TGRZ

MOVE OVER CHATGPT, MEET CHINA'S AI TIGERS

CHINA AI TIGERS LLM ETF

TGRZ

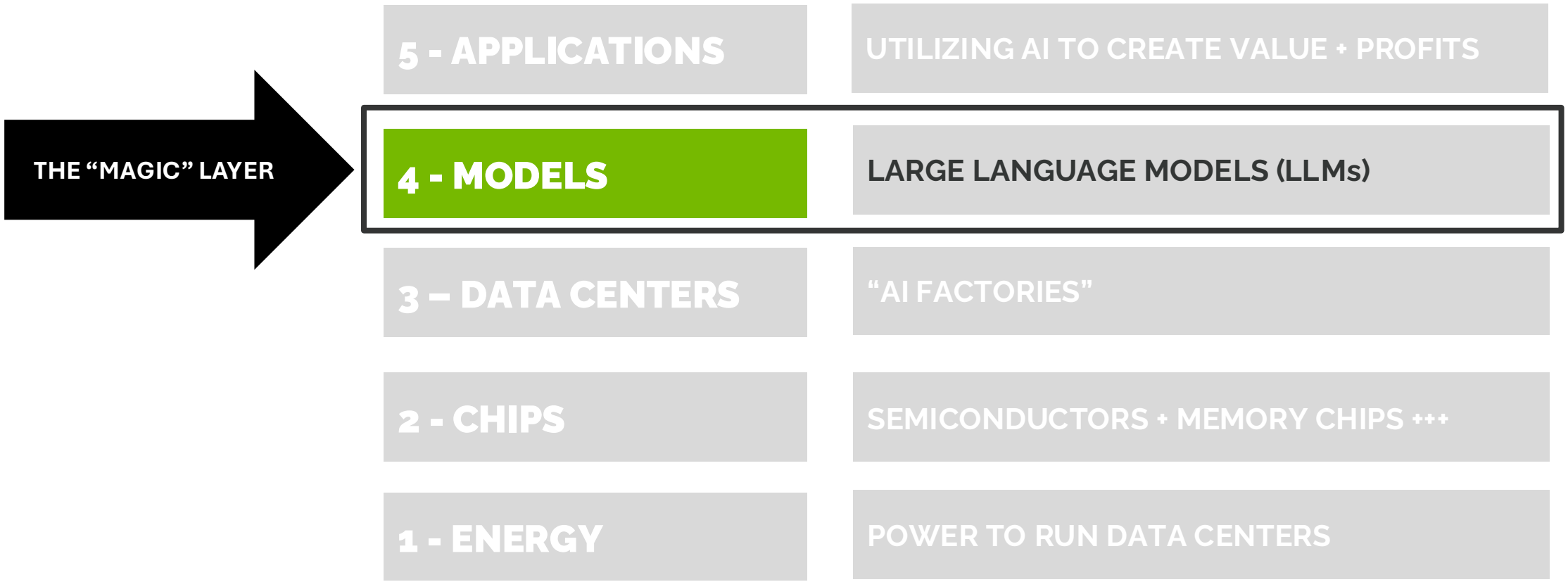
CHINA AI TIGERS LLM ETF

The China AI Tigers LLM ETF seeks to provide investors with concentrated and pure exposure to China's leading open-weight AI Model companies.

KEY FACTS

Fund Name	China AI Tigers LLM ETF
Ticker	AICH
Fund Launch Date	8.23.26
Style	Actively Managed
CUSIP	88636N775
Exchange	NASDAQ
Number of Holdings	3
Expense Ratio	0.86%

AI LAYER 4 = LARGE LANGUAGE MODELS



LLMs – “WHERE THE MAGIC HAPPENS”

1. Large Language Models (LLMs or “Models”) are advanced artificial intelligence systems designed to understand and process data, into tokenized digital intelligence.

2. Models are the layer where, as Jensen Huang says, "the magic happens".

3. Nearly everybody in the U.S. now knows the names of the leading U.S. models - OpenAI, ChatGPT, Anthropic, and Claude.

4. Many investors know DeepSeek from its groundbreaking January 2025 launch, but very few investors are familiar with China’s other LLM “AI Tigers”: Z.AI, Moonshot, Minimax, Baichuan, StepFun, and 01.AI.

LEADING U.S. MODELS (LLMs)

ChatGPT



Claude



Gemini



THE DEEPSEEK MOMENT (1.20.25)

In January of 2025, Chinese startup DeepSeek released the DeepSeek-R1 reasoning model, proving high-level AI could be built at a tiny fraction of U.S. costs and wiping nearly $600 billion off Nvidia's market value in a single day.

