

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
IHWL	ISHARES CORE MSCI WORLD ALL CAP (AUD HEDGED) ETF
IWLD	ISHARES CORE MSCI WORLD ALL CAP ETF
MVOL	ISHARES EDGE MSCI AUSTRALIA MINIMUM VOLATILITY ETF
WDMF	ISHARES EDGE MSCI WORLD MULTIFACTOR ETF
IHOO	ISHARES GLOBAL 100 (AUD HEDGED) ETF
IHVV	ISHARES S&P 500 (AUD HEDGED) 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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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 blackrock.com/au and consult an investment adviser.

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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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iShares International Funds

iShares Core MSCI World All Cap (AUD Hedged) ETF

ARSN 607 996 458

iShares Core MSCI World All Cap ETF

ARSN 610 786 171

iShares Edge MSCI World Minimum Volatility ETF

ARSN 614 057 831

iShares Edge MSCI World Multifactor ETF

ARSN 614 058 301

**iShares Global 100 (AUD Hedged) ETF
(formerly iShares Global 100 AUD Hedged ETF)**

ARSN 602 618 744

**iShares S&P 500 (AUD Hedged) ETF
(formerly iShares S&P 500 AUD Hedged ETF)**

ARSN 602 618 691

Condensed Financial Report

31 December 2019

iShares International Funds

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 iShares International Funds (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 iShares International Funds (which comprise of iShares Core MSCI World All Cap (AUD Hedged) ETF, iShares Core MSCI World All Cap ETF, iShares Edge MSCI World Minimum Volatility ETF, iShares Edge MSCI World Multifactor ETF, iShares Global 100 (AUD Hedged) ETF and iShares S&P 500 (AUD Hedged) ETF as they are disclosing entities under the *Corporations Act 2001*.

Change of Fund Name

Effective from 18 October 2019 the Funds' name changed from iShares Global 100 AUD Hedged ETF to iShares Global 100 (AUD Hedged) ETF and from iShares S&P 500 AUD Hedged ETF to iShares S&P 500 (AUD Hedged) ETF. There were no other name changes for the Funds during the period ended 31 December 2019.

Fund Objectives

iShares Core MSCI World All Cap (AUD Hedged) ETF

The Fund aims to provide investors with the performance of an index, before fees and expenses (including the cost of hedging), composed of developed market equities (hedged to AUD).

iShares Core MSCI World All Cap ETF

The Fund aims to provide investors with the performance of an index, before fees and expenses, composed of developed market equities.

iShares Edge MSCI World Minimum Volatility ETF

The Fund aims to provide investors with the performance of an index, before fees and expenses, composed of developed market equities that, in the aggregate, have lower volatility characteristics relative to the broader developed equity markets (the "Index").

iShares Edge MSCI World Multifactor ETF

The Fund aims to provide investors with the performance of an index, before fees and expenses, composed of developed market equities that have favorable exposure to target style factors subject to constraints.

iShares Global 100 (AUD Hedged) ETF

The Fund aims to provide investors with the performance of the market, before fees and expenses (including the cost of hedging), as represented by an index composed of 100 large capitalisation global equities (hedged to Australian dollars) (the "Index").

iShares S&P 500 (AUD Hedged) ETF

The Fund aims to provide investors with the performance of the market, before fees and expenses (including the cost of hedging), as represented by an index composed of large capitalisation U.S. equities (hedged to Australian dollars) (the "Index").

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 iShares Core MSCI World All Cap (AUD Hedged) ETF, iShares Core MSCI World All Cap ETF, iShares Edge MSCI World Minimum Volatility ETF, iShares Edge MSCI World Multifactor ETF, iShares Global 100 (AUD Hedged) ETF and iShares S&P 500 (AUD Hedged) ETF were 28 April 2016, 28 April 2016, 14 October 2016, 14 October 2016, 18 December 2014 and 18 December 2014 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 Core MSCI World All Cap (AUD Hedged) ETF		iShares Core MSCI World All Cap ETF	
	Half-year ended		Half-year ended	
	31 December 2019	31 December 2018	31 December 2019	31 December 2018
	\$'000	\$'000	\$'000	\$'000
Profit/(loss) for the half-year	8,782	(7,537)	8,878	(4,013)
Distributions paid and payable	-	251	2,489	511
	iShares Edge MSCI World Minimum Volatility ETF		iShares Edge MSCI World Multifactor ETF	
	Half-year ended		Half-year ended	
	31 December 2019	31 December 2018	31 December 2019	31 December 2018
	\$'000	\$'000	\$'000	\$'000
Profit/(loss) for the half-year	4,310	(356)	16,129	(14,829)
Distributions paid and payable	1,504	365	2,444	1,782
	iShares Global 100 (AUD Hedged) ETF		iShares S&P 500 (AUD Hedged) ETF	
	Half-year ended		Half-year ended	
	31 December 2019	31 December 2018	31 December 2019	31 December 2018
	\$'000	\$'000	\$'000	\$'000
Profit/(loss) for the half-year	4,804	(2,171)	21,962	(13,279)
Distributions paid and payable	1,149	2,701	-	3,076

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 %	1 July 2018 to 31 December 2018 %	1 July 2017 to 31 December 2017 %
iShares Core MSCI World All Cap (AUD Hedged) ETF returns	8.83	(9.55)	9.95
iShares Core MSCI World All Cap ETF returns	9.04	(5.71)	8.43
iShares Edge MSCI World Minimum Volatility ETF returns	5.77	1.04	6.65
iShares Edge MSCI World Multifactor ETF returns	7.14	(7.87)	11.94
iShares Global 100 (AUD Hedged) ETF returns	10.54	(5.92)	10.84
iShares S&P 500 (AUD Hedged) ETF returns	9.91	(7.49)	11.59

* 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 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.



