

14 March 2023

Market Announcements Office
ASX Limited

INTERIM FINANCIAL REPORT FOR THE HALF YEAR ENDED 31 DECEMBER 2022

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
BILL	iShares Core Cash ETF
IAF	iShares Core Composite Bond ETF
ISEC	iShares Enhanced Cash ETF
ILB	iShares Government Inflation ETF
ICOR	iShares Core Corporate Bond ETF
IYLD	iShares Yield Plus ETF
IGB	iShares Treasury ETF

Attached is a copy of the Fund's Condensed financial report for the half year ended 31 December 2022.

Important Notice

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Neither the performance nor the repayment of capital or any income of an iShares ETF is guaranteed by any BlackRock entity. Past performance is not a reliable indicator of future performance.

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.

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

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 Domestic Fixed Interest Funds.

- iShares Core Cash ETF
ARSN 617 355 174
- iShares Core Composite Bond ETF
ARSN 154 626 767
- iShares Enhanced Cash ETF
ARSN 617 356 117
- iShares Government Inflation ETF
ARSN 154 626 534
- iShares Core Corporate Bond ETF
ARSN 639 854 872
- iShares Yield Plus ETF
ARSN 639 855 011
- iShares Treasury ETF
ARSN 154 626 865

iShares Domestic Fixed Interest Funds

Condensed Financial Report - For the half-year ended 31 December 2022

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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 Domestic Fixed Interest Funds (the "Funds"), present their interim report together with the condensed financial statements of the Funds, for the half-year ended 31 December 2022 and the auditor's report thereon.

These condensed financial statements have been prepared for the iShares Domestic Fixed Interest Funds which comprise of iShares Core Cash ETF, iShares Core Composite Bond ETF, iShares Enhanced Cash ETF, iShares Government Inflation ETF, iShares Core Corporate Bond ETF, iShares Yield Plus ETF and iShares Treasury ETF as they are disclosing entities under the Corporations Act 2001.

Fund Objectives

iShares Core Cash ETF

The Fund aims to provide investors with the performance, before fees and expenses, of an index comprised of Australian bank bills.

iShares Core Composite Bond ETF

The Fund aims to provide investors with the performance of an index, before fees and expenses, composed of investment grade fixed income bonds issued in the Australian debt market.

iShares Enhanced Cash ETF

The Fund aims to provide investors with performance, before fees and expenses, in excess of the performance of an index comprised of Australian bank bills.

iShares Government Inflation ETF

The Fund aims to provide investors with the performance of an index, before fees and expenses, composed of fixed income bonds issued by the Australian Treasury or Australian semi-government entities.

iShares Core Corporate Bond ETF

The Fund aims to provide investors with the performance of an index, before fees and expenses. The index is designed to measure the performance of the Australian corporate bond market and includes investment grade fixed income securities issued by corporate entities.

iShares Yield Plus ETF

The Fund aims to provide investors with the performance of an index, before fees and expenses. The index is designed to measure the performance of the Australian corporate bond market (excluding issuers ANZ, CBA, NAB and WBC).

iShares Treasury ETF

The Fund aims to provide investors with the performance of an index, before fees and expenses, composed of fixed income bonds issued by the Australian Treasury.

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 for iShares Core Cash ETF, iShares Core Composite Bond ETF, iShares Enhanced Cash ETF, iShares Government Inflation ETF, iShares Core Corporate Bond ETF, iShares Yield Plus ETF and iShares Treasury ETF were 6 June 2017, 14 March 2012, 6 June 2017, 14 March 2012, 10 March 2020, 10 March 2020 and 14 March 2012 respectively.

The Funds did not have any employees during the half-year ended 31 December 2022 (31 December 2021: Nil).

There were no significant changes in the nature of the Funds' activities during the half-year ended 31 December 2022 (31 December 2021: Nil).

Directors' Report (continued)

Directors

The following persons held office as directors of the Responsible Entity during the half-year ended 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	
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, was as follows:

	iShares Core Cash ETF		iShares Core Composite Bond ETF	
	Half-year ended		Half-year ended	
	31 December 2022 \$'000	31 December 2021 \$'000	31 December 2022 \$'000	31 December 2021 \$'000
Profit/(loss) for the half-year	4,454	(2)	(5,775)	(21,043)
Distributions paid and payable	3,546	40	14,719	17,626

	iShares Enhanced Cash ETF		iShares Government Inflation ETF	
	Half-year ended		Half-year ended	
	31 December 2022 \$'000	31 December 2021 \$'000	31 December 2022 \$'000	31 December 2021 \$'000
Profit/(loss) for the half-year	3,290	49	7,219	5,059
Distributions paid and payable	2,660	151	2,318	1,235

	iShares Core Corporate Bond ETF		iShares Yield Plus ETF	
	Half-year ended		Half-year ended	
	31 December 2022 \$'000	31 December 2021 \$'000	31 December 2022 \$'000	31 December 2021 \$'000
Profit/(loss) for the half-year	336	(327)	253	(23)
Distributions paid and payable	276	125	244	56

	iShares Treasury ETF	
	Half-year ended	
	31 December 2022 \$'000	31 December 2021 \$'000
Profit/(loss) for the half-year	(5,785)	56
Distributions paid and payable	1,336	839

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.