Nvidia drops nearly 17% as China's cheaper AI model DeepSeek sparks global tech sell-off



Source: CNBC, "Nvidia drops nearly 17% as China's cheaper AI model DeepSeek sparks global tech sell-off," Jan. 27, 2025.

THE KIMI K3 MOMENT (7.16.26)

Moonshot AI

MARKETS & FINANCE • STOCKS

China's Moonshot AI Adds More Fuel to Wall Street's Chip Selloff

Friday's selloff capped a brutal week for what were once the market's favorite stocks

On July 16, 2026, China's Moonshot AI released its open weight model Kimi K3 which performed as well or better than leading models from U.S. leaders Open AI and Anthropic. The release sparked another sell off in the U.S. with the SOXX semiconductor index falling 10%.



Source: Source: The Wall Street Journal, "China's Moonshot AI Adds More Fuel to Wall Street's Chip Selloff," July 17, 2026.

CHINA AI MODELS: THE "AI TIGERS"



Deepseek
Liang Wenfeng's open-weight disruptor. Deepseek's revenue run-rate is near $500M. The company raised $7.4B at $50B+ valuation in Jully 2026, targets a Shanghai listing.

HQ: Hangzhou
IPO Targeted Q4 2026 or Q1 2027



Z.AI (formerly Zhipu)
Z.AI was founded by leading AI researchers from Tsinghua University and was the world's first listed LLM company on January8, 2025. It's GLM models consistently rank highly vs. leading U.S. models.

HQ: Beijing
Hong Kong Exchange IPO 1.8.26
HKEX (2513.HK)



Moonshot AI
Yang Zhilin is the Founder of Moonshot AI whose Kimi K3 open-weight coding model matched Claude and Chat GPT on independent benchmarks in July 2026. Moonshot is planning to IPO in Hong Kong soon.

HQ: Beijing
IPO Targeted Q4 2026 or Q1 2027

CHINA'S OTHER AI TIGERS

MINIMAX



Shanghai-based multimodal AI leader spanning text, video and audio; powers popular consumer apps Talkie and Hailuo, backed by Alibaba and Tencent, newly listed on HKEX.

stepfun-ai



Shanghai-based Stepfun filed for a Hong Kong IPO **near $12B valuation**; models already run in 40M+ smartphones and Geely vehicles, backed by **Hong Kong's own investment fund.**

百川智能 BAICHUAN AI



Wang Xiaochuan's medical-AI specialist; flagship Baichuan-M3 model beat GPT-5.2 on key health benchmarks, backed by Alibaba, Tencent and Xiaomi, now openly eyeing a 2027 IPO.

01.AI



Kai-Fu Lee's AI infrastructure firm has now pivoted from frontier models to become 'China's Palantir'; 2026 contracts hit Rmb1.5bn, targeting a 2027 Hong Kong IPO. Lee was the CEO of Google China.

U.S. LLMs CLOSED vs. CHINA LLMs OPEN

	CHINA	UNITED STATES
DIMENSION	**OPEN MODELS**	**CLOSED MODELS**
Innovation Speed	Faster (many contributors)	Slower (single company)
Ecosystem Growth	Broad, decentralized	Controlled, curated
Adoption	Rapid, global	Selective, strategic
Cost to Use	Low/free	Licensed/paid

HOW ARE CHINA'S AI TIGERS DIFFERENT?

- **OPEN-WEIGHT ACCESS & CUSTOMIZATION**
  Unlike leading U.S. frontier models that remain locked behind proprietary APIs, China's AI Tigers release open-weight models that companies and developers can download, fine-tune, and deploy on their own infrastructure.

