

## KFA Dynamic Fixed Income ETF

### Investment Strategy:

KDFI is benchmarked to the FTSE US High-Yield/Treasury Rotation Index, which takes a tactical approach to investing in High-Yield Credit and US Treasuries. The index is designed to provide a benchmark for investors looking to capture risk-managed exposure to High-Yield Credit and US Treasuries.

The FTSE US High-Yield/Treasury Rotation Index rotates between the following three underlying indexes: FTSE US Treasury 1-5 Years Index, FTSE US Treasury 7-10 Years Index, or the FTSE US High-Yield Market BB/B-Rated Capped Custom Index. During quarterly reviews, the cumulative quarterly return of these three indexes is compared, and the index with the highest return across that period receives the full allocation for the coming quarter. Index definitions can be found below.\*\*

### About Dynamic Fixed Income:

- Over the long-run, we believe credit spreads are a reliable indicator for helping investors allocate to fixed income markets.
- Dynamic fixed income strategies attempt to offer equity like returns, with fixed income like drawdown.
- The risk management and tactical features of a dynamic fixed income strategy could replace and improve bond positions within traditional client portfolios.

### KDFI Provides:

- Systematic exposure to High-Yield bonds or Treasuries.
- Smart-beta<sup>1</sup> strategy that provides the potential for yield and return enhancement.
- Disciplined risk management process based on credit spreads.

1. Smart beta is an investment style where a manager passively follows an index designed to take advantage of perceived systematic biases or inefficiencies in the market.

Key Metrics	Data as of 9/30/2020
30-day SEC Yield	5.18%

30-day SEC Yield: standard yield calculation developed by the U.S. Securities and Exchange Commission (SEC) that allows for fairer comparisons of bond funds. It is based on the most recent 30-day period covered by the fund's filings with the SEC.

### KDFI Performance History:

	Cumulative % Data as of month end: 09/30/2020				Average Annualized % Data as of quarter end: 09/30/2020			
	1 Mo	3 Mo	6 Mo	Since Inception	1 Yr	3 Yr	5 Yr	Since Inception
Fund NAV	-0.98%	0.69%	-0.03%	-14.79%	-	-	-	-14.79%
Closing Price	-0.51%	0.35%	0.78%	-14.84%	-	-	-	-14.84%
Index	-1.34%	4.62%	5.59%	-7.67%	-	-	-	-7.67%

**The performance data quoted represents past performance. Past performance does not guarantee future results. The investment return and principal value of an investment will fluctuate so that an investors shares, when sold or redeemed, may be worth more or less than their original cost and current performance may be lower or higher than the performance quoted. For performance data current to the most recent month end, please visit [www.kfafunds.com](http://www.kfafunds.com).**

\*\*The FTSE US Treasury 1-5 Years Index and the FTSE US Treasury 7-10 Years Index are based on the Treasury sector of the FTSE US Broad Investment-Grade Bond Index. The FTSE US High-Yield Market BB/B Rated Capped Custom Index is a US Dollar-denominated index which measures the performance of high-yield debt issued by corporations domiciled in the US or Canada. Recognized as a broad measure of the North American high-yield market, the index covers cash-pay, deferred interest securities, and debt issued under Rule 144A in unregistered form. For more information on the FTSE US Broad Investment-Grade Bond Index and the FTSE US High-Yield Market Index, please see the [FTSE Fixed Income Index Guide](#).

Index returns are for illustrative purposes only. Index performance returns do not reflect any management fees, transaction costs or expenses. Indexes are unmanaged and one cannot invest directly in an index.

Fund Details	Data as of 9/30/2020
Primary Exchange	NYSE
CUSIP	500767686
ISIN	US5007676860
Total Annual Fund Operating Expense	0.46%
Inception Date	12/9/2019
Distribution Frequency	Annual
Index Name	FTSE US High-Yield/Treasury Rotation Index
Net Assets	\$32,063,007
Number of Holdings	184

Top 10 Holdings as of 9/30/2020 Holdings are subject to change.	Ticker	%
SPDR BBG BARC HY	JNK	4.95
ISHARES IBOX HI	HYG	4.21
CASH	-	3.22
GME 6 3/4 03/15/21	-	2.47
MLTHCO 8 1/2 12/01/22	-	1.97
MTG 5 1/4 08/15/28	-	1.93
XRX 5 08/15/25	-	1.91
URI 3 7/8 02/15/31	-	1.90
GME 10 03/15/23	-	1.84
OXY 0 10/10/36	-	1.71

**Carefully consider the Funds' investment objectives, risk factors, charges and expenses before investing. This and additional information can be found in the Funds' full and summary prospectus, which may be obtained by visiting [www.kfafunds.com](http://www.kfafunds.com). Read the prospectus carefully before investing.**

**Risk Disclosures:**

Investing involves risk, including possible loss of principal. There can be no assurance that a Fund will achieve its stated objectives. The Fund can invest in bonds generally and high-yield bonds specifically. Bonds are subject to interest rate risk and will decline in value as interest rates rise. High yield bonds involve greater risks of default or downgrade and are more volatile than investment grade securities. The Fund is subject to liquidity risk, meaning that certain investments may become difficult to purchase or sell at a reasonable time and price. If a transaction for these securities is large, it may not be possible to initiate which may cause the Fund to suffer losses. The Fund may invest in derivatives, which are often more volatile than other investments and may magnify the Funds' gains or losses. The fund is non-diversified.

ETF shares are not redeemable with the issuing fund other than in large Creation Unit aggregations. Instead, investors must buy or sell ETF Shares in the secondary market with the assistance of a stockbroker. In doing so, the investor may incur brokerage commissions and may pay more than net asset value (NAV) when buying and receive less than net asset value when selling. The NAV of the Fund's shares is calculated each day the national securities exchanges are open for trading as of the close of regular trading on the New York Stock Exchange ("NYSE"), normally 4:00 P.M. Eastern time (the "NAV Calculation Time"). Shares are bought and sold at market price not NAV. Closing price returns are based on the midpoint of the bid/ask spread at 4:00 P.M. Eastern Time (when NAV is normally determined).

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