

2 January 2018

Market Announcements Office
ASX Limited

FOR RELEASE TO ALL FUNDS BELOW

**AUSTRALIAN SHORT FORM PROSPECTUS – ISHARES, INC. AUSTRALIAN PROSPECTUS,
EFFECTIVE 2 JANUARY 2018**

BlackRock Investment Management (Australia) Limited (**BIMAL**), on behalf of iShares, Inc., makes this announcement regarding the following iShares® exchange traded fund (**Funds**).

Attached is a new multi-fund Australian short form prospectus for the following Funds quoted on ASX, which has today been lodged with the Australian Securities & Investments Commission (**ASIC**):

ASX Code	Fund Name
IBK	iShares MSCI BRIC ETF
IEM	iShares MSCI Emerging Markets ETF
IHK	iShares MSCI Hong Kong ETF
IJP	iShares MSCI Japan ETF
ISG	iShares MSCI Singapore ETF
IKO	iShares MSCI South Korea ETF
ITW	iShares MSCI Taiwan ETF

Important Notice

Before investing in an iShares ETF, you should carefully consider whether such products are appropriate for you, read the applicable prospectus or product disclosure statement (PDS) available at www.blackrock.com.au and consult an investment adviser.

An iShares ETF is not sponsored, endorsed, issued, sold or promoted by the provider of the index which a particular fund seeks to track. No index provider makes any representation regarding the advisability of investing in the iShares ETFs. Further information on the index providers can be found on BIMAL's website terms and conditions at www.blackrock.com.au.

For more information about iShares ETFs go to www.blackrock.com/au/ishares or call 1300 474 273.

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** END **

iShares, Inc. Australian Prospectus



Dated: 2 January 2018

iShares MSCI BRIC ETF (ASX: IBK)
iShares MSCI Emerging Markets ETF (ASX: IEM)
iShares MSCI Hong Kong ETF (ASX: IHK)
iShares MSCI Japan ETF (ASX: IJP)
iShares MSCI Singapore ETF (ASX: ISG)
(previously named iShares MSCI Singapore Capped ETF)
iShares MSCI South Korea ETF (ASX: IKO)
(previously named iShares South Korea Capped ETF)
iShares MSCI Taiwan ETF (ASX: ITW)
(previously named iShares MSCI Taiwan Capped ETF)

iShares, Inc.
ARBN: 125 632 279

iShares, Inc. Australian Prospectus

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1. Before you start

1.1 Important information

This Prospectus refers to and includes parts of each Fund's U.S. Prospectus and parts of the iShares Inc (Company) Statement of Additional Information relating to each Fund (Included Documents, refer to section 1.2 of this Prospectus for further information). The information contained in individual sections of this Prospectus is not intended to and does not provide a comprehensive review of the Company or the Funds. Before making a decision to invest in a Fund you should read in full this Prospectus, the relevant Included Documents and all applicable Australian Securities Exchange (ASX) announcements.

This Prospectus concerns shares of common stock of the Company with a par value of US\$0.001 per share (**Shares**) referable to the **Funds** listed on the front cover of this Prospectus and described in more detail within section 2 of this Prospectus. Each Share of a Fund has a pro rata interest in the assets of that Fund. The table at the start of section 2 of this Prospectus provides details for each Fund's name, investment objective, investment strategy and ASX trading code.

Several expressions used throughout this Prospectus are defined in the Glossary in section 10 of this Prospectus.

The Funds are each an iShares Exchange Traded Fund (**iShares ETF**) which is an exchange traded fund whose shares trade like other listed securities on ASX. The offer of the Funds on ASX is settled by way of CHESS Depositary Interests (**CDIs**). The Company is required to have CDIs issued over the ASX quoted Funds and has established a suitable CDI program. The ratio of CDIs to corresponding Shares of a Fund is one-to-one. CDIs are "securities" for the purposes of the Corporations Act 2001 (**Act**). Please refer to section 4 of this Prospectus for further information about CDIs.

The CDIs are issued in Australia in reliance of a class order issued by Australian Securities & Investments Commission (**ASIC**), Class Order CO 14/827. ASIC has also issued an instrument of relief, INS 07/810 dated 8 October 2007, relating to the offer of the Funds on ASX.

This Prospectus is dated 2 January 2018 and was lodged with ASIC and ASX on this date. ASIC and ASX take no responsibility for the content of this Prospectus. Admission by ASX of the Company to the Official List of ASX and quotation of the Funds on ASX is not an endorsement by ASX (or a related body of ASX) of the Company or the Funds.

This Prospectus is prepared by, or on behalf of, and is issued by the Company. The Company is the person offering the Shares of the Funds and CDIs over such Shares. The directors of the Company have consented to the lodgement of this Prospectus with ASIC.

The information contained in this Prospectus may be limited having regard to the matters that investors may reasonably be expected to know and the fact that certain matters may reasonably be expected to be known to likely investors' professional advisers.

The performance of an iShares ETF, including the Funds, is not guaranteed by any foreign or Australian regulatory or depositary institution, or by BlackRock, Inc.® or any of its subsidiary or affiliated entities (**BlackRock Group**). No member of the BlackRock Group guarantees the success of the Funds, the achievement of each Fund's investment objective, or the repayment of capital or particular rates of return on investment or capital. Refer to section 2.7 of this Prospectus for further information about the payment of distributions, if declared.

1.2 Included Documents

The following Included Documents are referred to and are included in this Prospectus under section 712(3) of the Act:

- (a) parts of each Fund's U.S. Prospectus (**U.S. Prospectus**);
- (b) parts of the Company's Statement of Additional Information relating to iShares MSCI BRIC ETF, iShares MSCI Emerging Markets ETF, iShares MSCI South Korea ETF and iShares MSCI Taiwan ETF (**SAI**); and
- (c) parts of the Company's Statement of Additional Information relating to iShares MSCI Hong Kong ETF, iShares MSCI Japan ETF and iShares MSCI Singapore ETF (**SAI**).

This Prospectus simply refers to parts of the Included Documents, instead of setting out the information that is contained in them. Please refer to section 7 of this Prospectus for further information on the Included Documents. The information set out in section 7 of this Prospectus is provided to allow an investor to decide whether to obtain a copy of the relevant Fund's U.S. Prospectus or the relevant SAI. For convenience, a copy of the relevant Fund's U.S. Prospectus will be distributed together with this Prospectus.

Copies of this Prospectus and the Included Documents are available free of charge upon request by calling BIMAL or Computershare Investor Services Pty Limited (**Computershare**) (refer to page 2 of this Prospectus for contact details) and are available at www.blackrock.com.au/ishares. This Prospectus and the Included Documents have also been lodged with and are available from, or may be inspected at, an ASIC office.

1.3 Offer eligibility

This Prospectus may be used by investors who are resident in and who receive this Prospectus in Australia. The main purpose of this Prospectus is to enable secondary market quotation of the Funds on the ASX.

The offer of the Funds in this Prospectus is generally only available to entities that have been authorised as a trading participant, as defined in the ASX Operating Rules (**Trading Participant**). Further details of the terms and conditions of the offer of the Funds is set out in section 5 of this Prospectus.

The Company is offering the conversion of Shares into CDIs with disclosure to investors under Part 6D.2 of the Act. The offer of the Funds on the basis of this Prospectus is valid for 13 months from the date of this Prospectus and will expire on 1 February 2019 (**Expiry Date**). The offer or invitation to convert Shares into CDIs under this Prospectus is subject to the terms and conditions described in this Prospectus. The Company reserves the right to accept or decline the conversion of Shares into CDIs in full or in part and reserves the right to change these terms and conditions.