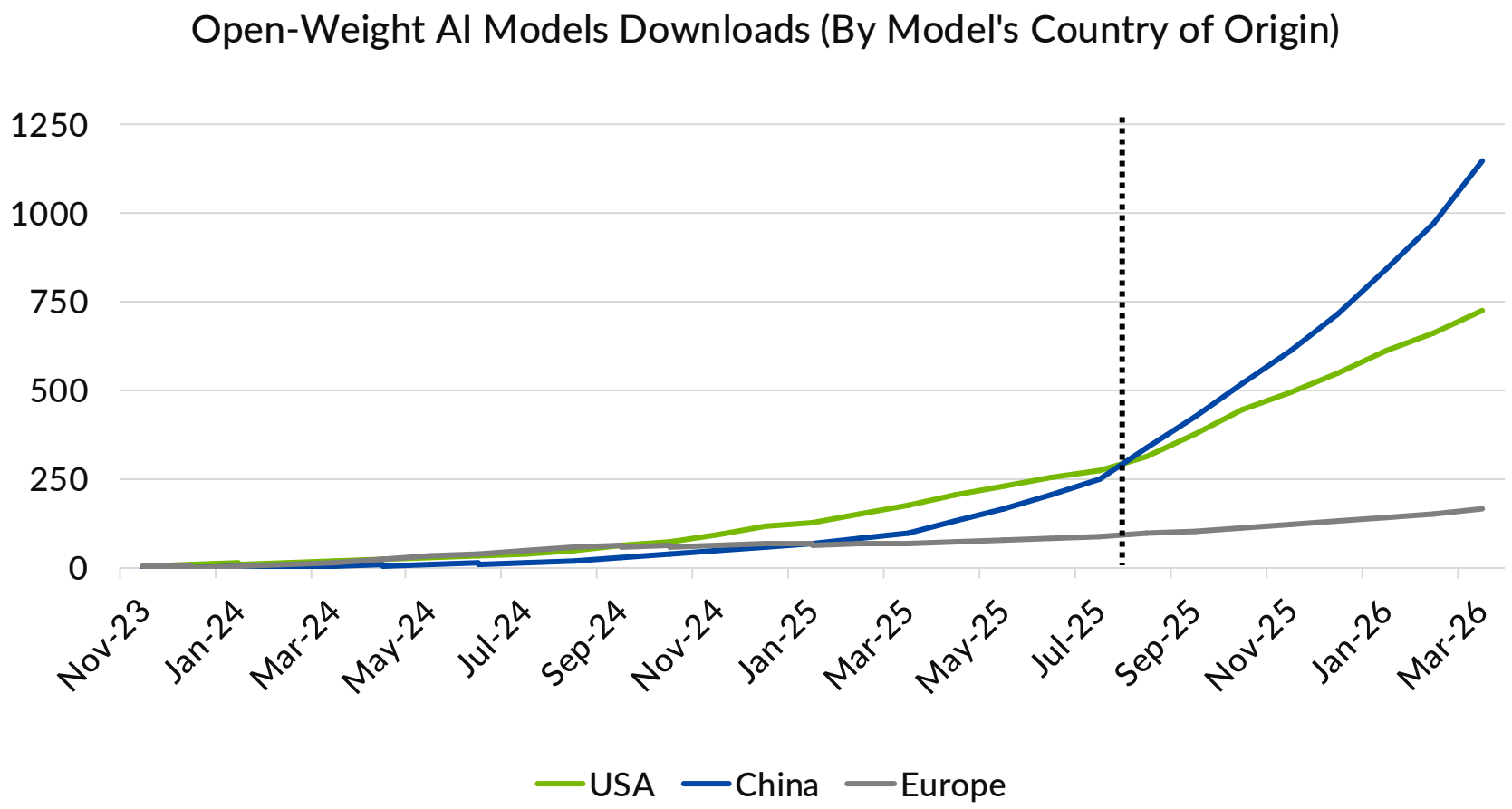
- **RAPIDLY CLOSING PERFORMANCE GAP**
  China's top AI labs have made staggering leaps in reasoning, multilingual understanding, and inference often matching or rivaling U.S. frontier benchmarks in third-party evaluations.

- **UNMATCHED COST EFFICIENCY**
  Training and inference costs for China's open-weight models are a fraction of their U.S. closed-source counterparts—sometimes 70–90% lower per million tokens.

- **BROAD USE BY AMERICAN COMPANIES**
  Current estimates are the 80% of U.S. startups are building on China open weight models including companies like Airbnb and Coinbase.

