

15 March 2022

Market Announcements Office
ASX Limited

INTERIM FINANCIAL REPORT FOR THE HALF YEAR ENDED 31 DECEMBER 2021

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 ExAustralia ESG Leaders (AUD Hedged) ETF
IWLD	iShares Core MSCI World ExAustralia ESG Leaders ETF
WVOL	iShares Edge MSCI World Minimum Volatility ETF
WDMF	iShares Edge MSCI World Multifactor ETF
IHVV	iShares Global 100 (AUD Hedged) ETF
IHOO	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 2021.

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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The liability of shareholders is limited.

BlackRock Investment Management (Australia) Limited ABN 13 006 165 975

Interim Financial Report

iShares International Funds.

- iShares Core MSCI World Ex Australia ESG Leaders (AUD Hedged) ETF
607 996 458
- iShares Core MSCI World Ex Australia ESG Leaders ETF
610 786 171
- iShares Edge MSCI World Minimum Volatility ETF
614 057 831
- iShares Edge MSCI World Multifactor ETF
614 058 301
- iShares Global 100 (AUD Hedged) ETF
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602 618 691

iShares International Funds

Condensed Financial Report - For the half-year ended 31 December 2021

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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 2021 and the auditor's report thereon.

These condensed financial statements have been prepared for the iShares Core MSCI World Ex Australia ESG Leaders (AUD Hedged) ETF, iShares Core MSCI World Ex Australia ESG Leaders 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*.

Fund Objectives

iShares Core MSCI World Ex Australia ESG Leaders (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 Ex Australia ESG Leaders 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 favourable 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 Ex Australia ESG Leaders (AUD Hedged) ETF, iShares Core MSCI World Ex Australia ESG Leaders 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 2021 (31 December 2020: Nil).

There were no significant changes in the nature of the Funds' activities during the half-year ended 31 December 2021 (31 December 2020: 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	Resigned 11 October 2021
J Collins	Appointed 29 July 2015	
A Landman	Appointed 3 February 2020	
I Davila	Appointed 5 March 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 Ex Australia ESG Leaders (AUD Hedged) ETF		iShares Core MSCI World Ex Australia ESG Leaders ETF	
	Half-year ended		Half-year ended	
	31 December 2021	31 December 2020	31 December 2021	31 December 2020
	\$'000	\$'000	\$'000	\$'000
Profit/(loss) for the half-year	30,281	31,767	29,847	11,623
Distributions paid and payable	32,017	-	24,239	2,712

	iShares Edge MSCI World Minimum Volatility ETF		iShares Edge MSCI World Multifactor ETF	
	Half-year ended		Half-year ended	
	31 December 2021	31 December 2020	31 December 2021	31 December 2020
	\$'000	\$'000	\$'000	\$'000
Profit/(loss) for the half-year	17,073	790	14,874	18,133
Distributions paid and payable	1,634	2,028	9,105	1,981

	iShares Global 100 (AUD Hedged) ETF		iShares S&P 500 (AUD Hedged) ETF	
	Half-year ended		Half-year ended	
	31 December 2021	31 December 2020	31 December 2021	31 December 2020
	\$'000	\$'000	\$'000	\$'000
Profit/(loss) for the half-year	14,410	14,074	64,451	107,008
Distributions paid and payable	21,180	2,516	116,515	9,572

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 2021 to 31 December 2021 %	1 July 2020 to 31 December 2020 %	1 July 2019 to 31 December 2019 %
iShares Core MSCI World Ex Australia ESG Leaders (AUD Hedged) ETF	12.59	18.64	8.83
iShares Core MSCI World Ex Australia ESG Leaders ETF	15.66	9.72	9.04
iShares Edge MSCI World Minimum Volatility ETF	9.71	0.28	5.77
iShares Edge MSCI World Multifactor ETF	8.66	9.06	7.14
iShares Global 100 (AUD Hedged) ETF	10.94	16.08	10.54
iShares S&P 500 (AUD Hedged) ETF	10.97	20.44	9.91

* 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)

Outbreak of COVID-19

The infectious respiratory illness caused by a novel coronavirus known as COVID-19 has given rise to an extended global pandemic and has resulted in travel restrictions, closed international borders, enhanced health screenings at ports of entry and elsewhere, disruption of and delays in healthcare service preparation and delivery, prolonged quarantines, cancellations, supply chain disruptions, and lower consumer demand, as well as general concern and uncertainty. While developments are being made with a view to ameliorating the effects of the pandemic, including the adoption in many countries of widescale vaccination programmes, the impact of COVID-19 continues to adversely affect the economies of many nations across the entire global economy, individual issuers and capital markets. It is not yet possible to predict with any accuracy how long this impact will continue to be felt. In addition, the impact of infectious illnesses in emerging market countries may be greater in impact, and more prolonged in duration, due to generally less established healthcare systems. Public health crises caused by the COVID-19 outbreak may exacerbate other pre-existing political, social and economic risks in certain countries or globally. The duration of the COVID-19 outbreak and its effects cannot be determined with certainty.

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 11 March 2022.