Investors who are not a Trading Participant generally cannot invest through this Prospectus but may do so through the ASX. Please consult your stockbroker or financial adviser. Investors who are not a Trading Participant may use this Prospectus for informational purposes only and may obtain further information in relation to each Fund by contacting BlackRock Investment Management (Australia) Limited (**BIMAL**) (refer to page 2 of this Prospectus for contact details).

1.4 Need help?

If you have questions about or need help investing, we recommend you speak to a licensed financial adviser. ASIC can help you check if a financial adviser is licensed. They have a website at www.asic.gov.au as well as a help line you can call on 1300 300 630.

Should you require general assistance with respect to an iShares product, please call BIMAL (refer to page 2 of this Prospectus for contact details).

Further information on the different iShares ETFs quoted on the ASX is available at www.blackrock.com.au/ishares or from your financial adviser.

2. About the Funds

	Investment Objective	Investment Strategy	ASX Code
iShares MSCI BRIC ETF (Fund)	The Fund seeks to track the investment results of an index composed of Chinese equities that are available to international investors, and Brazilian, Russian, and Indian equities.	The Fund seeks to track the investment results of the MSCI BRIC Index (Underlying Index), which is a free float-adjusted market capitalisation index that is designed to measure the combined equity market performance in Brazil, Russia, India and China (BRIC). The Underlying Index consists of stocks traded primarily on the BM&FBOVESPA (the Brazilian exchange), Russian Trading System Stock Exchange, Moscow Interbank Currency Exchange, National Stock Exchange of India, Shanghai Stock Exchange, Shenzhen Stock Exchange and the Stock Exchange of Hong Kong. The Underlying Index may include large-, mid- or small-capitalisation companies. As of 31 August 2017, a significant portion of the Underlying Index is represented by securities of financials and information technology companies. The components of the Underlying Index, and the degree to which these components represent certain industries and / or countries, are likely to change over time.	IBK
iShares MSCI Emerging Markets ETF (Fund)	The Fund seeks to track the investment results of an index composed of large- and mid-capitalisation emerging market equities.	The Fund seeks to track the investment results of the MSCI Emerging Markets Index (Underlying Index), which is designed to measure equity market performance in the global emerging markets. As of 31 August 2017, the Underlying Index consisted of securities from the following 24 emerging and frontier market countries: Brazil, Chile, China, Colombia, the Czech Republic, Egypt, Greece, Hungary, India, Indonesia, Malaysia, Mexico, Pakistan, Peru, the Philippines, Poland, Qatar, Russia, South Africa, South Korea, Taiwan, Thailand, Turkey and the United Arab Emirates. The Underlying Index may include large- and mid-capitalisation companies. As of 31 August 2017, a significant portion of the Underlying Index is represented by securities of financials and information technology companies. The components of the Underlying Index, and the degree to which these components represent certain industries and / or countries, are likely to change over time.	IEM
iShares MSCI Hong Kong ETF (Fund)	The Fund seeks to track the investment results of an index composed of Hong Kong equities.	The Fund seeks to track the investment results of the MSCI Hong Kong Index (Underlying Index), which consists of stocks traded primarily on the Stock Exchange of Hong Kong Limited (SEHK). The Underlying Index may include large-, mid- or small-capitalisation companies. As of 31 August 2017, a significant portion of the Underlying Index is represented by securities of financials and real estate companies. The components of the Underlying Index, and the degree to which these components represent certain industries, are likely to change over time.	IHK
iShares MSCI Japan ETF (Fund)	The Fund seeks to track the investment results of an index composed of Japanese equities.	The Fund seeks to track the investment results of the MSCI Japan Index (Underlying Index), which consists of stocks traded primarily on the Tokyo Stock Exchange. The Underlying Index may include large-, mid- or small-capitalisation companies. As of 31 August 2017, a significant portion of the Underlying Index is represented by securities of consumer discretionary and industrials companies. The components of the Underlying Index, and the degree to which these components represent certain industries, are likely to change over time.	IJP
iShares MSCI Singapore ETF (Fund)	The Fund seeks to track the investment results of an index composed of Singaporean equities.	The Fund seeks to track the investment results of the MSCI Singapore 25/50 Index (Underlying Index), which is designed to measure the performance of large- and mid-cap segments of the Singapore market. A capping methodology is applied that limits the weight of any single component to a maximum of 25% of the Underlying Index. Additionally, the sum of the components that individually constitute more than 5% of the weight of the Underlying Index cannot exceed a maximum of 50% of the weight of the Underlying Index in the aggregate. The Underlying Index includes large- and mid-capitalisation companies. As of 31 August 2017, a significant portion of the Underlying Index is represented by securities of financials, industrials and real estate companies. The components of the Underlying Index, and the degree to which these components represent certain industries, are likely to change over time.	ISG
iShares MSCI South Korea ETF (Fund)	The Fund seeks to track the investment results of an index composed of South Korean equities.	The Fund seeks to track the investment results of the MSCI Korea 25/50 Index (Underlying Index), which consists of stocks traded primarily on the Stock Market Division of the Korea Exchange. The Underlying Index is a free float adjusted market capitalisation-weighted index with a capping methodology applied to issuer weights so that no single issuer of a component exceeds 25% of the Underlying Index weight, and all issuers with weight above 5% do not exceed 50% of the Underlying Index weight. The Underlying Index may include large-, mid- or small-capitalisation companies. As of 31 August 2017, a significant portion of the Underlying is represented by securities of information technology companies. The components of the Underlying Index, and the degree to which these components represent certain industries, are likely to change over time.	IKO

	Investment Objective	Investment Strategy	ASX Code
iShares MSCI Taiwan ETF (Fund)	The Fund seeks to track the investment results of an index composed of Taiwanese equities.	The Fund seeks to track the investment results of the MSCI Taiwan 25/50 Index (Underlying Index), which is designed to measure the performance of large- and mid-cap segments of the Taiwanese market. A capping methodology is applied that limits the weight of any single component to a maximum of 25% of the Underlying Index. Additionally, the sum of the components that individually constitute more than 5% of the weight of the Underlying Index cannot exceed a maximum of 50% of the weight of the Underlying Index in the aggregate. The Underlying Index includes large- and mid-capitalisation companies. As of 31 August 2017, a significant portion of the Underlying Index is represented by securities of financials and information technology companies. The components of the Underlying Index, and the degree to which these components represent certain industries, are likely to change over time.	ITW

2.1 About the Funds

In addition to the information provided in the preceding table, a detailed description of each Fund is set out in each Fund's U.S. Prospectus, including details of each Fund's investment objective, principle investment strategy, fees and costs and principle and other risks. Additional information is also contained in the SAI. Refer to section 7 of this Prospectus for a full list of the information contained in each Fund's U.S. Prospectus and the SAI.

BlackRock Fund Advisors (**BFA**) is the investment adviser to the Company. BFA may, pursuant to applicable U.S. rules and regulations governing each Fund, recommend to the Company's board of directors a change to a Fund's investment objective, Underlying Index and/or investment strategy. The investment objective and Underlying Index of a Fund may be changed without shareholder approval.

