposed severe sanctions on the Russian economy. The effect of these sanctions has led to sharp increases in the price of commodities, a depreciation in the Russian Ruble, the assets of Russia's central bank have been frozen, travel restrictions imposed and certain powerful individuals have been targeted for their association to the Kremlin. To date the conflict has not had an impact on the performance of the Sub-Funds. The direct and indirect impacts of this situation are being closely monitored as it pertains to this ICAV. The Sub-Funds do not have direct exposure to securities of companies domiciled in Russia.

On 25 May 2022, a sub-fund of the ICAV, KraneShares Electric Vehicles & Future Mobility ESG Screened UCITS ETF commenced operations.

KRANESHARES ICAV

Notes to the Financial Statements (continued)

For the year ended 30 September 2022

(Expressed in United States Dollars)

12. Significant events during the reporting year (continued)

An updated Prospectus was issued for the ICAV on 16 September 2022. Updated Supplements were issued for the Sub-Funds on 16 September 2022. The updates included:

- passage of time updates for all Supplements and Prospectus;
- changes to facilitate the use of currency hedging at the portfolio level and the future launch of Sub-Funds classified under Article 9 of the SFDR;
- clarify the fee that the investment manager receives in respect of its securities lending services to the Sub-Funds;
- KraneShares MSCI All China Health Care Index UCITS ETF Supplement - provision for the Sub-Fund to take advantage of the wider diversification limits available to index replicating UCITS in light of the potential for the Sub-Fund to breach the standard UCITS limits between quarterly rebalances of the index due to market movements.

There were no other significant events during the reporting year that requires adjustments or disclosure in these financial statements.

13. Events after the reporting year

The effects of the conflict between Ukraine and Russia may continue to adversely affect the global economy, the economies of certain nations and individual issuers, all of which may impact the Fund's performance.

An updated Prospectus was issued for the ICAV on 1 December 2022. Updated Supplements were issued for the Sub-Funds on 1 December 2022. The updates included:

- passage of time updates for all Supplements and Prospectus;
- KraneShares MSCI China ESG Leaders UCITS ETF and KraneShares Electric Vehicles & Future Mobility ESG Screened UCITS ETF added an Annex on its Supplements for further details on how the Investment Manager addresses sustainability risks and ESG Integration for both sub-funds

On 5 December 2022, ICAV Manager's registered address have changed from "3rd Floor, 76 Lower Baggot Street, Dublin 2, Ireland" to "35 Shelbourne Road, Ballsbridge, Dublin 4, Ireland".

As at 19 December 2022, KraneShares CSI China Internet UCITS ETF had post year-end subscriptions of 45,420,135 and redemptions of 65,683,243; and KraneShares Electric Vehicles & Future Mobility ESG Screened UCITS ETF had post year end subscriptions of 1,105,595 and redemptions of 1,196,420. All other sub-funds did not have any post year-end subscriptions and redemptions.

There were no events after the reporting year that require adjustments or disclosure in these financial statements.

14. Approval of the audited annual financial statements

The financial statements were approved by the Board of Directors on 19 December 2022.

KRANESHARES ICAV

Appendix 1 – Statement of Portfolio Changes (Unaudited)

For the year ended 30 September 2022

*(Expressed in United States Dollars)***KraneShares CSI China Internet UCITS ETF**

Purchases	Cost USD
Tencent Holdings Ltd	85,010,009
Meituan	82,124,956
Kanzhun Ltd	55,986,931
Alibaba Group Holding Ltd - ADR	52,050,531
JD.com Inc - ADR	44,976,066
Pinduoduo Inc - ADR	44,638,772
Kuaishou Technology	41,156,616
Full Truck Class A - ADR	37,934,034
Ke Holdings Inc - ADR	36,584,863
Baidu Inc	36,141,987
JD Health International Inc	31,733,800
Bilibili Inc	29,582,048
Trip.Com Group Ltd - ADR	29,017,083
Netease Inc-ADR	25,508,734
JD.com Inc - Class A	24,264,298
Alibaba Group Holding Ltd	22,460,725
Netease Inc	18,321,648
Bilibili Inc-Class Z	17,215,605
Lufax Holding Ltd-ADR	16,877,445
Alibaba Health Information Technology Ltd	15,637,962
Kingsoft Corp Ltd	13,985,213
Vipshop Holdings-ADR	13,097,154
Tencent Music-ADR	11,271,101
Baidu Inc-Class A	10,294,950

The above purchases represent trades which were above 1% of the total purchases during the year.

KRANESHARES ICAV

Appendix 1 – Statement of Portfolio Changes (Unaudited) (continued)

For the year ended 30 September 2022

*(Expressed in United States Dollars)***KraneShares CSI China Internet UCITS ETF**

Sales	Proceeds USD
Tencent Holdings Ltd	77,495,805
Meituan	69,256,972
Pinduoduo Inc - ADR	39,856,508
JD.com Inc - ADR	37,567,338
Baidu Inc-Class A	36,842,511
Kuaishou Technology	32,083,956
JD.com Inc - Class A	31,352,402
Alibaba Group Holding Ltd	30,830,112
Netease Inc-ADR	24,883,929
Trip.Com Group Ltd - ADR	23,605,763
Ke Holdings Inc-ADR	21,450,527
Full Truck Class A - ADR	19,907,674
JD Health International Inc	18,929,158
Kanzhun Ltd - ADR	18,725,097
Netease Inc	17,508,562
Bilibili Inc-ADR	13,216,744
Alibaba Group-ADR	12,278,741
Trip.Com Group Ltd	9,266,440
Baidu Inc - ADR	9,212,204
Bilibili Inc-Class Z	9,202,512
Vipshop Holdings-ADR	8,319,927
Lufax Holding Ltd-ADR	8,142,667
Kingsoft Corp Ltd	7,542,922

The above sales represent the top 20 sales during the year.