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

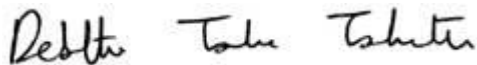
iShares Core MSCI World All Cap (AUD Hedged) ETF, iShares Core MSCI World All Cap ETF, iShares Edge MSCI World Minimum Volatility ETF, iShares Edge MSCI World Multifactor ETF, iShares Global 100 (AUD Hedged) ETF and iShares S&P 500 (AUD Hedged) ETF (collectively "iShares International Funds")

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 iShares International Funds.

As lead audit partner for the review of the financial statements of iShares International Funds 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

iShares International Funds
Condensed Statements of Profit or Loss and Other Comprehensive Income
For the half-year ended 31 December 2019

Condensed Statements of Profit or Loss and Other Comprehensive Income

	Notes	iShares Core MSCI World All Cap (AUD Hedged) ETF		iShares Core MSCI World All Cap ETF	
		Half-year ended		Half-year ended	
		31 December 2019	31 December 2018	31 December 2019	31 December 2018
		\$'000	\$'000	\$'000	\$'000
Investment income					
Interest income		1	-	1	-
Dividend/distribution income		1,061	517	1,213	479
Net gains/(losses) on financial instruments held at fair value through profit or loss (including FX gains/(losses))	4	7,758	(8,026)	7,687	(4,460)
Fee rebates from related schemes		24	10	28	12
Other income		-	-	-	-
Total net investment income/(loss)		<u>8,844</u>	<u>(7,499)</u>	<u>8,929</u>	<u>(3,969)</u>
Expenses					
Management fees		55	32	48	33
Transaction costs		3	3	1	2
Custody movement fees		4	3	2	1
Other expenses		-	-	-	8
Total operating expenses		<u>62</u>	<u>38</u>	<u>51</u>	<u>44</u>
Profit/(loss) for the half-year		<u>8,782</u>	<u>(7,537)</u>	<u>8,878</u>	<u>(4,013)</u>
Other comprehensive income		-	-	-	-
Total comprehensive income for the half-year		<u>8,782</u>	<u>(7,537)</u>	<u>8,878</u>	<u>(4,013)</u>

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

iShares International Funds
Condensed Statements of Profit or Loss and Other Comprehensive Income
For the half-year ended 31 December 2019

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

	Notes	iShares Edge MSCI World Minimum Volatility ETF		iShares Edge MSCI World Multifactor ETF	
		Half-year ended		Half-year ended	
		31 December 2019	31 December 2018	31 December 2019	31 December 2018
		\$'000	\$'000	\$'000	\$'000
<i>Investment income</i>					
Interest income		1	-	1	1
Dividend/distribution income		1,264	245	2,318	1,385
Net gains/(losses) on financial instruments held at fair value through profit or loss (including FX gains/(losses))	4	3,289	(535)	14,290	(17,161)
Fee rebates from related schemes		-	-	-	-
Other income		-	23	-	1,312
<i>Total net investment income/(loss)</i>		<u>4,554</u>	<u>(267)</u>	<u>16,609</u>	<u>(14,463)</u>
<i>Expenses</i>					
Management fees		156	29	413	246
Transaction costs		30	8	37	51
Custody movement fees		53	40	15	67
Other expenses		5	12	15	2
<i>Total operating expenses</i>		<u>244</u>	<u>89</u>	<u>480</u>	<u>366</u>
<i>Profit/(loss) for the half-year</i>		<u>4,310</u>	<u>(356)</u>	<u>16,129</u>	<u>(14,829)</u>
Other comprehensive income		-	-	-	-
<i>Total comprehensive income for the half-year</i>		<u>4,310</u>	<u>(356)</u>	<u>16,129</u>	<u>(14,829)</u>

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

iShares International Funds
Condensed Statements of Profit or Loss and Other Comprehensive Income
For the half-year ended 31 December 2019

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

	Notes	iShares Global 100 (AUD Hedged) ETF		iShares S&P 500 (AUD Hedged) ETF	
		Half-year ended		Half-year ended	
		31 December 2019	31 December 2018	31 December 2019	31 December 2018
		\$'000	\$'000	\$'000	\$'000
Investment income					
Interest income		-	-	1	1
Dividend/distribution income		432	351	2,381	1,315
Net gains/(losses) on financial instruments held at fair value through profit or loss (including FX gains/(losses))	4	4,489	(2,428)	19,650	(14,552)
Fee rebates from related schemes		-	-	45	27
Other income		2	-	-	-
Total net investment income/(loss)		4,923	(2,077)	22,077	(13,209)
Expenses					
Management fees		101	78	112	67
Transaction costs		4	3	2	2
Custody movement fees		12	9	1	1
Other expenses		2	4	-	-
Total operating expenses		119	94	115	70
Profit/(loss) for the half-year		4,804	(2,171)	21,962	(13,279)
Other comprehensive income		-	-	-	-
Total comprehensive income for the half-year		4,804	(2,171)	21,962	(13,279)

