

13 March 2020

Market Announcements Office
ASX Limited

CONDENSED FINANCIAL REPORT FOR THE HALF YEAR ENDED 31 DECEMBER 2019

BlackRock Investment Management (Australia) Limited (**BIMAL**) is the Responsible Entity for the following Australian-domiciled iShares® exchange traded funds (**Fund**) which are quoted on the ASX.

ASX Code	Fund
IEU	ISHARES EUROPE ETF
IOO	ISHARES GLOBAL 100 ETF
IXI	ISHARES GLOBAL CONSUMER STAPLES ETF
IXJ	ISHARES GLOBAL HEALTHCARE ETF
IVE	ISHARES MSCI EAFE ETF
IEM	ISHARES MSCI EMERGING MARKETS ETF

Attached is a copy of the Fund's Condensed financial report for the half year ended 31 December 2019.

Important Notice

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

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International Funds Group 2

iShares Europe ETF

ARSN 625 113 528

iShares Global 100 ETF

ARSN 625 113 911

iShares Global Consumer Staples ETF

ARSN 625 114 552

iShares Global Healthcare ETF

ARSN 625 114 347

iShares MSCI EAFE ETF

ARSN 625 116 887

iShares MSCI Emerging Markets ETF

ARSN 625 115 844

Condensed Financial Report

31 December 2019

International Funds Group 2

Condensed Financial Report - For the half-year ended 31 December 2019

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Directors' Report

The directors of BlackRock Investment Management (Australia) Limited (ABN 13 006 165 975) (the “Responsible Entity”), the Responsible Entity of International Funds Group 2 (the “Funds”), present their interim report together with the condensed financial statements of the Funds, for the half-year ended 31 December 2019 and the auditor's report thereon.

These condensed financial statements have been prepared for the International Funds Group 2 (which comprise of iShares Europe ETF, iShares Global 100 ETF, iShares Global Consumer Staples ETF, iShares Global Healthcare ETF, iShares MSCI EAFE ETF and iShares MSCI Emerging Markets ETF) as they are disclosing entities under the *Corporations Act 2001*.

Fund Objectives

iShares Europe ETF

The Fund seeks to track the investment results of an index composed of European equities.

iShares Global 100 ETF

The Fund seeks to track the investment results of an index composed of 100 large capitalisation global equities.

iShares Global Consumer Staples ETF

The Fund seeks to track the investment results of an index composed of global equities in the consumer staples sector.

iShares Global Healthcare ETF

The Fund seeks to track the investment results of an index composed of global equities in the healthcare sector.

iShares MSCI EAFE ETF

The Fund seeks to track the investment results of an index composed of large- and mid-capitalisation developed market equities, excluding the U.S. and Canada.

iShares MSCI Emerging Markets ETF

The Fund seeks to track the investment results of an index composed of large- and mid-capitalisation emerging market equities.

Principal Activities

The Funds invest in accordance with the provisions of the Funds' Constitutions.

The Funds are currently listed on the Australian Securities Exchange (ASX). The admission dates of the Australian domiciled ETF and suspension of CDI ETF of iShares Europe ETF, iShares Global 100 ETF, iShares Global Consumer Staples ETF, iShares Global Healthcare ETF, iShares MSCI EAFE ETF and iShares MSCI Emerging Markets ETF were 19 September 2018, 19 September 2018, 19 September 2018, 17 October 2018 and 17 October 2018 respectively.

The Funds did not have any employees during the half-year ended 31 December 2019 (31 December 2018: Nil).

There were no significant changes in the nature of the Funds' activities during the half-year ended 31 December 2019 (31 December 2018: Nil).

Directors' Report (continued)

Directors

The following persons held office as directors of the Responsible Entity during the half-year or since the end of the half-year and up to the date of this report:

Director	Date appointed	Date resigned
M S McCorry	Appointed 2 December 2009	
A Telfer	Appointed 12 December 2013	
S Flatman	Appointed 28 January 2015	Resigned 29 January 2020
J Collins	Appointed 29 July 2015	
A Landman	Appointed 3 February 2020	

Review and Results of Operations

During the half-year, the Funds continued to invest funds in accordance with target asset allocations as set out in the governing documents of the Funds and in accordance with the provisions of the Funds' Constitutions.

Results

The performance of the Funds, as represented by the results of their operations, were as follows:

	iShares Europe ETF		iShares Global 100 ETF	
	Half-year ended	For the period 29 March 2018 to 31 December 2018	Half-year ended	For the period 29 March 2018 to 31 December 2018
	31 December 2019	31 December 2018	31 December 2019	31 December 2018
	\$'000	\$'000	\$'000	\$'000
Profit/(loss) for the half-year	40,387	(83,818)	177,164	(149,526)
Distributions paid and payable	18,714	-	31,078	-

	iShares Global Consumer Staples ETF		iShares Global Healthcare ETF	
	Half-year ended	For the period 29 March 2018 to 31 December 2018	Half-year ended	For the period 29 March 2018 to 31 December 2018
	31 December 2019	31 December 2018	31 December 2019	31 December 2018
	\$'000	\$'000	\$'000	\$'000
Profit/(loss) for the half-year	11,242	(5,733)	70,613	(28,834)
Distributions paid and payable	3,530	-	8,026	-

	iShares MSCI EAFE ETF		iShares MSCI Emerging Markets ETF	
	Half-year ended	For the period 29 March 2018 to 31 December 2018	Half-year ended	For the period 29 March 2018 to 31 December 2018
	31 December 2019	31 December 2018	31 December 2019	31 December 2018
	\$'000	\$'000	\$'000	\$'000
Profit/(loss) for the half-year	22,481	(18,879)	39,044	6,061
Distributions paid and payable	9,950	-	16,351	-

Directors' Report (continued)

Review and Results of Operations (continued)

Returns

The table below demonstrates the performance of the Funds as represented by the total return.

	Returns*	
	1 July 2019 to 31 December 2019 %	For the period 29 March 2018 to 31 December 2018 %
iShares Europe ETF returns	6.94	(9.71)
iShares Global 100 ETF returns	11.00	(9.05)
iShares Global Consumer Staples ETF returns	6.20	(3.36)
iShares Global Healthcare ETF returns	11.86	(4.62)
iShares MSCI EAFE ETF returns	6.45	(5.54)
iShares MSCI Emerging Markets ETF returns	6.23	(0.82)

* Returns (after fees) are calculated on the assumption that all distributions are reinvested in the Funds, and include the effect of compounding.

Significant Changes in State of Affairs

In the opinion of the directors, there were no significant changes in the state of affairs of the Funds that occurred during the financial half-year under review.

Rounding of Amounts

The Funds are registered schemes of a kind referred to in ASIC Corporations (Rounding in Financial/Directors' Reports) Instrument 2016/191, issued by the Australian Securities and Investments Commission relating to the "rounding off" of amounts in the directors' report and the financial statements. Amounts in the directors' report and the financial statements have been rounded to the nearest thousand in accordance with ASIC Corporations (Rounding in Financial/Directors' Reports) Instrument 2016/191, unless otherwise indicated.

Additional Disclosure

The Funds have applied the relief available in ASIC Corporations (Disclosing Entities) Instrument 2015/839 issued by the Australian Securities and Investments Commission in the preparation of this report. This class order allows registered schemes with a common responsible entity to include their financial statements in adjacent columns in a single financial report.

The Funds have applied the relief available in ASIC Corporations (Directors' Report Relief) Instrument 2016/188 issued by the Australian Securities and Investments Commission in the preparation of this report. Accordingly, the additional information otherwise required to be included in the directors' report has been disclosed in Notes 5 and 6 of the financial statements.