The Funds commenced quotation on ASX on:

	Commencement of quotation
iShares MSCI BRIC ETF	10 September 2008
iShares MSCI Emerging Markets ETF	10 October 2007
iShares MSCI Hong Kong ETF	15 November 2007
iShares MSCI Japan ETF	10 October 2007
iShares MSCI Singapore ETF	15 November 2007
iShares MSCI South Korea ETF	15 November 2007
iShares MSCI Taiwan ETF	15 November 2007

As exchange traded funds, the Funds trade on a continuous basis at prevailing market prices on various exchanges, including ASX.

Each Fund holds a portfolio of securities that is managed to generally correspond to the performance, before fees and expenses, of its Underlying Index of stocks.

The Funds create and redeem shares at net asset value (**NAV**) once at the end of each U.S. trading day, in large blocks of shares called creation units. Shares of a Fund are generally created and redeemed "in-kind" (i.e. "in specie"), in exchange for a basket of securities representing the Fund's portfolio and a specified amount of cash.

Only certain institutional investors in the U.S., who are able to settle complex baskets of securities, can create or redeem shares directly with the Funds. For further information please refer to section 5 of this Prospectus.

All other investors can generally purchase or sell Shares of the Funds on a stock exchange, including ASX (via CDIs). Trades on an exchange occur at prices established by the parties, which may differ from a Fund's most recent or next determined NAV.

2.2 About the Index Provider

Please refer to sections headed "Principal Investment Strategies" and "Index Provider" in each Fund's U.S. Prospectus for information regarding the index provider of each Fund.

The index provider of each Fund is MSCI Inc. (**MSCI**). The index provider has licensed the use of their indexes in respect of the Funds.

2.3 Fees and costs

An investment in a Fund will incur a management fee, which varies depending on the particular Fund. Additionally, investors buying or selling Shares (or CDIs) of a Fund on a stock exchange, like ASX, will also incur the cost of the "spread" – that is, the difference between what investors are willing to pay for the Fund (the "bid" price) and the price at which they are willing to sell the Fund (the "ask" price). You will also incur usual and customary brokerage commissions when buying or selling on a stock exchange.

Details of the fees and expenses applicable to each Fund are included in each Fund's U.S. Prospectus, in the section titled "Fees and Expenses" and the section titled "Investment Adviser" under the heading "Management".

2.4 Benefits of iShares ETFs

iShares ETFs are managed funds listed or quoted on exchanges (including ASX) providing you with the opportunity to gain exposure to a diversified portfolio of assets in a single transaction.

The benefits of investing in iShares ETFs include:

- ▶ **Diversification:** In contrast to a direct investment in a single company or bond, an iShares ETF provides, as far as possible and practicable, exposure to all of the securities or instruments within the index that the particular iShares ETF seeks to track.
- ▶ **Liquidity and transparency:** Each iShares ETF seeks investment results that correspond generally to the performance (before fees and expenses) of a particular index. As a traded security, an iShares ETF enables you to enter and exit your holding on the ASX. You can easily track performance and trade during ASX trading hours (subject to ASX rules).
- ▶ **Managing risk:** Investing in an iShares ETF can assist you in establishing a portfolio appropriate to your investment needs and risk profile.
- ▶ **Lower cost:** As each iShares ETF is passively managed and designed to track the performance of a particular index, the expenses of managing an iShares ETF are generally lower compared to other forms of retail managed funds. However, brokerage or adviser fees may still apply when buying or selling units of an iShares ETF.
- ▶ **Receipt of income:** You will generally receive income from your investment in the form of distributions. Distributions may include dividends, coupons and other income. There may be years in which no distributions are made.
- ▶ **Accessibility:** iShares ETFs can offer a cost-effective way to gain exposure to a diversified portfolio of securities. They can be less costly than purchasing a large number of individual securities as there are less trading costs and they offer lower thresholds than an investor might otherwise be able to afford.

2.5 Financial information

Relevant information enabling an assessment of the assets and liabilities, financial position and performance, profits and losses and prospects of each Fund (and more generally the Company) is set out in each Fund's U.S. Prospectus (particularly the section headed "Financial Highlights"), the SAI and in each Fund's annual and semi-annual reports (which are published after 31 August and 28 February of each year respectively). Fund performance information is also available at www.blackrock.com.au/ishares.

The Company itself does not, and is not under U.S. law required to, prepare financial statements relating solely to itself separate from its iShares ETFs. Rather, each iShares ETF of the Company, including the Funds, prepares and issues financial statements solely on behalf of such iShares ETF. Copies of the annual and semi-annual reports of each Fund can be obtained free of charge at www.blackrock.com.au/ishares. An announcement will be made to ASX as these reports become available. Each Fund's U.S. financial statements (included in its annual report) will also be lodged with ASIC annually (see section 9.1 of this Prospectus for further information).

2.6 Capital structure

Shares in the Company are issued and redeemed at the end of each U.S. trading day. Given the daily issue and redemption process it is not possible to predict the number of Shares which will be on issue at any time in the future. Subject to each Fund's minimum creation unit requirements (for further information refer to the section titled "Creations and Redemptions" under the heading "Shareholder Information" in each Fund's U.S. Prospectus and to the headings "Additional Information Concerning the Company" and "Creation and Redemption of Creation Units" in the SAI) each Fund has the ability to create an unlimited number of Shares.

Audited Shares on issue information is included in each Fund's annual report. Additionally, unaudited shares on issue information is included in each Fund's semi-annual Report and is also published daily at www.blackrock.com.au/ishares.

2.7 Payment of distributions and details of any return of capital

The announcement by the Company of any distributions payable in respect of the Funds will be in U.S. dollars (US\$) and converted into Australian dollars (A\$) prior to payment to Australian investors in the Fund.

A declaration by the Company to pay a distribution will be announced to ASX. If you have invested in a Fund as of the record date for a distribution will be entitled to participate in the distribution. There is no guarantee that any distributions in respect of a Fund will be declared in the future, or that if declared, the amount of any distributions will remain at current levels or increase at any time.

Australian investors in a Fund will generally receive distribution payments (to which they are entitled) within 20 business days following the record date. The value of the A\$ distribution payment is dependent on the prevailing foreign exchange rate on the date that rate is struck (usually within 15 days following the record date).

Payment of distributions will generally be made by direct credit into a nominated Australian bank account. Distributions cannot be automatically reinvested into the distributing Fund. Investors will receive a payment advice detailing the components of any distribution paid by a Fund.

Details of distributions paid by the Funds is available at www.blackrock.com.au/iShares. As soon as practical following the end of a financial year, www.blackrock.com.au/iShares will be updated to show the breakdown between "dividends" paid and "return of capital" (if any) for any distributions paid during that financial year.

2.8 Additional information

The following additional information in respect of each Fund can be found at www.blackrock.com.au/ishares:

- ▶ net assets (unaudited in A\$);
- ▶ a copy of the latest Prospectus, U.S. Prospectus and SAI; and
- ▶ daily underlying holdings of each Fund, including the name and percentage composition of each asset by value relative to NAV as at the close of the previous trading day.

Unaudited NAV figures (in US\$) for the Funds are also announced to ASX weekly.

3. Fund risks

3.1 Fund risks

Before you make an investment decision it is important to identify your investment objectives and the level of risk that you are prepared to accept. This may be influenced by:

- ▶ the timeframe over which you are expecting a return on your investment and your need for regular income versus long-term capital growth;
- ▶ your level of comfort with volatility in returns; or
- ▶ the general and specific risks associated with investing in particular funds.

All investments have an inherent level of risk. Generally, there is a trade-off between higher expected returns for higher expected risk – represented by the variability of fund returns.