	1 July 2022 to 31 December 2022 %	Returns* 1 July 2021 to 31 December 2021 %	1 July 2020 to 31 December 2020 %
iShares Core Cash ETF	1.17	-**	0.06
iShares Core Composite Bond ETF	(0.35)	(1.24)	0.84
iShares Enhanced Cash ETF	1.23	0.02	0.26
iShares Government Inflation ETF	1.59	1.72	5.26
iShares Core Corporate Bond ETF	0.92	(1.49)	3.04
iShares Yield Plus ETF	1.37	(0.29)	1.76
iShares Treasury ETF	(0.56)	(1.17)	0.12

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

** The amount is nil when it is rounded to two decimal places.

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 multiple financial statements in adjacent columns in a single financial report.

The Funds have applied for 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.

Outbreak of COVID-19

The impact of the coronavirus outbreak was profound across all aspects of society. In developed economies, it is clear that the worst of the impact is now over. However, there is an expectation that seasonal peaks and new variants could give rise to renewed travel restrictions, enhanced health screenings at ports of entry and elsewhere, disruption of and delays in healthcare service preparation and delivery and supply chain disruptions which will create ongoing challenges. Widescale and comprehensive vaccination programmes have been put in place in many countries which have had a positive effect. Nevertheless, the impact of COVID-19 continues to adversely affect the economies of many nations across the globe and this in turn may continue to impact investments held by the Funds.

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 06 March 2023.

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



Director
A Landman

Sydney
06 March 2023

6 March 2023

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

Dear Directors

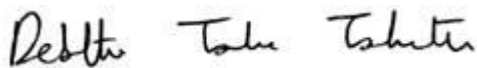
iShares Core Cash ETF, iShares Core Composite Bond ETF, iShares Enhanced Cash ETF, iShares Government Inflation ETF, iShares Core Corporate Bond ETF, iShares Yield Plus ETF, iShares Treasury ETF (collectively "iShares Domestic Fixed Interest Funds" or the "Funds")

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 Domestic Fixed Interest Funds.

As lead audit partner for the review of the financial statements of iShares Domestic Fixed Interest Funds for the financial period 1 July 2022 to 31 December 2022, 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 Domestic Fixed Interest Funds
Condensed Statements of Profit or Loss and Other Comprehensive Income
For the half-year ended 31 December 2022

Condensed Statements of Profit or Loss and Other Comprehensive Income

	Notes	iShares Core Cash ETF		iShares Core Composite Bond ETF	
		Half-year ended		Half-year ended	
		31 December 2022 \$'000	31 December 2021 \$'000	31 December 2022 \$'000	31 December 2021 \$'000
Investment income					
Interest income		965	4	5	-
Net gains/(losses) on financial instruments held at fair value through profit or loss (including any FX gains/(losses))	4	3,617	135	(4,474)	(19,646)
Other income		-	-	1	-
Total net investment income/(loss)		4,582	139	(4,468)	(19,646)
Expenses					
Management fees		128	139	1,307	1,391
Custody movement fees		-	2	-	6
Total operating expenses		128	141	1,307	1,397
Profit/(loss) for the half-year		4,454	(2)	(5,775)	(21,043)
Other comprehensive income		-	-	-	-
Total comprehensive income/(loss) for the half-year		4,454	(2)	(5,775)	(21,043)

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

iShares Domestic Fixed Interest Funds
Condensed Statements of Profit or Loss and Other Comprehensive Income
For the half-year ended 31 December 2022

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

	Notes	iShares Enhanced Cash ETF		iShares Government Inflation ETF	
		Half-year ended		Half-year ended	
		31 December 2022 \$'000	31 December 2021 \$'000	31 December 2022 \$'000	31 December 2021 \$'000
Investment income					
Interest income		476	27	1	-
Net gains/(losses) on financial instruments held at fair value through profit or loss (including any FX gains/(losses))	4	2,978	174	7,692	5,330
Other income		1	-	-	-
Total net investment income/(loss)		3,455	201	7,693	5,330
Expenses					
Management fees		164	150	474	268
Custody movement fees		1	2	-	3
Total operating expenses		165	152	474	271
Profit/(loss) for the half-year		3,290	49	7,219	5,059
Other comprehensive income		-	-	-	-
Total comprehensive income/(loss) for the half-year		3,290	49	7,219	5,059

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

iShares Domestic Fixed Interest Funds
Condensed Statements of Profit or Loss and Other Comprehensive Income
For the half-year ended 31 December 2022

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

	Notes	iShares Core Corporate Bond ETF		iShares Yield Plus ETF	
		Half-year ended		Half-year ended	
		31 December 2022 \$'000	31 December 2021 \$'000	31 December 2022 \$'000	31 December 2021 \$'000
Investment income					
Interest income		1	-	1	-
Net gains/(losses) on financial instruments held at fair value through profit or loss (including any FX gains/(losses))	4	<u>360</u>	<u>(312)</u>	<u>265</u>	<u>(18)</u>
Total net investment income/(loss)		<u>361</u>	<u>(312)</u>	<u>266</u>	<u>(18)</u>
Expenses					
Management fees		25	14	12	5
Custody movement fees		-	1	-	-
Other expenses		<u>-</u>	<u>-</u>	<u>1</u>	<u>-</u>
Total operating expenses		<u>25</u>	<u>15</u>	<u>13</u>	<u>5</u>
Profit/(loss) for the half-year		<u>336</u>	<u>(327)</u>	<u>253</u>	<u>(23)</u>
Other comprehensive income		<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total comprehensive income/(loss) for the half-year		<u><u>336</u></u>	<u><u>(327)</u></u>	<u><u>253</u></u>	<u><u>(23)</u></u>

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

iShares Domestic Fixed Interest Funds
Condensed Statements of Profit or Loss and Other Comprehensive Income
For the half-year ended 31 December 2022

