

THIS ANNOUNCEMENT AND NOTICE IS IMPORTANT AND REQUIRES YOUR IMMEDIATE ATTENTION AND DOES NOT CONSTITUTE AN INVITATION OR OFFER TO ACQUIRE, PURCHASE OR SUBSCRIBE FOR UNITS OF THE EXCHANGE TRADED FUND NAMED BELOW

*If you are in any doubt about this Announcement and Notice or as to the action to be taken, you should consult your stockbroker, bank manager, solicitor, accountant or other professional adviser.*

*If you have sold or transferred all your Units in CICC KraneShares CSI China Internet Index ETF, you should at once hand this Announcement and Notice to the purchaser or transferee or to the bank, stockbroker or other agent through whom the sale or transfer was effected for transmission to the purchaser or the transferee.*

**IMPORTANT:** *The Stock Exchange of Hong Kong Limited, the Hong Kong Exchanges and Clearing Limited (the “HKEX”), the Securities and Futures Commission (the “SFC”) and the Hong Kong Securities Clearing Company Limited take no responsibility for the contents of this Announcement and Notice, make no representation as to its accuracy or completeness and expressly disclaim any liability whatsoever for any loss howsoever arising from or in reliance upon the whole or any part of the contents of this Announcement and Notice.*

*China International Capital Corporation Hong Kong Asset Management Limited accepts full responsibility for the accuracy of the information contained in this Announcement and Notice as at the date of publication, and confirms, having made all reasonable enquiries, that to the best of its knowledge and belief, as at the date of publication, there are no other facts the omission of which would make any statement misleading.*

*SFC authorisation is not a recommendation or endorsement of the Trust (as defined below) and the Sub-Fund (as defined below) nor does it guarantee the commercial merits of the Trust and the Sub-Fund or their performance. It does not mean the Trust and the Sub-Fund are suitable for all investors nor is it an endorsement of their suitability for any particular investor or class of investors.*

## **CICC KraneShares ETF Trust (the “Trust”)**

*(a Hong Kong umbrella unit trust authorised under Section 104 of the Securities and Futures Ordinance (Cap. 571) of the Laws of Hong Kong)*

## **CICC KraneShares CSI China Internet Index ETF (the “Sub-Fund”)**

**Stock Codes: 03186 (HKD counter), 09186 (USD counter) and 83186 (RMB counter)**

## **DISTRIBUTION ANNOUNCEMENT**

Further to the Announcement and Notice dated 23 December 2022 titled “Announcement and Notice of the Proposed Cessation of Trading, Termination, Voluntary Deauthorisation and Delisting and Non-Applicability of Certain Provisions of the Code on Unit Trusts and Mutual Funds” (i.e. the First Announcement) and the Announcement and Notice dated 13 January 2023 titled “Update regarding Further Distribution and Postponement of Termination Date” (i.e. the Update Announcement), this Announcement and Notice is to inform the Relevant Investors of the Distribution per Unit of the Sub-Fund as follows:

	<b>Distribution (in USD)</b>	<b>Distribution per Unit (in USD) (rounded to the nearest cent)</b>
HKD counter, RMB counter and USD counter	USD2,535,000.00	USD6.76

The Distribution for the Sub-Fund will be credited to the CCASS accounts of the relevant stockbrokers and financial intermediaries through whom the Relevant Investors held the Units on 31 January 2023 (i.e. the Distribution Record Date). It is expected that the Relevant Investors will receive the Distribution on or around 15 February 2023, but the exact timing may vary between different stockbrokers and financial intermediaries. Each Relevant Investor should contact his/her stockbrokers or financial intermediaries in relation to the payment arrangements, including payment procedures and settlement date, of the Distribution from them.

The Manager will also update investors by further announcements as and when appropriate in accordance with the applicable regulatory requirements, including (a) an announcement on or around 4 April 2023 to inform investors of the Further Distribution Date and the amount of Further Distribution per Unit, and (b) an announcement on or shortly before the Termination Date to inform investors about the Termination Date, Deauthorisation Date and the date for delisting of the Sub-Fund.