The value of your investment will fluctuate with the value of the underlying investments in a Fund. Investment risk may also result in loss of income or capital invested and possible delays in repayment. You could receive back less than you initially invested and there is no guarantee that you will receive any income.

The table on the following pages includes the principal risks (represented by a “✓”) and other risks (represented by a “•”) associated with an investment in each Fund. These risks are described in more detail in each Fund’s U.S. Prospectus (see the “Summary of Principal Risks”, “A Further Discussion of Principal Risks” and “A Further Discussion of Other Risks” sections).

Other risks associated with some of the Company’s iShares ETFs are also mentioned in the SAI.

3.2 Australian specific risks

In addition to the aforementioned Fund risks, there are Australian specific risks investors should be aware of.

Revocation of ASX approval of quotation risk. The ASX imposes certain requirements for the continued quotation of securities, including iShares ETFs. There can be no assurance that the Company will continue to meet the requirements necessary to maintain its ASX listing or the quotation of the Funds on ASX or that the ASX will not change the listing or quotation requirements.

Settlement risk. The Funds may be exposed to settlement risk, as the Funds are reliant on the operation of CHESS, including for the settlement of CDIs. The Funds are exposed to the extent that there is a risk that Trading Participants may fail to fulfil their settlement obligations. The risk is partly mitigated as participants in CHESS are subject to rules of participation, which include sanctions if there is a failure to meet their obligations. Where trading in relation to a security is suspended, there may be a delay in settlement in relation to that security.

Secondary market suspension. Investors will not be able to acquire or dispose of CDIs on the ASX during any period that the ASX suspends trading in the Funds. The ASX may suspend the trading of the Funds whenever the ASX determines that it is appropriate in the interests of a fair and orderly market to protect investors.

Market trading risk: Despite ASX quotation, there can be no assurance that an active trading market for the Funds will be maintained. Further, the Funds may trade on ASX at, above or below their NAV. Trading of the Funds on ASX will be executed in A\$ whereas NAV is determined in US\$.

The per share NAV (in US\$) of the Funds will fluctuate with changes in the market value of each Fund’s portfolio. The trading prices in A\$ of the Shares in each Fund will fluctuate in accordance with changes in each Fund’s NAV and changes in foreign exchange rates, as well as market supply and demand.

Foreign investment risk: The Funds trade on ASX and will be executed in A\$ whereas NAV is determined in US\$. Also, dividends or distributions will be determined in US\$ and then converted into A\$ prior to payment to Australian investors in the Funds (refer to section 2.7 of this Prospectus for further details). The currency exposures of the Funds are unhedged.

Exposure to securities or derivative instruments issued in foreign markets may include certain risks associated with:

- ▶ differences between countries in relation to accounting, financial reporting, taxation, legal, regulatory, pricing and liquidity requirements; and settlement and clearance procedures;
- ▶ currency risk, the risk that foreign currencies change in value relative to the Australian dollar, which may affect a fund’s investment returns. These movements may either add to or subtract from performance. The currency exposures of the Funds are generally unhedged; and
- ▶ the countries to which the Funds are exposed may be subject to considerable degrees of economic, political and social instability.

✓ Principal risk • Other risk

Fund name / risk	iShares MSCI BRIC ETF	iShares MSCI Emerging Markets ETF	iShares MSCI Hong Kong ETF	iShares MSCI Japan ETF	iShares MSCI Singapore ETF	iShares MSCI South Korea ETF	iShares MSCI Taiwan ETF
African economic risk		•					
Asian economic risk	✓	✓	✓	✓	✓	✓	✓
Asset class risk	✓	✓	✓	✓	✓	✓	✓
Assets under management (AUM) risk	✓	✓	✓	✓	✓	✓	✓
Authorised participant concentration risk	✓	✓	✓	✓	✓	✓	✓
Borrowing risk	•	•					
Cash transactions risk						✓	✓
Central & South American economic risk	✓	•					
Commodity risk	✓	✓					
Concentration risk	✓	✓	✓	✓	✓	✓	✓
Consumer discretionary sector risk	•	•	•	✓	•	•	
Consumer staples sector risk	•	•		•		•	
Currency risk*	✓	✓	✓	✓	✓	✓	✓
Custody risk	✓	✓				✓	✓
Cyber security risk	✓	✓	✓	✓	✓	✓	✓
Eastern European economic risk	✓	•					
Energy sector risk	•	•					
Equity securities risk	✓	✓	✓	✓	✓	✓	✓
European economic risk	✓	✓	✓				
Financials sector risk	✓	✓	✓	•	✓	•	✓
Geographic risk	✓	✓	✓	✓	✓	✓	✓
Healthcare sector risk				•			
Index-related risk	✓	✓	✓	✓	✓	✓	✓
Industrials sector risk		•	•	✓	✓	•	

* Refer also to “Foreign investment risk” under section 3.2 of this Prospectus titled “Australian specific risks”.

✓ Principal risk • Other risk

Fund name / risk	iShares MSCI BRIC ETF	iShares MSCI Emerging Markets ETF	iShares MSCI Hong Kong ETF	iShares MSCI Japan ETF	iShares MSCI Singapore ETF	iShares MSCI South Korea ETF	iShares MSCI Taiwan ETF
Information technology sector risk	✓	✓		•		✓	✓
Issuer risk	✓	✓	✓	✓	✓	✓	✓
Lack of natural resources risk			✓	✓	✓		✓
Large capitalisation companies risk	✓	✓	✓	✓	✓	✓	✓
Management risk	✓	✓	✓	✓	✓	✓	✓
Market risk	✓	✓	✓	✓	✓	✓	✓
Market trading risk	✓	✓	✓	✓	✓	✓	✓
Materials sector risk	•	•		•		•	•
Mid-capitalisation companies risk	•	•	•	✓	✓	✓	•
National closed market trading risk	✓	✓	✓	✓	✓	✓	✓
Non-diversification risk			✓		✓	✓	✓
Non-U.S. securities risk	✓	✓	✓	✓	✓	✓	✓
Operational risk	✓	✓	✓	✓	✓	✓	✓
Passive investment risk	✓	✓	✓	✓	✓	✓	✓
Privatisation risk	✓	✓				✓	✓
Real estate investment risk			✓		✓		
Reliance on trading partners risk	✓	✓	✓	✓	✓	✓	✓
Risk of investing in Brazil	✓						
Risk of investing in China	✓	✓					
Risk of investing in emerging markets	✓	✓				✓	✓
Risk of investing in Hong Kong			✓				
Risk of investing in India	✓	✓					
Risk of investing in Japan				✓			
Risk of investing in Russia	✓	✓					
Risk of investing in Singapore					✓		

✓ Principal risk • Other risk

Fund name / risk	iShares MSCI BRIC ETF	iShares MSCI Emerging Markets ETF	iShares MSCI Hong Kong ETF	iShares MSCI Japan ETF	iShares MSCI Singapore ETF	iShares MSCI South Korea ETF	iShares MSCI Taiwan ETF
Risk of investing in South Korea						✓	
Risk of investing in Taiwan							✓
Securities lending risk	✓	✓	✓	✓	✓	✓	✓
Security risk	✓	✓		✓		✓	✓
Structural risk	✓	✓			✓	✓	✓
Telecommunications sector risk		•		•	•		
Tracking error risk	✓	✓	✓	✓	✓	✓	✓
Treaty/Tax risk	✓	✓					
U.S. economic risk	✓	✓	✓	✓	✓	✓	✓
Utilities sector risk			•				
Valuation risk	✓	✓	✓	✓	✓	✓	✓

4. About CHESS Depositary Interests (CDIs)

4.1 iShares ETFs will be held as CDIs

Instead of holding Shares of a Fund, Australian investors will hold CDIs which are Australian financial instruments designed to give Australian investors rights and entitlements equivalent to other investors in a Fund.