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

	Notes	iShares Treasury ETF	
		31 December 2022 \$'000	31 December 2021 \$'000
Investment income			
Net gains/(losses) on financial instruments held at fair value through profit or loss (including any FX gains/(losses))	4	<u>(5,454)</u>	<u>159</u>
Total net investment income/(loss)		<u>(5,454)</u>	<u>159</u>
Expenses			
Management fees		329	98
Transaction costs		2	-
Custody movement fees		<u>-</u>	<u>5</u>
Total operating expenses		<u>331</u>	<u>103</u>
Profit/(loss) for the half-year		<u>(5,785)</u>	<u>56</u>
Other comprehensive income		<u>-</u>	<u>-</u>
Total comprehensive income/(loss) for the half-year		<u><u>(5,785)</u></u>	<u><u>56</u></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

		iShares Core Cash ETF		iShares Core Composite Bond ETF	
		As at		As at	
		31 December 2022 \$'000	30 June 2022 \$'000	31 December 2022 \$'000	30 June 2022 \$'000
Notes					
Assets					
	Cash and cash equivalents	169,194	264,235	2,736	13,779
	Financial assets held at fair value through profit or loss	317,609	1,993	1,718,902	1,707,747
7	Receivables	<u>10,292</u>	<u>26</u>	<u>2,757</u>	<u>12,230</u>
	Total assets	<u>497,095</u>	<u>266,254</u>	<u>1,724,395</u>	<u>1,733,756</u>
Liabilities					
	Payables	<u>56</u>	<u>34</u>	<u>5,222</u>	<u>34,533</u>
	Total liabilities	<u>56</u>	<u>34</u>	<u>5,222</u>	<u>34,533</u>
	Net assets attributable to unitholders - equity	<u>497,039</u>	<u>266,220</u>	<u>1,719,173</u>	<u>1,699,223</u>
6					
		iShares Enhanced Cash ETF		iShares Government Inflation ETF	
		As at		As at	
		31 December 2022 \$'000	30 June 2022 \$'000	31 December 2022 \$'000	30 June 2022 \$'000
Notes					
Assets					
	Cash and cash equivalents	53,259	241,674	548	202
	Financial assets held at fair value through profit or loss	200,253	58,422	518,790	463,221
7	Receivables	<u>97</u>	<u>3,054</u>	<u>1,546</u>	<u>1,886</u>
	Total assets	<u>253,609</u>	<u>303,150</u>	<u>520,884</u>	<u>465,309</u>
Liabilities					
	Payables	<u>55</u>	<u>70</u>	<u>1,893</u>	<u>136</u>
	Total liabilities	<u>55</u>	<u>70</u>	<u>1,893</u>	<u>136</u>
	Net assets attributable to unitholders - equity	<u>253,554</u>	<u>303,080</u>	<u>518,991</u>	<u>465,173</u>
6					

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

Condensed Statements of Financial Position (continued)

	Notes	iShares Core Corporate Bond ETF		iShares Yield Plus ETF	
		As at		As at	
		31 December 2022 \$'000	30 June 2022 \$'000	31 December 2022 \$'000	30 June 2022 \$'000
Assets					
Cash and cash equivalents		1,444	134	395	154
Financial assets held at fair value through profit or loss	7	41,275	27,172	18,204	15,472
Receivables		<u>1</u>	<u>131</u>	<u>1</u>	<u>101</u>
Total assets		<u>42,720</u>	<u>27,437</u>	<u>18,600</u>	<u>15,727</u>
Liabilities					
Payables		<u>1,191</u>	<u>106</u>	<u>347</u>	<u>98</u>
Total liabilities		<u>1,191</u>	<u>106</u>	<u>347</u>	<u>98</u>
Net assets attributable to unitholders - equity	6	<u>41,529</u>	<u>27,331</u>	<u>18,253</u>	<u>15,629</u>
iShares Treasury ETF					
As at					
	Notes	31 December 2022 \$'000	30 June 2022 \$'000		
Assets					
Cash and cash equivalents		179	104		
Financial assets held at fair value through profit or loss	7	444,683	227,539		
Receivables		<u>2,038</u>	<u>20,836</u>		
Total assets		<u>446,900</u>	<u>248,479</u>		
Liabilities					
Payables		<u>2,112</u>	<u>20,609</u>		
Total liabilities		<u>2,112</u>	<u>20,609</u>		
Net assets attributable to unitholders - equity	6	<u>444,788</u>	<u>227,870</u>		

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

iShares Domestic Fixed Interest Funds
Condensed Statements of Changes in Equity
For the half-year ended 31 December 2022