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



Director
A Landman

Sydney
11 March 2022

11 March 2022

The Board of Directors
BlackRock Investment Management (Australia) Limited
Level 34, 477 Collins Street
MELBOURNE VIC 3000

Dear Directors

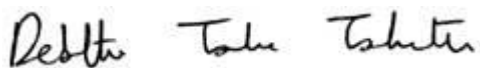
iShares Core MSCI World Ex Australia ESG Leaders (AUD Hedged) ETF, iShares Core MSCI World Ex Australia ESG Leaders ETF, iShares Edge MSCI World Minimum Volatility ETF, iShares Edge MSCI World Multifactor ETF, iShares Global 100 (AUD Hedged) ETF and iShares S&P 500 (AUD Hedged) ETF (collectively "iShares International Funds" or the "Funds")

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 2021 to 31 December 2021, 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

	Notes	iShares Core MSCI World Ex Australia ESG Leaders (AUD Hedged) ETF		iShares Core MSCI World Ex Australia ESG Leaders ETF	
		Half-year ended 31 December 2021 \$'000	Half-year ended 31 December 2020 \$'000	Half-year ended 31 December 2021 \$'000	Half-year ended 31 December 2020 \$'000
Investment income					
Dividend/distribution income		1,428	1,616	1,259	1,004
Net gains/(losses) on financial instruments held at fair value through profit or loss (including any FX gains/(losses))	4	29,095	30,233	28,798	10,648
Fee rebates from related schemes		1	41	-	29
Other income		-	-	1	-
Total net investment income/(loss)		30,524	31,890	30,058	11,681
Expenses					
Management fees		153	109	100	57
Transaction costs		25	6	80	-
Custody movement fees		42	6	12	1
Interest expense		1	-	-	-
Other expenses		22	2	19	-
Total operating expenses		243	123	211	58
Profit/(loss) for the half-year		30,281	31,767	29,847	11,623
Other comprehensive income		-	-	-	-
Total comprehensive income/(loss) for the half-year		30,281	31,767	29,847	11,623

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 2021

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

	Notes	iShares Edge MSCI World Minimum Volatility ETF Half-year ended		iShares Edge MSCI World Multifactor ETF Half-year ended	
		31 December 2021 \$'000	31 December 2020 \$'000	31 December 2021 \$'000	31 December 2020 \$'000
Investment income					
Dividend/distribution income		2,165	1,232	1,699	1,861
Net gains/(losses) on financial instruments held at fair value through profit or loss (including any FX gains/(losses))	4	15,295	(223)	13,571	16,701
Fee rebates from related schemes		-	-	-	-
Other income		<u>18</u>	<u>2</u>	<u>7</u>	<u>18</u>
Total net investment income/(loss)		<u>17,478</u>	<u>1,011</u>	<u>15,277</u>	<u>18,580</u>
Expenses					
Management fees		321	185	314	365
Transaction costs		33	14	22	24
Custody movement fees		40	18	29	11
Interest expense		-	-	-	1
Other expenses		<u>11</u>	<u>4</u>	<u>38</u>	<u>46</u>
Total operating expenses		<u>405</u>	<u>221</u>	<u>403</u>	<u>447</u>
Profit/(loss) for the half-year		<u>17,073</u>	<u>790</u>	<u>14,874</u>	<u>18,133</u>
Other comprehensive income		<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total comprehensive income/(loss) for the half-year		<u>17,073</u>	<u>790</u>	<u>14,874</u>	<u>18,133</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 2021

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

		iShares Global 100 (AUD Hedged) ETF Half-year ended		iShares S&P 500 (AUD Hedged) ETF Half-year ended	
	Notes	31 December 2021 \$'000	31 December 2020 \$'000	31 December 2021 \$'000	31 December 2020 \$'000
<i>Investment income</i>					
Dividend/distribution income		984	783	3,772	4,673
Net gains/(losses) on financial instruments held at fair value through profit or loss (including any FX gains/(losses))	4	13,823	13,511	60,900	102,552
Fee rebates from related schemes		-	-	93	86
Other income		8	24	-	-
<i>Total net investment income/(loss)</i>		<u>14,815</u>	<u>14,318</u>	<u>64,765</u>	<u>107,311</u>
<i>Expenses</i>					
Management fees		298	205	306	290
Transaction costs		20	16	3	10
Custody movement fees		32	19	5	3
Interest expense		-	-	-	-
Other expenses		55	4	-	-
<i>Total operating expenses</i>		<u>405</u>	<u>244</u>	<u>314</u>	<u>303</u>
<i>Profit/(loss) for the half-year</i>		<u>14,410</u>	<u>14,074</u>	<u>64,451</u>	<u>107,008</u>
Other comprehensive income		-	-	-	-
<i>Total comprehensive income/(loss) for the half-year</i>		<u>14,410</u>	<u>14,074</u>	<u>64,451</u>	<u>107,008</u>

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

	Notes	iShares Core MSCI World Ex Australia ESG Leaders (AUD Hedged) ETF		iShares Core MSCI World Ex Australia ESG Leaders ETF	
		As at		As at	
		31 December 2021	30 June 2021	31 December 2021	30 June 2021
		\$'000	\$'000	\$'000	\$'000
Assets					
Cash and cash equivalents		1,357	344	4,684	177
Financial assets held at fair value through profit or loss	7	267,194	256,282	388,824	155,171
Cash held on collateral		297	-	31	-
Receivables		163	37,443	197	20,872
Total assets		269,011	294,069	393,736	176,220
Liabilities					
Financial liabilities held at fair value through profit or loss	8	394	7,204	-	2
Distribution payable	5	-	-	9	-
Payables		325	61	2,936	27
Total liabilities		719	7,265	2,945	29
Net assets attributable to unitholders - equity	6	268,292	286,804	390,791	176,191

	Notes	iShares Edge MSCI World Minimum Volatility ETF		iShares Edge MSCI World Multifactor ETF	
		As at		As at	
		31 December 2021	30 June 2021	31 December 2021	30 June 2021
		\$'000	\$'000	\$'000	\$'000
Assets					
Cash and cash equivalents		989	588	911	449
Financial assets held at fair value through profit or loss	7	230,638	143,134	186,878	178,614
Cash held on collateral		18	37	35	26
Receivables		320	1,166	241	8,942
Total assets		231,965	144,925	188,065	188,031
Liabilities					
Financial liabilities held at fair value through profit or loss	8	4	4	-	3
Distribution payable	5	-	-	-	-
Payables		126	86	119	114
Total liabilities		130	90	119	117
Net assets attributable to unitholders - equity	6	231,835	144,835	187,946	187,914