A depositary nominee holds beneficial title of the Shares of a Fund on behalf of Australian investors. The Company has appointed CHESS Depositary Nominees Pty Limited, a subsidiary of ASX, as its depositary nominee (**Depositary Nominee**). There is no additional cost to Australian investors for the provision of this service by the Depositary Nominee and any associated costs are paid by BFA or its affiliates from the management fee BFA collects in respect of its investment advisory services to the Company.

Provided below is a simplified diagram that sets out the relationship between Australian investors (as holders of CDIs), the Depositary Nominee and the Fund/Company.

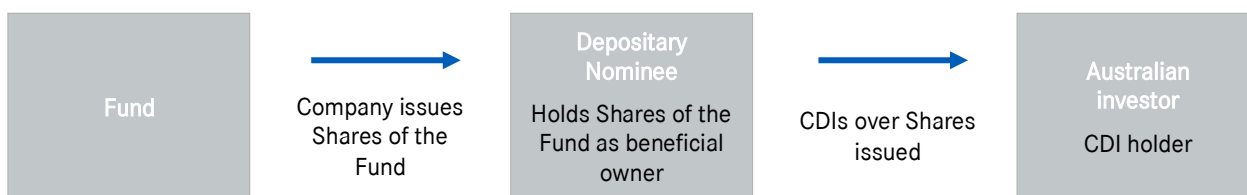
4.2 Rights attaching to CDIs

With the exception of voting arrangements (see below), Australian investors holding CDIs over Shares of a Fund generally have rights equivalent to those of other investors in the Funds (i.e. investors holding beneficial title of the Shares of a Fund).

In relation to corporate actions such as bonus issues, rights issues and capital reconstructions, Australian investors will generally receive equal treatment to that of other investors because under ASX Settlement Operating Rules, all economic benefits such as dividends, bonus issues, rights issues or similar corporate actions must flow through to Australian investors as if they were any other investor in a Fund. Given the nature of the Funds they are not expected to be subject to corporate takeovers. However, in the event that a Fund is subject to a takeover offer, the Depositary Nominee is prohibited from accepting the offer except to the extent that acceptance is authorised by the Australian investors (holding CDIs) of the Fund. The Depositary Nominee must ensure that the offeror processes takeover acceptances from Australian investors (holding CDIs).

In some cases marginal differences may exist between the resulting entitlements of Australian investors and the entitlements of other investors. This is because, for the purposes of certain corporate actions, the Depositary Nominee's holding of Shares in a Fund is, for U.S. legal reasons, treated as a single holding, rather than as a number of smaller separate holdings corresponding to the individual interests of each Australian investor (meaning, for example, Australian investors will not benefit to the same extent as other investors from the rounding up of fractional entitlements).

Regarding voting, in accordance with the ASX Settlement Operating Rules, if a meeting of Fund investors is convened, each Australian investor in the Fund will be given notice of the meeting at the same time as notice is sent to other investors. The notice will include a form permitting the Australian investor to direct the Depositary Nominee to cast, or authorise or arrange the casting of, proxy votes in accordance with the Australian investor's written directions. Unlike other investors in a Fund, Australian investors are unable to attend and vote at a meeting of Fund investors, this is because only beneficial owners of Shares in a Fund or their proxies can attend. Australian investors wishing to attend and vote at meetings personally must first convert their CDIs into Shares (refer to section 5.4 of this Prospectus for further details).



5. Creation and redemption of Shares and conversion to CDIs

This section contains the terms and conditions of the offer of the Funds and is primarily of interest to Trading Participants.

5.1 Creation and Redemption of Shares

Shares of the Funds are “created” and “redeemed” at NAV by market makers (large investors and institutions) only in block-size creation units of Shares or multiples thereof. Entities creating and redeeming Shares of the Funds are known as Authorised Participants and have entered into an Authorised Participant Agreement with the distributor of the Funds, BlackRock Investments, LLC (**Distributor**) an affiliate of BFA.

Only Authorised Participants may create or redeem Shares directly with a Fund.

The creation and redemption of Shares in a Fund occurs only in the U.S., with the Distributor acting on an agency basis. The Distributor does not maintain a secondary market in Shares of the Funds.

Generally, it is not possible for an Australian investor to create or redeem Shares directly with a Fund, as Australian investors are not Authorised Participants. Trading Participants wishing to create or redeem Shares of a Fund will need to arrange for the creation or redemption through an Authorised Participant and will then need to convert the Shares into CDIs (see section 5.4 of this Prospectus for further information).

For further information on the creation and redemption of Shares (including the minimum block-size creation units applicable to each Fund) refer to the section titled “Creations and Redemptions” under the heading “Shareholder Information” in each Fund’s U.S. Prospectus and to the headings “Additional Information Concerning the Company” and “Creation and Redemption of Creation Units” in the SAI. Trading Participants can also contact BIMAL for further information (refer to page 2 of this Prospectus for contact details).

5.2 Book entry

Shares of each Fund are held in book-entry form, which means that no stock certificates are issued. The Depositary Trust Company (**DTC**) or its nominee is the record owner of all outstanding (i.e. issued) Shares of each Fund and is recognised as the record owner for all purposes.

DTC, a limited-purpose trust company, was created in the U.S. to enable the electronic movement of securities between its participants (**DTC Participants**) and to provide a single settlement system for securities clearing and to serve as central counterparty for securities trades among DTC Participants.

Excluding Australian investors, investors owning Shares of the Funds are beneficial owners as shown on the records of DTC or DTC Participants. DTC serves as the securities depository for Shares of the Funds. DTC Participants include securities brokers and dealers, banks, trust companies, clearing corporations and other institutions that directly or indirectly maintain a custodial relationship with DTC.

For more information about DTC, refer to the section titled “Book Entry” under the heading “Shareholder Information” in each Fund’s U.S. Prospectus and to the section titled “DTC as Securities Depository for Shares of the Funds” under the heading “Additional Information Concerning the Company” in the SAI.

5.3 Custody agreement

Computershare Trust Company, N.A. is a DTC Participant and has entered into a custody agreement with the Depositary Nominee, such that the Depositary Nominee will become and remain a “beneficial owner” of Shares of the Funds to facilitate and underpin the Company’s Australian CDI program.

BIMAL has agreed to facilitate certain obligations of the Company in connection with the custody agreement, refer to section 6.3 of this Prospectus for further information.

5.4 Conversion of Shares and CDIs

As the Funds are designed to trade in high volumes, to enable the CDI trading of the Funds on ASX it is expected that there will be demand for the conversion of Shares of the Funds into CDIs (and vice versa).

CDIs in respect of Shares of each Fund are transferable in CHESS, with the Company acting as principal issuer. A CDI Register is maintained by the Company, through Computershare, in Australia.

It is expected that Shares of the Funds being converted into CDIs will generally already be on issue and will originate from DTC Participants.

CDIs are created in accordance with the ASX Settlement Operating Rules. Generally, this occurs when the Company, through Computershare, records a person in the CDI Register as a CDI investor in a Fund, in conjunction with causing appropriate title to the underlying Shares of a Fund to be vested in the Depositary Nominee through the custody agreement between Computershare Trust Company, N.A. and the Depositary Nominee. The Depositary Nominee has a very passive role in this process and it will not actively offer CDIs for issue.