Condensed Statements of Changes in Equity

	Notes	iShares Core Cash ETF		iShares Core Composite Bond ETF	
		Half-year ended		Half-year ended	
		31 December 2022	31 December 2021	31 December 2022	31 December 2021
		\$'000	\$'000	\$'000	\$'000
Total equity at the beginning of the financial half-year		266,220	437,280	1,699,223	1,811,377
Comprehensive income for the half-year					
Profit/(loss) for the half-year		4,454	(2)	(5,775)	(21,043)
Other comprehensive income for the half-year		-	-	-	-
Total comprehensive income for the half-year		<u>4,454</u>	<u>(2)</u>	<u>(5,775)</u>	<u>(21,043)</u>
Transactions with unitholders					
Creations	6	229,869	110,272	74,680	201,297
Redemptions	6	-	(208,513)	(34,716)	(109,783)
Units issued upon reinvestment of distributions	6	42	-	480	968
Distributions paid and payable	5	(3,546)	(40)	(14,719)	(17,626)
Total transactions with unitholders		<u>226,365</u>	<u>(98,281)</u>	<u>25,725</u>	<u>74,856</u>
Total equity at the end of the financial half-year		<u>497,039</u>	<u>338,997</u>	<u>1,719,173</u>	<u>1,865,190</u>
		iShares Enhanced Cash ETF		iShares Government Inflation ETF	
		Half-year ended		Half-year ended	
		31 December 2022	31 December 2021	31 December 2022	31 December 2021
	Notes	\$'000	\$'000	\$'000	\$'000
Total equity at the beginning of the financial half-year		303,080	230,561	465,173	266,989
Comprehensive income for the half-year					
Profit/(loss) for the half-year		3,290	49	7,219	5,059
Other comprehensive income for the half-year		-	-	-	-
Total comprehensive income for the half-year		<u>3,290</u>	<u>49</u>	<u>7,219</u>	<u>5,059</u>
Transactions with unitholders					
Creations	6	81,518	45,620	78,109	76,035
Redemptions	6	(131,687)	(32,762)	(29,282)	-
Units issued upon reinvestment of distributions	6	13	1	90	39
Distributions paid and payable	5	(2,660)	(151)	(2,318)	(1,235)
Total transactions with unitholders		<u>(52,816)</u>	<u>12,708</u>	<u>46,599</u>	<u>74,839</u>
Total equity at the end of the financial half-year		<u>253,554</u>	<u>243,318</u>	<u>518,991</u>	<u>346,887</u>

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

Condensed Statements of Cash Flows

	Notes	iShares Core Cash ETF		iShares Core Composite Bond ETF	
		Half-year ended		Half-year ended	
		31 December 2022	31 December 2021	31 December 2022	31 December 2021
		\$'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		165,068	407,885	149,705	145,580
Purchases of financial instruments held at fair value through profit or loss		(478,482)	(594,871)	(209,706)	(248,161)
Interest received		2,166	135	24,522	23,647
Management fees paid		(111)	(146)	(1,289)	(1,352)
Operating expenses paid		-	(2)	-	(6)
<i>Net cash inflow/(outflow) from operating activities</i>		<u>(311,359)</u>	<u>(186,999)</u>	<u>(36,768)</u>	<u>(80,292)</u>
<i>Cash flows from financing activities</i>					
Proceeds from creations by unitholders		219,817	110,272	74,680	201,297
Payments for redemptions by unitholders		-	(208,513)	(34,716)	(109,783)
Distributions paid		(3,499)	(40)	(14,239)	(16,658)
<i>Net cash inflow/(outflow) from financing activities</i>		<u>216,318</u>	<u>(98,281)</u>	<u>25,725</u>	<u>74,856</u>
<i>Net increase/(decrease) in cash and cash equivalents</i>		<u>(95,041)</u>	<u>(285,280)</u>	<u>(11,043)</u>	<u>(5,436)</u>
Cash and cash equivalents at the beginning of the half-year		264,235	432,325	13,779	8,559
<i>Cash and cash equivalents at the end of the half-year</i>		<u>169,194</u>	<u>147,045</u>	<u>2,736</u>	<u>3,123</u>
Non cash financing activities	6	42	-	480	968

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

Condensed Statements of Cash Flows (continued)

	Notes	iShares Enhanced Cash ETF		iShares Government Inflation ETF	
		Half-year ended		Half-year ended	
		31 December 2022	31 December 2021	31 December 2022	31 December 2021
		\$'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		255,817	221,284	36,256	13,466
Purchases of financial instruments held at fair value through profit or loss		(396,407)	(257,897)	(86,964)	(84,892)
Interest received		2,149	321	4,907	2,348
Management fees paid		(172)	(147)	(448)	(250)
Operating expenses paid		-	(2)	(4)	(3)
<i>Net cash inflow/(outflow) from operating activities</i>		<u>(138,613)</u>	<u>(36,441)</u>	<u>(46,253)</u>	<u>(69,331)</u>
<i>Cash flows from financing activities</i>					
Proceeds from creations by unitholders		84,532	45,620	78,109	76,035
Payments for redemptions by unitholders		(131,687)	(32,762)	(29,282)	-
Distributions paid		(2,647)	(150)	(2,228)	(1,196)
<i>Net cash inflow/(outflow) from financing activities</i>		<u>(49,802)</u>	<u>12,708</u>	<u>46,599</u>	<u>74,839</u>
<i>Net increase/(decrease) in cash and cash equivalents</i>		<u>(188,415)</u>	<u>(23,733)</u>	<u>346</u>	<u>5,508</u>
Cash and cash equivalents at the beginning of the half-year		241,674	73,238	202	1,568
<i>Cash and cash equivalents at the end of the half-year</i>		<u>53,259</u>	<u>49,505</u>	<u>548</u>	<u>7,076</u>
Non cash financing activities	6	13	1	90	39

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

Condensed Statements of Cash Flows (continued)