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 Core MSCI World All Cap (AUD Hedged) ETF		iShares Core MSCI World All Cap 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	133	265	1,142	793
	Financial assets held at fair value through profit or loss	7 124,656	68,465	126,153	81,456
	Cash held on collateral	-	-	-	-
	Receivables	<u>40</u>	<u>7</u>	<u>1,562</u>	<u>2,010</u>
	Total assets	<u>124,829</u>	<u>68,737</u>	<u>128,857</u>	<u>84,259</u>
Liabilities					
	Financial liabilities held at fair value through profit or loss	8 1,394	743	7	-
	Distribution payable	5 -	-	932	-
	Payables	<u>2,127</u>	<u>15</u>	<u>1,707</u>	<u>1,417</u>
	Total liabilities	<u>3,521</u>	<u>758</u>	<u>2,646</u>	<u>1,417</u>
	Net assets attributable to unitholders - equity	<u>6 121,308</u>	<u>67,979</u>	<u>126,211</u>	<u>82,842</u>
		iShares Edge MSCI World Minimum Volatility ETF		iShares Edge MSCI World Multifactor 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	170	285	584	553
	Financial assets held at fair value through profit or loss	7 134,872	65,827	253,711	210,952
	Cash held on collateral	-	-	14	-
	Receivables	<u>325</u>	<u>1,305</u>	<u>352</u>	<u>2,594</u>
	Total assets	<u>135,367</u>	<u>67,417</u>	<u>254,661</u>	<u>214,099</u>
Liabilities					
	Financial liabilities held at fair value through profit or loss	8 -	-	-	-
	Distribution payable	5 -	-	-	-
	Payables	<u>75</u>	<u>36</u>	<u>151</u>	<u>124</u>
	Total liabilities	<u>75</u>	<u>36</u>	<u>151</u>	<u>124</u>
	Net assets attributable to unitholders - equity	<u>6 135,292</u>	<u>67,381</u>	<u>254,510</u>	<u>213,975</u>

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

Condensed Statements of Financial Position (continued)

	Notes	iShares Global 100 (AUD Hedged) ETF		iShares S&P 500 (AUD Hedged) ETF	
		As at		As at	
		31 December 2019	30 June 2019	31 December 2019	30 June 2019
		\$'000	\$'000	\$'000	\$'000
Assets					
Cash and cash equivalents		76	45	123	118
Financial assets held at fair value through profit or loss	7	53,580	45,020	277,512	189,249
Cash held on collateral		-	-	-	-
Receivables		<u>102</u>	<u>1,251</u>	<u>18</u>	<u>16,638</u>
Total assets		<u>53,758</u>	<u>46,316</u>	<u>277,653</u>	<u>206,005</u>
Liabilities					
Financial liabilities held at fair value through profit or loss	8	652	533	4,184	1,578
Distribution payable	5	-	-	-	-
Payables		<u>840</u>	<u>34</u>	<u>5,101</u>	<u>17,062</u>
Total liabilities		<u>1,492</u>	<u>567</u>	<u>9,285</u>	<u>18,640</u>
Net assets attributable to unitholders - equity	6	<u>52,266</u>	<u>45,749</u>	<u>268,368</u>	<u>187,365</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 Core MSCI World All Cap (AUD Hedged) ETF		iShares Core MSCI World All Cap ETF	
		Half-year ended		Half-year ended	
		31 December 2019	31 December 2018	31 December 2019	31 December 2018
		\$'000	\$'000	\$'000	\$'000
Total equity at the beginning of the financial half-year		67,979	12,011	82,842	29,346
Comprehensive income for the half-year					
Profit/(loss) for the half-year		8,782	(7,537)	8,878	(4,013)
Other comprehensive income for the half-year		-	-	-	-
Total comprehensive income for the half-year		8,782	(7,537)	8,878	(4,013)
Transactions with unitholders					
Creations	6	44,547	45,392	36,740	25,828
Redemptions	6	-	-	-	-
Units issued upon reinvestment of distributions	6	-	19	240	52
Distributions paid and payable	5	-	(251)	(2,489)	(511)
Total transactions with unitholders		44,547	45,160	34,491	25,369
Total equity at the end of the financial half-year		121,308	49,634	126,211	50,702
	Notes	iShares Edge MSCI World Minimum Volatility ETF		iShares Edge MSCI World Multifactor ETF	
		Half-year ended		Half-year ended	
		31 December 2019	31 December 2018	31 December 2019	31 December 2018
		\$'000	\$'000	\$'000	\$'000
Total equity at the beginning of the financial half-year		67,381	10,478	213,975	70,702
Comprehensive income for the half-year					
Profit/(loss) for the half-year		4,310	(356)	16,129	(14,829)
Other comprehensive income for the half-year		-	-	-	-
Total comprehensive income for the half-year		4,310	(356)	16,129	(14,829)
Transactions with unitholders					
Creations	6	65,053	20,886	26,814	119,160
Redemptions	6	-	-	-	-
Units issued upon reinvestment of distributions	6	52	19	36	71
Distributions paid and payable	5	(1,504)	(365)	(2,444)	(1,782)
Total transactions with unitholders		63,601	20,540	24,406	117,449
Total equity at the end of the financial half-year		135,292	30,662	254,510	173,322