In accordance with the UCITS regulations this statement presents the aggregate purchases and aggregate sales of a security exceeding 1.00% of the total value of purchases or sales for the year or at least the top 20 purchases and sales.

The full list of purchases and sales for the year is available on request from the Administrator.

KRANESHARES ICAV

Appendix 1 – Statement of Portfolio Changes (Unaudited) (continued)

For the year ended 30 September 2022

*(Expressed in United States Dollars)***KraneShares MSCI China A 50 Connect UCITS ETF**

Purchases	Cost USD
Contemporary Amperex Technology Co Ltd	905,066
LONGi Green Energy Technology Co Ltd	665,608
Kweichow Moutai Co Ltd	519,603
Wanhua Chemical Group Co Ltd	482,092
Yunnan Energy New Material Co Ltd	370,174
Luxshare Precision Industry Co Ltd	351,274
BYD Co Ltd	328,845
Zijin Mining Group Co Ltd	325,628
China Tourism Group Duty Free Corp Ltd	258,770
Will Semiconductor Co Ltd	255,875
China Merchants Bank Co Ltd	248,048
BOE Technology Group Co Ltd	223,671
Eve Energy Co Ltd	182,388
SF Holding Co Ltd	180,391
Shenzhen Mindray Bio-Medical Electronics Co Ltd	172,681
Anhui Conch Cement Co Ltd	167,563
Ping An Insurance Group Co of China Ltd	147,570
COSCO SHIPPING Holdings Co Ltd	142,827
Wuliangye Yibin Co Ltd	134,283
China State Construction Engineering Corp Ltd	133,498
Jiangsu Hengrui Medicine Co Ltd	129,539
WuXi AppTec Co Ltd	128,829
China Shenhua Energy Co Ltd	119,382
Zhangzhou Pientzhuang Pharmaceutical Co Ltd	119,028
Shaanxi Coal Industry Co Ltd	116,213
Aier Eye Hospital Group Co Ltd	116,011
China Yangtze Power Co Ltd	113,037
Industrial Bank Co Ltd	110,491
Chongqing Zhifei Biological Products Co Ltd	105,533
East Money Information Co Ltd	99,038
NARI Technology Co Ltd	90,871

The above purchases represent the top 20 purchases during the year.

KRANESHARES ICAV

Appendix 1 – Statement of Portfolio Changes (Unaudited) (continued)

For the year ended 30 September 2022

*(Expressed in United States Dollars)***KraneShares MSCI China A 50 Connect UCITS ETF**

Sales	Proceeds USD
Kweichow Moutai Co Ltd	1,373,892
Contemporary Amperex Technology Co Ltd	1,105,966
China Merchants Bank Co Ltd	592,675
Wuliangye Yibin Co Ltd	454,138
LONGi Green Energy Technology Co Ltd	439,172
BYD Co Ltd	378,645
China Tourism Group Duty Free Corp Ltd	337,627
Ping An Insurance Group Co of China Ltd	317,530
Wanhua Chemical Group Co Ltd	306,997
Will Semiconductor Co Ltd	288,845
Luxshare Precision Industry Co Ltd	264,314
China Yangtze Power Co Ltd	253,589
Shenzhen Mindray Bio-Medical Electronics Co Ltd	250,998
Foshan Haitian Flavouring & Food Co Ltd	240,044
Anhui Conch Cement Co Ltd	234,563
Yunnan Energy New Material Co Ltd	230,477
Industrial Bank Co Ltd	218,997
SF Holding Co Ltd	217,382
WuXi AppTec Co Ltd	204,752
Ping An Bank Co Ltd	199,528

The above sales represent the top 20 sales during the year.

In accordance with the UCITS regulations this statement presents the aggregate purchases and aggregate sales of a security exceeding 1.00% of the total value of purchases or sales for the year or at least the top 20 purchases and sales.

The full list of purchases and sales for the year is available on request from the Administrator.

KRANESHARES ICAV

Appendix 1 – Statement of Portfolio Changes (Unaudited) (continued)

For the year ended 30 September 2022

*(Expressed in United States Dollars)***KraneShares MSCI China ESG Leaders UCITS ETF**

Purchases	Cost USD
Alibaba Group Holding Ltd	1,282,313
NetEase Inc	1,142,101
Baidu Inc	1,103,081
Tencent Holdings Ltd	905,832
Meituan	855,610
China Construction Bank Corp	803,703
Wuxi Biologics Cayman Inc	469,166
BYD Co Ltd - H	331,488
China Merchants Bank Co Ltd - H	287,882
Ping An Insurance Group Co Ltd - H	271,719
China Merchants Bank Co Ltd - A	237,164
Nio Inc	227,008
Li Auto Inc	212,847
China Mengniu Dairy Co Ltd	209,649
Yum China Holdings Inc	207,940
Postal Savings Bank of China Co Ltd - H	182,618
Country Garden Services Holdings Co Ltd	176,980
XPeng Inc	170,563
ENN Energy Holdings Ltd	143,481
China Overseas Land & Investment Ltd	135,463

The above purchases represent the top 20 purchases during the year.