	Notes	iShares Core Corporate Bond ETF		iShares Yield Plus ETF	
		Half-year ended		Half-year ended	
		31 December 2022 \$'000	31 December 2021 \$'000	31 December 2022 \$'000	31 December 2021 \$'000
<i>Cash flows from operating activities</i>					
Proceeds from sale of financial instruments held at fair value through profit or loss		1,690	1,304	4,285	2,298
Purchases of financial instruments held at fair value through profit or loss		(14,618)	(14,446)	(6,675)	(5,295)
Interest received		398	186	270	67
Dividends/distributions received		-	-	-	1
Management fees paid		(22)	(13)	(11)	(6)
Operating expenses paid		-	(1)	-	-
<i>Net cash inflow/(outflow) from operating activities</i>		<u>(12,552)</u>	<u>(12,970)</u>	<u>(2,131)</u>	<u>(2,935)</u>
<i>Cash flows from financing activities</i>					
Proceeds from creations by unitholders		14,133	14,086	4,396	4,524
Payments for redemptions by unitholders		-	-	(1,804)	(1,518)
Distributions paid		(271)	(124)	(220)	(51)
<i>Net cash inflow/(outflow) from financing activities</i>		<u>13,862</u>	<u>13,962</u>	<u>2,372</u>	<u>2,955</u>
<i>Net increase/(decrease) in cash and cash equivalents</i>		1,310	992	241	20
Cash and cash equivalents at the beginning of the half-year		<u>134</u>	<u>52</u>	<u>154</u>	<u>343</u>
<i>Cash and cash equivalents at the end of the half-year</i>		<u><u>1,444</u></u>	<u><u>1,044</u></u>	<u><u>395</u></u>	<u><u>363</u></u>
Non cash financing activities	6	<u>5</u>	<u>1</u>	<u>24</u>	<u>5</u>

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

Condensed Statements of Cash Flows (continued)

		iShares Treasury ETF	
		Half-year ended	
		31 December	31 December
		2022	2021
		\$'000	\$'000
	Notes		
<i>Cash flows from operating activities</i>			
Proceeds from sale of financial instruments held at fair value through profit or loss		36,526	39,566
Purchases of financial instruments held at fair value through profit or loss		(275,940)	(73,521)
Transaction costs		(1)	-
Interest received		3,927	1,136
Management fees paid		(263)	(91)
Operating expenses paid		(9)	(5)
		<u>(235,760)</u>	<u>(32,915)</u>
<i>Net cash inflow/(outflow) from operating activities</i>			
<i>Cash flows from financing activities</i>			
Proceeds from creations by unitholders		241,972	69,043
Payments for redemptions by unitholders		(4,809)	(35,306)
Distributions paid		(1,328)	(819)
		<u>235,835</u>	<u>32,918</u>
<i>Net cash inflow/(outflow) from financing activities</i>			
		75	3
<i>Net increase/(decrease) in cash and cash equivalents</i>		<u>104</u>	<u>111</u>
Cash and cash equivalents at the beginning of the half-year			
		<u>179</u>	<u>114</u>
<i>Cash and cash equivalents at the end of the half-year</i>			
Non cash financing activities	6	<u>7</u>	<u>20</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 2022 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 Cash ETF, iShares Core Composite Bond ETF, iShares Enhanced Cash ETF, iShares Government Inflation ETF, iShares Core Corporate Bond ETF, iShares Yield Plus ETF and iShares Treasury ETF (the "Funds") as individual entities. The Funds were constituted on 9 February 2017, 2 December 2011, 9 February 2017, 2 December 2011, 10 March 2020, 10 March 2020 and 26 August 2010, 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 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.

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' 2022 annual financial report for the financial year ended 30 June 2022.

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 2022 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 2022. 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.

(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.

3 Financial Risk Management (continued)

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

(ii) Fair value in an inactive or unquoted market (continued)

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

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

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

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

(b) Fair Value Hierarchy

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

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

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

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

The following tables present the Funds' financial assets and liabilities (by class) measured at fair value according to the fair value hierarchy at 31 December 2022 and 30 June 2022.

As at 31 December 2022	iShares Core Cash ETF			Total \$'000
	Level 1 \$'000	Level 2 \$'000	Level 3 \$'000	
Financial assets				
Money market securities	317,609	-	-	317,609
Total	<u>317,609</u>	<u>-</u>	<u>-</u>	<u>317,609</u>

As at 30 June 2022	iShares Core Cash ETF			Total \$'000
	Level 1 \$'000	Level 2 \$'000	Level 3 \$'000	
Financial assets				
Money market securities	1,993	-	-	1,993
Total	<u>1,993</u>	<u>-</u>	<u>-</u>	<u>1,993</u>

3 Financial Risk Management (continued)

(b) Fair Value Hierarchy (continued)

As at 31 December 2022	iShares Core Composite Bond ETF			Total \$'000
	Level 1 \$'000	Level 2 \$'000	Level 3 \$'000	
Financial assets				
Interest bearing securities	-	1,718,902	-	1,718,902
Total	-	1,718,902	-	1,718,902

As at 30 June 2022	iShares Core Composite Bond ETF			Total \$'000
	Level 1 \$'000	Level 2 \$'000	Level 3 \$'000	
Financial assets				
Interest bearing securities	-	1,707,747	-	1,707,747
Total	-	1,707,747	-	1,707,747

As at 31 December 2022	iShares Enhanced Cash ETF			Total \$'000
	Level 1 \$'000	Level 2 \$'000	Level 3 \$'000	
Financial assets				
Interest bearing securities	-	40,229	-	40,229
Money market securities	158,017	2,007	-	160,024
Total	158,017	42,236	-	200,253

As at 30 June 2022	iShares Enhanced Cash ETF			Total \$'000
	Level 1 \$'000	Level 2 \$'000	Level 3 \$'000	
Financial assets				
Interest bearing securities	-	42,921	-	42,921
Money market securities	9,994	5,507	-	15,501
Total	9,994	48,428	-	58,422

