

KBND

KraneShares Bloomberg China Bond Inclusion Index ETF

Fund Description

KBND passively invests in Chinese RMB-denominated fixed income securities, and fixed allocations to various sectors.

FactSet Analyst Report

KBND tracks an index of Chinese RMB-denominated fixed income securities traded in China's interbank market. The fund selects eligible securities by using a market-value filter, and weights them so that, at each monthly rebalance, components are grouped by issuer and allocated a predetermined portion of the fund. RMB bonds from the Peoples Republic of China would represent around 25% of the fund, another 25% for RMB bonds issued by Chinas policy banks, and 50% for RMB bonds from corporations or other government-related entities, all capped at 4.5% per individual issuer. Bonds from corporations or other government-related entities must be rated BBB-/Baa3 or higher to be included in the fund. KBND does not target a specific maturity for its constituents. Prior to June 4, 2021, this fund was named KraneShares E Fund China Commercial Paper ETF, with ticker KCNY, and tracked the CSI Diversified High Grade Commercial Paper Index.