KRANESHARES ICAV

Appendix 1 – Statement of Portfolio Changes (Unaudited) (continued)

For the year ended 30 September 2022

*(Expressed in United States Dollars)***KraneShares MSCI China ESG Leaders UCITS ETF**

Sales	Proceeds USD
Meituan	2,270,597
Tencent Holdings Ltd	2,137,059
Alibaba Group Holding Ltd	2,107,710
China Construction Bank Corp	1,804,133
Ping An Insurance Group Co Ltd - H	1,282,861
Nio Inc	949,710
Wuxi Biologics Cayman Inc	823,710
BYD Co Ltd - H	748,872
Baidu Inc	660,717
China Merchants Bank Co Ltd - H	656,051
Li Ning Co Ltd	649,289
NetEase Inc	542,941
Yum China Holdings Inc	525,722
Shenzhen International Group	445,777
Li Auto Inc	433,351
China Mengniu Dairy Co Ltd	432,502
Geely Automobile Holdings Ltd	420,018
ENN Energy Holdings Ltd	316,759
China Overseas Land & Investment Ltd	288,788
Contemporary Amperex Technology Co Ltd	261,678

The above sales represent trades which were above 1% of the total sales during the year.

In accordance with the UCITS regulations this statement presents the aggregate purchases and aggregate sales of a security exceeding 1.00% of the total value of purchases or sales for the year or at least the top 20 purchases and sales.

The full list of purchases and sales for the year is available on request from the Administrator.

KRANESHARES ICAV

Appendix 1 – Statement of Portfolio Changes (Unaudited) (continued)

For the year ended 30 September 2022

*(Expressed in United States Dollars)***KraneShares Bloomberg China Bond Inclusion UCITS ETF**

Purchases	Cost USD
China Government Bond 2.89% 11/18/31	158,013
China Government Bond 2.47% 09/02/24	157,854
China Government Bond 2.37% 01/20/27	120,067

The above purchases represent all purchases during the year.

Sales	Proceeds USD
China Government Bond 2.94% 10/17/24	1,066,214
China Government Bond 3.17% 04/19/23	681,936
China Government Bond 3.13% 11/21/29	678,227
China Government Bond 3.02% 10/22/25	319,033
China Government Bond 2.24% 03/05/23	318,302
China Development Bank 3% 02/05/23	307,276
Export-Import Bank China 3.04% 03/08/23	306,833
Agricul Dev Bank China 4.37% 05/25/23	279,943
China Government Bond 2.88% 11/05/23	237,576

The above sale represent all sales during the year.

In accordance with the UCITS regulations this statement presents the aggregate purchases and aggregate sales of a security exceeding 1.00% of the total value of purchases or sales for the year or at least the top 20 purchases and sales.

KRANESHARES ICAV

Appendix 1 – Statement of Portfolio Changes (Unaudited) (continued)

For the year ended 30 September 2022

*(Expressed in United States Dollars)***KraneShares MSCI All China Health Care Index UCITS ETF**

Purchases	Cost USD
Wuxi Biologics Cayman Inc	472,784
Shenzhen Mindray Bio-Medical Electronics Co Ltd	183,924
BeiGene Ltd	152,608
WuXi AppTec Co Ltd	145,828
Jiangsu Hengrui Medicine Co Ltd	139,990
Zhangzhou Pientzhuang Pharmaceutical Co Ltd	112,798
Aier Eye Hospital Group Co Ltd	112,622
CSPC Pharmaceutical Group Ltd	97,251
Chongqing Zhifei Biological Products Co Ltd	91,468
Beijing Tongrentang Co Ltd	85,010
Innovent Biologics Inc	81,386
Sino Biopharmaceutical Ltd	76,499
Hygeia Healthcare Holdings Co Ltd	73,134
Legend Biotech Corp	66,840
Zai Lab Ltd	65,052
WuXi AppTec Co Ltd	64,175
Imeik Technology Development Co Ltd	58,925
Yunnan Baiyao Group Co Ltd	58,649
Shanghai Junshi Biosciences Co Ltd	56,315
Shanghai Fosun Pharmaceutical Group Co Ltd	53,969
Genscript Biotech Corp	53,531
Porton Pharma Solutions Ltd	53,311
Bloomage Biotechnology Corp Ltd	51,010
Shanghai Medicilon Inc	50,901
Pharmaron Beijing Co Ltd	49,968
Changchun High & New Technology Industry Group Inc	48,672
Beijing Wantai Biological Pharmacy Enterprise Co Ltd	47,023
Shenzhen New Industries Biomedical Engineering Co Ltd	45,685
Walvax Biotechnology Co Ltd	43,484
Zhejiang Orient Gene Biotech Co Ltd	42,318
Asymchem Laboratories Tianjin Co Ltd	41,204

The above purchases represent trades which were above 1% of the total purchases during the year.