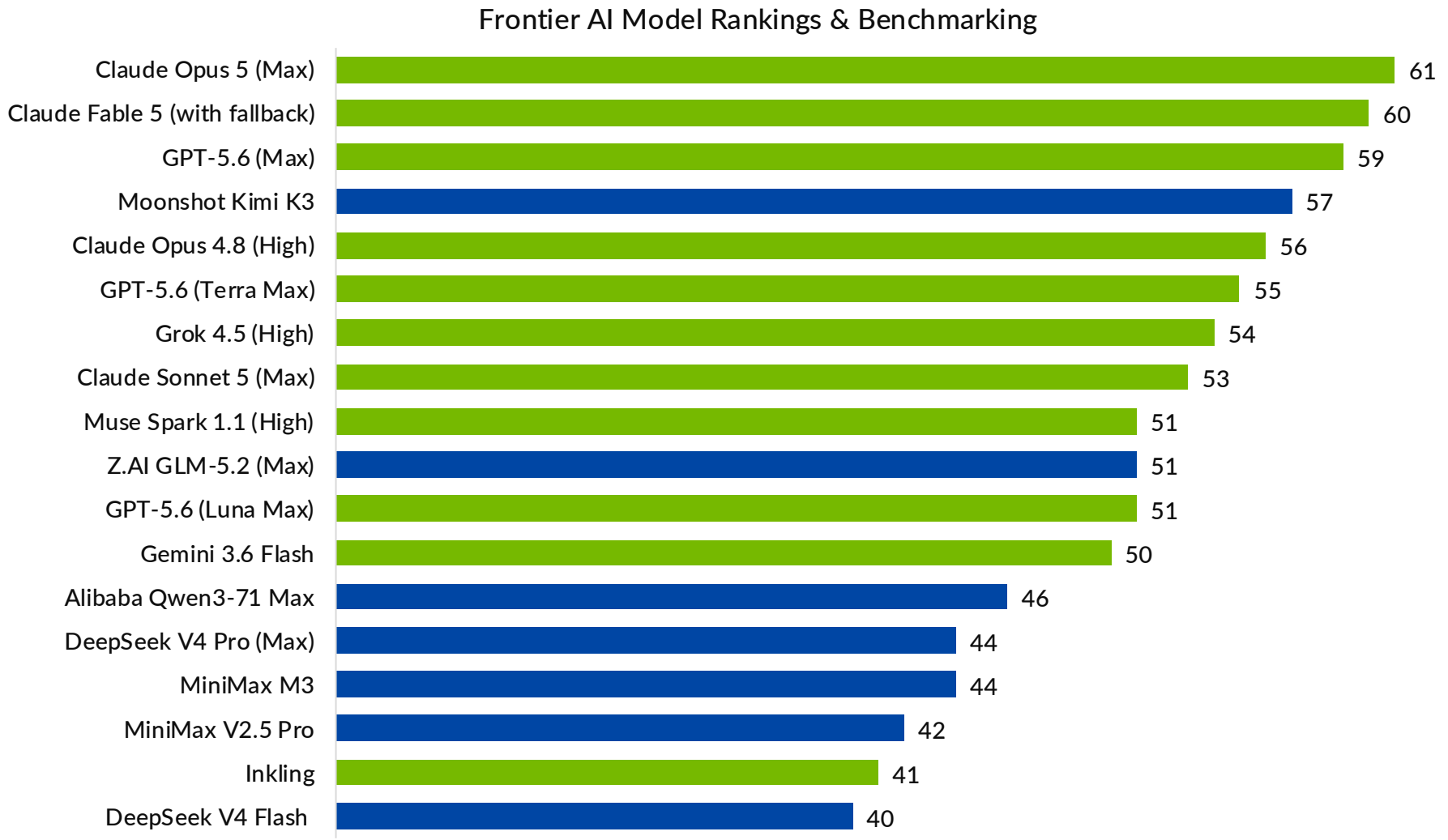
Source: Sources: Andreessen Horowitz (a16z), Jai Ramaswamy & Matt Perault, "Asserting American Leadership in Open-Source AI," Apr. 28, 2026; Artificial Analysis, "Comparison of Models: Intelligence, Performance & Price Analysis," accessed Oct. 1, 2026.