CDIs may be held in uncertificated form on either the Issuer Sponsored Subregister or the CHESS Subregister, which together make up the Australian CDI Register (maintained by Computershare) of each Fund.

Trading Participants and other investors wishing to convert Shares of a Fund into CDIs or CDIs into Shares should contact BIMAL (refer to page 2 of this Prospectus for contact details).

6. About the Company and governance structure

6.1 About the Company

The Company is a Maryland Corporation formed on 31 August 1994, which for Australian law purposes constitutes a body corporate. The Company is not an Australian public company. The liability of shareholders is limited.

The Company has been a registered foreign company under the Act since 28 May 2007. The Company was admitted to ASX's official list on 5 October 2007 as an ASX foreign exempt listing.

As the Company is an ASX foreign exempt entity under the ASX Listing Rules, the Funds are deemed not to be ED (Enhanced Disclosure) securities. This means that the Company is not a disclosing entity for the purposes of the Act.

Under the ASX Listing Rules, the Company (in respect of the Funds) must immediately provide to ASX, in English, certain information that it provides to its overseas home exchange (i.e. NYSE Arca) that is, or is to be, made public and must continue to comply with the listing rules (or their equivalent) of its overseas home exchange.

6.2 Governance and compliance structure

The business activities of the Company and the iShares ETFs it issues are governed by relevant U.S. and Australian laws and regulations. An extensive corporate governance structure is in place. In Australia, BIMAL is primarily responsible for ongoing compliance and communications with Australian regulators, statutory bodies and ASX.

6.3 About BIMAL

BIMAL provides a range of services to the Company in Australia in connection with the Company's listing on ASX and the quotation and trading of shares (and CDIs) in the Company on ASX.

BIMAL is an Australian related body corporate of the Company's investment adviser, BFA. BIMAL is a major investment manager in Australia offering financial services to a range of clients including: Australian corporations; industry, public sector and endowment funds; master funds; and wrap account distributors.

The Company, as a registered foreign company under the Act and as required by, and for the purposes of, the Act, has appointed BIMAL as its local agent to accept on the Company's behalf service of process and notices.

Financial services licensing: intermediary authorisation

The Company does not hold an Australian financial services licence (AFSL). Instead, the Company relies on section 911A(2)(b) of the Act (or Corporations Regulation 7.6.01(1)(n)) for an exemption from any requirement to hold an AFSL in respect of the trading of the Funds in Australia. In this regard, the Company has entered into an Instrument of Delegation and Authority and Intermediary Authorisation Agreement with BIMAL (an AFSL holder), under which BIMAL is authorised to make offers to arrange, and arrange for, the issue of CDIs over Shares of the Funds by the Company (to the extent that the Company issues CDIs) and the Company will issue any CDIs it issues in accordance with such offers if they are accepted. No amounts are payable to BIMAL under this agreement.

Other authorisation/delegations

In addition to the aforementioned intermediary authorisation:

- (a) the Company delegates to BIMAL certain powers it has under the ASX Settlement Operating Rules in connection with the Company's CDI program and authorises BIMAL to sub-delegate those powers to a professional Australian registry. BIMAL has sub-delegated these powers to Computershare; and
- (b) the Company authorises BIMAL to engage (on behalf of the Company) a professional Australian registry to provide to (or for the benefit of) the Company the Australian registry services required in connection with the Company's admission to the official list of ASX, the trading of the Company's shares on ASX and the Company's Australian CDI program (including to establish and maintain, or facilitate the establishment and maintenance, of the required registers). Pursuant to this authorisation, BIMAL has engaged Computershare.

In addition, certain employees of BIMAL have been appointed as attorneys to, among other things, do everything necessary or expedient in connection with:

- (a) the Company's ASX listing, the quotation by ASX of any of the shares issued by the Company and satisfying the Company's ongoing obligations under the ASX Listing Rules as a foreign exempt listing and under the Act as a registered foreign company;
- (b) the Company's ongoing relations with ASX and ASX Settlement;
- (c) the issue of CDIs over any of the Company's shares in accordance with the ASX Settlement Operating Rules;
- (d) satisfying the Company's obligations under the ASX Settlement Operating Rules and any applicable ASX Operating Rules; and
- (e) the engagement, appointment or removal by the Company of an Australian registry.

6.4 About BFA

BFA is the Company's investment adviser and has overall responsibility for the general management and administration of the Company (refer to the section heading "Management" in each Fund's U.S. Prospectus).

For its investment advisory services, BFA is entitled to receive a management fee from the Funds. For further information about the management fee for each Fund (as at the date of this Prospectus), refer to the section titled "Fees and Expenses" and the section titled "Investment Adviser" under the heading "Management" in each Fund's U.S. Prospectus and to the heading "Investment Advisory, Administrative and Distribution Services" in the SAI.

6.5 Registrar

Computershare has been engaged to maintain the Australian register of CDI investors and provide services to Australian investors in the Funds (including facilitating payment of any distributions).

7. Included documents

7.1 Relationship between the U.S. Prospectus, SAI and financial statements

Each Fund's U.S. Prospectus incorporates by reference the SAI relating to the Fund and for U.S. legal purposes the relevant SAI is a part of the Fund's U.S. Prospectus.

The financial statements and notes contained in the annual reports of the Company for various iShares ETFs are incorporated by reference into and are deemed for U.S. legal purposes to be part of a SAI. However, for the purpose of section 712 of the Act, this Prospectus does not refer to and therefore excludes the annual report of each Fund (and the other iShares ETFs covered by each SAI).

7.2 U.S. Prospectus

Each Fund's U.S. Prospectus contains information regarding:

- ▶ Fund overview: including information relating to the Fund's investment objective, fees and expenses (including portfolio turnover), principal investment strategies (including the Fund's industry concentration policy), summary of principal risks, performance information, management (including details of the Fund's investment adviser and portfolio managers), purchase and sale of Fund Shares, U.S. tax information, payments to broker-dealers and other financial intermediaries.
- ▶ More information about the Fund: including important information you should read about the Fund before reading the entire U.S. Prospectus.
- ▶ A further discussion of principal and other risks.
- ▶ Portfolio holdings information.
- ▶ Management: including information relating to the Fund's investment adviser, portfolio managers, administrator, custodian and transfer agent and conflicts of interest.
- ▶ Shareholder information: including information on buying and selling Shares, book entry, Share prices, determination of NAV, dividends and distributions, U.S. tax information, U.S. taxes on distributions, U.S. taxes when Shares are sold, creations and redemptions, costs associated with creations and redemptions and householding. Shareholder information in respect of the iShares MSCI BRIC ETF U.S. Prospectus also includes information on Brazilian tax disclosure, while shareholder information in respect of the iShares MSCI BRIC ETF and iShares MSCI Emerging Markets ETF U.S. Prospectus also includes information on Chinese tax disclosure, Mauritius tax disclosure, Indian tax disclosure, indirect transfers and general anti avoidance rules.
- ▶ Distribution.
- ▶ Financial highlights: for a Share of the Fund outstanding throughout the relevant period, including NAV and total return information.
- ▶ Index provider.
- ▶ Disclaimers: including disclaimers by the index provider, NYSE Arca and BFA.
- ▶ Supplemental information: including premium/discount information and total return information.

However, certain information in each Fund's U.S. Prospectus is not referred to and therefore excluded from this Prospectus (see section 7.4 of this Prospectus for further information).