As at 31 December 2022	iShares Government Inflation ETF			Total \$'000
	Level 1 \$'000	Level 2 \$'000	Level 3 \$'000	
Financial assets				
Interest bearing securities	-	518,790	-	518,790
Total	-	518,790	-	518,790

As at 30 June 2022	iShares Government Inflation ETF			Total \$'000
	Level 1 \$'000	Level 2 \$'000	Level 3 \$'000	
Financial assets				
Interest bearing securities	-	463,221	-	463,221
Total	-	463,221	-	463,221

3 Financial Risk Management (continued)

(b) Fair Value Hierarchy (continued)

As at 31 December 2022	iShares Core Corporate Bond ETF			Total \$'000
	Level 1 \$'000	Level 2 \$'000	Level 3 \$'000	
Financial assets				
Interest bearing securities	-	41,275	-	41,275
Total	-	41,275	-	41,275

As at 30 June 2022	iShares Core Corporate Bond ETF			Total \$'000
	Level 1 \$'000	Level 2 \$'000	Level 3 \$'000	
Financial assets				
Interest bearing securities	-	27,172	-	27,172
Total	-	27,172	-	27,172

As at 31 December 2022	iShares Yield Plus ETF			Total \$'000
	Level 1 \$'000	Level 2 \$'000	Level 3 \$'000	
Financial assets				
Interest bearing securities	-	17,116	-	17,116
Money market securities	-	1,088	-	1,088
Total	-	18,204	-	18,204

As at 30 June 2022	iShares Yield Plus ETF			Total \$'000
	Level 1 \$'000	Level 2 \$'000	Level 3 \$'000	
Financial assets				
Interest bearing securities	-	14,834	-	14,834
Money market securities	-	638	-	638
Total	-	15,472	-	15,472

As at 31 December 2022	iShares Treasury ETF			Total \$'000
	Level 1 \$'000	Level 2 \$'000	Level 3 \$'000	
Financial assets				
Interest bearing securities	-	444,683	-	444,683
Total	-	444,683	-	444,683

As at 30 June 2022	iShares Treasury ETF			Total \$'000
	Level 1 \$'000	Level 2 \$'000	Level 3 \$'000	
Financial assets				
Interest bearing securities	-	227,539	-	227,539
Total	-	227,539	-	227,539

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

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

	iShares Core Corporate Bond ETF		iShares Yield Plus ETF	
	Half-year ended		Half-year ended	
	31 December 2022 \$'000	31 December 2021 \$'000	31 December 2022 \$'000	31 December 2021 \$'000
Net gains/(losses) on financial assets and liabilities held at fair value through profit or loss (including any FX gains/(losses))	<u>360</u>	<u>(312)</u>	<u>265</u>	<u>(18)</u>
	<u><u>360</u></u>	<u><u>(312)</u></u>	<u><u>265</u></u>	<u><u>(18)</u></u>
			iShares Treasury ETF	
			Half-year ended	
			31 December 2022 \$'000	31 December 2021 \$'000
Net gains/(losses) on financial assets and liabilities held at fair value through profit or loss (including any FX gains/(losses))			<u>(5,454)</u>	<u>159</u>
			<u><u>(5,454)</u></u>	<u><u>159</u></u>

5 Distributions to Unitholders

The distributions during the half-year were as follows:

	iShares Core Cash ETF			
	Half-year ended			
	31 December 2022		31 December 2021	
	\$'000	CPU	\$'000	CPU
Distributions paid - 30 June*	154	5.80	24	0.55
Distributions paid - 31 July	296	9.86	5	0.12
Distributions paid - 31 August	539	16.81	1	0.03
Distributions paid - 30 September	594	16.35	4	0.10
Distributions paid - 31 October	926	21.50	4	0.10
Distributions paid - 30 November	1,037	24.02	2	0.05
	<u>3,546</u>		<u>40</u>	
			iShares Core Composite Bond ETF	
			Half-year ended	
	31 December 2022		31 December 2021	
	\$'000	CPU	\$'000	CPU
Distributions paid - Quarter 4*	8,714	51.11	11,673	73.09
Distributions paid - Quarter 1	6,005	34.52	5,953	37.26
	<u>14,719</u>		<u>17,626</u>	

5 Distributions to Unitholders (continued)

iShares Enhanced Cash ETF Half-year ended

	31 December 2022		31 December 2021	
	\$'000	CPU	\$'000	CPU
Distributions paid - 30 June*	132	4.38	29	1.28
Distributions paid - 31 July	309	9.99	30	1.24
Distributions paid - 31 August	454	19.59	28	1.11
Distributions paid - 30 September	469	17.68	25	0.97
Distributions paid - 31 October	619	22.49	21	0.78
Distributions paid - 30 November	677	24.75	18	0.78
	<u>2,660</u>		<u>151</u>	

iShares Government Inflation ETF Half-year ended

	31 December 2022		31 December 2021	
	\$'000	CPU	\$'000	CPU
Distributions paid - Quarter 4*	1,954	49.33	1,123	55.78
Distributions paid - Quarter 1	364	8.00	112	5.00
	<u>2,318</u>		<u>1,235</u>	

iShares Core Corporate Bond ETF Half-year ended

	31 December 2022		31 December 2021	
	\$'000	CPU	\$'000	CPU
Distributions paid - Quarter 4*	112	267.21	60	41.64
Distributions paid - Quarter 1	164	201.34	65	33.13
	<u>276</u>		<u>125</u>	

iShares Yield Plus ETF Half-year ended

	31 December 2022		31 December 2021	
	\$'000	CPU	\$'000	CPU
Distributions paid - 30 June*	23	14.45	20	23.61
Distributions paid - 31 July	29	15.34	9	10.02
Distributions paid - 31 August	46	24.25	8	10.94
Distributions paid - 30 September	45	21.78	6	8.32
Distributions paid - 31 October	50	24.03	5	6.27
Distributions paid - 30 November	51	24.84	8	7.13
	<u>244</u>		<u>56</u>	

iShares Treasury ETF Half-year ended

	31 December 2022		31 December 2021	
	\$'000	CPU	\$'000	CPU
Distributions paid - Quarter 4*	363	15.46	779	75.60
Distributions paid - Quarter 1	973	24.94	60	7.93
	<u>1,336</u>		<u>839</u>	