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 2021	30 June 2021	31 December 2021	30 June 2021
		\$'000	\$'000	\$'000	\$'000
Assets					
Cash and cash equivalents		341	239	647	378
Financial assets held at fair value through profit or loss	7	155,565	117,353	716,211	552,178
Cash held on collateral		-	-	-	-
Receivables		<u>180</u>	<u>25,446</u>	<u>51</u>	<u>114,029</u>
Total assets		<u>156,086</u>	<u>143,038</u>	<u>716,909</u>	<u>666,585</u>
Liabilities					
Financial liabilities held at fair value through profit or loss	8	193	2,710	1,036	17,504
Distribution payable	5	-	-	-	-
Payables		<u>2,862</u>	<u>3,734</u>	<u>15,212</u>	<u>106</u>
Total liabilities		<u>3,055</u>	<u>6,444</u>	<u>16,248</u>	<u>17,610</u>
Net assets attributable to unitholders - equity	6	<u>153,031</u>	<u>136,594</u>	<u>700,661</u>	<u>648,975</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 Ex Australia ESG Leaders (AUD Hedged) ETF		iShares Core MSCI World Ex Australia ESG Leaders ETF	
		Half-year ended		Half-year ended	
		31 December 2021	31 December 2020	31 December 2021	31 December 2020
		\$'000	\$'000	\$'000	\$'000
Total equity at the beginning of the financial half-year		286,804	125,902	176,191	117,885
Comprehensive income for the half-year					
Profit/(loss) for the half-year		30,281	31,767	29,847	11,623
Other comprehensive income for the half-year		-	-	-	-
Total comprehensive income for the half-year		30,281	31,767	29,847	11,623
Transactions with unitholders					
Creations	6	43,855	87,021	209,555	11,973
Redemptions	6	(62,220)	-	(4,602)	(1,445)
Units issued upon reinvestment of distributions	6	1,589	-	4,039	450
Distributions paid and payable	5	(32,017)	-	(24,239)	(2,712)
Total transactions with unitholders		(48,793)	87,021	184,753	8,266
Total equity at the end of the financial half-year		268,292	244,690	390,791	137,774

	Notes	iShares Edge MSCI World Minimum Volatility ETF		iShares Edge MSCI World Multifactor ETF	
		Half-year ended		Half-year ended	
		31 December 2021	31 December 2020	31 December 2021	31 December 2020
		\$'000	\$'000	\$'000	\$'000
Total equity at the beginning of the financial half-year		144,835	125,826	187,914	220,388
Comprehensive income for the half-year					
Profit/(loss) for the half-year		17,073	790	14,874	18,133
Other comprehensive income for the half-year		-	-	-	-
Total comprehensive income for the half-year		17,073	790	14,874	18,133
Transactions with unitholders					
Creations	6	88,544	20,429	9,411	-
Redemptions	6	(17,043)	(33,406)	(15,368)	(58,881)
Units issued upon reinvestment of distributions	6	60	96	220	31
Distributions paid and payable	5	(1,634)	(2,028)	(9,105)	(1,981)
Total transactions with unitholders		69,927	(14,909)	(14,842)	(60,831)
Total equity at the end of the financial half-year		231,835	111,707	187,946	177,690

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 Half-year ended		iShares S&P 500 (AUD Hedged) ETF Half-year ended	
		31 December 2021	31 December 2020	31 December 2021	31 December 2020
		\$'000	\$'000	\$'000	\$'000
<i>Total equity at the beginning of the financial half-year</i>		136,594	86,461	648,975	497,853
<i>Comprehensive income for the half-year</i>					
Profit/(loss) for the half-year		14,410	14,074	64,451	107,008
Other comprehensive income for the half-year		<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Total comprehensive income for the half-year</i>		<u>14,410</u>	<u>14,074</u>	<u>64,451</u>	<u>107,008</u>
<i>Transactions with unitholders</i>					
Creations	6	21,876	8,811	105,377	169,063
Redemptions	6	-	-	(8,052)	(13,950)
Units issued upon reinvestment of distributions	6	1,331	122	6,425	367
Distributions paid and payable	5	<u>(21,180)</u>	<u>(2,516)</u>	<u>(116,515)</u>	<u>(9,572)</u>
<i>Total transactions with unitholders</i>		<u>2,027</u>	<u>6,417</u>	<u>(12,765)</u>	<u>145,908</u>
<i>Total equity at the end of the financial half-year</i>		<u><u>153,031</u></u>	<u><u>106,952</u></u>	<u><u>700,661</u></u>	<u><u>750,769</u></u>

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 Ex Australia ESG Leaders (AUD Hedged) ETF		iShares Core MSCI World Ex Australia ESG Leaders ETF	
	Half-year ended		Half-year ended	
	31 December 2021	31 December 2020	31 December 2021	31 December 2020
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	89,123	19,285	25,219	3,170
Purchase of financial instruments held at fair value through profit or loss	(40,828)	(108,938)	(206,394)	(12,475)
Transaction costs	(25)	(6)	(80)	-
Dividends/distributions received	1,441	1,566	1,165	974
Fee rebates from related schemes received	15	31	8	29
Other income received	-	-	1	-
Management fees paid	(164)	(83)	(84)	(53)
Operating expenses paid	202	(6)	(33)	(1)
Interest expense paid	(1)	-	-	-
<i>Net cash inflow/(outflow) from operating activities</i>	<u>49,763</u>	<u>(88,151)</u>	<u>(180,198)</u>	<u>(8,356)</u>
<i>Cash flows from financing activities</i>				
Proceeds from creations by unitholders	43,855	88,360	209,555	11,973
Payments for redemptions by unitholders	(62,220)	-	(4,602)	(1,445)
Distributions paid	(30,428)	-	(20,191)	(1,515)
<i>Net cash inflow/(outflow) from financing activities</i>	<u>(48,793)</u>	<u>88,360</u>	<u>184,762</u>	<u>9,013</u>
<i>Net increase/(decrease) in cash and cash equivalents</i>	970	209	4,564	657
Cash and cash equivalents at the beginning of the half-year	344	274	177	157
Effects of foreign currency exchange rate changes on cash and cash equivalents	43	(168)	(57)	47
<i>Cash and cash equivalents at the end of the half-year</i>	<u>1,357</u>	<u>315</u>	<u>4,684</u>	<u>861</u>
Non cash financing activities	6	-	4,039	450