CHINA AI MODELS LEAD DOWNLOADS



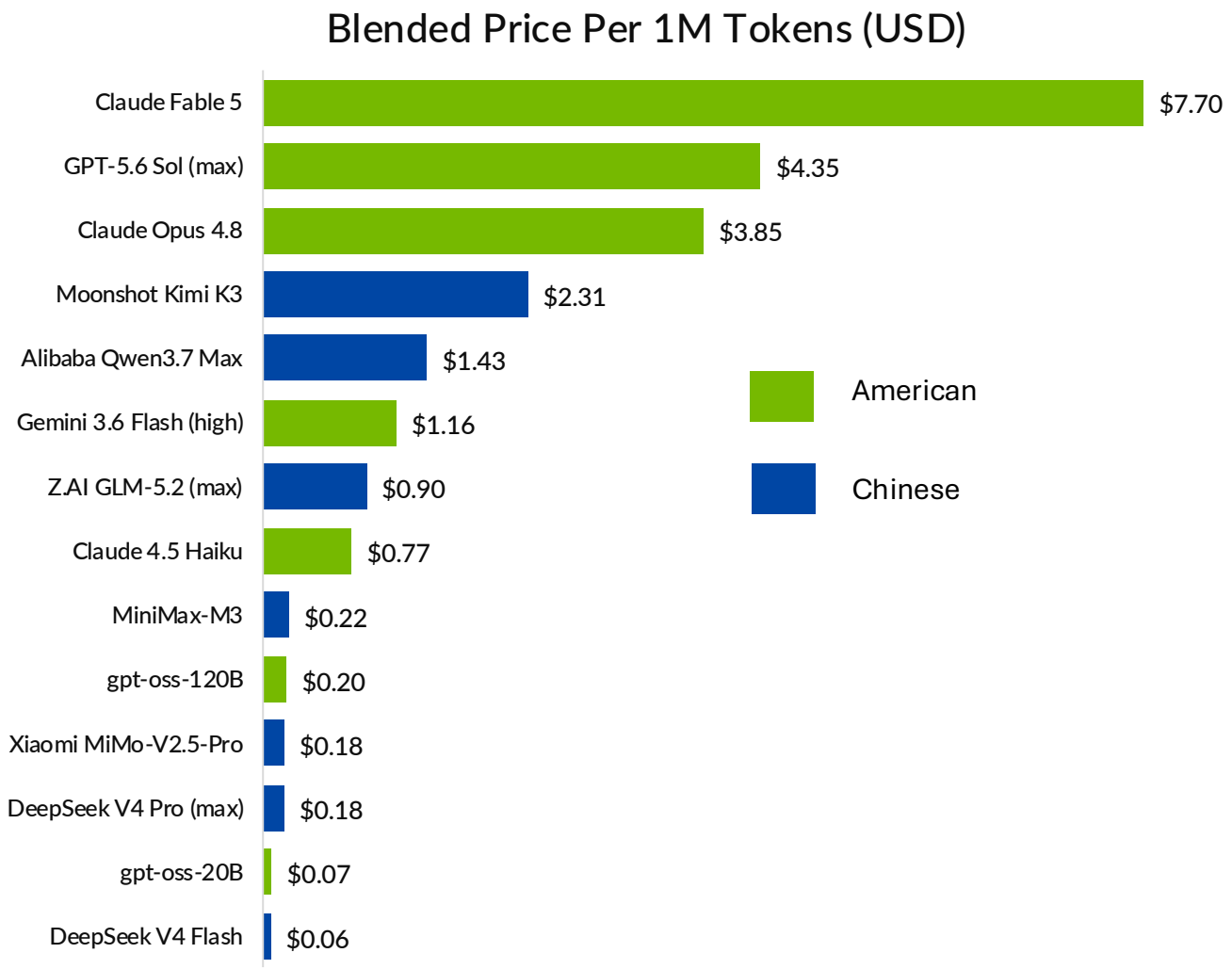
Source: The ATOM Project AS OF 3/31/2026 https://www.atomproject.ai/?utm_source=chatgpt.com ::

CHINA AI MODELS NEARING FRONTIER



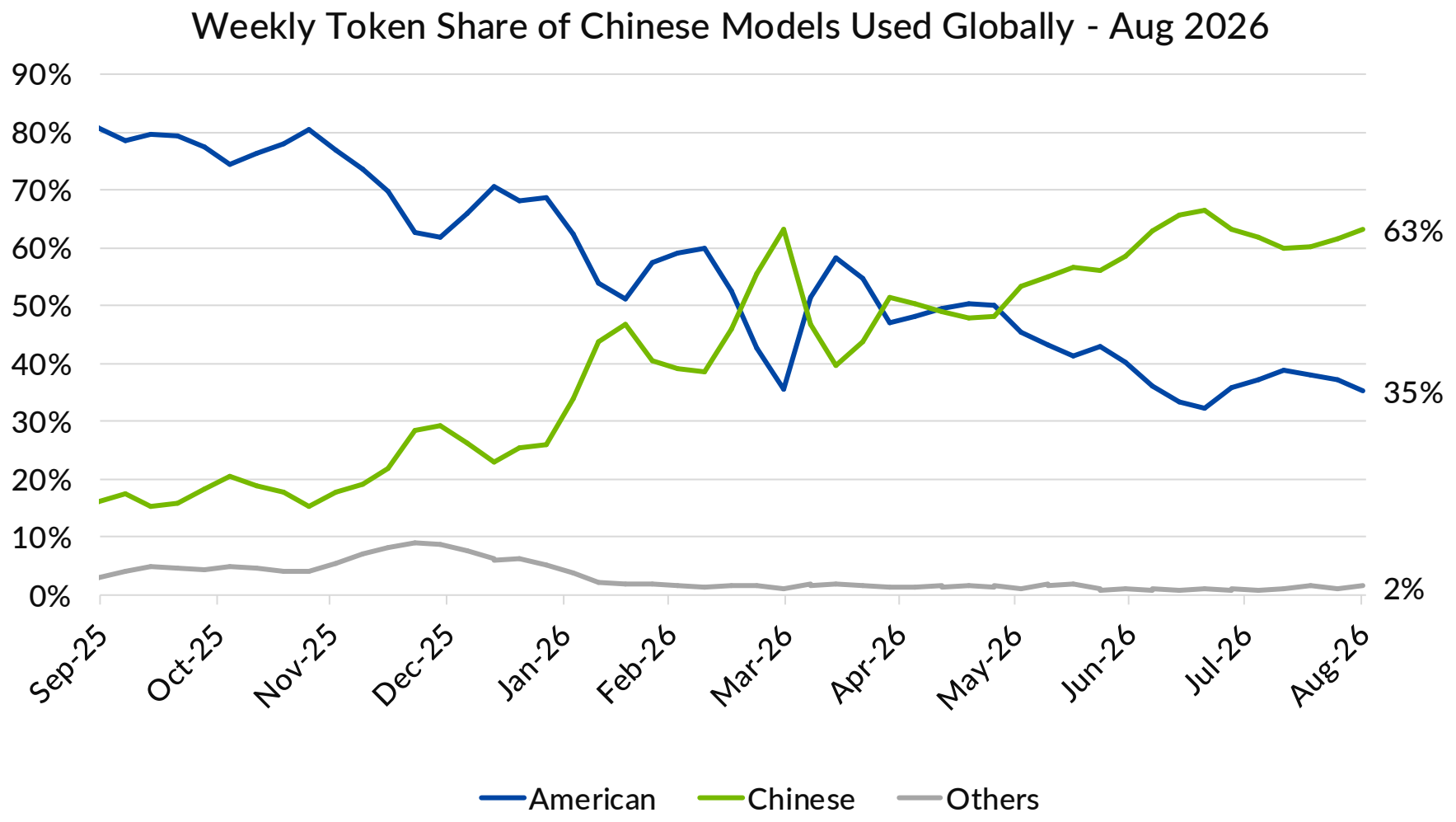
Source: Artificial Analysis https://artificialanalysis.ai/#intelligence (accessed 7/28/2026)