* Relates to 30 June 2022 and 30 June 2021 distributions which had an ex-date of 1 July 2022 and 1 July 2021 respectively.

6 Net Assets Attributable to Unitholders

Under AASB 132 *Financial instruments: Presentation*, puttable financial instruments that meet the definition of a financial liability are to be classified as equity when 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.

Units are classified as equity when they satisfy the following criteria under AASB 132 *Financial instruments: Presentation*:

- the puttable financial instrument entitles the holder to a pro-rata share of net assets in the event of the Funds' liquidation;
- the puttable financial instrument is in the class of instruments that is subordinate to all other classes of instruments and class features are identical;
- the puttable financial instrument does not include any contractual obligations to deliver cash or another financial asset, or to exchange financial instruments with another entity under potentially unfavourable conditions to the Funds, and it is not a contract settled in the Funds' own equity instruments; and
- the total expected cash flows attributable to the puttable financial instrument over the life are based substantially on the profit or loss.

In addition to the instrument having all the above features, paragraph 16B of AASB 132 requires that the issuer have no other financial instrument or contract that has:

- Total cash flows based substantially on the profit or loss, the change in the recognised net assets or the change in fair value of the recognised and unrecognised net assets of the entity.
- The effect of substantially restricting or fixing the residual return to the puttable instrument holders.

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 Cash ETF			
	31 December	30 June	31 December	30 June
	2022	2022	2022	2022
	No.'000	No.'000	\$'000	\$'000
Opening balance	2,655	4,362	266,220	437,280
Profit/(loss) for the half-year	-	-	4,454	220
Creations	2,290	1,480	229,869	148,365
Redemptions	-	(3,187)	-	(319,487)
Units issued upon reinvestment of distributions	-	-	42	-
Distributions paid and payable	-	-	(3,546)	(158)
Closing balance	4,945	2,655	497,039	266,220

	iShares Core Composite Bond ETF			
	31 December	30 June	31 December	30 June
	2022	2022	2022	2022
	No.'000	No.'000	\$'000	\$'000
Opening balance	17,049	15,972	1,699,223	1,811,377
Profit/(loss) for the half-year	-	-	(5,775)	(193,642)
Creations	750	3,220	74,680	347,859
Redemptions	(345)	(2,155)	(34,716)	(238,787)
Units issued upon reinvestment of distributions	5	12	480	1,410
Distributions paid and payable	-	-	(14,719)	(28,994)
Closing balance	17,459	17,049	1,719,173	1,699,223

6 Net Assets Attributable to Unitholders (continued)

	iShares Enhanced Cash ETF			
	31 December 2022 No.'000	30 June 2022 No.'000	31 December 2022 \$'000	30 June 2022 \$'000
Opening balance	3,017	2,294	303,080	230,561
Profit/(loss) for the half-year	-	-	3,290	212
Creations	811	1,814	81,518	182,260
Redemptions	(1,310)	(1,091)	(131,687)	(109,592)
Units issued upon reinvestment of distributions	-	-	13	2
Distributions paid and payable	-	-	(2,660)	(363)
Closing balance	2,518	3,017	253,554	303,080

	iShares Government Inflation ETF			
	31 December 2022 No.'000	30 June 2022 No.'000	31 December 2022 \$'000	30 June 2022 \$'000
Opening balance	3,961	2,013	465,173	266,989
Profit/(loss) for the half-year	-	-	7,219	(52,183)
Creations	654	1,967	78,109	255,383
Redemptions	(245)	(20)	(29,282)	(2,379)
Units issued upon reinvestment of distributions	1	1	90	93
Distributions paid and payable	-	-	(2,318)	(2,730)
Closing balance	4,371	3,961	518,991	465,173

	iShares Core Corporate Bond ETF			
	31 December 2022 No.'000	30 June 2022 No.'000	31 December 2022 \$'000	30 June 2022 \$'000
Opening balance	300	145	27,331	14,787
Profit/(loss) for the half-year	-	-	336	(2,636)
Creations	156	155	14,133	15,492
Units issued upon reinvestment of distributions	-	-	5	4
Distributions paid and payable	-	-	(276)	(316)
Closing balance	456	300	41,529	27,331

	iShares Yield Plus ETF			
	31 December 2022 No.'000	30 June 2022 No.'000	31 December 2022 \$'000	30 June 2022 \$'000
Opening balance	160	85	15,629	8,620
Profit/(loss) for the half-year	-	-	253	(355)
Creations	45	90	4,395	8,985
Redemptions	(18)	(15)	(1,804)	(1,519)
Units issued upon reinvestment of distributions	-	-	24	17
Distributions paid and payable	-	-	(244)	(119)
Closing balance	187	160	18,253	15,629