7.3 Statement of Additional Information

The SAI contain information regarding:

- ▶ General description of the Company and its iShares ETFs.
- ▶ Exchange listing and trading.
- ▶ Investment strategies and risk.
- ▶ General considerations and risks.
- ▶ Proxy voting policy.
- ▶ Portfolio holdings information.
- ▶ Construction and maintenance of the underlying indexes (including the Underlying Index of each Fund).
- ▶ Investment restrictions.
- ▶ Continuous offering.
- ▶ Management: including information on directors and officers, committees of the board of directors, remuneration of directors and advisory board members, control persons and principal holders of securities, potential conflicts of interest and legal proceedings.
- ▶ Investment advisory, administrative and distribution services: including information on the investment adviser, portfolio managers, codes of ethics, anti-money laundering requirements, administrator, custodian and transfer agent, distributor and payments by BFA and its affiliates.
- ▶ Determination of Net Asset Value.
- ▶ Brokerage transactions.
- ▶ Additional information concerning the Company.
- ▶ Creation and redemption of creation units.
- ▶ U.S. taxes and in respect of the SAI relating to iShares MSCI BRIC ETF and iShares MSCI Emerging Markets ETF SAI information regarding issues related to India and Mauritius taxes.
- ▶ Financial statements.
- ▶ Miscellaneous information.

The above information is set out in the order it is listed in the "Table of Contents" in the SAI. However, certain information in the SAI is not referred to and therefore excluded from this Prospectus (see section 7.4 of this Prospectus for further information).

7.4 Excluded information

For the purposes of section 712 of the Act, this Prospectus does not refer to and therefore excludes:

- ▶ from each U.S. Prospectus and each SAI, all U.S. tax information applicable only to U.S. investors in the Funds. Refer to section 8 of the Prospectus for a general summary of the main Australian income tax implications of an investment in the Funds by an Australian investor holding CDIs over Shares; and
- ▶ from each SAI, all information that relates solely to an iShares ETF or iShares ETFs of the Company other than the Funds, including all information relating to index providers and their indexes other than the index provider of the Funds and the Underlying Index of each Fund.

7.5 Consequential filings in the U.S.

Certain documents which may be filed or prepared by the Company in the U.S. subsequent to the date of this Prospectus may be incorporated by reference in the U.S. Prospectus. Such documents (if any) cannot (for legal and timing reasons) be taken to be included in this Prospectus under section 712(3) of the Act. Such documents (if any) may be given to ASX as announcements by the Company and will be made available at www.blackrock.com.au/ishares.

8. Tax consequences

8.1 General information only

The following is a general summary of the main Australian income tax implications of an investment in the Funds by an Australian investor holding CDIs over Shares.

The information in this summary is of a general nature only and cannot and does not address all of the tax issues which may be relevant to an investor. It is not legal, financial or tax advice. Australian taxation laws are complex and may change over time.

In addition, this section also provides limited and general information in respect of U.S. estate tax and withholding tax obligations.

Important: Investors must seek their own professional taxation advice regarding Australian and any U.S. tax matters applicable to their own facts and circumstances.

8.2 Assumptions

The comments outlined in this summary assume that the investor:

- ▶ is an Australian resident for income tax purposes with an income year ending on 30 June;
- ▶ is an individual taxpayer or a complying superannuation fund;
- ▶ does not carry on a business of either trading or dealing in shares or otherwise hold investments on revenue account - any subsequent disposal of the investment in a Fund will therefore be subject to the capital gains tax regime; and
- ▶ reports income (including dividend distributions from holding an investment in a Fund) on a cash basis (and does not report income using an accruals basis).

This summary is based on the Australian taxation laws in force and the administrative practices of the Australian Taxation Office generally accepted as at the date of this Prospectus. Reforms to the taxation of funds are generally ongoing and investors should seek their own advice and monitor the progress of such legislative changes.

8.3 Distributions

The investor's assessable distribution amount should be the dividend distribution received during the financial year gross of any U.S. withholding tax deducted. The investor should be entitled to foreign income tax offsets for the U.S. withholding tax, up to the amount of any Australian tax payable on the dividend distribution. Please note, foreign income tax offsets may only be used to offset the Australian tax arising from your dividend distribution or your other foreign income. This may therefore result in unutilised foreign income tax offsets.

The U.S. withholding tax rate is typically 30% but is generally reduced to 15% under the Australia/U.S. Double Tax Agreement. Investors may be required to complete U.S. tax forms to allow access to the reduced rate.

From time to time, a Fund may return capital to investors. A return of capital is a return of part of the cost which was outlaid in making the original investment in the Fund.

8.4 Capital gains/losses

General

The sale or other disposal of CDIs will constitute a capital gains tax (CGT) event for Australian tax purposes. A capital gain will be made if the capital proceeds received on the occurrence of the CGT event are greater than the cost base of the CDIs.

The capital gain may be able to be reduced if the investor claims the discounting concession which reduces the nominal capital gain by 50% for individuals and by 33 1/3% for complying superannuation funds. This applies where the CDIs were held for at least 12 months prior to the CGT event.

If the capital proceeds on the disposal of the CDIs are less than the investor's reduced cost base of the CDIs, the difference is treated as a capital loss. Such losses can be offset against capital gains arising in the current or future income years, but cannot be used to reduce tax payable on ordinary income (such as dividends).

Return of capital

For the purposes of calculating a capital gain/loss, an investor should reduce the cost base of their CDIs by any amounts that are characterised as a "return of capital". Where the total returns of capital exceed the cost base of the CDIs (i.e. the cost base has been reduced to zero), the excess is assessable as a capital gain, even if the investor has not sold their iShares investment.

8.5 Controlled Foreign Companies (CFC) provisions

The CFC rules are unlikely to apply to your CDIs on the basis that the Trust is a large U.S. listed company and that control tests should not be satisfied. If you have reason to believe that the CFC provisions may be relevant, you should seek independent tax advice.

8.6 U.S. estate tax

U.S. tax laws seek to apply estate tax on U.S. situated assets held by individuals worldwide (including shares in U.S. companies). This means an investor (who is not a U.S. citizen and is not domiciled in the U.S.) may be subject to U.S. estate tax if at the time of their death, they beneficially own CDIs.

The amount of the estate tax is determined by reference to the value of the CDIs held at death. However, the amount of any such tax may be reduced pursuant to an Australian/U.S. estate tax treaty. The reduction can include a credit of US\$13,000 for the first US\$60,000 of U.S. situated assets (including CDIs). Depending on the structure/vehicle that owns the U.S. situated assets U.S. estate tax may not apply.

In addition to the estate tax, an investor can also be subject to U.S. generation-skipping transfer tax where they transfer the CDIs to a grandchild or a more remote descendant at death.

The estate tax and generation-skipping tax are levied on a self-assessment basis such that the estate is responsible for making the appropriate tax filings and where applicable, paying the taxes. Investors must obtain their own advice about the impact of these taxes to their specific circumstances.

8.7 Foreign Account Tax Compliance Act (FATCA)

The Foreign Account Tax Compliance Act (**FATCA**) is a U.S. tax law aimed at financial institutions and other financial intermediaries to prevent tax evasion by U.S. citizens and U.S. tax residents through use of non-U.S. investments or accounts. The FATCA provisions were included in the HIRE Act which was signed into U.S. law on 18 March 2010.

The FATCA provisions have been introduced into the Taxation Administration Act 1953 (Cth), to be administered by the Australian Taxation Office (**ATO**).

This information is of a general nature only. Please consult your tax advisor should you wish to understand the implications of FATCA on your particular circumstances.