Directors' Report (continued)

Auditor's Independence Declaration

A copy of the auditor's independence declaration as required under Section 307C of the *Corporations Act 2001* is set out on page 5.

The condensed financial statements were authorised for issue by the directors on 4 March 2020.

This report is made in accordance with a resolution of the directors.

A handwritten signature in black ink, appearing to read 'A Telfer', is positioned above the printed name.

Director
A Telfer

Sydney
4 March 2020

4 March 2020

The Board of Directors
BlackRock Investment Management (Australia) Limited
Level 26, 101 Collins Street
Melbourne, VIC 3000

Dear Directors


**iShares Europe ETF, iShares Global 100 ETF, iShares Global Consumer Staples ETF,
iShares Global Healthcare ETF, iShares MSCI EAFE ETF and iShares MSCI Emerging
Markets ETF (collectively "International Funds Group 2")**

In accordance with section 307C of the *Corporations Act 2001*, I am pleased to provide the following declaration of independence to the directors of BlackRock Investment Management (Australia) Limited as Responsible Entity of International Funds Group 2.

As lead audit partner for the review of the financial statements of International Funds Group 2 for the financial period 1 July 2019 to 31 December 2019, I declare that to the best of my knowledge and belief, there have been no contraventions of:

- (i) the auditor independence requirements of the Corporations Act 2001 in relation to the review; and
- (ii) any applicable code of professional conduct in relation to the review.

Yours sincerely



DELOITTE TOUCHE TOHMATSU



Neil Brown
Partner
Chartered Accountants

Condensed Statements of Profit or Loss and Other Comprehensive Income

		iShares Europe ETF		iShares Global 100 ETF	
		Half-year ended	For the period	Half-year ended	For the period
		31 December	29 March 2018 to	31 December	29 March 2018 to
		2019	31 December 2018	2019	31 December 2018
	Notes	\$'000	\$'000	\$'000	\$'000
Investment income					
Interest income		4	1	7	3
Dividend/distribution income		3,593	4,014	12,586	11,764
Net gains/(losses) on financial instruments held at fair value through profit or loss (including FX gains/(losses))	4	36,811	(87,828)	164,579	(161,283)
Fee rebates from related schemes		-	-	3,422	1,503
Total net investment income/(loss)		40,408	(83,813)	180,594	(148,013)
Expenses					
Management fees		-	-	3,421	1,505
Transaction costs		17	5	7	8
Custody movement fees		4	-	2	-
Total operating expenses		21	5	3,430	1,513
Profit/(loss) for the half-year		40,387	(83,818)	177,164	(149,526)
Other comprehensive income		-	-	-	-
Total comprehensive income for the half-year		40,387	(83,818)	177,164	(149,526)

The above Condensed Statements of Profit or Loss and Other Comprehensive Income should be read in conjunction with the accompanying notes.

Condensed Statements of Profit or Loss and Other Comprehensive Income (continued)

		iShares Global Consumer Staples ETF		iShares Global Healthcare ETF	
		Half-year ended 31 December 2019	For the period 29 March 2018 to 31 December 2018	Half-year ended 31 December 2019	For the period 29 March 2018 to 31 December 2018
	Notes	\$'000	\$'000	\$'000	\$'000
Investment income					
Interest income		1	-	2	1
Dividend/distribution income		1,766	1,279	4,034	5,071
Net gains/(losses) on financial instruments held at fair value through profit or loss (including FX gains/(losses))	4	9,480	(7,011)	66,585	(33,904)
Fee rebates from related schemes		-	-	-	-
Total net investment income/(loss)		11,247	(5,732)	70,621	(28,832)
Expenses					
Management fees		-	-	-	-
Transaction costs		3	1	4	2
Custody movement fees		2	-	4	-
Total operating expenses		5	1	8	2
Profit/(loss) for the half-year		11,242	(5,733)	70,613	(28,834)
Other comprehensive income		-	-	-	-
Total comprehensive income for the half-year		11,242	(5,733)	70,613	(28,834)

The above Condensed Statements of Profit or Loss and Other Comprehensive Income should be read in conjunction with the accompanying notes.

Condensed Statements of Profit or Loss and Other Comprehensive Income (continued)

		iShares MSCI EAFE ETF		iShares MSCI Emerging Markets ETF	
		Half-year ended	For the period	Half-year ended	For the period
		31 December	29 March 2018 to 31 December	31 December	29 March 2018 to 31 December
	Notes	2019	2018	2019	2018
		\$'000	\$'000	\$'000	\$'000
Investment income					
Interest income		2	-	3	1
Dividend/distribution income		3,669	2,818	12,348	7,307
Net gains/(losses) on financial instruments held at fair value through profit or loss (including FX gains/(losses))	4	18,812	(21,696)	26,701	(1,243)
Fee rebates from related schemes		-	-	-	-
Total net investment income/(loss)		22,483	(18,878)	39,052	6,065
Expenses					
Management fees		-	-	-	-
Transaction costs		1	1	6	4
Custody movement fees		1	-	2	-
Total operating expenses		2	1	8	4
Profit/(loss) for the half-year		22,481	(18,879)	39,044	6,061
Other comprehensive income		-	-	-	-
Total comprehensive income for the half-year		22,481	(18,879)	39,044	6,061

The above Condensed Statements of Profit or Loss and Other Comprehensive Income should be read in conjunction with the accompanying notes.

Condensed Statements of Financial Position

		iShares Europe ETF		iShares Global 100 ETF	
		As at		As at	
		31 December	30 June	31 December	30 June
		2019	2019	2019	2019
Notes		\$'000	\$'000	\$'000	\$'000
Assets					
		3,275	15,360	12,942	18,665
Cash and cash equivalents					
Financial assets held at fair value through profit or loss	7	633,032	690,813	1,799,436	1,600,920
Receivables		1,089	1,049	2,426	2,193
Total assets		637,396	707,222	1,814,804	1,621,778
Liabilities					
Financial liabilities held at fair value through profit or loss	8	-	2	6	3
Distribution payable	5	3,214	-	11,761	-
Payables		1,089	2,498	2,467	2,220
Total liabilities		4,303	2,500	14,234	2,223
Net assets attributable to unitholders - equity	6	633,093	704,722	1,800,570	1,619,555

		iShares Global Consumer Staples ETF		iShares Global Healthcare ETF	
		As at		As at	
		31 December	30 June	31 December	30 June
		2019	2019	2019	2019
Notes		\$'000	\$'000	\$'000	\$'000
Assets					
		1,693	1,904	4,244	4,145
Cash and cash equivalents					
Financial assets held at fair value through profit or loss	7	186,180	182,427	674,543	580,461
Receivables		-	227	129	2,183
Total assets		187,873	184,558	678,916	586,789
Liabilities					
Financial liabilities held at fair value through profit or loss	8	-	-	1	4
Distribution payable	5	1,671	-	3,835	-
Payables		-	505	128	2,164
Total liabilities		1,671	505	3,964	2,168
Net assets attributable to unitholders - equity	6	186,202	184,053	674,952	584,621

The above Condensed Statements of Financial Position should be read in conjunction with the accompanying notes.