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 Global 100 (AUD Hedged) ETF		iShares S&P 500 (AUD Hedged) ETF	
		Half-year ended		Half-year ended	
		31 December 2019	31 December 2018	31 December 2019	31 December 2018
		\$'000	\$'000	\$'000	\$'000
<i>Total equity at the beginning of the financial half-year</i>		45,749	36,913	187,365	107,669
<i>Comprehensive income for the half-year</i>					
Profit/(loss) for the half-year		4,804	(2,171)	21,962	(13,279)
Other comprehensive income for the half-year		-	-	-	-
<i>Total comprehensive income for the half-year</i>		4,804	(2,171)	21,962	(13,279)
<i>Transactions with unitholders</i>					
Creations	6	2,783	2,406	103,359	71,935
Redemptions	6	-	-	(44,318)	(18,148)
Units issued upon reinvestment of distributions	6	79	325	-	204
Distributions paid and payable	5	(1,149)	(2,701)	-	(3,076)
<i>Total transactions with unitholders</i>		1,713	30	59,041	50,915
<i>Total equity at the end of the financial half-year</i>		52,266	34,772	268,368	145,305

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

Condensed Statements of Cash Flows

	iShares Core MSCI World All Cap (AUD Hedged) ETF		iShares Core MSCI World All Cap ETF	
	Half-year ended		Half-year ended	
	31 December 2019	31 December 2018	31 December 2019	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	1,176	2,349	816	2,205
Purchase of financial instruments held at fair value through profit or loss	(46,793)	(47,457)	(36,951)	(28,110)
Transaction costs	(3)	(3)	(1)	(2)
Interest received	1	-	1	-
Dividends/distributions received	1,033	508	1,182	515
Fee rebates from related schemes received	20	6	24	10
Other income received	1	-	-	-
Management fees paid	(48)	(19)	(44)	(27)
Operating expenses paid	(4)	(3)	(1)	(10)
<i>Net cash inflow/(outflow) from operating activities</i>	<u>(44,617)</u>	<u>(44,619)</u>	<u>(34,974)</u>	<u>(25,419)</u>
<i>Cash flows from financing activities</i>				
Proceeds from creations by unitholders	44,547	45,392	36,647	25,828
Payments for redemptions by unitholders	-	-	-	-
Distributions paid	-	(232)	(1,317)	(459)
<i>Net cash inflow/(outflow) from financing activities</i>	<u>44,547</u>	<u>45,160</u>	<u>35,330</u>	<u>25,369</u>
<i>Net increase/(decrease) in cash and cash equivalents</i>	(70)	541	356	(50)
Cash and cash equivalents at the beginning of the half-year	265	96	793	229
Effects of foreign currency exchange rate changes on cash and cash equivalents	(62)	(211)	(7)	(72)
<i>Cash and cash equivalents at the end of the half-year</i>	<u>133</u>	<u>426</u>	<u>1,142</u>	<u>107</u>
Non cash operating activities	-	-	-	-
Non cash financing activities	6	19	240	52

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

Condensed Statements of Cash Flows (continued)

	iShares Edge MSCI World Minimum Volatility ETF		iShares Edge MSCI World Multifactor ETF	
	Half-year ended		Half-year ended	
	31 December 2019	31 December 2018	31 December 2019	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	14,279	3,474	53,252	35,121
Purchase of financial instruments held at fair value through profit or loss	(78,932)	(24,100)	(79,639)	(155,049)
Transaction costs	(30)	(8)	(37)	(51)
Interest received	1	-	1	1
Dividends/distributions received	1,124	200	2,424	1,270
Fee rebates from related schemes received	-	-	-	-
Other income received	-	23	-	1,312
Management fees paid	(123)	(20)	(388)	(193)
Operating expenses paid	(54)	(49)	(31)	(68)
<i>Net cash inflow/(outflow) from operating activities</i>	(63,735)	(20,480)	(24,418)	(117,657)
<i>Cash flows from financing activities</i>				
Proceeds from creations by unitholders	65,053	20,886	26,814	119,160
Payments for redemptions by unitholders	-	-	-	-
Distributions paid	(1,452)	(346)	(2,408)	(1,711)
<i>Net cash inflow/(outflow) from financing activities</i>	63,601	20,540	24,406	117,449
<i>Net increase/(decrease) in cash and cash equivalents</i>	(134)	60	(12)	(208)
Cash and cash equivalents at the beginning of the half-year	285	80	553	453
Effects of foreign currency exchange rate changes on cash and cash equivalents	19	(4)	43	22
<i>Cash and cash equivalents at the end of the half-year</i>	170	136	584	267
Non cash operating activities	-	-	-	12
Non cash financing activities	6 52	19	36	71

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

Condensed Statements of Cash Flows (continued)

	iShares Global 100 (AUD Hedged) ETF		iShares S&P 500 (AUD Hedged) ETF	
	Half-year ended		Half-year ended	
	31 December 2019	31 December 2018	31 December 2019	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	2,050	4,430	39,767	24,200
Purchase of financial instruments held at fair value through profit or loss	(4,042)	(4,759)	(117,324)	(76,911)
Transaction costs	(4)	(3)	(2)	(2)
Interest received	-	-	1	1
Dividends/distributions received	446	368	2,380	1,672
Fee rebates from related schemes received	-	-	39	25
Other income received	2	-	-	-
Management fees paid	(96)	(75)	(96)	(62)
Operating expenses paid	(15)	(13)	(1)	-
<i>Net cash inflow/(outflow) from operating activities</i>	(1,659)	(52)	(75,236)	(51,077)
<i>Cash flows from financing activities</i>				
Proceeds from creations by unitholders	2,783	2,406	119,984	71,935
Payments for redemptions by unitholders	-	-	(44,318)	(18,148)
Distributions paid	(1,070)	(2,376)	-	(2,872)
<i>Net cash inflow/(outflow) from financing activities</i>	1,713	30	75,666	50,915
<i>Net increase/(decrease) in cash and cash equivalents</i>	54	(22)	430	(162)
Cash and cash equivalents at the beginning of the half-year	45	90	118	224
Effects of foreign currency exchange rate changes on cash and cash equivalents	(23)	(4)	(425)	114
<i>Cash and cash equivalents at the end of the half-year</i>	76	64	123	176
Non cash operating activities	-	-	-	-
Non cash financing activities	6	325	-	204