KRANESHARES ICAV

Appendix 1 – Statement of Portfolio Changes (Unaudited) (continued)

For the year ended 30 September 2022

*(Expressed in United States Dollars)***KraneShares MSCI All China Health Care Index UCITS ETF**

Sales	Proceeds USD
Wuxi Biologics Cayman Inc	183,057
Alibaba Health Information Technology Ltd	68,114
Ping An Healthcare and Technology Co Ltd	35,410
Shandong Pharmaceutical Glass Co Ltd	27,298
Imeik Technology Development Co Ltd	24,259
Yifan Pharmaceutical Co Ltd	21,890
Shenzhen Mindray Bio-Medical Electronics Co Ltd	21,568
Jilin Aodong Pharmaceutical Group Co Ltd	20,548
Xian International Medical Investment Co Ltd	19,739
Jiangsu Hengrui Medicine Co Ltd	19,450
Aier Eye Hospital Group Co Ltd	18,927
Guangzhou Wondfo Biotech Co Ltd	18,848
Maccura Biotechnology Co Ltd	18,587
Shenzhen Hepalink Pharmaceutical Group Co Ltd	17,530
WuXi AppTec Co Ltd	17,421
Sinopharm Group Co Ltd	17,328
Xiamen Kingdomway Group Co	16,641
Pharmaron Beijing Co Ltd	16,171
China Resources Pharmaceutical Group Ltd	15,194
SSY Group Ltd	14,983
Burning Rock Biotech Ltd	14,739
Akeso Inc	14,501
Beijing Wantai Biological Pharmacy Enterprise Co Ltd	13,735
Jinyu Bio-Technology Co Ltd	13,289
Innovent Biologics Inc	13,077
Zhangzhou Pientzhuang Pharmaceutical Co Ltd	12,711
Shanghai Fosun Pharmaceutical Group Co Ltd	11,395
CSPC Pharmaceutical Group Ltd	10,862
Sino Biopharmaceutical Ltd	9,696

The above sales represent trades which were above 1% of the total sales during the year.

In accordance with the UCITS regulations this statement presents the aggregate purchases and aggregate sales of a security exceeding 1.00% of the total value of purchases or sales for the year or at least the top 20 purchases and sales.

The full list of purchases and sales for the year is available on request from the Administrator.

KRANESHARES ICAV

Appendix 1 – Statement of Portfolio Changes (Unaudited) (continued)

For the year ended 30 September 2022

*(Expressed in United States Dollars)***KraneShares ICBCCS SSE Star Market 50 Index UCITS ETF**

Purchases	Cost USD
Trina Solar Co Ltd	165,141
Jiangsu GoodWe Power Supply Technology Co Ltd	93,772
Jinko Solar Ltd	77,145
Qi An Xin Technology Group Inc	71,555
Shanghai Junshi Biosciences Co Ltd	71,017
Zhejiang Supcon Technology Co Ltd	69,404
Verisilicon Microelectronics Shanghai Co Ltd	67,935
Xinjiang Daqo New Energy Co Ltd	66,612
Hoymiles Power Electronics Inc	63,604
iRay Technology Co Ltd	60,727
Shanghai Medicilon Inc	57,626
Chengdu Xgimi Technology C-A	56,664
Ninebot Ltd	53,343
Cambricon Technologies Corp Ltd	52,132
Cathay Biotech Inc	49,791
China Resources Microelectronics Ltd	41,077
Zwsoft co Ltd Guangzhou-a	40,331
Everdisplay Optronics Shanghai Co Ltd	38,455
Zhuzhou CRRC Times Electric Co Ltd	37,328
Opt Machine Vision Tech Co-A	33,784
CanSino Biologics Inc	28,110
Advanced Micro-Fabrication Equipment Inc China	27,022
Sansure Biotech Inc-A	26,578
Hunan Changyuan Lico Co Ltd	25,689
Bestechinic Shaghai Co Ltd	24,987
National Silicon Industry Group Co Ltd	22,672

The above purchases represent trades which were above 1% of the total purchases during the year.

KRANESHARES ICAV

Appendix 1 – Statement of Portfolio Changes (Unaudited) (continued)

For the year ended 30 September 2022

*(Expressed in United States Dollars)***KraneShares ICBCCS SSE Star Market 50 Index UCITS ETF**

Sales	Proceeds USD
Beijing Kingsoft Office Software Inc	102,560
Montage Technology Co Ltd	76,372
Shenzhen Transsion Holdings Co Ltd	74,789
Ningbo Ronbay New Energy Technology Co Ltd	73,478
ESPRESSIF SYSTEMS SHANGHAI-A	66,964
Advanced Micro-Fabrication Equipment Inc China	56,520
Shenzhen Chipscreen Biosci-A	51,542
Anji Microelectronics Tech-A	47,822
Suzhou Zelgen Biopharmaceu-A	44,094
DBAPP Security Ltd	42,852
Arcsoft Corp Ltd-A	41,313
Appotronics Corp Ltd-A	39,364
Shanghai Microport Endovas-A	39,077
Amlogic Shanghai Co Ltd	38,736
Arcsoft Corp Ltd	37,442
Chengdu Xgimi Technology Co Ltd	36,712
Beijing Roborock Technology Co Ltd	35,732
Appotronics Corp Ltd	33,727
Shanghai Haohai Biological-A	33,679
China Railway Signal & Communication Corp Ltd	31,291
Shanghai Bright Power Semi-A	30,972
Zhejiang HangKe Technology Inc Co	30,958
Willfar Information Techno-A	30,749
Xiamen Amoytop Biotech Co -A	29,177
China Resources Microelectronics Ltd	28,655

The above sales represent trades which were above 1% of the total sales during the year.