CHINA AI MODELS MORE COST EFFECTIVE



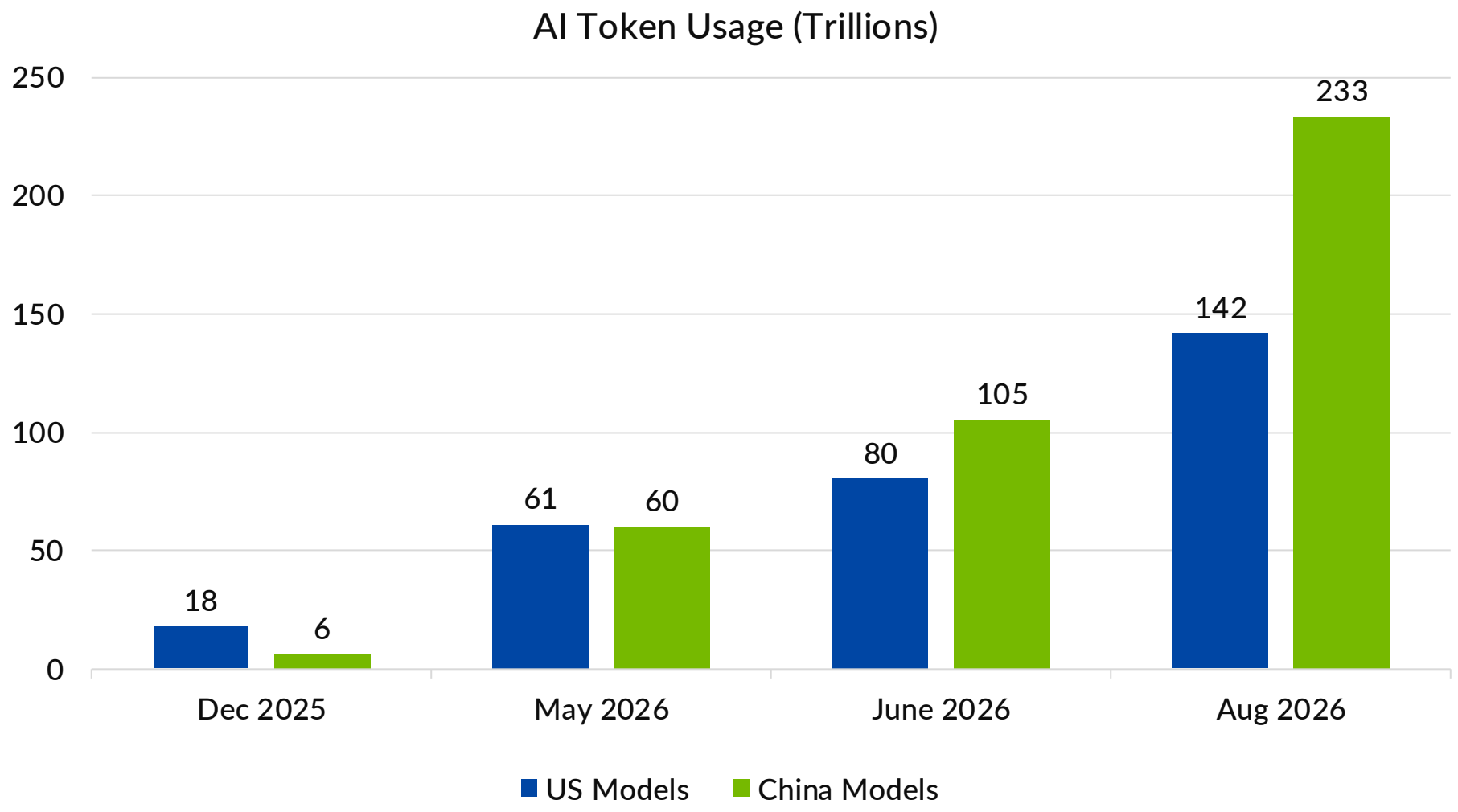
Source: https://artificialanalysis.ai/ as of 7/22/2026:

CHINA AI MODELS PASS U.S. MODELS



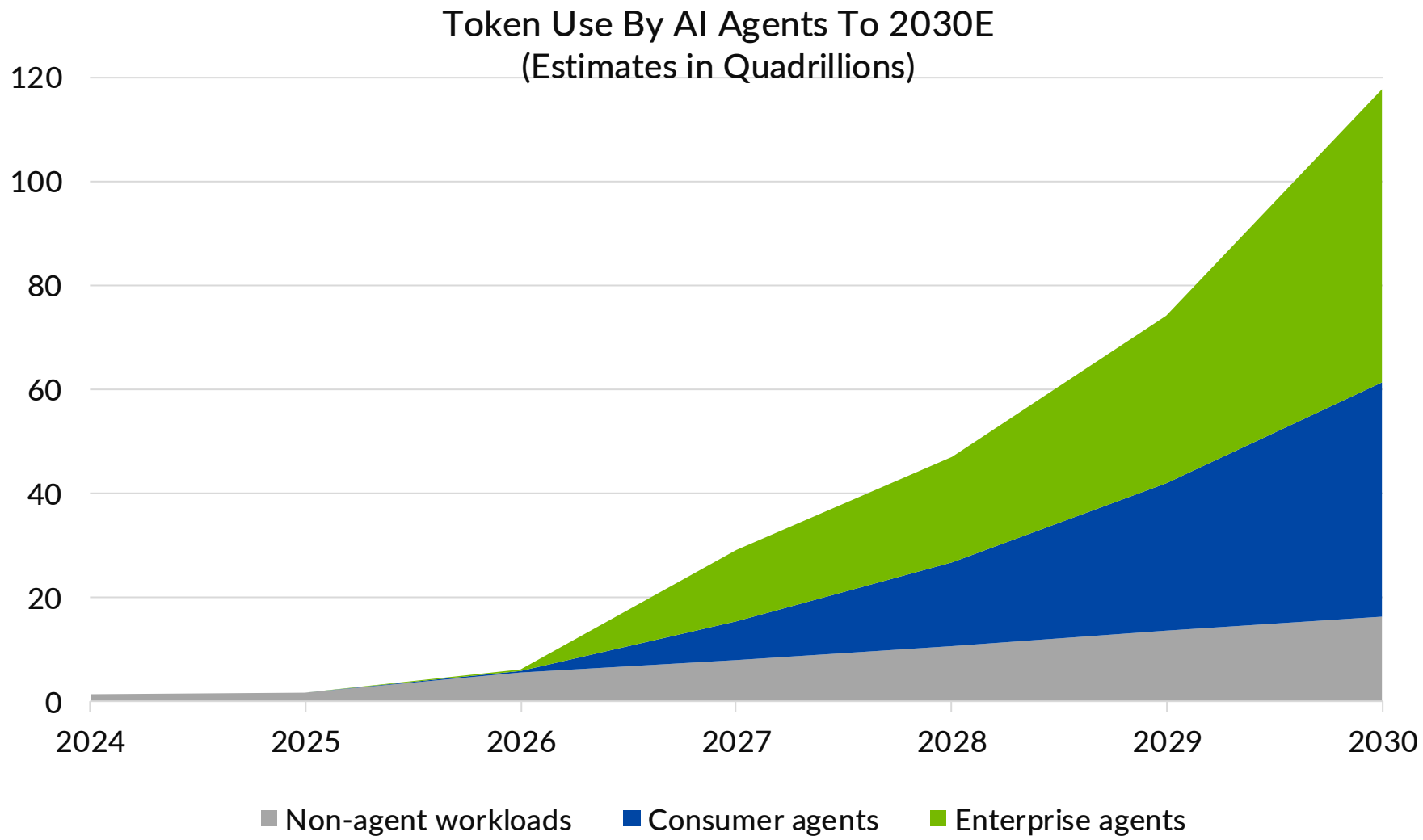
Source: OpenRouter, as of 7/22/2026 https://openrouter.ai/blog/insights/deepseek-v4-adoption/ and Nosey Parker Research as of 10/7/2026 https://noseyparker.pages.dev/which-labs-are-winning?utm_source=chatgpt.com