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 Core MSCI World All Cap (AUD Hedged) ETF, iShares Core MSCI World All Cap ETF, iShares Edge MSCI World Minimum Volatility ETF, iShares Edge MSCI World Multifactor ETF, iShares Global 100 (AUD Hedged) ETF and iShares S&P 500 (AUD Hedged) ETF (the "Funds") as individual entities. The Funds were constituted on 31 August 2015, 16 February 2016, 3 August 2016, 9 August 2016, 29 October 2014 and 29 October 2014 respectively.

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.

3 Financial Risk Management (continued)

(b) Fair Value Hierarchy (continued)

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 Core MSCI World All Cap (AUD Hedged) ETF				
	Level 1 \$'000	Level 2 \$'000	Level 3 \$'000	Total \$'000
As at 31 December 2019				
Financial assets				
Forward foreign exchange contracts	-	4,815	-	4,815
Listed unit trusts	<u>119,841</u>	<u>-</u>	<u>-</u>	<u>119,841</u>
Total	<u>119,841</u>	<u>4,815</u>	<u>-</u>	<u>124,656</u>
Financial liabilities				
Forward foreign exchange contracts	<u>-</u>	<u>1,394</u>	<u>-</u>	<u>1,394</u>
Total	<u>-</u>	<u>1,394</u>	<u>-</u>	<u>1,394</u>
As at 30 June 2019				
Financial assets				
Forward foreign exchange contracts	-	1,134	-	1,134
Listed unit trusts	<u>67,331</u>	<u>-</u>	<u>-</u>	<u>67,331</u>
Total	<u>67,331</u>	<u>1,134</u>	<u>-</u>	<u>68,465</u>
Financial liabilities				
Forward foreign exchange contracts	<u>-</u>	<u>743</u>	<u>-</u>	<u>743</u>
Total	<u>-</u>	<u>743</u>	<u>-</u>	<u>743</u>
iShares Core MSCI World All Cap ETF				
	Level 1 \$'000	Level 2 \$'000	Level 3 \$'000	Total \$'000
As at 31 December 2019				
Financial assets				
Listed unit trusts	<u>126,153</u>	<u>-</u>	<u>-</u>	<u>126,153</u>
Total	<u>126,153</u>	<u>-</u>	<u>-</u>	<u>126,153</u>
Financial liabilities				
Forward foreign exchange contracts	<u>-</u>	<u>7</u>	<u>-</u>	<u>7</u>
Total	<u>-</u>	<u>7</u>	<u>-</u>	<u>7</u>
As at 30 June 2019				
Financial assets				
Listed unit trusts	<u>81,456</u>	<u>-</u>	<u>-</u>	<u>81,456</u>
Total	<u>81,456</u>	<u>-</u>	<u>-</u>	<u>81,456</u>

3 Financial Risk Management (continued)

(b) Fair Value Hierarchy (continued)

iShares Edge MSCI World Minimum Volatility ETF				
	Level 1	Level 2	Level 3	Total
	\$'000	\$'000	\$'000	\$'000
As at 31 December 2019				
Financial assets				
Listed equity securities	121,843	-	-	121,843
Listed unit trusts	<u>13,029</u>	<u>-</u>	<u>-</u>	<u>13,029</u>
Total	<u>134,872</u>	<u>-</u>	<u>-</u>	<u>134,872</u>
	Level 1	Level 2	Level 3	Total
	\$'000	\$'000	\$'000	\$'000
As at 30 June 2019				
Financial assets				
Listed equity securities	59,364	-	-	59,364
Listed unit trusts	<u>6,463</u>	<u>-</u>	<u>-</u>	<u>6,463</u>
Total	<u>65,827</u>	<u>-</u>	<u>-</u>	<u>65,827</u>
iShares Edge MSCI World Multifactor ETF				
	Level 1	Level 2	Level 3	Total
	\$'000	\$'000	\$'000	\$'000
As at 31 December 2019				
Financial assets				
Futures	4	-	-	4
Listed equity securities	240,034	-	-	240,034
Listed unit trusts	<u>13,673</u>	<u>-</u>	<u>-</u>	<u>13,673</u>
Total	<u>253,711</u>	<u>-</u>	<u>-</u>	<u>253,711</u>
	Level 1	Level 2	Level 3	Total
	\$'000	\$'000	\$'000	\$'000
As at 30 June 2019				
Financial assets				
Listed equity securities	199,784	-	-	199,784
Listed unit trusts	<u>11,168</u>	<u>-</u>	<u>-</u>	<u>11,168</u>
Total	<u>210,952</u>	<u>-</u>	<u>-</u>	<u>210,952</u>
iShares Global 100 (AUD Hedged) ETF				
	Level 1	Level 2	Level 3	Total
	\$'000	\$'000	\$'000	\$'000
As at 31 December 2019				
Financial assets				
Forward foreign exchange contracts	-	2,141	-	2,141
Listed equity securities	51,059	-	-	51,059
Listed unit trusts	<u>380</u>	<u>-</u>	<u>-</u>	<u>380</u>
Total	<u>51,439</u>	<u>2,141</u>	<u>-</u>	<u>53,580</u>
Financial liabilities				
Forward foreign exchange contracts	<u>-</u>	<u>652</u>	<u>-</u>	<u>652</u>
Total	<u>-</u>	<u>652</u>	<u>-</u>	<u>652</u>