Condensed Statements of Financial Position (continued)

		iShares MSCI EAFE ETF		iShares MSCI Emerging Markets ETF	
		As at		As at	
		31 December 2019	30 June 2019	31 December 2019	30 June 2019
	Notes	\$'000	\$'000	\$'000	\$'000
Assets					
Cash and cash equivalents		3,786	6,475	10,990	4,433
Financial assets held at fair value through profit or loss	7	381,734	346,131	695,147	631,996
Receivables		<u>2,166</u>	<u>2</u>	<u>1,665</u>	<u>11,932</u>
Total assets		<u>387,686</u>	<u>352,608</u>	<u>707,802</u>	<u>648,361</u>
Liabilities					
Financial liabilities held at fair value through profit or loss	8	3	-	3	24
Distribution payable	5	3,504	-	11,771	-
Payables		<u>2,161</u>	<u>170</u>	<u>536</u>	<u>12,549</u>
Total liabilities		<u>5,668</u>	<u>170</u>	<u>12,310</u>	<u>12,573</u>
Net assets attributable to unitholders - equity	6	<u>382,018</u>	<u>352,438</u>	<u>695,492</u>	<u>635,788</u>

The above Condensed Statements of Financial Position should be read in conjunction with the accompanying notes.

Condensed Statements of Changes in Equity

	Notes	iShares Europe ETF		iShares Global 100 ETF	
		Half-year ended 31 December 2019 \$'000	For the period 29 March 2018 to 31 December 2018 \$'000	Half-year ended 31 December 2019 \$'000	For the period 29 March 2018 to 31 December 2018 \$'000
Total equity at the beginning of the financial half-year		704,722	-	1,619,555	-
Comprehensive income for the half-year					
Profit/(loss) for the half-year		40,387	(83,818)	177,164	(149,526)
Other comprehensive income for the half-year		-	-	-	-
Total comprehensive income for the half-year		40,387	(83,818)	177,164	(149,526)
Transactions with unitholders					
Creations	6	18,102	777,853	42,967	1,567,113
Redemptions	6	(111,726)	(31,433)	(9,049)	(15,881)
Units issued upon reinvestment of distributions	6	322	-	1,011	-
Distributions paid and payable	5	(18,714)	-	(31,078)	-
Total transactions with unitholders		(112,016)	746,420	3,851	1,551,232
Total equity at the end of the financial half-year		633,093	662,602	1,800,570	1,401,706

	Notes	iShares Global Consumer Staples ETF		iShares Global Healthcare ETF	
		Half-year ended 31 December 2019 \$'000	For the period 29 March 2018 to 31 December 2018 \$'000	Half-year ended 31 December 2019 \$'000	For the period 29 March 2018 to 31 December 2018 \$'000
Total equity at the beginning of the financial half-year		184,053	-	584,621	-
Comprehensive income for the half-year					
Profit/(loss) for the half-year		11,242	(5,733)	70,613	(28,834)
Other comprehensive income for the half-year		-	-	-	-
Total comprehensive income for the half-year		11,242	(5,733)	70,613	(28,834)
Transactions with unitholders					
Creations	6	11,464	108,279	39,419	551,099
Redemptions	6	(17,090)	(4,683)	(11,883)	(15,516)
Units issued upon reinvestment of distributions	6	63	-	208	-
Distributions paid and payable	5	(3,530)	-	(8,026)	-
Total transactions with unitholders		(9,093)	103,596	19,718	535,583
Total equity at the end of the financial half-year		186,202	97,863	674,952	506,749

The above Condensed Statements of Changes in Equity should be read in conjunction with the accompanying notes.

Condensed Statements of Changes in Equity (continued)

	Notes	iShares MSCI EAFE ETF		iShares MSCI Emerging Markets ETF	
		Half-year ended 31 December 2019 \$'000	For the period 29 March 2018 to 31 December 2018 \$'000	Half-year ended 31 December 2019 \$'000	For the period 29 March 2018 to 31 December 2018 \$'000
Total equity at the beginning of the financial half-year		352,438	-	635,788	-
Comprehensive income for the half-year					
Profit/(loss) for the half-year		22,481	(18,879)	39,044	6,061
Other comprehensive income for the half-year		-	-	-	-
Total comprehensive income for the half-year		22,481	(18,879)	39,044	6,061
Transactions with unitholders					
Creations	6	29,561	341,558	66,295	595,551
Redemptions	6	(12,620)	(8,459)	(29,843)	(6,505)
Units issued upon reinvestment of distributions	6	108	-	559	-
Distributions paid and payable	5	(9,950)	-	(16,351)	-
Total transactions with unitholders		7,099	333,099	20,660	589,046
Total equity at the end of the financial half-year		382,018	314,220	695,492	595,107

The above Condensed Statements of Changes in Equity should be read in conjunction with the accompanying notes.

Condensed Statements of Cash Flows

	iShares Europe ETF		iShares Global 100 ETF	
	Half-year ended	For the period	Half-year ended	For the period
	31 December	29 March 2018	31 December	29 March 2018
	2019	to	2019	to
Notes	\$'000	31 December 2018	\$'000	31 December 2018
		\$'000		\$'000
<i>Cash flows from operating activities</i>				
Proceeds from sale of financial instruments held at fair value through profit or loss	111,954	32,711	9,013	16,611
Purchase of financial instruments held at fair value through profit or loss	(21,084)	(781,403)	(42,807)	(1,568,162)
Transaction costs	(17)	(5)	(7)	(8)
Interest received	6	-	9	1
Dividends/distributions received	3,593	4,014	12,586	11,764
Fee rebates from related schemes received	-	-	3,292	546
Other income received	-	1	5	1
Management fees paid	-	-	(3,292)	(532)
Operating expenses paid	(5)	-	(2)	-
<i>Net cash inflow/(outflow) from operating activities</i>	<u>94,447</u>	<u>(744,682)</u>	<u>(21,203)</u>	<u>(1,539,779)</u>
<i>Cash flows from financing activities</i>				
Proceeds from creations by unitholders	19,149	777,396	42,862	1,567,113
Payments for redemptions by unitholders	(110,637)	(31,433)	(9,049)	(14,910)
Distributions paid	(15,178)	-	(18,306)	-
<i>Net cash inflow/(outflow) from financing activities</i>	<u>(106,666)</u>	<u>745,963</u>	<u>15,507</u>	<u>1,552,203</u>
<i>Net increase/(decrease) in cash and cash equivalents</i>	<u>(12,219)</u>	<u>1,281</u>	<u>(5,696)</u>	<u>12,424</u>
Cash and cash equivalents at the beginning of the half-year	15,360	-	18,665	-
Effects of foreign currency exchange rate changes on cash and cash equivalents	134	110	(27)	278
<i>Cash and cash equivalents at the end of the half-year</i>	<u>3,275</u>	<u>1,391</u>	<u>12,942</u>	<u>12,702</u>
Non cash financing activities	6	-	1,011	-

The above Condensed Statements of Cash Flows should be read in conjunction with the accompanying notes.