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

Condensed Statements of Cash Flows (continued)

	Notes	iShares Edge MSCI World Minimum Volatility ETF Half-year ended		iShares Edge MSCI World Multifactor ETF Half-year ended	
		31 December 2021 \$'000	31 December 2020 \$'000	31 December 2021 \$'000	31 December 2020 \$'000
<i>Cash flows from operating activities</i>					
Proceeds from sale of financial instruments held at fair value through profit or loss		41,241	49,114	59,832	98,228
Purchase of financial instruments held at fair value through profit or loss		(112,532)	(35,213)	(45,907)	(39,115)
Transaction costs		(33)	(14)	(22)	(24)
Dividends/distributions received		2,140	1,306	1,732	1,920
Fee rebates from related schemes received		-	-	-	-
Other income received		18	2	7	18
Management fees paid		(277)	(179)	(314)	(375)
Operating expenses paid		(68)	(20)	(71)	(57)
Interest expense paid		-	-	-	(1)
<i>Net cash inflow/(outflow) from operating activities</i>		<u>(69,511)</u>	<u>14,996</u>	<u>15,257</u>	<u>60,594</u>
<i>Cash flows from financing activities</i>					
Proceeds from creations by unitholders		88,544	20,429	9,411	-
Payments for redemptions by unitholders		(17,043)	(33,406)	(15,368)	(58,881)
Distributions paid		(1,574)	(1,932)	(8,885)	(1,950)
<i>Net cash inflow/(outflow) from financing activities</i>		<u>69,927</u>	<u>(14,909)</u>	<u>(14,842)</u>	<u>(60,831)</u>
<i>Net increase/(decrease) in cash and cash equivalents</i>		416	87	415	(237)
Cash and cash equivalents at the beginning of the half-year		588	360	449	1,115
Effects of foreign currency exchange rate changes on cash and cash equivalents		(15)	(281)	47	(71)
<i>Cash and cash equivalents at the end of the half-year</i>		<u>989</u>	<u>166</u>	<u>911</u>	<u>807</u>
Non cash financing activities	6	<u>60</u>	<u>96</u>	<u>220</u>	<u>31</u>

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

Condensed Statements of Cash Flows (continued)

	Notes	iShares Global 100 (AUD Hedged) ETF Half-year ended		iShares S&P 500 (AUD Hedged) ETF Half-year ended	
		31 December 2021 \$'000	31 December 2020 \$'000	31 December 2021 \$'000	31 December 2020 \$'000
<i>Cash flows from operating activities</i>					
Proceeds from sale of financial instruments held at fair value through profit or loss		26,939	13,729	148,231	99,047
Purchase of financial instruments held at fair value through profit or loss		(33,142)	(20,821)	(138,710)	(248,787)
Transaction costs		(20)	(16)	(3)	(10)
Dividends/distributions received		1,042	793	3,772	4,728
Fee rebates from related schemes received		-	-	93	84
Other income received		8	24	-	-
Management fees paid		(282)	(194)	(301)	(260)
Operating expenses paid		(66)	(37)	(9)	(4)
Interest expense paid		-	-	-	-
<i>Net cash inflow/(outflow) from operating activities</i>		<u>(5,521)</u>	<u>(6,522)</u>	<u>13,073</u>	<u>(145,202)</u>
<i>Cash flows from financing activities</i>					
Proceeds from creations by unitholders		25,448	8,811	105,377	169,063
Payments for redemptions by unitholders		-	-	(8,052)	(13,950)
Distributions paid		(19,849)	(2,394)	(110,090)	(9,205)
<i>Net cash inflow/(outflow) from financing activities</i>		<u>5,599</u>	<u>6,417</u>	<u>(12,765)</u>	<u>145,908</u>
<i>Net increase/(decrease) in cash and cash equivalents</i>					
Cash and cash equivalents at the beginning of the half-year		239	213	378	385
Effects of foreign currency exchange rate changes on cash and cash equivalents		24	(6)	(39)	(240)
<i>Cash and cash equivalents at the end of the half-year</i>		<u>341</u>	<u>102</u>	<u>647</u>	<u>851</u>
Non cash financing activities	6	<u>1,331</u>	<u>122</u>	<u>6,425</u>	<u>367</u>

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 2021 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 Ex Australia ESG Leaders (AUD Hedged) ETF, iShares Core MSCI World Ex Australia ESG Leaders 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' 2021 annual financial report for the financial year ended 30 June 2021.

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 2021 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 of other receivables (less impairment provision) and payables are estimated to 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 2021. 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 2021 and 30 June 2021.