AI TOKEN USAGE BY U.S. COMPANIES



Source: OpenRouter public usage data; Crbon Labs, "OpenRouter public traffic, metered with CrbonFree methodology v1.2" (Oct.2026); Nosey Parker Research, "Which Labs Are Winning" (Sep. 2026). Chinese/U.S. token volumes estimated by applying average weekly country-of-lab token shares to total monthly OpenRouter token volumes.

AI AGENTS EXPECTED TO GROW 24X



Source: Goldman Sachs (as of May 2026): https://www.goldmansachs.com/insights/articles/ai-agents-forecast-to-boost-tech-cash-flow-as-usage-soars

THE CASE FOR CHINA AI TIGERS LLM ETF (TGRZ)



China's Leading AI Model Companies

Targeted exposure to leading Chinese AI model developers, including companies behind some of the most advanced and widely adopted open-weight and large language models emerging from China.



Exposure You May Not Find in Broad ETFs

Many of China's most important AI model companies have little or no representation in traditional China, Emerging Markets, or global technology ETFs. TGRZ is designed to provide more direct exposure to this sector.



Access to a New Generation of AI Leaders

China's AI model industry is producing a new generation of public companies. TGRZ seeks to capture these emerging leaders as they enter the public markets and grow within the global AI ecosystem.



Focused on the Model Layer of the AI Stack

Rather than spreading exposure across the entire technology sector, TGRZ focuses specifically on the companies developing the AI models that power chatbots, agents, applications and the next generation of AI.

TGRZ HOLDINGS

TGRZ	
HOLDINGS	**Weight**
Z.ai	72.06%
Minimax	18.07%
Alibaba Group	9.92%

Data as of October 28, 2026

RISKS OF INVESTING IN TGRZ

- **China Regulatory and Political Risk.** Changes in Chinese government policy, regulation, capital controls or intervention could materially affect portfolio companies.

- **U.S.–China Geopolitical Risk.** U.S. trade restrictions, export controls, sanctions or other tensions could disrupt access to advanced technology, capital markets or global customers.

- **AI and Technology Sector Volatility.** TGRZ is highly concentrated in AI Large Language Model developers where valuations, competitive positions and investor expectations can change quickly.

- **China Market and Currency Risk.** Investments in Chinese securities are exposed to local market conditions and currency movements.

DISCLAIMERS

Investors should consider the investment objectives, risks, charges and expenses carefully before investing. For a prospectus or summary prospectus with this and other information about the Fund, please call (844) 383-7369. Read the prospectus or summary prospectus carefully before investing.

Investing involves risk. Principal loss is possible.

Artificial Intelligence Risk. Issuers engaged in artificial intelligence typically have high research and capital expenditures and, as a result, their profitability can vary widely, if they are profitable at all. The space in which they are engaged is highly competitive and issuers' products and services may become obsolete very quickly.

Foreign Securities Risk. Investments in non-U.S. securities involve risks that may not be present with investments in U.S. securities. For example, investments in non-U.S. securities may be subject to risk of loss due to foreign currency fluctuations or to political or economic instability.

China Investing Risks. The Chinese economy is generally considered an emerging market and can be significantly affected by economic and political conditions and policy in China and surrounding Asian countries. A relatively small number of Chinese companies represent a large portion of China's total market and thus may be more sensitive to adverse political or economic circumstances and market movements.

Derivatives Risk. Derivatives are financial instruments that derive value from the underlying reference asset or assets, such as stocks, bonds, or funds (including ETFs), interest rates or indexes.

Swap Agreements. The use of swap transactions is a highly specialized activity, which involves investment techniques and risks different from those associated with ordinary portfolio securities transactions.

New Fund Risk. The Fund is a recently organized management investment company with no operating history. As a result, prospective investors do not have a track record or history on which to base their investment decisions.

Non-Diversification Risk. Because the Fund is "non-diversified," it may invest a greater percentage of its assets in the securities of a single issuer or a smaller number of issuers than if it was a diversified fund.

Distributed by Foreside Fund Services, LLC