Condensed Statements of Cash Flows (continued)

	iShares Global Consumer Staples ETF		iShares Global Healthcare ETF	
	Half-year ended 31 December 2019	For the period 29 March 2018 to 31 December 2018	Half-year ended 31 December 2019	For the period 29 March 2018 to 31 December 2018
Notes	\$'000	\$'000	\$'000	\$'000
<i>Cash flows from operating activities</i>				
Proceeds from sale of financial instruments held at fair value through profit or loss	17,312	2,945	11,857	16,031
Purchase of financial instruments held at fair value through profit or loss	(12,082)	(109,620)	(41,389)	(551,609)
Transaction costs	(3)	(1)	(4)	(2)
Interest received	1	-	3	-
Dividends/distributions received	1,766	1,279	4,034	2,564
Fee rebates from related schemes received	-	-	-	-
Other income received	-	-	-	-
Management fees paid	-	-	-	-
Operating expenses paid	(2)	-	(4)	-
<i>Net cash inflow/(outflow) from operating activities</i>	<u>6,992</u>	<u>(105,397)</u>	<u>(25,503)</u>	<u>(533,016)</u>
<i>Cash flows from financing activities</i>				
Proceeds from creations by unitholders	11,691	108,279	41,472	551,099
Payments for redemptions by unitholders	(17,090)	(2,700)	(11,883)	(15,516)
Distributions paid	(1,796)	-	(3,983)	-
<i>Net cash inflow/(outflow) from financing activities</i>	<u>(7,195)</u>	<u>105,579</u>	<u>25,606</u>	<u>535,583</u>
<i>Net increase/(decrease) in cash and cash equivalents</i>				
	(203)	182	103	2,567
Cash and cash equivalents at the beginning of the half-year	1,904	-	4,145	-
Effects of foreign currency exchange rate changes on cash and cash equivalents	(8)	32	(4)	27
<i>Cash and cash equivalents at the end of the half-year</i>	<u>1,693</u>	<u>214</u>	<u>4,244</u>	<u>2,594</u>
Non cash financing activities	6	63	-	208

The above Condensed Statements of Cash Flows should be read in conjunction with the accompanying notes.

Condensed Statements of Cash Flows (continued)

	iShares MSCI EAFE ETF		iShares MSCI Emerging Markets ETF	
	Half-year ended	For the period	Half-year ended	For the period
	31 December	29 March 2018	31 December	29 March 2018
	2019	to	2019	to
Notes	\$'000	31 December 2018	\$'000	31 December 2018
Cash flows from operating activities				
Proceeds from sale of financial instruments held at fair value through profit or loss	12,732	8,629	30,282	7,551
Purchase of financial instruments held at fair value through profit or loss	(27,526)	(344,359)	(79,295)	(602,263)
Transaction costs	(1)	(1)	(6)	(4)
Interest received	4	-	3	-
Dividends/distributions received	3,669	2,818	12,348	7,307
Fee rebates from related schemes received	-	-	-	-
Other income received	-	-	-	1
Management fees paid	-	-	-	-
Operating expenses paid	(1)	-	(2)	-
Net cash inflow/(outflow) from operating activities	(11,123)	(332,913)	(36,670)	(587,408)
Cash flows from financing activities				
Proceeds from creations by unitholders	27,395	341,558	77,152	595,079
Payments for redemptions by unitholders	(12,620)	(7,995)	(29,843)	(6,505)
Distributions paid	(6,338)	-	(4,021)	-
Net cash inflow/(outflow) from financing activities	8,437	333,563	43,288	588,574
Net increase/(decrease) in cash and cash equivalents	(2,686)	650	6,618	1,166
Cash and cash equivalents at the beginning of the half-year	6,475	-	4,433	-
Effects of foreign currency exchange rate changes on cash and cash equivalents	(3)	(5)	(61)	114
Cash and cash equivalents at the end of the half-year	3,786	645	10,990	1,280
Non cash financing activities	6	108	559	-

The above Condensed Statements of Cash Flows should be read in conjunction with the accompanying notes.

1 Statement of Compliance

The condensed financial statements are general purpose financial statements prepared in accordance with the *Corporations Act 2001* and AASB 134 *Interim Financial Reporting*. Compliance with AASB 134 ensures compliance with International Financial Reporting Standard IAS 34 *Interim Financial Reporting*.

These condensed financial statements do not include all the notes normally included in an annual financial report. Accordingly, these financial statements are to be read in conjunction with the annual report for the year ended 30 June 2019 and any public announcements made during the interim reporting period in accordance with the continuous disclosure requirements of the *Corporations Act 2001*.

2 Basis of Preparation and Accounting Policies

These condensed financial statements include financial statements for iShares Europe ETF, iShares Global 100 ETF, iShares Global Consumer Staples ETF, iShares Global Healthcare ETF, iShares MSCI EAFE ETF and iShares MSCI Emerging Markets ETF (the "Funds") as individual entities. The Funds were constituted on 28 March 2018.

The Funds are registered schemes of a kind referred to in ASIC Corporations (Rounding in Financial/Directors' Reports) Instrument 2016/191, issued by the Australian Securities and Investments Commission relating to the "rounding off" of amounts in the directors' report and financial statements. Amounts in the directors' report and financial statements have been rounded to the nearest thousand in accordance with ASIC Corporations (Rounding in Financial/Directors' Reports) Instrument 2016/191, unless otherwise indicated.

The accounting policies and methods of computation adopted in the preparation of the half-year financial statements are consistent with those adopted and disclosed in the Funds' 2019 annual financial report for the financial year ended 30 June 2019.

There are no new standards, interpretations or amendments to existing standards that are effective for the first time for the financial half-year beginning 1 July 2019 that would be expected to have a material impact on the Funds.

3 Financial Risk Management

(a) Fair Values of Financial Assets and Liabilities

The carrying amounts of the Funds' assets and liabilities at the end of each reporting period approximate their fair values.

Financial assets and liabilities held at fair value through profit or loss are measured initially at fair value. Transaction costs on financial assets and financial liabilities at fair value through profit or loss are expensed immediately. Subsequent to initial recognition, all instruments held at fair value through profit or loss are measured at fair value with changes in their fair value recognised in the Condensed Statements of Profit or Loss and Other Comprehensive Income.

The carrying value less impairment provision of other receivables and payables are assumed to approximate their fair value. The fair value of financial liabilities for disclosure purposes is estimated by discounting the future contractual cash flows at the current market interest rate that is available to the Funds for similar financial instruments.

(i) Fair value in an active market

The fair value of financial assets and liabilities traded in active markets is based on their last traded prices at the end of the reporting period without any deduction for estimated future selling costs.

The Funds value their investments in accordance with the accounting policies set out in Note 2 of the annual financial report for financial year ended 30 June 2019. For the majority of their investments, the Funds rely on information provided by independent pricing services for the valuation of their investments.

The quoted market price used for financial assets and financial liabilities held by the Funds is the last traded market price. Where the last traded price does not fall within the bid-ask spread, an assessment is performed by the Responsible Entity to determine the appropriate valuation price to use that is most representative of fair value.

A financial instrument is regarded as quoted in an active market if quoted prices are readily and regularly available from an exchange, dealer, broker, industry group, pricing service or regulatory agency and those prices represent actual regularly occurring market transactions on an arm's length basis.

3 Financial Risk Management (continued)

(a) Fair Values of Financial Assets and Liabilities (continued)

(ii) Fair value in an inactive or unquoted market

The fair value of financial assets and liabilities that are not traded in an active market is determined using valuation techniques. These include the use of recent arm's length market transactions, reference to the current fair value of a substantially similar other instrument, discounted cash flow techniques, option pricing models or any other valuation technique that provides a reliable estimate of prices obtained in actual market transactions.

Where discounted cash flow techniques are used, estimated future cash flows are based on management's best estimates and the discount rate used is a market rate at the end of the reporting period applicable for an instrument with similar terms and conditions.

For other pricing models, inputs are based on market data at the end of the reporting period. Fair values for unquoted equity investments are estimated, if possible, using applicable price/earnings ratios for similar listed companies adjusted to reflect the specific circumstances of the issuer.