	iShares Core MSCI World Ex Australia ESG Leaders (AUD Hedged) ETF			
	Level 1	Level 2	Level 3	Total
As at 31 December 2021	\$'000	\$'000	\$'000	\$'000
Financial assets				
Futures	39	-	-	39
Forward foreign exchange contracts	-	6,357	-	6,357
Listed equity securities	255,391	-	-	255,391
Listed unit trusts	<u>5,407</u>	<u>-</u>	<u>-</u>	<u>5,407</u>
Total	<u>260,837</u>	<u>6,357</u>	<u>-</u>	<u>267,194</u>
Financial liabilities				
Forward foreign exchange contracts	<u>-</u>	<u>394</u>	<u>-</u>	<u>394</u>
Total	<u>-</u>	<u>394</u>	<u>-</u>	<u>394</u>

	iShares Core MSCI World Ex Australia ESG Leaders (AUD Hedged) ETF			
	Level 1	Level 2	Level 3	Total
As at 30 June 2021	\$'000	\$'000	\$'000	\$'000
Financial assets				
Futures	2	-	-	2
Forward foreign exchange contracts	-	482	-	482
Listed equity securities	250,629	-	-	250,629
Listed unit trusts	<u>5,169</u>	<u>-</u>	<u>-</u>	<u>5,169</u>
Total	<u>255,800</u>	<u>482</u>	<u>-</u>	<u>256,282</u>
Financial liabilities				
Forward foreign exchange contracts	<u>-</u>	<u>7,204</u>	<u>-</u>	<u>7,204</u>
Total	<u>-</u>	<u>7,204</u>	<u>-</u>	<u>7,204</u>

	iShares Core MSCI World Ex Australia ESG Leaders ETF			
	Level 1	Level 2	Level 3	Total
As at 31 December 2021	\$'000	\$'000	\$'000	\$'000
Financial assets				
Futures	54	-	-	54
Forward foreign exchange contracts	-	1	-	1
Listed equity securities	380,794	-	-	380,794
Listed unit trusts	<u>7,975</u>	<u>-</u>	<u>-</u>	<u>7,975</u>
Total	<u>388,823</u>	<u>1</u>	<u>-</u>	<u>388,824</u>

3 Financial Risk Management (continued)

(b) Fair Value Hierarchy (continued)

	iShares Core MSCI World Ex Australia ESG Leaders ETF			
	Level 1 \$'000	Level 2 \$'000	Level 3 \$'000	Total \$'000
As at 30 June 2021				
Financial assets				
Listed equity securities	152,123	-	-	152,123
Listed unit trusts	<u>3,048</u>	<u>-</u>	<u>-</u>	<u>3,048</u>
Total	<u><u>155,171</u></u>	<u><u>-</u></u>	<u><u>-</u></u>	<u><u>155,171</u></u>
Financial Liabilities				
Futures	<u>2</u>	<u>-</u>	<u>-</u>	<u>2</u>
Total	<u><u>2</u></u>	<u><u>-</u></u>	<u><u>-</u></u>	<u><u>2</u></u>

	iShares Edge MSCI World Minimum Volatility ETF			
	Level 1 \$'000	Level 2 \$'000	Level 3 \$'000	Total \$'000
As at 31 December 2021				
Financial assets				
Futures	29	-	-	29
Listed equity securities	222,856	-	-	222,856
Listed unit trusts	<u>7,753</u>	<u>-</u>	<u>-</u>	<u>7,753</u>
Total	<u><u>230,638</u></u>	<u><u>-</u></u>	<u><u>-</u></u>	<u><u>230,638</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 Edge MSCI World Minimum Volatility ETF			
	Level 1 \$'000	Level 2 \$'000	Level 3 \$'000	Total \$'000
As at 30 June 2021				
Financial assets				
Listed equity securities	138,015	-	-	138,015
Listed unit trusts	<u>5,119</u>	<u>-</u>	<u>-</u>	<u>5,119</u>
Total	<u><u>143,134</u></u>	<u><u>-</u></u>	<u><u>-</u></u>	<u><u>143,134</u></u>
Financial Liabilities				
Futures	<u>4</u>	<u>-</u>	<u>-</u>	<u>4</u>
Total	<u><u>4</u></u>	<u><u>-</u></u>	<u><u>-</u></u>	<u><u>4</u></u>

3 Financial Risk Management (continued)

(b) Fair Value Hierarchy (continued)

As at 31 December 2021	iShares Edge MSCI World Multifactor ETF			
	Level 1 \$'000	Level 2 \$'000	Level 3 \$'000	Total \$'000
Financial assets				
Futures	11	-	-	11
Listed equity securities	181,822	-	-	181,822
Listed unit trusts	<u>5,045</u>	<u>-</u>	<u>-</u>	<u>5,045</u>
Total	<u>186,878</u>	<u>-</u>	<u>-</u>	<u>186,878</u>

As at 30 June 2021	iShares Edge MSCI World Multifactor ETF			
	Level 1 \$'000	Level 2 \$'000	Level 3 \$'000	Total \$'000
Financial assets				
Futures	1	-	-	1
Listed equity securities	176,391	-	-	176,391
Listed unit trusts	<u>2,222</u>	<u>-</u>	<u>-</u>	<u>2,222</u>
Total	<u>178,614</u>	<u>-</u>	<u>-</u>	<u>178,614</u>

Financial liabilities				
Futures	<u>3</u>	<u>-</u>	<u>-</u>	<u>3</u>
Total	<u>3</u>	<u>-</u>	<u>-</u>	<u>3</u>

As at 31 December 2021	iShares Global 100 (AUD Hedged) ETF			
	Level 1 \$'000	Level 2 \$'000	Level 3 \$'000	Total \$'000
Financial assets				
Forward foreign exchange contracts	-	3,392	-	3,392
Listed equity securities	151,141	-	-	151,141
Listed unit trusts	<u>1,032</u>	<u>-</u>	<u>-</u>	<u>1,032</u>
Total	<u>152,173</u>	<u>3,392</u>	<u>-</u>	<u>155,565</u>
Financial liabilities				
Forward foreign exchange contracts	<u>-</u>	<u>193</u>	<u>-</u>	<u>193</u>
Total	<u>-</u>	<u>193</u>	<u>-</u>	<u>193</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 2021				
Financial assets				
Forward foreign exchange contracts	-	103	-	103
Listed equity securities	116,448	-	-	116,448
Listed unit trusts	<u>802</u>	<u>-</u>	<u>-</u>	<u>802</u>
Total	<u>117,250</u>	<u>103</u>	<u>-</u>	<u>117,353</u>
Financial liabilities				
Forward foreign exchange contracts	<u>-</u>	<u>2,710</u>	<u>-</u>	<u>2,710</u>
Total	<u>-</u>	<u>2,710</u>	<u>-</u>	<u>2,710</u>