**IMPORTANT NOTES: Stockbrokers and financial intermediaries are urged to forward a copy of this Announcement and Notice to their clients holding Units, and inform them of the contents of this Announcement and Notice as soon as possible. Relevant Investors should contact their stockbrokers and financial intermediaries in relation to the payment of the Distribution from them. Investors should exercise caution and consult with their professional and financial advisers before dealing in the Units or otherwise deciding on the course of actions to be taken in relation to their Units.**

Reference is made to the Announcement and Notice dated 23 December 2022 titled “Announcement and Notice of the Proposed Cessation of Trading, Termination, Voluntary Deauthorisation and Delisting and Non-Applicability of Certain Provisions of the Code on Unit Trusts and Mutual Funds” (the “**First Announcement**”) and the Announcement and Notice dated 13 January 2023 titled “Update regarding Further Distribution and Postponement of Termination Date” (the “**Update Announcement**”, and together with the First Announcement, the “**Previous Announcements**”) issued by China International Capital Corporation Hong Kong Asset Management Limited (the “**Manager**”), the manager of the Trust and the Sub-Fund.

Capitalised terms not defined in this Announcement and Notice shall have the same meanings as defined in the Previous Announcements.

The purpose of this Announcement and Notice is to inform the Relevant Investors of the Distribution. Relevant Investors, as defined in the First Announcement, mean those investors who remain invested in the Sub-Fund as of 31 January 2023, being the Distribution Record Date.

#### 1. **Distribution Amount**

As disclosed in the First Announcement, the Manager will, after consulting the Trustee and the Auditor, declare a Distribution for the Sub-Fund in respect of the Relevant Investors (i.e. those investors who remain invested in the Sub-Fund as of the Distribution Record Date).

On the above basis, the Manager, after having consulted the Trustee and the Auditor, has resolved to approve that Distribution of the following amount shall be paid in cash by the Sub-Fund in the form of a Distribution to the Relevant Investors:

	<b>Distribution (in USD)</b>	<b>Distribution per Unit (in USD) (rounded to the nearest cent)</b>
HKD counter, RMB counter and USD counter	USD2,535,000.00	USD6.76

The Distribution per Unit for the Sub-Fund was determined on the basis of the Net Asset Value per Unit of the Sub-Fund as at 7 February 2023, excluding the Stock Dividend Receivable, and rounded to the nearest cent. Each Relevant Investor will be entitled to a Distribution of an amount equal to the Sub-Fund’s then Net Asset Value, excluding the Stock Dividend Receivable, in proportion to the Relevant Investor’s Units in the Sub-Fund as at the Distribution Record Date. The Sub-Fund’s then Net Asset Value is the total value of the net proceeds from the realisation of the assets of the Sub-Fund (save for the Stock Dividend Receivable), excluding (i) any taxes payable; and (ii) any expenses payable.

It is expected that after the Distribution is completed, the Net Asset Value of the Sub-Fund will be reduced to approximately the value of the Stock Dividend Receivable. Please refer to the Update Announcement for further information relating to the Stock Dividend Receivable.

As disclosed in the Update Announcement, the Manager now anticipates a Further Distribution after the Distribution, which will include the proceeds from the realisation of the Stock Dividend Receivable. If the Sub-Fund subsequently receives any other declared dividends in relation to the securities held (or used to be held) by the Sub-Fund on or before 4 April 2023, i.e. the date on which an announcement will be published on the Further Distribution, any such dividends would also form part of the Further Distribution. The Manager will issue an announcement on or around 4 April 2023 to inform the Relevant Investors of the exact day of payment of the Further Distribution, together with the amount of Further Distribution per Unit. Such Further Distribution payable to the Relevant Investors is expected to be paid on or around 14 April 2023, being the Further Distribution Date.

The Manager does not expect or anticipate there will be a further distribution after the Distribution and the Further Distribution. However, in the unlikely event there is a further distribution after the Distribution and the Further Distribution, the Manager will issue an announcement informing the Relevant Investors.