The fair value of derivatives that are not exchange traded is estimated at the amount that the Funds would receive or pay to terminate the contract at the end of the reporting period taking into account current market conditions (volatility and appropriate yield curve) and the current creditworthiness of the counterparties. The fair value of a forward foreign exchange contract is determined as a net present value of estimated future cash flows, discounted at appropriate market rates as at the valuation date.

Investments in other unlisted unit trusts are recorded at the net asset value per unit as reported by the Responsible Entity of such funds.

(b) Fair Value Hierarchy

The Funds classify fair value measurements using a fair value hierarchy that reflects the subjectivity of the inputs used in making the measurements. The fair value hierarchy has the following levels:

- Quoted prices (unadjusted) in active markets for identical assets or liabilities (level 1).
- Inputs other than quoted prices included within level 1 that are observable for the asset or liability, either directly (that is, as prices) or indirectly (that is, derived from prices) (level 2).
- Inputs for the asset or liability that are not based on observable market data (that is, unobservable inputs) (level 3).

The level in the fair value hierarchy within which the fair value measurement is categorised in its entirety is determined on the basis of the lowest level input that is significant to the fair value measurement in its entirety. For this purpose, the significance of an input is assessed against the fair value measurement in its entirety. If a fair value measurement uses observable inputs that require significant adjustment based on unobservable inputs, that measurement is a level 3 measurement. Assessing the significance of a particular input to the fair value measurement in its entirety requires judgment, considering factors specific to the asset or liability.

The determination of what constitutes 'observable' requires significant judgment by the Responsible Entity. The Responsible Entity considers observable data to be that market data that is readily available, regularly distributed or updated, reliable and verifiable, not proprietary, and provided by independent sources that are actively involved in the relevant market.

The following tables present the Funds' financial assets and liabilities (by class) measured at fair value according to the fair value hierarchy at 31 December 2019 and 30 June 2019.

	iShares Europe ETF			
	Level 1 \$'000	Level 2 \$'000	Level 3 \$'000	Total \$'000
As at 31 December 2019				
Financial assets				
Listed unit trusts	<u>633,032</u>	<u>-</u>	<u>-</u>	<u>633,032</u>
Total	<u><u>633,032</u></u>	<u><u>-</u></u>	<u><u>-</u></u>	<u><u>633,032</u></u>
Financial liabilities				
Forward foreign exchange contracts	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total	<u><u>-</u></u>	<u><u>-</u></u>	<u><u>-</u></u>	<u><u>-</u></u>

3 Financial Risk Management (continued)

(b) Fair Value Hierarchy (continued)

iShares Europe ETF				
	Level 1 \$'000	Level 2 \$'000	Level 3 \$'000	Total \$'000
As at 30 June 2019				
Financial assets				
Listed unit trusts	<u>690,813</u>	<u>-</u>	<u>-</u>	<u>690,813</u>
Total	<u><u>690,813</u></u>	<u><u>-</u></u>	<u><u>-</u></u>	<u><u>690,813</u></u>
Financial liabilities				
Forward foreign exchange contracts	<u>-</u>	<u>2</u>	<u>-</u>	<u>2</u>
Total	<u><u>-</u></u>	<u><u>2</u></u>	<u><u>-</u></u>	<u><u>2</u></u>
iShares Global 100 ETF				
	Level 1 \$'000	Level 2 \$'000	Level 3 \$'000	Total \$'000
As at 31 December 2019				
Financial assets				
Listed unit trusts	<u>1,799,436</u>	<u>-</u>	<u>-</u>	<u>1,799,436</u>
Total	<u><u>1,799,436</u></u>	<u><u>-</u></u>	<u><u>-</u></u>	<u><u>1,799,436</u></u>
Financial liabilities				
Forward foreign exchange contracts	<u>-</u>	<u>6</u>	<u>-</u>	<u>6</u>
Total	<u><u>-</u></u>	<u><u>6</u></u>	<u><u>-</u></u>	<u><u>6</u></u>
iShares Global Consumer Staples ETF				
	Level 1 \$'000	Level 2 \$'000	Level 3 \$'000	Total \$'000
As at 30 June 2019				
Financial assets				
Listed unit trusts	<u>1,600,920</u>	<u>-</u>	<u>-</u>	<u>1,600,920</u>
Total	<u><u>1,600,920</u></u>	<u><u>-</u></u>	<u><u>-</u></u>	<u><u>1,600,920</u></u>
Financial liabilities				
Forward foreign exchange contracts	<u>-</u>	<u>3</u>	<u>-</u>	<u>3</u>
Total	<u><u>-</u></u>	<u><u>3</u></u>	<u><u>-</u></u>	<u><u>3</u></u>
iShares Global Consumer Staples ETF				
	Level 1 \$'000	Level 2 \$'000	Level 3 \$'000	Total \$'000
As at 31 December 2019				
Financial assets				
Listed unit trusts	<u>186,180</u>	<u>-</u>	<u>-</u>	<u>186,180</u>
Total	<u><u>186,180</u></u>	<u><u>-</u></u>	<u><u>-</u></u>	<u><u>186,180</u></u>

3 Financial Risk Management (continued)

(b) Fair Value Hierarchy (continued)

iShares Global Consumer Staples ETF				
	Level 1 \$'000	Level 2 \$'000	Level 3 \$'000	Total \$'000
As at 30 June 2019				
Financial assets				
Listed unit trusts	<u>182,427</u>	<u>-</u>	<u>-</u>	<u>182,427</u>
Total	<u><u>182,427</u></u>	<u><u>-</u></u>	<u><u>-</u></u>	<u><u>182,427</u></u>
iShares Global Healthcare ETF				
	Level 1 \$'000	Level 2 \$'000	Level 3 \$'000	Total \$'000
As at 31 December 2019				
Financial assets				
Listed unit trusts	<u>674,543</u>	<u>-</u>	<u>-</u>	<u>674,543</u>
Total	<u><u>674,543</u></u>	<u><u>-</u></u>	<u><u>-</u></u>	<u><u>674,543</u></u>
Financial liabilities				
Forward foreign exchange contracts	<u>-</u>	<u>1</u>	<u>-</u>	<u>1</u>
Total	<u><u>-</u></u>	<u><u>1</u></u>	<u><u>-</u></u>	<u><u>1</u></u>
	Level 1 \$'000	Level 2 \$'000	Level 3 \$'000	Total \$'000
As at 30 June 2019				
Financial assets				
Listed unit trusts	<u>580,461</u>	<u>-</u>	<u>-</u>	<u>580,461</u>
Total	<u><u>580,461</u></u>	<u><u>-</u></u>	<u><u>-</u></u>	<u><u>580,461</u></u>
Financial liabilities				
Forward foreign exchange contracts	<u>-</u>	<u>4</u>	<u>-</u>	<u>4</u>
Total	<u><u>-</u></u>	<u><u>4</u></u>	<u><u>-</u></u>	<u><u>4</u></u>
iShares MSCI EAFE ETF				
	Level 1 \$'000	Level 2 \$'000	Level 3 \$'000	Total \$'000
As at 31 December 2019				
Financial assets				
Listed unit trusts	<u>381,734</u>	<u>-</u>	<u>-</u>	<u>381,734</u>
Total	<u><u>381,734</u></u>	<u><u>-</u></u>	<u><u>-</u></u>	<u><u>381,734</u></u>
Financial liabilities				
Forward foreign exchange contracts	<u>-</u>	<u>3</u>	<u>-</u>	<u>3</u>
Total	<u><u>-</u></u>	<u><u>3</u></u>	<u><u>-</u></u>	<u><u>3</u></u>