	iShares S&P 500 (AUD Hedged) ETF			
	Level 1 \$'000	Level 2 \$'000	Level 3 \$'000	Total \$'000
As at 31 December 2021				
Financial assets				
Forward foreign exchange contracts	-	17,323	-	17,323
Listed unit trusts	<u>698,888</u>	<u>-</u>	<u>-</u>	<u>698,888</u>
Total	<u>698,888</u>	<u>17,323</u>	<u>-</u>	<u>716,211</u>
Financial liabilities				
Forward foreign exchange contracts	<u>-</u>	<u>1,036</u>	<u>-</u>	<u>1,036</u>
Total	<u>-</u>	<u>1,036</u>	<u>-</u>	<u>1,036</u>

	iShares S&P 500 (AUD Hedged) ETF			
	Level 1 \$'000	Level 2 \$'000	Level 3 \$'000	Total \$'000
As at 30 June 2021				
Financial assets				
Forward foreign exchange contracts	-	175	-	175
Listed unit trusts	<u>552,003</u>	<u>-</u>	<u>-</u>	<u>552,003</u>
Total	<u>552,003</u>	<u>175</u>	<u>-</u>	<u>552,178</u>
Financial liabilities				
Forward foreign exchange contracts	<u>-</u>	<u>17,504</u>	<u>-</u>	<u>17,504</u>
Total	<u>-</u>	<u>17,504</u>	<u>-</u>	<u>17,504</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.

The Funds' assets and liabilities not measured at fair value on a recurring basis (but fair value disclosures are required) at 31 December 2021 and 30 June 2021 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.

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 did not hold any level 3 instruments during the half-year ended 31 December 2021 (30 June 2021: Nil).

There were no transfers between levels for recurring fair value measurements during the half-year ended 31 December 2021 (30 June 2021: Nil).

(c) COVID-19 Impact

An outbreak of an infectious respiratory illness caused by a novel coronavirus known as COVID-19 has developed into a global pandemic. The impact of COVID-19 has adversely affected the economies of many nations across the entire global economy, individual issuers and capital markets, and could continue to extents that cannot necessarily be foreseen.

The Responsible Entity has assessed the impact of COVID-19 in preparing the financial statements. As at the reporting date, the carrying value of financial assets and liabilities held at fair value through profit or loss have an appropriate consideration of market conditions as at reporting date on the inputs to valuations, the classification in the fair value hierarchy and credit and liquidity concerns. There has been no impact on other assets and liabilities nor on the going concern ability of the Funds.

The nature of COVID-19 may impact future estimates and outcomes applied to the measuring of the Funds financial performance and position. The impact of events that arise after the reporting period will be accounted for in future reporting periods.

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 Ex Australia ESG Leaders (AUD Hedged) ETF		iShares Core MSCI World Ex Australia ESG Leaders ETF	
	Half-year ended		Half-year ended	
	31 December 2021	31 December 2020	31 December 2021	31 December 2020
	\$'000	\$'000	\$'000	\$'000
Net gains/(losses) on financial assets and liabilities held at fair value through profit or loss (including any FX gains/(losses))	<u>29,095</u>	<u>30,233</u>	<u>28,798</u>	<u>10,648</u>
	<u>29,095</u>	<u>30,233</u>	<u>28,798</u>	<u>10,648</u>

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

	iShares Edge MSCI World Minimum Volatility ETF		iShares Edge MSCI World Multifactor ETF	
	Half-year ended		Half-year ended	
	31 December 2021	31 December 2020	31 December 2021	31 December 2020
	\$'000	\$'000	\$'000	\$'000
Net gains/(losses) on financial assets and liabilities held at fair value through profit or loss (including any FX gains/(losses))	<u>15,295</u>	<u>(223)</u>	<u>13,571</u>	<u>16,701</u>
	<u><u>15,295</u></u>	<u><u>(223)</u></u>	<u><u>13,571</u></u>	<u><u>16,701</u></u>

	iShares Global 100 (AUD Hedged) ETF		iShares S&P 500 (AUD Hedged) ETF	
	Half-year ended		Half-year ended	
	31 December 2021	31 December 2020	31 December 2021	31 December 2020
	\$'000	\$'000	\$'000	\$'000
Net gains/(losses) on financial assets and liabilities held at fair value through profit or loss (including any FX gains/(losses))	<u>13,823</u>	<u>13,511</u>	<u>60,900</u>	<u>102,552</u>
	<u><u>13,823</u></u>	<u><u>13,511</u></u>	<u><u>60,900</u></u>	<u><u>102,552</u></u>

5 Distributions to Unitholders

The distributions during the half-year were as follows:

	iShares Core MSCI World Ex Australia ESG Leaders (AUD Hedged) ETF			
	Half-year ended			
	31 December 2021		31 December 2020	
	\$'000	CPU	\$'000	CPU
Distributions paid - Quarter 4*	32,017	519.67	-	-
Distributions paid - Quarter 2	-	-	-	-
Distributions payable - Quarter 2	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
	<u><u>32,017</u></u>		<u><u>-</u></u>	

* Relates to 30 June 2021 and 30 June 2020 distributions which had an ex-date of 1 July 2021 and 1 July 2020 respectively.