## **2. Distribution Payment**

The Distribution for the Sub-Fund will be credited to the CCASS accounts of the relevant stockbrokers and financial intermediaries through whom the Relevant Investors held the Units on 31 January 2023 (i.e. the Distribution Record Date). It is expected that the Relevant Investors will receive the Distribution on or around 15 February 2023, but the exact timing may vary between different stockbrokers and financial intermediaries. Each Relevant Investor should contact his/her stockbrokers or financial intermediaries in relation to the payment arrangements, including payment procedures and settlement date, of the Distribution from them.

Distribution to the extent of distribution of profits and/or capital of the Trust and the Sub-Fund should generally not be subject to Hong Kong profits tax by Hong Kong investors (whether by way of withholding or otherwise). For investors carrying on a trade, profession or business in Hong Kong, profits derived in redemption or disposal of Units in the Sub-Fund may be subject to Hong Kong profits tax if the profits in question arise in or are derived from such trade, profession or business, sourced in Hong Kong, as well as the Units of the Sub-Fund are revenue assets of the investors.

Investors should consult their professional tax advisers for tax advice.

**IMPORTANT NOTES: Stockbrokers and financial intermediaries are urged to forward a copy of this Announcement and Notice to their clients holding Units, and inform them of the contents of this Announcement and Notice as soon as possible. Relevant Investors should contact their stockbrokers and financial intermediaries in relation to the payment arrangements, including payment procedures and settlement date, of the Distribution from them.**

**Investors are strongly advised to read and consider the Previous Announcements and this Announcement and Notice together with the Prospectus, for further details in relation to the Sub-Fund, the termination and deauthorisation of the Trust and the Sub-Fund and the delisting of the Sub-Fund and the applicable risk factors and their implications to investors.**

## **3. Net Asset Value of the Sub-Fund**

Each of the Manager and the Trustee confirms that, the Net Asset Value and Net Asset Value per Unit of the Sub-Fund as at 7 February 2023 were USD2,552,974.47 and USD6.807932, respectively.

A simple breakdown of the Net Asset Value of the Sub-Fund is as follows:

	<b>As at 7 February 2023 (USD)</b>
<b>Assets</b>	
Cash and cash equivalents	2,583,537.49
Stock Dividend Receivable	14,350.14
<b>Total assets</b>	<b>2,597,887.63</b>
<b>Liabilities</b>	
Accrued expenses and other payables	44,913.16
<b>Total liabilities</b>	<b>44,913.16</b>
<b>Net Asset Value</b>	<b>2,552,974.47</b>
<b>Number of Units in issue</b>	<b>375,000.00</b>
<b>Net Asset Value per Unit (rounded to 6 decimal places)</b>	<b>6.807932</b>
<b>Distribution per Unit (i.e. Net Asset Value per Unit excluding Stock Dividend Receivable) (rounded to the nearest cent)</b>	<b>6.76</b>

As mentioned in the First Announcement, the Manager and/or the Sub-Manager will bear all costs and expenses associated with the termination and deauthorisation of the Trust and the Sub-Fund as well as the delisting of the Sub-Fund (other than transaction costs and any taxes relating to the realisation of assets of the Sub-Fund, which will be paid out of the Sub-Fund) from the date of the First Announcement up to and including the Termination Date.

## **4. Further Announcements**

The Manager will update investors by the following further announcements:

- (on or around 4 April 2023) an announcement to inform the investors of the Further Distribution Date and the amount of Further Distribution per Unit; and
- (on or shortly before the Termination Date) an announcement informing investors about the Termination Date, Deauthorisation Date and the date for delisting of the Sub-Fund,

in accordance with the applicable regulatory requirements. If there is any change to the dates mentioned in the Update Announcement and this Announcement and Notice, the Manager will issue an announcement to inform the Relevant Investors of the revised dates.

Investors should exercise caution and consult their professional and financial advisers before dealing in the Units or otherwise deciding on the course of actions to be taken in relation to their Units.

## **5. Enquiries**

If you have any queries concerning this Announcement and Notice, please direct them to your stockbrokers or financial intermediaries or contact the Manager at 29/F, One International Finance Centre, 1 Harbour View Street, Central, Hong Kong or by telephone at +852 2872-2000 during normal office hours.

**China International Capital Corporation Hong Kong Asset Management Limited**  
as Manager of the Trust and the Sub-Fund

8 February 2023