3 Financial Risk Management (continued)

(b) Fair Value Hierarchy (continued)

	iShares Global 100 (AUD Hedged) ETF			
	Level 1 \$'000	Level 2 \$'000	Level 3 \$'000	Total \$'000
As at 30 June 2019				
Financial assets				
Forward foreign exchange contracts	-	827	-	827
Listed equity securities	43,880	-	-	43,880
Listed unit trusts	<u>313</u>	<u>-</u>	<u>-</u>	<u>313</u>
Total	<u><u>44,193</u></u>	<u><u>827</u></u>	<u><u>-</u></u>	<u><u>45,020</u></u>
Financial liabilities				
Forward foreign exchange contracts	<u>-</u>	<u>533</u>	<u>-</u>	<u>533</u>
Total	<u><u>-</u></u>	<u><u>533</u></u>	<u><u>-</u></u>	<u><u>533</u></u>

	iShares S&P 500 (AUD Hedged) ETF			
	Level 1 \$'000	Level 2 \$'000	Level 3 \$'000	Total \$'000
As at 31 December 2019				
Financial assets				
Forward foreign exchange contracts	-	13,463	-	13,463
Listed unit trusts	<u>264,049</u>	<u>-</u>	<u>-</u>	<u>264,049</u>
Total	<u><u>264,049</u></u>	<u><u>13,463</u></u>	<u><u>-</u></u>	<u><u>277,512</u></u>
Financial liabilities				
Forward foreign exchange contracts	<u>-</u>	<u>4,184</u>	<u>-</u>	<u>4,184</u>
Total	<u><u>-</u></u>	<u><u>4,184</u></u>	<u><u>-</u></u>	<u><u>4,184</u></u>

	Level 1 \$'000	Level 2 \$'000	Level 3 \$'000	Total \$'000
	As at 30 June 2019			
Financial assets				
Forward foreign exchange contracts	-	3,493	-	3,493
Listed unit trusts	<u>185,756</u>	<u>-</u>	<u>-</u>	<u>185,756</u>
Total	<u><u>185,756</u></u>	<u><u>3,493</u></u>	<u><u>-</u></u>	<u><u>189,249</u></u>
Financial liabilities				
Forward foreign exchange contracts	<u>-</u>	<u>1,578</u>	<u>-</u>	<u>1,578</u>
Total	<u><u>-</u></u>	<u><u>1,578</u></u>	<u><u>-</u></u>	<u><u>1,578</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.

3 Financial Risk Management (continued)

(b) Fair Value Hierarchy (continued)

Investments classified as level 2 are derivative instruments. The fair value of derivative instruments is derived from industry standard valuation models with published or observable market data.

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 Core MSCI World All Cap (AUD Hedged) ETF Half-year ended		iShares Core MSCI World All Cap ETF Half-year ended	
	31 December 2019 \$'000	31 December 2018 \$'000	31 December 2019 \$'000	31 December 2018 \$'000
Net gain/(loss) on financial assets and liabilities held at fair value through profit or loss (including FX gains/(losses))	<u>7,758</u>	<u>(8,026)</u>	<u>7,687</u>	<u>(4,460)</u>
	<u>7,758</u>	<u>(8,026)</u>	<u>7,687</u>	<u>(4,460)</u>
	iShares Edge MSCI World Minimum Volatility ETF Half-year ended		iShares Edge MSCI World Multifactor ETF Half-year ended	
	31 December 2019 \$'000	31 December 2018 \$'000	31 December 2019 \$'000	31 December 2018 \$'000
Net gain/(loss) on financial assets and liabilities held at fair value through profit or loss (including FX gains/(losses))	<u>3,289</u>	<u>(535)</u>	<u>14,290</u>	<u>(17,161)</u>
	<u>3,289</u>	<u>(535)</u>	<u>14,290</u>	<u>(17,161)</u>
	iShares Global 100 (AUD Hedged) ETF Half-year ended		iShares S&P 500 (AUD Hedged) ETF Half-year ended	
	31 December 2019 \$'000	31 December 2018 \$'000	31 December 2019 \$'000	31 December 2018 \$'000
Net gain/(loss) on financial assets and liabilities held at fair value through profit or loss (including FX gains/(losses))	<u>4,489</u>	<u>(2,428)</u>	<u>19,650</u>	<u>(14,552)</u>
	<u>4,489</u>	<u>(2,428)</u>	<u>19,650</u>	<u>(14,552)</u>