3 Financial Risk Management (continued)

(b) Fair Value Hierarchy (continued)

	iShares MSCI EAFE ETF			
	Level 1	Level 2	Level 3	Total
	\$'000	\$'000	\$'000	\$'000
As at 30 June 2019				
Financial assets				
Listed unit trusts	<u>346,131</u>	<u>-</u>	<u>-</u>	<u>346,131</u>
Total	<u><u>346,131</u></u>	<u><u>-</u></u>	<u><u>-</u></u>	<u><u>346,131</u></u>

	iShares MSCI Emerging Markets ETF			
	Level 1	Level 2	Level 3	Total
	\$'000	\$'000	\$'000	\$'000
As at 31 December 2019				
Financial assets				
Listed unit trusts	<u>695,147</u>	<u>-</u>	<u>-</u>	<u>695,147</u>
Total	<u><u>695,147</u></u>	<u><u>-</u></u>	<u><u>-</u></u>	<u><u>695,147</u></u>

Financial liabilities				
Forward foreign exchange contracts	<u>-</u>	<u>3</u>	<u>-</u>	<u>3</u>
Total	<u><u>-</u></u>	<u><u>3</u></u>	<u><u>-</u></u>	<u><u>3</u></u>

	Level 1	Level 2	Level 3	Total
	\$'000	\$'000	\$'000	\$'000
As at 30 June 2019				
Financial assets				
Listed unit trusts	<u>631,996</u>	<u>-</u>	<u>-</u>	<u>631,996</u>
Total	<u><u>631,996</u></u>	<u><u>-</u></u>	<u><u>-</u></u>	<u><u>631,996</u></u>

Financial liabilities				
Forward foreign exchange contracts	<u>-</u>	<u>24</u>	<u>-</u>	<u>24</u>
Total	<u><u>-</u></u>	<u><u>24</u></u>	<u><u>-</u></u>	<u><u>24</u></u>

Investments whose values are based on quoted market prices in active markets, and therefore classified within level 1, include active listed equities, listed unit trusts, exchange traded derivatives and money market securities.

Financial instruments that trade in markets that are not considered to be active but are valued based on quoted market prices, dealer quotations or alternative pricing sources supported by observable inputs are classified within level 2. These include investment grade corporate bonds, certain listed equities, certain unlisted unit trusts, and over-the-counter derivatives. As level 2 investments include positions that are not traded in active markets and/or are subject to transfer restrictions, valuations may be adjusted to reflect illiquidity and/or non-transferability, which are generally based on available market information.

Investments classified within level 3 have significant unobservable inputs, as they are infrequently traded. As observable prices are not available for these securities, the Responsible Entity has used valuation techniques to derive fair value.

The Funds' assets and liabilities not measured at fair value on a recurring basis (but fair value disclosures are required) at 31 December 2019 and 30 June 2019 have been classified as level 2. The carrying amounts of these assets and liabilities approximate their fair values as at the end of the reporting date.

The Funds did not hold any level 3 instruments during the half-year ended 31 December 2019 (30 June 2019: Nil).

There were no transfers between levels for recurring fair value measurements during the half-year ended 31 December 2019 (30 June 2019: Nil).

4 Net Gains/(Losses) on Financial Instruments Held at Fair Value Through Profit or Loss

The net gains/(losses) recognised in relation to financial assets and financial liabilities held at fair value through profit or loss:

	iShares Europe ETF		iShares Global 100 ETF	
	Half-year ended	For the period	Half-year ended	For the period
	31 December	29 March 2018 to	31 December	29 March 2018 to
	2019	31 December 2018	2019	31 December 2018
	\$'000	\$'000	\$'000	\$'000
Net gain/(loss) on financial assets and liabilities held at fair value through profit or loss (including FX gains/(losses))	<u>36,811</u>	<u>(87,828)</u>	<u>164,579</u>	<u>(161,283)</u>
	<u>36,811</u>	<u>(87,828)</u>	<u>164,579</u>	<u>(161,283)</u>

	iShares Global Consumer Staples ETF		iShares Global Healthcare ETF	
	Half-year ended	For the period	Half-year ended	For the period
	31 December	29 March 2018 to	31 December	29 March 2018 to
	2019	31 December 2018	2019	31 December 2018
	\$'000	\$'000	\$'000	\$'000
Net gain/(loss) on financial assets and liabilities held at fair value through profit or loss (including FX gains/(losses))	<u>9,480</u>	<u>(7,011)</u>	<u>66,585</u>	<u>(33,904)</u>
	<u>9,480</u>	<u>(7,011)</u>	<u>66,585</u>	<u>(33,904)</u>

	iShares MSCI EAFE ETF		iShares MSCI Emerging Markets ETF	
	Half-year ended	For the period	Half-year ended	For the period
	31 December	29 March 2018 to	31 December	29 March 2018 to
	2019	31 December 2018	2019	31 December 2018
	\$'000	\$'000	\$'000	\$'000
Net gain/(loss) on financial assets and liabilities held at fair value through profit or loss (including FX gains/(losses))	<u>18,812</u>	<u>(21,696)</u>	<u>26,701</u>	<u>(1,243)</u>
	<u>18,812</u>	<u>(21,696)</u>	<u>26,701</u>	<u>(1,243)</u>

5 Distributions to Unitholders

The distributions during the half-year were as follows:

iShares Europe ETF

	Half-year ended 31 December 2019		For the period 29 March 2018 to 31 December 2018	
	\$'000	CPU	\$'000	CPU
Distributions paid - Quarter 4*	15,428	140.51	-	-
Distributions paid - Quarter 2	72	34.62	-	-
Distributions payable - Quarter 2	<u>3,214</u>	<u>34.62</u>	<u>-</u>	<u>-</u>
	<u><u>18,714</u></u>		<u><u>-</u></u>	

iShares Global 100 ETF

	Half-year ended 31 December 2019		For the period 29 March 2018 to 31 December 2018	
	\$'000	CPU	\$'000	CPU
Distributions paid - Quarter 4*	18,855	81.97	-	-
Distributions paid - Quarter 2	462	52.16	-	-
Distributions payable - Quarter 2	<u>11,761</u>	<u>52.16</u>	<u>-</u>	<u>-</u>
	<u><u>31,078</u></u>		<u><u>-</u></u>	

iShares Global Consumer Staples ETF

	Half-year ended 31 December 2019		For the period 29 March 2018 to 31 December 2018	
	\$'000	CPU	\$'000	CPU
Distributions paid - Quarter 4*	1,819	74.87	-	-
Distributions paid - Quarter 2	40	72.20	-	-
Distributions payable - Quarter 2	<u>1,671</u>	<u>72.20</u>	<u>-</u>	<u>-</u>
	<u><u>3,530</u></u>		<u><u>-</u></u>	

* Relates to 30 June 2019 distribution which had an ex-date of 1 July 2019.