In accordance with the UCITS regulations this statement presents the aggregate purchases and aggregate sales of a security exceeding 1.00% of the total value of purchases or sales for the year or at least the top 20 purchases and sales.

The full list of purchases and sales for the year is available on request from the Administrator.

KRANESHARES ICAV

Appendix 1 – Statement of Portfolio Changes (Unaudited) (continued)

For the year ended 30 September 2022

*(Expressed in United States Dollars)***KraneShares Electric Vehicles & Future Mobility ESG Screened UCITS ETF**

Purchases	Cost USD
Li Auto Inc	401,309
Tesla Inc	340,359
Contemporary Amperex Technology Co Ltd	338,393
NIO Inc	338,202
Aptiv PLC	336,867
Analog Devices Inc	324,286
Nidec Corp	314,165
BYD Co Ltd	313,251
Samsung SDI Co Ltd	312,313
NXP Semiconductors NV	311,791
Albemarle Corp	297,117
Mercedes-Benz Group AG	287,945
Infineon Technologies AG	276,238
Ford Motor Co	246,590
General Motors Co	246,324
Lucid Group Inc	232,303
Panasonic Holdings Corp	218,432
Geely Automobile Holdings Ltd	216,849
Sociedad Quimica y Minera de Chile SA	213,275
Magna International Inc	212,969
Plug Power Inc	209,822
Umicore SA	205,965
Rivian Automotive Inc	205,926
LG Chem Ltd	205,040
LG Energy Solution Ltd	197,924
XPeng Inc-ADR	184,636
XPeng Inc	166,689
Eve Energy Co Ltd	166,529
IGO Ltd	154,360
Ganfeng Lithium Group Co Ltd	149,553
Lynas Rare Earths Ltd	147,527
SolarEdge Technologies Inc	145,511
BMW AG	145,002
Zhejiang Huayou Cobalt Co Ltd	135,638
Allkem Ltd	127,005
Livent Corp	126,732
Pilbara Minerals Ltd	111,455
Ecopro BM Co Ltd	108,382
L&F Co Ltd	107,501

The above purchases represent trades which were above 1% of the total purchases during the period.

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Appendix 1 – Statement of Portfolio Changes (Unaudited) (continued)

For the year ended 30 September 2022

*(Expressed in United States Dollars)***KraneShares Electric Vehicles & Future Mobility ESG Screened UCITS ETF**

Sales	Proceeds USD
Analog Devices Inc	321,947
NXP Semiconductors NV	293,137
General Motors Co	264,511
Li Auto Inc	256,599
Mercedes-Benz Group AG	226,170
LG Chem Ltd	223,438
Infineon Technologies AG	215,800
Ford Motor Co	205,767
Plug Power Inc	168,490
Tesla Inc	168,465
BMW AG	142,351
XPeng Inc-ADR	128,080
Contemporary Amperex Technology Co Ltd	123,812
Albemarle Corp	118,625
NIO Inc	117,620
SolarEdge Technologies Inc	104,340
Sociedad Quimica y Minera de Chile SA	74,429
Aptiv PLC	73,402
Nidec Corp	70,402
Samsung SDI Co Ltd	67,907
BYD Co Ltd	64,281
Wuxi Lead Intelligent Equipment	60,487
Rivian Automotive Inc	58,442
Geely Automobile Holdings Ltd	54,282
Panasonic Holdings Corp	52,693
Lucid Group Inc	50,173
LG Energy Solution Ltd	46,899

The above sales represent trades which were above 1% of the total sales during the period.

In accordance with the UCITS regulations this statement presents the aggregate purchases and aggregate sales of a security exceeding 1.00% of the total value of purchases or sales for the period or at least the top 20 purchases and sales.

The full list of purchases and sales for the period is available on request from the Administrator.

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Appendix 2 – UCITS Manager’s Report (Unaudited)

For the year ended 30 September 2022

(Expressed in United States Dollars)

Waystone Management Company (IE) Limited is authorized and regulated as a UCITS Manager (the “Manager”) by the Central Bank under the European Union (Undertakings for Collective Investment in Transferable Securities) Regulations 2019 (“UCITS Regulations”). The Manager has appointed Krane Funds Advisors LLC as the “Investment Manager” to carry out discretionary investment management in relation to KraneShares ICAV.

Investment Objective of the Sub-Funds

The assets of each Sub-Fund must be invested in accordance with the restrictions on investments set out in the UCITS Regulations and such additional investment restrictions in accordance with Central Bank requirements. The investment objective of the Sub-Fund is to provide investment results that, before fees and expenses, correspond generally to the price and yield performance of the investable universe of publicly traded China-based companies whose primary business or businesses are in the Internet and Internet Related sectors and which are listed outside of China (“China Internet Companies”).

Remuneration Policy

The Manager has implemented a Remuneration Policy which is in line with the provisions of the UCITS Regulations and in accordance with the European Securities Market Authority Guidelines on Sound Remuneration Policies under the UCITS Directive (ESMA/2016/575). It is consistent with the business strategy, objectives, values and interests of the Manager, the ICAV and the Shareholders of the ICAV and includes measures to avoid conflicts of interest. The objective of this Policy is to ensure that the Manager maintains and applies a sound and prudent remuneration process, which identifies and manages any conflicts of interest, promotes sound and effective risk management and does not encourage risk taking which is inconsistent with the risk profile of the Manager or the risk profiles and rules of the managed UCITS.