5 Distributions to Unitholders

The distributions during the half-year were as follows:

iShares Core MSCI World All Cap (AUD Hedged) ETF				
Half-year ended				
31 December 2019			31 December 2018	
	\$'000	CPU	\$'000	CPU
Distributions paid - Quarter 4*	<u>-</u>	-	<u>251</u>	69.56
	<u>-</u>		<u>251</u>	

iShares Core MSCI World All Cap ETF				
Half-year ended				
31 December 2019			31 December 2018	
	\$'000	CPU	\$'000	CPU
Distributions paid - Quarter 4*	1,409	60.66	511	58.05
Distributions paid - Quarter 2	148	32.86	-	-
Distributions payable - Quarter 2	<u>932</u>	<u>32.86</u>	-	-
	<u>2,489</u>		<u>511</u>	

iShares Edge MSCI World Minimum Volatility ETF				
Half-year ended				
31 December 2019			31 December 2018	
	\$'000	CPU	\$'000	CPU
Distributions paid - Quarter 4*	<u>1,504</u>	73.69	<u>365</u>	101.31
	<u>1,504</u>		<u>365</u>	

iShares Edge MSCI World Multifactor ETF				
Half-year ended				
31 December 2019			31 December 2018	
	\$'000	CPU	\$'000	CPU
Distributions paid - Quarter 4*	<u>2,444</u>	37.46	<u>1,782</u>	80.95
	<u>2,444</u>		<u>1,782</u>	

iShares Global 100 (AUD Hedged) ETF				
Half-year ended				
31 December 2019			31 December 2018	
	\$'000	CPU	\$'000	CPU
Distributions paid - Quarter 4*	<u>1,149</u>	290.24	<u>2,701</u>	834.06
	<u>1,149</u>		<u>2,701</u>	

* Relates to 30 June 2019 and 30 June 2018 distributions which had an ex-date of 1 July 2019 and 2 July 2018 respectively.

5 Distributions to Unitholders (continued)

	iShares S&P 500 (AUD Hedged) ETF			
	Half-year ended			
	31 December 2019		31 December 2018	
	\$'000	CPU	\$'000	CPU
Distributions paid - Quarter 4*	-	-	3,076	993.70
	<u>-</u>		<u>3,076</u>	

* Relates to 30 June 2019 and 30 June 2018 distributions which had an ex-date of 1 July 2019 and 2 July 2018 respectively.

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.

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

	iShares Core MSCI World All Cap (AUD Hedged) ETF			
	31 December 2019	30 June 2019	31 December 2019	30 June 2019
	No.'000	No.'000	\$'000	\$'000
Opening balance	2,001	360	67,979	12,011
Profit/(loss) for the half-year	-	-	8,782	594
Creations	1,280	1,640	44,547	55,931
Units issued upon reinvestment of distributions	-	1	-	29
Distributions paid and payable	-	-	-	(586)
Closing balance	<u>3,281</u>	<u>2,001</u>	<u>121,308</u>	<u>67,979</u>

	iShares Core MSCI World All Cap ETF			
	31 December 2019	30 June 2019	31 December 2019	30 June 2019
	No.'000	No.'000	\$'000	\$'000
Opening balance	2,323	881	82,842	29,346
Profit/(loss) for the half-year	-	-	8,878	5,666
Creations	1,000	1,440	36,740	48,722
Units issued upon reinvestment of distributions	7	2	240	85
Distributions paid and payable	-	-	(2,489)	(977)
Closing balance	<u>3,330</u>	<u>2,323</u>	<u>126,211</u>	<u>82,842</u>

6 Net Assets Attributable to Unitholders (continued)

	iShares Edge MSCI World Minimum Volatility ETF			
	31 December 2019	30 June 2019	31 December 2019	30 June 2019
	No.'000	No.'000	\$'000	\$'000
Opening balance	2,041	361	67,381	10,478
Profit/(loss) for the half-year	-	-	4,310	6,479
Creations	1,920	1,679	65,053	50,849
Units issued upon reinvestment of distributions	2	1	52	23
Distributions paid and payable	-	-	(1,504)	(448)
Closing balance	<u>3,963</u>	<u>2,041</u>	<u>135,292</u>	<u>67,381</u>

	iShares Edge MSCI World Multifactor ETF			
	31 December 2019	30 June 2019	31 December 2019	30 June 2019
	No.'000	No.'000	\$'000	\$'000
Opening balance	6,525	2,202	213,975	70,702
Profit/(loss) for the half-year	-	-	16,129	9,359
Creations	800	4,320	26,814	136,611
Units issued upon reinvestment of distributions	1	3	36	87
Distributions paid and payable	-	-	(2,444)	(2,784)
Closing balance	<u>7,326</u>	<u>6,525</u>	<u>254,510</u>	<u>213,975</u>

	iShares Global 100 (AUD Hedged) ETF			
	31 December 2019	30 June 2019	31 December 2019	30 June 2019
	No.'000	No.'000	\$'000	\$'000
Opening balance	396	324	45,749	36,913
Profit/(loss) for the half-year	-	-	4,804	3,846
Creations	23	92	2,783	10,022
Redemptions	-	(23)	-	(2,656)
Units issued upon reinvestment of distributions	1	3	79	325
Distributions paid and payable	-	-	(1,149)	(2,701)
Closing balance	<u>420</u>	<u>396</u>	<u>52,266</u>	<u>45,749</u>

	iShares S&P 500 (AUD Hedged) ETF			
	31 December 2019	30 June 2019	31 December 2019	30 June 2019
	No.'000	No.'000	\$'000	\$'000
Opening balance	510	309	187,365	107,669
Profit/(loss) for the half-year	-	-	21,962	12,702
Creations	273	318	103,359	110,234
Redemptions	(118)	(118)	(44,318)	(40,368)
Units issued upon reinvestment of distributions	-	1	-	204
Distributions paid and payable	-	-	-	(3,076)
Closing balance	<u>665</u>	<u>510</u>	<u>268,368</u>	<u>187,365</u>