5 Distributions to Unitholders (continued)

iShares Global Healthcare ETF				
			For the period 29 March 2018 to 31 December 2018	
			\$'000	CPU
Half-year ended 31 December 2019	\$'000	CPU		
Distributions paid - Quarter 4*	4,073	61.69	-	-
Distributions paid - Quarter 2	118	57.32	-	-
Distributions payable - Quarter 2	<u>3,835</u>	<u>57.32</u>	<u>-</u>	<u>-</u>
	<u><u>8,026</u></u>		<u><u>-</u></u>	

iShares MSCI EAFE ETF				
			For the period 29 March 2018 to 31 December 2018	
			\$'000	CPU
Half-year ended 31 December 2019	\$'000	CPU		
Distributions paid - Quarter 4*	6,403	173.27	-	-
Distributions paid - Quarter 2	43	91.86	-	-
Distributions payable - Quarter 2	<u>3,504</u>	<u>91.86</u>	<u>-</u>	<u>-</u>
	<u><u>9,950</u></u>		<u><u>-</u></u>	

iShares MSCI Emerging Markets ETF				
			For the period 29 March 2018 to 31 December 2018	
			\$'000	CPU
Half-year ended 31 December 2019	\$'000	CPU		
Distributions paid - Quarter 4*	4,128	39.96	-	-
Distributions paid - Quarter 2	452	112.44	-	-
Distributions payable - Quarter 2	<u>11,771</u>	<u>112.44</u>	<u>-</u>	<u>-</u>
	<u><u>16,351</u></u>		<u><u>-</u></u>	

* Relates to 30 June 2019 distribution which had an ex-date of 1 July 2019.

6 Net Assets Attributable to Unitholders

Under AASB 132 *Financial instruments: Presentation*, puttable financial instruments meet the definition of a financial liability to be classified as equity where certain strict criteria are met. The Funds shall classify a financial instrument as an equity instrument from the date when the instrument has all the features and meets the conditions.

The Funds meet the criteria set out under AASB 132 and net assets attributable to unitholders is classified as equity.

As stipulated within the Funds' Constitutions, each unit represents a right to an individual share in the Funds and does not extend to a right to the underlying assets of the Funds. There are no separate classes of units and each unit has the same rights attaching to it as all other units of the Funds. Units are created and redeemed at the unitholders' option at prices based on the value of the Funds' net assets at the time of creation/redemption less transaction costs.

6 Net Assets Attributable to Unitholders (continued)

Movement in number of units and net assets attributable to unitholders during the half-year were as follows:

	iShares Europe ETF			
	31 December 2019 No.'000	30 June 2019 No.'000	31 December 2019 \$'000	30 June 2019 \$'000
Opening balance	10,980	-	704,722	-
Profit/(loss) for the half-year	-	-	40,387	14,893
Creations	287	12,611	18,102	791,669
Redemptions	(1,796)	(1,632)	(111,726)	(97,876)
Units issued upon reinvestment of distributions	5	1	322	48
Distributions paid and payable	-	-	(18,714)	(4,012)
Closing balance	9,476	10,980	633,093	704,722

	iShares Global 100 ETF			
	31 December 2019 No.'000	30 June 2019 No.'000	31 December 2019 \$'000	30 June 2019 \$'000
Opening balance	23,003	-	1,619,555	-
Profit/(loss) for the half-year	-	-	177,164	84,771
Creations	576	23,807	42,967	1,599,544
Redemptions	(128)	(808)	(9,049)	(53,277)
Units issued upon reinvestment of distributions	14	4	1,011	214
Distributions paid and payable	-	-	(31,078)	(11,697)
Closing balance	23,465	23,003	1,800,570	1,619,555

	iShares Global Consumer Staples ETF			
	31 December 2019 No.'000	30 June 2019 No.'000	31 December 2019 \$'000	30 June 2019 \$'000
Opening balance	2,430	-	184,053	-
Profit/(loss) for the half-year	-	-	11,242	16,293
Creations	144	2,561	11,464	178,359
Redemptions	(216)	(132)	(17,090)	(9,343)
Units issued upon reinvestment of distributions	1	1	63	17
Distributions paid and payable	-	-	(3,530)	(1,273)
Closing balance	2,359	2,430	186,202	184,053

	iShares Global Healthcare ETF			
	31 December 2019 No.'000	30 June 2019 No.'000	31 December 2019 \$'000	30 June 2019 \$'000
Opening balance	6,603	-	584,621	-
Profit/(loss) for the half-year	-	-	70,613	22,699
Creations	425	6,958	39,419	597,101
Redemptions	(128)	(356)	(11,883)	(30,186)
Units issued upon reinvestment of distributions	2	1	208	66
Distributions paid and payable	-	-	(8,026)	(5,059)
Closing balance	6,902	6,603	674,952	584,621

6 Net Assets Attributable to Unitholders (continued)

	iShares MSCI EAFE ETF			
	31 December	30 June	31 December	30 June
	2019	2019	2019	2019
	No.'000	No.'000	\$'000	\$'000
Opening balance	3,695	-	352,438	-
Profit/(loss) for the half-year	-	-	22,481	26,115
Creations	303	4,178	29,561	373,070
Redemptions	(132)	(484)	(12,620)	(43,997)
Units issued upon reinvestment of distributions	1	1	108	18
Distributions paid and payable	-	-	(9,950)	(2,768)
Closing balance	3,867	3,695	382,018	352,438

	iShares MSCI Emerging Markets ETF			
	31 December	30 June	31 December	30 June
	2019	2019	2019	2019
	No.'000	No.'000	\$'000	\$'000
Opening balance	10,331	-	635,788	-
Profit/(loss) for the half-year	-	-	39,044	69,318
Creations	1,058	11,514	66,295	643,976
Redemptions	(503)	(1,185)	(29,843)	(70,320)
Units issued upon reinvestment of distributions	8	2	559	108
Distributions paid and payable	-	-	(16,351)	(7,294)
Closing balance	10,894	10,331	695,492	635,788

Capital Risk Management

The Funds manage their net assets attributable to unitholders as capital. The amount of net assets attributable to unitholders can change significantly on a daily basis as the Funds are subject to daily creations and redemptions at the discretion of unitholders.

The Funds monitor the level of daily creations and redemptions relative to the liquid assets in the Funds. As of 31 December 2019 the capital of the Funds are represented in the net assets attributable to unitholders table.

In the event of a significant redemption, the Funds' Constitutions allow the delay of payment beyond the usual redemption timeframe but no later than the maximum number of days specified in the Constitution for satisfying redemption requests. Further, in certain circumstances such as disrupted markets, the Constitutions allow payment to be delayed beyond the maximum number of days.

7 Financial Assets Held at Fair Value Through Profit or Loss

	iShares Europe ETF		iShares Global 100 ETF	
	As at		As at	
	31 December	30 June	31 December	30 June
	2019	2019	2019	2019
	\$'000	\$'000	\$'000	\$'000
Listed unit trusts	633,032	690,813	1,799,436	1,600,920
Total financial assets held at fair value through profit or loss	633,032	690,813	1,799,436	1,600,920

7 Financial Assets Held at Fair Value Through Profit or Loss (continued)

	iShares Global Consumer Staples ETF		iShares Global Healthcare ETF	
	As at		As at	
	31 December 2019	30 June 2019	31 December 2019	30 June 2019
	\$'000	\$'000	\$'000	\$'000
Listed unit trusts	<u>186,180</u>	<u>182,427</u>	<u>674,543</u>	<u>580,461</u>
Total financial assets held at fair value through profit or loss	<u>186,180</u>	<u>182,427</u>	<u>674,543</u>	<u>580,461</u>

	iShares MSCI EAFE ETF		iShares MSCI Emerging Markets ETF	
	As at		As at	
	31 December 2019	30 June 2019	31 December 2019	30 June 2019
	\$'000	\$'000	\$'000	\$'000
Listed unit trusts	<u>381,734</u>	<u>346,131</u>	<u>695,147</u>	<u>631,996</u>
Total financial assets held at fair value through profit or loss	<u>381,734</u>	<u>346,131</u>	<u>695,147</u>	<u>631,996</u>