5 Distributions to Unitholders (continued)

iShares Core MSCI World Ex Australia ESG Leaders ETF				
Half-year ended				
	31 December 2021		31 December 2020	
	\$'000	CPU	\$'000	CPU
Distributions paid - Quarter 4*	23,620	615.52	1,818	55.25
Distributions paid - Quarter 2	610	7.90	147	24.99
Distributions payable - Quarter 2	<u>9</u>	<u>7.90</u>	<u>747</u>	<u>24.99</u>
	<u>24,239</u>		<u>2,712</u>	

iShares Edge MSCI World Minimum Volatility ETF				
Half-year ended				
	31 December 2021		31 December 2020	
	\$'000	CPU	\$'000	CPU
Distributions paid - Quarter 4*	<u>1,634</u>	38.82	<u>2,028</u>	51.14
	<u>1,634</u>		<u>2,028</u>	

iShares Edge MSCI World Multifactor ETF				
Half-year ended				
	31 December 2021		31 December 2020	
	\$'000	CPU	\$'000	CPU
Distributions paid - Quarter 4*	<u>9,105</u>	194.21	<u>1,981</u>	28.60
	<u>9,105</u>		<u>1,981</u>	

iShares Global 100 (AUD Hedged) ETF				
Half-year ended				
	31 December 2021		31 December 2020	
	\$'000	CPU	\$'000	CPU
Distributions paid - Quarter 4*	<u>21,180</u>	2,405.21	<u>2,516</u>	350.16
	<u>21,180</u>		<u>2,516</u>	

iShares S&P 500 (AUD Hedged) ETF				
Half-year ended				
	31 December 2021		31 December 2020	
	\$'000	CPU	\$'000	CPU
Distributions paid - Quarter 4*	<u>116,515</u>	9,198.75	<u>9,572</u>	725.01
	<u>116,515</u>		<u>9,572</u>	

* Relates to 30 June 2021 and 30 June 2020 distributions which had an ex-date of 1 July 2021 and 1 July 2020 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 Ex Australia ESG Leaders (AUD Hedged) ETF			
	31 December 2021	30 June 2021	31 December 2021	30 June 2021
	No.'000	No.'000	\$'000	\$'000
Opening balance	6,161	3,761	286,804	125,902
Profit/(loss) for the half-year	-	-	30,281	75,223
Creations	990	3,400	43,855	129,746
Redemptions	(1,430)	(1,000)	(62,220)	(44,067)
Units issued upon reinvestment of distributions	39	-	1,589	-
Distributions paid and payable	-	-	(32,017)	-
Closing balance	5,760	6,161	268,292	286,804

	iShares Core MSCI World Ex Australia ESG Leaders ETF			
	31 December 2021	30 June 2021	31 December 2021	30 June 2021
	No.'000	No.'000	\$'000	\$'000
Opening balance	3,837	3,290	176,191	117,885
Profit/(loss) for the half-year	-	-	29,847	39,528
Creations	4,675	735	209,555	29,298
Redemptions	(110)	(200)	(4,602)	(8,258)
Units issued upon reinvestment of distributions	101	12	4,039	450
Distributions paid and payable	-	-	(24,239)	(2,712)
Closing balance	8,503	3,837	390,791	176,191

	iShares Edge MSCI World Minimum Volatility ETF			
	31 December 2021	30 June 2021	31 December 2021	30 June 2021
	No.'000	No.'000	\$'000	\$'000
Opening balance	4,209	3,965	144,835	125,826
Profit/(loss) for the half-year	-	-	17,073	15,980
Creations	2,480	3,280	88,544	103,561
Redemptions	(480)	(3,040)	(17,043)	(97,687)
Units issued upon reinvestment of distributions	2	4	60	129
Distributions paid and payable	-	-	(1,634)	(2,974)
Closing balance	6,211	4,209	231,835	144,835

6 Net Assets Attributable to Unitholders (continued)

	iShares Edge MSCI World Multifactor ETF			
	31 December 2021	30 June 2021	31 December 2021	30 June 2021
	No.'000	No.'000	\$'000	\$'000
Opening balance	4,688	6,926	187,914	220,388
Profit/(loss) for the half-year	-	-	14,874	47,521
Creations	240	-	9,411	-
Redemptions	(400)	(2,240)	(15,368)	(76,795)
Units issued upon reinvestment of distributions	6	2	220	55
Distributions paid and payable	-	-	(9,105)	(3,255)
Closing balance	<u>4,534</u>	<u>4,688</u>	<u>187,946</u>	<u>187,914</u>

	iShares Global 100 (AUD Hedged) ETF			
	31 December 2021	30 June 2021	31 December 2021	30 June 2021
	No.'000	No.'000	\$'000	\$'000
Opening balance	881	719	136,594	86,461
Profit/(loss) for the half-year	-	-	14,410	29,976
Creations	161	161	21,876	22,551
Redemptions	-	-	-	-
Units issued upon reinvestment of distributions	10	1	1,331	122
Distributions paid and payable	-	-	(21,180)	(2,516)
Closing balance	<u>1,052</u>	<u>881</u>	<u>153,031</u>	<u>136,594</u>

	iShares S&P 500 (AUD Hedged) ETF			
	31 December 2021	30 June 2021	31 December 2021	30 June 2021
	No.'000	No.'000	\$'000	\$'000
Opening balance	1,267	1,320	648,975	497,853
Profit/(loss) for the half-year	-	-	64,451	197,948
Creations	237	628	105,377	275,916
Redemptions	(18)	(682)	(8,052)	(313,537)
Units issued upon reinvestment of distributions	15	1	6,425	367
Distributions paid and payable	-	-	(116,515)	(9,572)
Closing balance	<u>1,501</u>	<u>1,267</u>	<u>700,661</u>	<u>648,975</u>