The Manager has established a Remuneration Policy to ensure that the requirements of the Remuneration Code are met proportionately for all relevant staff. This policy applies to the Manager and the Sub-Funds it manages. In accordance with the proportionality provisions of the ESMA Guidelines on Remuneration and taking into account its size, nature and the scope of its activities, the Board has dis-applied the requirements of the ESMA Guidelines in relation to the following: variable remuneration in instruments, retention, deferral, ex post incorporation of risk for variable remuneration (together, with the immediately foregoing bullets points, the Pay-out Process Rules); and the requirement to establish a remuneration committee.

KRANESHARES ICAV

Appendix 2 – UCITS Manager’s Report (Unaudited) (continued)

For the year ended 30 September 2022

*(Expressed in United States Dollars)***Employee remuneration disclosure**

The table below provides an overview of Aggregate total remuneration paid by the Manager to all staff; and aggregate total remuneration paid by the Manager to Manager Remuneration Code Staff. The total remuneration in relation to the ICAV has been calculated by apportioning the total remuneration costs based on the AUM of the ICAV as a percentage of the total AUM of sub-funds managed by the Manager.

	<i>Headcount</i>	<i>Total Remuneration (USD \$ '000s)</i>
<i>Manager staff (apportioned to ICAV)</i>	<i>41</i>	<i>70</i>
<i>of which</i>		
<i>Fixed remuneration</i>	<i>41</i>	<i>70</i>
<i>Variable remuneration</i>	<i>n/a</i>	<i>0</i>
<i>Carried interest</i>	<i>n/a</i>	<i>0</i>
<i>Remuneration Code Staff</i>	<i>41</i>	<i>5,234</i>
<i>of which</i>		
<i>Senior Management</i>	<i>41</i>	<i>5,234</i>
<i>Other Code Staff</i>	<i>0</i>	<i>0</i>

Manager Activities

The following table provides an overview of the size and composition of each Sub-Fund managed by the Manager. This shows the total number of Sub-Funds managed as at 30 September 2022.

	<i>Number of Sub-Funds</i>	<i>AUM USD (Millions)</i>	<i>% of AUM</i>
<i>Waystone Management Company (IE) Limited</i>	<i>231</i>	<i>33,341</i>	<i>100%</i>
<i>of which UCITS Funds</i>	<i>35</i>	<i>3,578</i>	<i>11%</i>
<i>KraneShares CSI China Internet UCITS ETF</i>	<i>1</i>	<i>417</i>	<i>1.25%</i>
<i>KraneShares MCSI China A Share UCITS ETF</i>	<i>1</i>	<i>5</i>	<i>0.01%</i>
<i>KraneShares MSCI China ESG Leaders UCITS ETF</i>	<i>1</i>	<i>8</i>	<i>0.02%</i>
<i>KraneShares MSCI All China Healthcare Index ETF</i>	<i>1</i>	<i>6</i>	<i>0.02%</i>
<i>KraneShares ICBCCS SSE Star Market 50 Index UCITS ETF</i>	<i>1</i>	<i>2</i>	<i>0.01%</i>
<i>KraneShares Bloomberg Barclays China Bond Inclusion UCITS ETF</i>	<i>1</i>	<i>2</i>	<i>0.01%</i>
<i>KraneShares Electric Vehicles & Future Mobility ESG Screened UCITS ETF</i>	<i>1</i>	<i>5</i>	<i>0.01%</i>

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Appendix 2 – UCITS Manager’s Report (Unaudited) (continued)

For the year ended 30 September 2022

*(Expressed in United States Dollars)***Risk Management & Risk Profile**

The risk management function has effective policies and procedures in order to identify, measure, manage and monitor, on an on-going basis, all risks relevant to the Sub-Fund’s investment strategy, and to ensure that the risk profile is consistent with the risk limits. The risk management function monitors compliance with these risk limits and the Manager’s Chief Risk Officer manages situations when the Sub-Fund’s risk profile is inconsistent with these limits. There were no significant changes to systems during the year.

Operational Risk

The Manager has operational risk management policies and procedures in order to identify, measure, manage and monitor appropriately operational risks including professional liability risks to which the Sub-Fund is or could be reasonably exposed. As a result of this ongoing review, the Manager is satisfied that the control framework in place is adequate for the services being provided to the Sub-Fund. There have been no material changes to the above process since the Manager was appointed. There were no areas of concern identified by the Manager.