6 Net Assets Attributable to Unitholders (continued)

	iShares Treasury ETF			
	31 December 2022 No.'000	30 June 2022 No.'000	31 December 2022 \$'000	30 June 2022 \$'000
Opening balance	2,344	1,029	227,870	113,635
Profit/(loss) for the half-year	-	-	(5,785)	(10,823)
Creations	2,328	2,156	228,841	217,532
Redemptions	(50)	(841)	(4,809)	(91,219)
Units issued upon reinvestment of distributions	-	-	7	28
Distributions paid and payable	-	-	(1,336)	(1,283)
Closing balance	4,622	2,344	444,788	227,870

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 2022 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 Constitutions 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 Cash ETF		iShares Core Composite Bond ETF	
	As at		As at	
	31 December 2022 \$'000	30 June 2022 \$'000	31 December 2022 \$'000	30 June 2022 \$'000
Interest bearing securities	-	-	1,718,902	1,707,747
Money market securities	317,609	1,993	-	-
Total financial assets held at fair value through profit or loss	317,609	1,993	1,718,902	1,707,747

	iShares Enhanced Cash ETF		iShares Government Inflation ETF	
	As at		As at	
	31 December 2022 \$'000	30 June 2022 \$'000	31 December 2022 \$'000	30 June 2022 \$'000
Interest bearing securities	40,229	42,921	518,790	463,221
Money market securities	160,024	15,501	-	-
Total financial assets held at fair value through profit or loss	200,253	58,422	518,790	463,221

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

	iShares Core Corporate Bond ETF		iShares Yield Plus ETF	
	As at		As at	
	31 December 2022 \$'000	30 June 2022 \$'000	31 December 2022 \$'000	30 June 2022 \$'000
Interest bearing securities	41,275	27,172	17,116	14,834
Money market securities	-	-	1,088	638
Total financial assets held at fair value through profit or loss	41,275	27,172	18,204	15,472

	iShares Treasury ETF	
	As at	
	31 December 2022 \$'000	30 June 2022 \$'000
Interest bearing securities	444,683	227,539
Total financial assets held at fair value through profit or loss	444,683	227,539

8 Segment Information

iShares Core Cash ETF

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

iShares Core Composite Bond 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 Bloomberg AusBond Composite 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 Bloomberg AusBond Composite Index. Accordingly, no additional qualitative or quantitative disclosures are required.

iShares Enhanced Cash ETF

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

iShares Government Inflation 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 Bloomberg AusBond Inflation Government 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 Bloomberg AusBond Inflation Government Index. Accordingly, no additional qualitative or quantitative disclosures are required.

iShares Core Corporate Bond 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 Bloomberg AusBond Credit 0+ Yr IndexSM. 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 Bloomberg AusBond Credit 0+ Yr IndexSM. Accordingly, no additional qualitative or quantitative disclosures are required.

8 Segment Information (continued)

iShares Yield Plus 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 custom Bloomberg AusBond Credit and FRN Ex Big 4 Banks IndexSM. 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 custom Bloomberg AusBond Credit and FRN Ex Big 4 Banks IndexSM. Accordingly, no additional qualitative or quantitative disclosures are required.

iShares Treasury 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 Bloomberg AusBond Treasury 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 Bloomberg AusBond Treasury Index. Accordingly, no additional qualitative or quantitative disclosures are required.

9 Events Occurring After the Reporting Period

iShares Core Cash ETF

The Fund announced on 09 January 2023 an interim distribution of 21.76 cents per unit, which equates to \$1,075,974.29. The interim distribution ex-date was 06 January 2023 and payment was on 18 January 2023.

iShares Core Composite Bond ETF

The Fund announced on 09 January 2023 an interim distribution of 12.98 cents per unit, which equates to \$2,266,065.03. The interim distribution ex-date was 06 January 2023 and payment was on 18 January 2023.

iShares Enhanced Cash ETF

The Fund announced on 09 January 2023 an interim distribution of 29.72 cents per unit, which equates to \$748,226.07. The interim distribution ex-date was 06 January 2023 and payment was on 18 January 2023.

iShares Government Inflation ETF

The Fund announced on 09 January 2023 an interim distribution of 12.00 cents per unit, which equates to \$524,618.88. The interim distribution ex-date was 06 January 2023 and payment was on 18 January 2023.

iShares Core Corporate Bond ETF

The Fund announced on 09 January 2023 an interim distribution of 57.94 cents per unit, which equates to \$264,290.73. The interim distribution ex-date was 06 January 2023 and payment was on 18 January 2023.

iShares Yield Plus ETF

The Fund announced on 09 January 2023 an interim distribution of 28.99 cents per unit, which equates to \$54,174.09. The interim distribution ex-date was 06 January 2023 and payment was on 18 January 2023.

iShares Treasury ETF

The Fund announced on 09 January 2023 an interim distribution of 26.89 cents per unit, which equates to \$1,242,875.64. The interim distribution ex-date was 06 January 2023 and payment was on 18 January 2023.

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 2022 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
06 March 2023

Independent Auditor's Review Report to the unitholders of iShares Domestic Fixed Interest Funds

Conclusion

We have reviewed the accompanying half-year financial report of iShares Core Cash ETF, iShares Core Composite Bond ETF, iShares Enhanced Cash ETF, iShares Government Inflation ETF, iShares Core Corporate Bond ETF, iShares Yield Plus ETF, iShares Treasury ETF (collectively "iShares Domestic Fixed Interest Funds" or the "Funds"), which comprises the condensed statements of financial position as at 31 December 2022, and the condensed statements of profit or loss and 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 2022 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 2022 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, 6 March 2023

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