8 Financial Liabilities Held at Fair Value Through Profit or Loss

	iShares Europe ETF		iShares Global 100 ETF	
	As at		As at	
	31 December 2019	30 June 2019	31 December 2019	30 June 2019
	\$'000	\$'000	\$'000	\$'000
Forward foreign exchange contracts	<u>-</u>	<u>2</u>	<u>6</u>	<u>3</u>
	<u>-</u>	<u>2</u>	<u>6</u>	<u>3</u>

	iShares Global Consumer Staples ETF		iShares Global Healthcare ETF	
	As at		As at	
	31 December 2019	30 June 2019	31 December 2019	30 June 2019
	\$'000	\$'000	\$'000	\$'000
Forward foreign exchange contracts	<u>-</u>	<u>-</u>	<u>1</u>	<u>4</u>
	<u>-</u>	<u>-</u>	<u>1</u>	<u>4</u>

	iShares MSCI EAFE ETF		iShares MSCI Emerging Markets ETF	
	As at		As at	
	31 December 2019	30 June 2019	31 December 2019	30 June 2019
	\$'000	\$'000	\$'000	\$'000
Forward foreign exchange contracts	<u>3</u>	<u>-</u>	<u>3</u>	<u>24</u>
	<u>3</u>	<u>-</u>	<u>3</u>	<u>24</u>

9 Segment Information

iShares Europe ETF

The Fund operates solely in the business of providing investors with the performance of the market, before fees and expenses, as represented by the S&P Europe 350 Index. The Responsible Entity, which is the chief operating decision maker for the purposes of assessing performance and determining the allocation of resources, ensures that the Fund's holdings and performance are in accordance with the S&P Europe 350 Index. Accordingly, no additional qualitative or quantitative disclosures are required.

iShares Global 100 ETF

The Fund operates solely in the business of providing investors with the performance of the market, before fees and expenses, as represented by the S&P Global 100 Index. The Responsible Entity, which is the chief operating decision maker for the purposes of assessing performance and determining the allocation of resources, ensures that the Fund's holdings and performance are in accordance with the S&P Global 100 Index. Accordingly, no additional qualitative or quantitative disclosures are required.

iShares Global Consumer Staples ETF

The Fund operates solely in the business of providing investors with the performance of the market, before fees and expenses, as represented by the S&P Global 1200 Consumer Staples Sector Index. The Responsible Entity, which is the chief operating decision maker for the purposes of assessing performance and determining the allocation of resources, ensures that the Fund's holdings and performance are in accordance with the S&P Global 1200 Consumer Staples Sector Index. Accordingly, no additional qualitative or quantitative disclosures are required.

iShares Global Healthcare ETF

The Fund operates solely in the business of providing investors with the performance of the market, before fees and expenses, as represented by the S&P Global 1200 Healthcare Sector Index. The Responsible Entity, which is the chief operating decision maker for the purposes of assessing performance and determining the allocation of resources, ensures that the Fund's holdings and performance are in accordance with S&P Global 1200 Healthcare Sector Index. Accordingly, no additional qualitative or quantitative disclosures are required.

iShares MSCI EAFE ETF

The Fund operates solely in the business of providing investors with the performance of the market, before fees and expenses, as represented by the MSCI EAFE Index. The Responsible Entity, which is the chief operating decision maker for the purposes of assessing performance and determining the allocation of resources, ensures that the Fund's holdings and performance are in accordance with the MSCI EAFE Index. Accordingly, no additional qualitative or quantitative disclosures are required.

iShares MSCI Emerging Markets ETF

The Fund operates solely in the business of providing investors with the performance of the market, before fees and expenses, as represented by the MSCI Emerging Markets Index. The Responsible Entity, which is the chief operating decision maker for the purposes of assessing performance and determining the allocation of resources, ensures that the Fund's holdings and performance are in accordance with the MSCI Emerging Markets Index. Accordingly, no additional qualitative or quantitative disclosures are required.

10 Events Occurring After the Reporting Period

No significant events have occurred since the end of the reporting period up to the date of signing the Condensed Financial Report which would impact on the financial position of the Funds disclosed in the Condensed Statements of Financial Position as at 31 December 2019 or on the results and cash flows of the Funds for the half-year ended on that date.

Directors' Declaration

The directors of the Responsible Entity declare that:

- (a) In the opinion of the directors of the Responsible Entity, there are reasonable grounds to believe that the Funds will be able to pay their debts as and when they become due and payable; and
- (b) In the opinion of the directors of the Responsible Entity, the attached financial statements and notes thereto are in accordance with the *Corporations Act 2001*, including compliance with accounting standards and giving a true and fair view of the financial position and performance of the Funds.

Signed in accordance with a resolution of the Responsible Entity made pursuant to s.303(5) of the *Corporations Act 2001*.

On behalf of the directors of the Responsible Entity.



Director

A Telfer

Sydney

4 March 2020

Independent Auditor's Review Report to the unitholders of International Funds Group 2

We have reviewed the accompanying half-year financial reports of iShares Europe ETF, iShares Global 100 ETF, iShares Global Consumer Staples ETF, iShares Global Healthcare ETF, iShares MSCI EAFE ETF and iShares MSCI Emerging Markets ETF (collectively "International Funds Group 2" or the "Funds"), which comprises the condensed statements of financial position as at 31 December 2019, and the condensed statements of profit or loss and other comprehensive income, the condensed statements of cash flows and the condensed statements of changes in equity for the half-year ended on that date, selected explanatory notes and, the directors' declaration as set out on pages 6 to 28.

Directors' Responsibility for the Half-Year Financial Reports

The directors of BlackRock Investment Management (Australia) Limited (the "Responsible Entity"), as Responsible Entity for the Funds are responsible for the preparation of the half-year financial reports that gives a true and fair view in accordance with Australian Accounting Standards and the *Corporations Act 2001* and for such internal control as the directors determine is necessary to enable the preparation of the half-year financial reports that gives a true and fair view and is free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express a conclusion on the half-year financial reports based on our review. We conducted our review in accordance with Auditing Standard on Review Engagements ASRE 2410 *Review of a Financial Report Performed by the Independent Auditor of the Entity*, in order to state whether, on the basis of the procedures described, we have become aware of any matter that makes us believe that the half-year financial reports are not in accordance with the *Corporations Act 2001* including: giving a true and fair view of the Funds' financial position as at 31 December 2019 and its performance for the half-year ended on that date; and complying with Accounting Standard AASB 134 *Interim Financial Reporting* and the *Corporations Regulations 2001*. As the auditor of the Funds, ASRE 2410 requires that we comply with the ethical requirements relevant to the audit of the annual financial report.

A review of a half-year financial report consists of making enquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Australian Auditing Standards and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Auditor's Independence Declaration

In conducting our review, we have complied with the independence requirements of the *Corporations Act 2001*. We confirm that the independence declaration required by the *Corporations Act 2001*, which has been given to the directors of the Responsible Entity, would be in the same terms if given to the directors as at the time of this auditor's review report.

Conclusion

Based on our review, which is not an audit, we have not become aware of any matter that makes us believe that the half-year financial reports of the Funds are not in accordance with the *Corporations Act 2001*, including:

- (a) giving a true and fair view of the Funds' financial position as at 31 December 2019 and of its performance for the half-year ended on that date; and
- (b) complying with Accounting Standard AASB 134 *Interim Financial Reporting* and the *Corporations Regulations 2001*.



DELOITTE TOUCHE TOHMATSU



Neil Brown
Partner
Chartered Accountants
Melbourne, 4 March 2020

Want to know more?

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