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 2021 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 Ex Australia ESG Leaders (AUD Hedged) ETF		iShares Core MSCI World Ex Australia ESG Leaders ETF	
	As at		As at	
	31 December 2021 \$'000	30 June 2021 \$'000	31 December 2021 \$'000	30 June 2021 \$'000
Futures	39	2	54	-
Forward foreign exchange contracts	6,357	482	1	-
Listed equity securities	255,391	250,629	380,794	152,123
Listed unit trusts	<u>5,407</u>	<u>5,169</u>	<u>7,975</u>	<u>3,048</u>
Total financial assets held at fair value through profit or loss	<u>267,194</u>	<u>256,282</u>	<u>388,824</u>	<u>155,171</u>

	iShares Edge MSCI World Minimum Volatility ETF		iShares Edge MSCI World Multifactor ETF	
	As at		As at	
	31 December 2021 \$'000	30 June 2021 \$'000	31 December 2021 \$'000	30 June 2021 \$'000
Futures	29	-	11	1
Forward foreign exchange contracts	-	-	-	-
Listed equity securities	222,856	138,015	181,822	176,391
Listed unit trusts	<u>7,753</u>	<u>5,119</u>	<u>5,045</u>	<u>2,222</u>
Total financial assets held at fair value through profit or loss	<u>230,638</u>	<u>143,134</u>	<u>186,878</u>	<u>178,614</u>

	iShares Global 100 (AUD Hedged) ETF		iShares S&P 500 (AUD Hedged) ETF	
	As at		As at	
	31 December 2021 \$'000	30 June 2021 \$'000	31 December 2021 \$'000	30 June 2021 \$'000
Futures	-	-	-	-
Forward foreign exchange contracts	3,392	103	17,323	175
Listed equity securities	151,141	116,448	-	-
Listed unit trusts	<u>1,032</u>	<u>802</u>	<u>698,888</u>	<u>552,003</u>
Total financial assets held at fair value through profit or loss	<u>155,565</u>	<u>117,353</u>	<u>716,211</u>	<u>552,178</u>

8 Financial Liabilities Held at Fair Value Through Profit or Loss

	iShares Core MSCI World Ex Australia ESG Leaders (AUD Hedged) ETF		iShares Core MSCI World Ex Australia ESG Leaders ETF	
	As at		As at	
	31 December 2021 \$'000	30 June 2021 \$'000	31 December 2021 \$'000	30 June 2021 \$'000
Futures	-	-	-	2
Forward foreign exchange contracts	<u>394</u>	<u>7,204</u>	<u>-</u>	<u>-</u>
Total financial liabilities held at fair value through profit or loss	<u>394</u>	<u>7,204</u>	<u>-</u>	<u>2</u>

	iShares Edge MSCI World Minimum Volatility ETF		iShares Edge MSCI World Multifactor ETF	
	As at		As at	
	31 December 2021 \$'000	30 June 2021 \$'000	31 December 2021 \$'000	30 June 2021 \$'000
Futures	-	4	-	3
Forward foreign exchange contracts	<u>4</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total financial liabilities held at fair value through profit or loss	<u>4</u>	<u>4</u>	<u>-</u>	<u>3</u>

	iShares Global 100 (AUD Hedged) ETF		iShares S&P 500 (AUD Hedged) ETF	
	As at		As at	
	31 December 2021 \$'000	30 June 2021 \$'000	31 December 2021 \$'000	30 June 2021 \$'000
Futures	-	-	-	-
Forward foreign exchange contracts	<u>193</u>	<u>2,710</u>	<u>1,036</u>	<u>17,504</u>
Total financial liabilities held at fair value through profit or loss	<u>193</u>	<u>2,710</u>	<u>1,036</u>	<u>17,504</u>

9 Segment Information

iShares Core MSCI World Ex Australia ESG Leaders (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 Ex Australia ESG Leaders 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.

9 Segment Information (continued)

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 2022 an interim distribution of 27.68 cents per unit, which equates to \$1,719,322. The interim distribution ex-date was 6 January 2022 and payment was on 18 January 2022.

iShares Edge MSCI World Multifactor ETF

The Fund announced on 7 January 2022 an interim distribution of 25.16 cents per unit, which equates to \$1,140,855. The interim distribution ex-date was 6 January 2022 and payment was on 18 January 2022.

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 2021 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 Landman

Sydney
11 March 2022

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

Conclusion

We have reviewed the accompanying half-year financial report of iShares Core MSCI World Ex Australia ESG Leaders (AUD Hedged) ETF, iShares Core MSCI World Ex Australia ESG Leaders 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 2021, 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, notes comprising a summary of significant accounting policies and other explanatory information, and the directors' declaration as set out on pages 6 to 30.

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 report of the Funds is 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 2021 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*.

Basis for Conclusion

We conducted our review in accordance with ASRE 2410 *Review of a Financial Report Performed by the Independent Auditor of the Entity*. Our responsibilities are further described in the *Auditor's Responsibilities for the Review of the Half-year Financial Report* section of our report. We are independent of the Funds in accordance with the ethical requirements of the Accounting Professional and Ethical Standards Board's APES 110 *Code of Ethics for Professional Accountants (including Independence Standards)* (the Code) that are relevant to our audit of the annual financial report in Australia. We have also fulfilled our other ethical responsibilities in accordance with the Code.

We confirm that the independence declaration required by the *Corporations Act 2001*, which has been given to the directors of BlackRock Investment Management (Australia) Limited (the "Responsible Entity"), as Responsible Entity for the Funds, would be in the same terms if given to the directors as at the time of this auditor's review report.

Directors' Responsibilities for the Half-year Financial Report

The directors of the Responsible Entity are responsible for the preparation of the half-year financial report 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 report that gives a true and fair view and is free from material misstatement, whether due to fraud or error.

Auditor's Responsibilities for the Review of the Half-year Financial Report

Our responsibility is to express a conclusion on the half-year financial report based on our review. ASRE 2410 requires us to conclude whether we have become aware of any matter that makes us believe that the half-year financial report is not in accordance with the *Corporations Act 2001* including giving a true and fair view of the

Funds' financial position as at 31 December 2021 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*.

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.



DELOITTE TOUCHE TOHMATSU



Neil Brown
Partner
Chartered Accountants

Melbourne, 11 March 2022

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