9. Additional information

9.1 Australian financial reporting requirements

Investors should note that the Chapter 2M financial reporting regime under the Act does not apply to the Company.

The Company will annually lodge with ASIC U.S. financial statements for each Fund (together with unaudited cash flow statements for each Fund prepared in accordance with the Act) in compliance with the conditions of an ASIC instrument granting the Company relief from section 601CK of the Act.

9.2 Interests of directors

The directors of the Company as at the date of this Prospectus are:

- ▶ Robert S. Kapito
- ▶ Mark K. Wiedman
- ▶ Jane D. Carlin
- ▶ John E. Martinez
- ▶ Cecilia H. Herbert
- ▶ Charles A. Hurty
- ▶ John E. Kerrigan
- ▶ Madhav V. Rajan
- ▶ Drew E. Lawton
- ▶ Richard L. Fagnani

Except as set out in this Prospectus or each Fund's U.S. Prospectus or the SAI (as may be updated):

- ▶ no director has had in the last 2 years before lodgement of this Prospectus, an interest in:
 - the formation or promotion of the Company;
 - the offer of the Funds as contained in this Prospectus; or
 - any property acquired or proposed to be acquired by the Company in connection with its formation or promotion or the offer of the Funds as contained in this Prospectus; and
- ▶ no amounts, whether in cash or shares or otherwise, have been paid or agreed to be paid (by anyone), and no benefit has been given or agreed to be given (by anyone), to any director, either to induce them to become, or to qualify as, a director, or otherwise for services provided by them in connection with the promotion or formation of the Company or the offer of the Funds as contained in this Prospectus.

9.3 Interests of others parties

Except as set out below or elsewhere in this Prospectus or the U.S. Prospectus:

- ▶ no financial services licensee named in this Prospectus as a licensee involved in the issue or person named in this Prospectus as performing a function in a professional, advisory or other capacity in connection with the preparation or distribution of this Prospectus holds, or has held in the 2 years before the date of this Prospectus, any interest in:
 - the formation or promotion of the Company;
 - the offer of the Funds as contained in this Prospectus; or
 - any property acquired or proposed to be acquired by the Company in connection with its formation or promotion or the offer of the Funds as contained in this Prospectus; and
- ▶ no amounts have been paid or agreed to be paid (by anyone) and no value or any benefit has been given or agreed to be given (by anyone) to any financial services licensee named in this Prospectus as a licensee involved in the issue, or person named in this Prospectus as performing a function in a professional, advisory or other capacity in connection with the preparation or distribution of this Prospectus, in each case for services provided in connection with the formation or promotion of the Company or the offer of the Funds as contained in this Prospectus.

BIMAL is an Australian financial services licensee involved in listing of the Company on the Official List of ASX and the quotation of the Funds on ASX. BIMAL will not receive any fees or payments for services provided in connection with the offer of the Funds in Australia. In particular, it will not receive any commissions, broking or underwriting fees relating to any issues or secondary sales of Shares or CDIs. BIMAL may in the future receive payments or benefits from other entities in the corporate group of which it is part, attributable to any increased acceptance of iShares ETFs as an asset or financial product class in Australia. BIMAL may be compensated for services provided in bringing iShares ETFs to Australia.

9.4 Consents to the inclusion of information and statements

BFA, BIMAL and Computershare have each given and have not withdrawn its consent to be named in this Prospectus in the form and context in which all references to its name appear. BIMAL and Computershare take no responsibility for any part of this Prospectus other than references to its name.

10. Glossary

The following definitions apply throughout this document unless the context requires otherwise.

A\$	means Australian dollars.
Act	means the Corporations Act 2001 (Cth).
AFSL	means an Australian financial services licence.
ASIC	means the Australian Securities & Investments Commission.
ASX	means ASX Limited.
ASX Settlement	means ASX Settlement Pty Limited.
ASX Settlement Operating Rules	means the operating rules of ASX Settlement.
ATO	means the Australian Tax Office.
Authorised Participant	means entities creating and redeeming Shares of the Funds that have entered into an agreement with the distributor of the Funds.
BFA	means BlackRock Fund Advisors.
BIMAL	means BlackRock Investment Management (Australia) Limited ABN 13 006 165 975 (Australian financial service licence number 230523).
BlackRock Group	means BlackRock Inc .® or any of its subsidiary or affiliated entities.
CGT	means capital gains tax.
CHESS	means the Clearing House Electronic Subregister System operated by ASX Settlement and another ASX subsidiary.
CDIs	means CHESS Depository Interests (over Shares) issued under the ASX Settlement Operating Rules and the Company's terms of issue.
CDI Register	means the register of CDI holdings maintained in Australia under the ASX Settlement Operating Rules, consisting of an Issuer Sponsored Subregister of holders of CDIs and a CHESS Subregister of holders of CDIs.
Company	means iShares, Inc. ARBN 125 632 279.
Computershare	means Computershare Investor Services Pty Limited ACN 078 279 277.
Depository Nominee	means the entity appointed as such under the ASX Settlement Operating Rules to hold beneficial title to Shares that are, or are to be, held in the form of CDIs. The Company has appointed CHESS Depository Nominees Pty Limited (ACN 071 346 506), a subsidiary of ASX, as its Depository Nominee.
Distributor	means BlackRock Investments, LLC.
DTC	means The Depository Trust Company.
DTC Participant	means participants of DTC.
Expiry Date	means 1 February 2019.
FATCA	means the Foreign Account Tax Compliance Act.
Fund, Funds	means (as applicable) iShares MSCI BRIC ETF, iShares MSCI Emerging Markets ETF, iShares MSCI Hong Kong ETF, iShares MSCI Japan ETF, iShares MSCI Singapore ETF, iShares MSCI South Korea ETF and/or iShares MSCI Taiwan ETF.

Included Documents	means each Fund's U.S. Prospectus and the SAIs, excluding the material outlined in section 7.4 of this Prospectus, which are included in this Prospectus by reference pursuant to subsection 712(3) of the Act.
iShares ETF	means iShares Exchange Traded Fund(s).
Listing Rules	means the listing rules of ASX.
MSCI	means MSCI Inc..
NAV	means net asset value.
Prospectus	means this prospectus dated 2 January 2018 and any supplementary or replacement prospectus in relation to this document.
SAI, SAIs	means (as applicable) the Company's Statement of Additional Information relating to iShares MSCI BRIC ETF, iShares MSCI Emerging Markets ETF, iShares MSCI South Korea ETF and iShares MSCI Taiwan ETF and/or the Company's Statement of Additional Information relating to iShares MSCI Hong Kong ETF, iShares MSCI Japan ETF and iShares MSCI Singapore ETF, both dated 29 December 2017, as updated and revised from time to time.
Share(s)	means shares of common stock (with a par value of US\$0.001 per share) of the Company referable to each Fund (each Share having a pro-rata interest in the assets of the relevant Fund).
Trading Participant	means an entity that has been authorised as a trading participant, as defined in the ASX Operating Rules.
Underlying Index	means (as applicable) the MSCI BRIC Index, MSCI Hong Kong Index, MSCI Japan Index, MSCI Singapore 25/50 Index, MSCI Emerging Markets Index, MSCI Korea 25/50 Index or MSCI Taiwan 25/50 Index.
U.S.	means United States of America.
US\$	means United States of America dollars.
U.S. Prospectus	means the prospectuses of the Company relating to each Fund dated 29 December 2017, as updated and revised from time to time..

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