The Risk Profile of *KraneShares CSI China Internet UCITS ETF* as at 30 September 2022 is as follows:

Risk Analytics	Value	Limit
Tracking Error	0.15%	1.00%

The Risk Profile of *KraneShares MCSI China A Share UCITS ETF* as at 30 September 2022 is as follows:

Risk Analytics	Value	Limit
Tracking Error	0.14%	1.00%

The Risk Profile of *KraneShares MSCI China ESG Leaders UCITS ETF* as at 30 September 2022 is as follows:

Risk Analytics	Value	Limit
Tracking Error	0.04%	1.00%

The Risk Profile of *Kraneshares MSCI All China Healthcare Index ETF* as at 30 September 2022 is as follows:

Risk Analytics	Value	Limit
Tracking Error	0.18%	1.00%

The Risk Profile of *Kraneshares ICBCCS SSE Star Market 50 index UCITS ETF* as at 30 September 2022 is as follows:

Risk Analytics	Value	Limit
Tracking Error	0.41%	1.00%

The Risk Profile of *KraneShares Bloomberg Barclays China Bond Inclusion UCITS ETF* as at 30 September 2022 is as follows:

Risk Analytics	Value	Limit
Tracking Error	0.40%	1.00%

The Risk Profile of *KraneShares Electric Vehicles & Future Mobility ESG Screened UCITS ETF* as at 30 September 2022 is as follows:

Risk Analytics	Value	Limit
Tracking Error	0.07%	1.00%

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Appendix 3 – Securities Financing Transactions Regulations Disclosures (Unaudited)

For the year ended 30 September 2022

*(Expressed in United States Dollars)***Securities Lending**

As at 30 September 2022 the KraneShares CSI China Internet UCITS ETF was engaged in seventeen securities lending arrangements. The following table details the value of securities on loan as a proportion of the Sub-Funds total NAV as at 30 September 2022.

Security	Currency	Market Value	% of NAV
Iqiyi Inc-ADR	USD	1,644,549	0.39%
Kingsoft Cloud Holdings-ADR	USD	393,212	0.09%
Ming Yuan Cloud Group Holdings Ltd	USD	1,558,522	0.37%
Ping An Healthcare and Technology Co Ltd	USD	2,209,412	0.53%
Weimob Inc	USD	908,181	0.22%
XD Inc	USD	487,193	0.12%
ZhongAn Online P&C Insurance Co Ltd	USD	3,864,359	0.93%
		11,065,427	2.65%

The total income earned from securities lending transactions is split between the Sub-Fund and the securities lending agent, details of which can be found in Note 11 to the financial statements. Income earned by the securities during the year from securities lending transactions is disclosed in Note 11 to the financial statements.

The following table details the value of securities on loan and associated cash collateral received, analysed by borrowing counterparty as at 30 September 2022.

Counterparty	Securities on loan	Collateral received
Citigroup Markets	1,758,413	-
Morgan Stanley Co International	6,560,964	-
UBS AG London	2,746,050	-
BNY Mellon	-	11,674,699
	11,065,427	11,674,699

Collateral**Global Data:**

- The amount of securities and commodities on loan as a proportion of total lendable assets: 2.65%

Concentration Data:

- Ten largest collateral issuers across all securities financing transactions:
 - BNY Mellon: 2.80%
- Top ten counterparties of each type of securities financing transaction:
 - Citigroup Markets: 0.42%
 - Morgan Stanley Co International: 1.57%
 - UBS AG: 0.66%

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Appendix 3 – Securities Financing Transactions Regulations Disclosures (Unaudited) (continued)

For the year ended 30 September 2022

*(Expressed in United States Dollars)***Aggregate Transactions Data for Each Type of securities financing transaction Separately Broken Down According to the Below Categories:**

- Type and Quality of Collateral: US Government and US Government Agency interest instruments
- Maturity Tenor of the Collateral:
 - Less than one day: \$ 0
 - One day to one week: \$ 0
 - One week to one month: \$ 0
 - One month to three months: \$ 0
 - Three months to one year: \$ 0
 - Above one year: \$ 11,674,699
- Maturity Tenor of the securities financing transaction:
 - Less than one day: \$ 0
 - One day to one week: \$ 0
 - One week to one month: \$ 0
 - One month to three months: \$ 0
 - Three months to one year: \$ 0
 - Above one year: \$ 11,065,427
- Countries in which the counterparties are established: United States of America and England
- Settlement and clearing: Bilateral

Data on Reuse of Collateral:

- Share of collateral received that is reused: 0.00%
- Cash collateral reinvestment returns: 0.00%

Safekeeping of Securities Received by KraneShares CSI China Internet UCITS ETF as Part of securities financing transactions:

- Custodian Name: BNY Mellon
- Value of Securities held: \$ 11,065,427

Safekeeping of Collateral Granted by KraneShares CSI China Internet UCITS ETF as Part of securities financing transactions:

- Proportion held in segregated accounts: 100.00%

Data on Return and Cost for securities financing transactions:

- The costs reported below are securities financing transactions fees paid to BBH that are not included in the cost of the equity and are not included in the below return:

	Amount	% of Beginning of Year NAV
Return		
Received by Fund	\$403,594	0.10%
Received by Manager	\$0	0.00%
Received by Third Parties	\$0	0.00%
Cost		
Paid by Fund to Third Parties	\$37,616	0.01%
Paid by Manager	\$0	0.00%
Paid by Third Parties	\$0	0.00%

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Appendix 3 – Securities Financing Transactions Regulations Disclosures (Unaudited) (continued)

For the year ended 30 September 2022

*(Expressed in United States Dollars)***Securities Lending:**

As at 30 September 2022 the KraneShares MSCI China ESG Leaders UCITS ETF was not engaged in any securities lending arrangements, but was engaged in securities financing transactions during the year.