6 Net Assets Attributable to Unitholders (continued)

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 Core MSCI World All Cap (AUD Hedged) ETF		iShares Core MSCI World All Cap ETF	
	As at		As at	
	31 December 2019 \$'000	30 June 2019 \$'000	31 December 2019 \$'000	30 June 2019 \$'000
Futures	-	-	-	-
Forward foreign exchange contracts	4,815	1,134	-	-
Listed equity securities	-	-	-	-
Listed unit trusts	<u>119,841</u>	<u>67,331</u>	<u>126,153</u>	<u>81,456</u>
Total financial assets held at fair value through profit or loss	<u>124,656</u>	<u>68,465</u>	<u>126,153</u>	<u>81,456</u>

	iShares Edge MSCI World Minimum Volatility ETF		iShares Edge MSCI World Multifactor ETF	
	As at		As at	
	31 December 2019 \$'000	30 June 2019 \$'000	31 December 2019 \$'000	30 June 2019 \$'000
Futures	-	-	4	-
Forward foreign exchange contracts	-	-	-	-
Listed equity securities	121,843	59,364	240,034	199,784
Listed unit trusts	<u>13,029</u>	<u>6,463</u>	<u>13,673</u>	<u>11,168</u>
Total financial assets held at fair value through profit or loss	<u>134,872</u>	<u>65,827</u>	<u>253,711</u>	<u>210,952</u>

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

	iShares Global 100 (AUD Hedged) ETF		iShares S&P 500 (AUD Hedged) ETF	
	As at		As at	
	31 December 2019	30 June 2019	31 December 2019	30 June 2019
	\$'000	\$'000	\$'000	\$'000
Futures	-	-	-	-
Forward foreign exchange contracts	2,141	827	13,463	3,493
Listed equity securities	51,059	43,880	-	-
Listed unit trusts	380	313	264,049	185,756
Total financial assets held at fair value through profit or loss	53,580	45,020	277,512	189,249

8 Financial Liabilities Held at Fair Value Through Profit or Loss

	iShares Core MSCI World All Cap (AUD Hedged) ETF		iShares Core MSCI World All Cap 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	1,394	743	7	-
Total financial liabilities held at fair value through profit or loss	1,394	743	7	-

	iShares Edge MSCI World Minimum Volatility ETF		iShares Edge MSCI World Multifactor 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	-	-	-	-
Total financial liabilities held at fair value through profit or loss	-	-	-	-

	iShares Global 100 (AUD Hedged) ETF		iShares S&P 500 (AUD Hedged) 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	652	533	4,184	1,578
Total financial liabilities held at fair value through profit or loss	652	533	4,184	1,578

9 Segment Information

iShares Core MSCI World All Cap (AUD Hedged) 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 World Investable Market Index 100% hedged to AUD. 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 World Investable Market Index 100% hedged to AUD. Accordingly, no additional qualitative or quantitative disclosures are required.

iShares Core MSCI World All Cap 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 World Investable Market 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 World Investable Market Index. Accordingly, no additional qualitative or quantitative disclosures are required.

iShares Edge MSCI World Minimum Volatility 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 iShares Edge MSCI World Minimum Volatility ETF. 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 iShares Edge MSCI World Minimum Volatility ETF. Accordingly, no additional qualitative or quantitative disclosures are required.

iShares Edge MSCI World Multifactor 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 iShares Edge MSCI World Minimum Volatility ETF. 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 iShares Edge MSCI World Minimum Volatility ETF. Accordingly, no additional qualitative or quantitative disclosures are required.

iShares Global 100 (AUD Hedged) ETF

The Fund operates solely in the business of providing investors with the performance of the market, before fees and expenses, as represented by an index comprised of 100 large capitalization global equities (hedged to Australian dollars). 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 an index comprised of 100 large capitalization global equities (hedged to Australian dollars). Accordingly, no additional qualitative or quantitative disclosures are required.

iShares S&P 500 (AUD Hedged) ETF

The Fund operates solely in the business of providing investors with the performance of the market, before fees and expenses, as represented by an index comprised of large capitalisation U.S. equities (hedged to Australian dollars). 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 an index comprised of large capitalisation U.S. equities (hedged to Australian dollars). Accordingly, no additional qualitative or quantitative disclosures are required.

10 Events Occurring After the Reporting Period

iShares Edge MSCI World Minimum Volatility ETF

The Fund announced on 7 January 2020 an interim distribution of 22.88 cents per unit, which equates to \$906,927. The interim distribution ex-date was 6 January 2020 and payment was on 16 January 2020.

iShares Edge MSCI World Multifactor ETF

The Fund announced on 7 January 2020 an interim distribution of 26.08 cents per unit, which equates to \$1,910,212. The interim distribution ex-date was 6 January 2020 and payment was on 16 January 2020.

No other 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 iShares International Funds

We have reviewed the accompanying half-year financial reports of iShares Core MSCI World All Cap (AUD Hedged) ETF, iShares Core MSCI World All Cap ETF, iShares Edge MSCI World Minimum Volatility ETF, iShares Edge MSCI World Multifactor ETF, iShares Global 100 (AUD Hedged) ETF and iShares S&P 500 (AUD Hedged) ETF (collectively "iShares International Funds" 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.

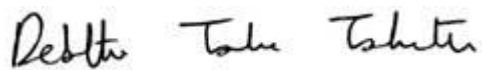
Auditor's Independence Declaration

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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