Data on Return and Cost for securities financing transactions:

- The costs reported below are securities financing transactions fees paid to BBH that are not included in the cost of the equity and are not included in the below return:

	Amount	% of Beginning of Year NAV
Return		
Received by Fund	\$350	0.01%
Received by Manager	\$0	0.00%
Received by Third Parties	\$0	0.00%
Cost		
Paid by Fund to Third Parties	\$95	0.01%
Paid by Manager	\$0	0.00%
Paid by Third Parties	\$0	0.00%

For the year ended 30 September 2022

Sustainable Finance Disclosure Regulation

Environmental, social and governance (“ESG”) Integration describes the mechanism by which the Manager, acting through the Investment Manager as its delegate, may integrate sustainability risks into investment decision-making, which may, where relevant, require the Investment Manager to assess the potential sustainability risks associated with the purchase of investments.

Sustainability Risk means an ESG event or condition that, if it occurs, could potentially or actually cause a material negative impact on the value of a Sub-Fund’s investment. Sustainability risks can either represent a risk of their own or have an impact on other risks and may contribute significantly to risks, such as market risks, operational risks, liquidity risks or counterparty risks.

KraneShares MSCI China ESG Leaders UCITS ETF is an Article 8 fund under the Sustainable Finance Disclosure Regulations (“SFDR”). This Sub-Fund tracks the MSCI China ESG Leaders Index (“Index”), which is comprised of companies with high ESG performance relative to their sector peers. The Index is designed for investors seeking a broad, diversified sustainability benchmark. The methodology of the Index aims to include securities of companies with the highest ESG ratings representing 50% of the market capitalisation in each sector and region of the parent index. Companies that are not existing constituents of the Index must have a MSCI ESG rating of BB or above and the MSCI ESG Controversies Score of 3 or above to be eligible. In addition, companies showing involvement in alcohol, gambling, tobacco, nuclear power, civilian firearms, fossil fuels extraction, thermal coal power and weapons are excluded from the Index.

KraneShares Electric Vehicles & Future Mobility ESG Screened UCITS ETF is an Article 8 fund under the SFDR. This Sub-Fund tracks the Bloomberg Electric Vehicles ESG Screened Total Return Index (“Index”), which is designed for investors seeking a broad, diversified sustainability benchmark. The methodology of the Index aims to include securities that are expected to derive significant revenues from electric vehicles, energy storage technologies, autonomous navigation technology, lithium and copper mining, and hydrogen fuel cells. Companies showing involvement in ESG controversies and controversial business activities are excluded from the Index. Holdings in the KraneShares Electric Vehicles & Future Mobility ESG Screened UCITS ETF include companies that are driving the transition to electrification in the transportation industry. They include companies involved in all aspects of the electric vehicle ecosystem, including the production of vehicles, batteries, infrastructure, materials, and vehicle components. These companies are helping promote electrification through design, marketing, innovation, and the maintenance of a stable supply chain to support the transition from internal combustion engine (ICE) vehicles to electric and hybrid electric vehicles.

The Investment Manager will seek to have regard to relevant Sustainability Risks and their potential detrimental impact generally where possible, and where it appears to the Investment Manager to be appropriate to do so. The Investment Manager believes responsible ownership and investment will ultimately lead to long-term sustainable success. An important part of the Investment Manager’s investment process is its frequent and on-going engagement with company management teams of investees and attendance at industry conferences. This helps with the Investment Manager’s ESG analysis and effort to advocate for best practices in relation to ESG for KraneShares MSCI China ESG Leaders UCITS ETF and KraneShares Electric Vehicles & Future Mobility ESG Screened UCITS ETF.

As KraneShares MSCI China ESG Leaders UCITS ETF invests exclusively in securities making up the MSCI China ESG Leaders Index and KraneShares Electric Vehicles & Future Mobility ESG Screened UCITS ETF invests exclusively in securities making up the Bloomberg Electric Vehicles ESG Screened Total Return Index, the investments held by these Sub-Funds at 30 September 2022 would be actively engaged in environmentally sustainable economic activities.

Through tracking the Index, the KraneShares MSCI China ESG Leaders UCITS ETF promotes the following environmental/social characteristics:

- Investment in environmentally and socially responsible companies; and
- Avoidance of investment in companies which show a qualifying involvement from controversial activities including the production of alcohol and tobacco or gambling.

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Appendix 4 – Sustainable Finance Disclosure Regulation (Unaudited) (continued)

For the year ended 30 September 2022

Through tracking the Index, the KraneShares Electric Vehicles & Future Mobility ESG Screened UCITS ETF promotes the following environmental/social characteristics:

- Investment in companies that are engaged in or expected to derive significant revenues from the production of electric vehicles or their components or in other initiatives that may change the future of mobility and
- Avoidance of investment in companies which are involved in environmental, social and governance (“ESG”) controversies and controversial business activities, based on data from ESG data provider, Sustainalytics.

The ‘do no significant harm’ principle applies only to those investments underlying the financial product that take into account the EU criteria for environmentally sustainable economic activities. The investments underlying the remaining portion of this financial product do not take into account the EU criteria for environmentally sustainable economic activities.

The investments underlying the below Sub-Funds do not take into account the European Union criteria for environmentally sustainable activities:

KraneShares CSI China Internet UCITS ETF
KraneShares MSCI China A 50 Connect UCITS ETF
KraneShares Bloomberg China Bond Inclusion UCITS ETF
KraneShares MSCI All China Health Care Index UCITS ETF
KraneShares ICBCCS SSE Star Market 50 Index UCITS ETF