

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
IHWL	iShares Core MSCI World Ex Australia ESG Leaders (AUD Hedged) ETF
IWLD	iShares Core MSCI World Ex Australia ESG Leaders ETF
WVOL	iShares Edge MSCI World Minimum Volatility ETF
WDMF	iShares Edge MSCI World Multifactor ETF
IHO0	iShares Global 100 (AUD Hedged) ETF
IHVV	iShares S&P 500 (AUD Hedged) ETF

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

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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
ARSN 607 996 458
- iShares Core MSCI World Ex Australia ESG Leaders ETF
ARSN 610 786 171
- iShares Edge MSCI World Minimum Volatility ETF
ARSN 614 057 831
- iShares Edge MSCI World Multifactor ETF
ARSN 614 058 301
- iShares Global 100 (AUD Hedged) ETF
ARSN 602 618 744
- iShares S&P 500 (AUD Hedged) ETF
ARSN 602 618 691

iShares International 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 International 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 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 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

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	
J Collins	Appointed 29 July 2015	
A Landman	Appointed 3 February 2020	
I Davila	Appointed 5 March 2020	

Directors' Report (continued)

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 2022	31 December 2021	31 December 2022	31 December 2021
	\$'000	\$'000	\$'000	\$'000
Profit/(loss) for the half-year	(6,975)	30,281	8,943	29,847
Distributions paid and payable	1,918	32,017	4,020	24,239
	iShares Edge MSCI World Minimum Volatility ETF		iShares Edge MSCI World Multifactor ETF	
	Half-year ended		Half-year ended	
	31 December 2022	31 December 2021	31 December 2022	31 December 2021
	\$'000	\$'000	\$'000	\$'000
Profit/(loss) for the half-year	11,465	17,073	8,805	14,874
Distributions paid and payable	4,616	1,634	11,106	9,105
	iShares Global 100 (AUD Hedged) ETF		iShares S&P 500 (AUD Hedged) ETF	
	Half-year ended		Half-year ended	
	31 December 2022	31 December 2021	31 December 2022	31 December 2021
	\$'000	\$'000	\$'000	\$'000
Profit/(loss) for the half-year	(3,748)	14,410	2,002	64,451
Distributions paid and payable	2,262	21,180	8,450	116,515

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 MSCI World Ex Australia ESG Leaders (AUD Hedged) ETF	(0.19)	12.59	18.64
iShares Core MSCI World Ex Australia ESG Leaders ETF	2.60	15.66	9.72
iShares Edge MSCI World Minimum Volatility ETF	4.33	9.71	0.28
iShares Edge MSCI World Multifactor ETF	6.33	8.66	9.06
iShares Global 100 (AUD Hedged) ETF	(0.72)	10.94	16.08
iShares S&P 500 (AUD Hedged) ETF	0.67	10.97	20.44

* 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 multiple 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.

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

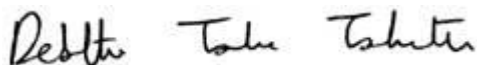
iShares Core MSCI World Ex Australia ESG Leaders (AUD Hedged) ETF, iShares Core MSCI World Ex Australia ESG Leaders ETF, iShares Edge MSCI World Minimum Volatility ETF, iShares Edge MSCI World Multifactor ETF, iShares Global 100 (AUD Hedged) ETF, iShares S&P 500 (AUD Hedged) ETF (collectively “iShares 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 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 International 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 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 2022 \$'000	31 December 2021 \$'000	31 December 2022 \$'000	31 December 2021 \$'000
Investment income					
Interest income		1	-	3	-
Dividend/distribution income		1,601	1,428	3,660	1,259
Net gains/(losses) on financial instruments held at fair value through profit or loss (including any FX gains/(losses))	4	(8,384)	29,095	5,588	28,798
Fee rebates from related schemes		-	1	-	-
Other income		-	-	-	1
Total net investment income/(loss)		(6,782)	30,524	9,251	30,058
Expenses					
Management fees		148	153	250	100
Transaction costs		38	25	53	80
Custody movement fees		5	42	2	12
Interest expense		-	1	-	-
Other expenses		2	22	3	19
Total operating expenses		193	243	308	211
Profit/(loss) for the half-year		(6,975)	30,281	8,943	29,847
Other comprehensive income		-	-	-	-
Total comprehensive income/(loss) for the half-year		(6,975)	30,281	8,943	29,847

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 2022

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

	Notes	iShares Edge MSCI World Minimum Volatility ETF		iShares Edge MSCI World Multifactor ETF	
		Half-year ended		Half-year ended	
		31 December 2022 \$'000	31 December 2021 \$'000	31 December 2022 \$'000	31 December 2021 \$'000
Investment income					
Dividend/distribution income		3,305	2,165	1,550	1,699
Net gains/(losses) on financial instruments held at fair value through profit or loss (including any FX gains/(losses))	4	8,627	15,295	7,527	13,571
Other income		1	18	-	7
Total net investment income/(loss)		11,933	17,478	9,077	15,277
Expenses					
Management fees		436	321	254	314
Transaction costs		29	33	16	22
Custody movement fees		1	40	1	29
Other expenses		2	11	1	38
Total operating expenses		468	405	272	403
Profit/(loss) for the half-year		11,465	17,073	8,805	14,874
Other comprehensive income		-	-	-	-
Total comprehensive income/(loss) for the half-year		11,465	17,073	8,805	14,874

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 2022

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

	Notes	iShares Global 100 (AUD Hedged) ETF		iShares S&P 500 (AUD Hedged) ETF	
		Half-year ended		Half-year ended	
		31 December 2022	31 December 2021	31 December 2022	31 December 2021
		\$'000	\$'000	\$'000	\$'000
Investment income					
Interest income		2	-	3	-
Dividend/distribution income		1,544	984	5,843	3,772
Net gains/(losses) on financial instruments held at fair value through profit or loss (including any FX gains/(losses))	4	(4,748)	13,823	(3,591)	60,900
Fee rebates from related schemes		-	-	104	93
Other income		-	8	-	-
Total net investment income/(loss)		(3,202)	14,815	2,359	64,765
Expenses					
Management fees		407	298	346	306
Transaction costs		99	20	9	3
Custody movement fees		39	32	2	5
Other expenses		1	55	-	-
Total operating expenses		546	405	357	314
Profit/(loss) for the half-year		(3,748)	14,410	2,002	64,451
Other comprehensive income		-	-	-	-
Total comprehensive income/(loss) for the half-year		(3,748)	14,410	2,002	64,451

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 2022 \$'000	30 June 2022 \$'000	31 December 2022 \$'000	30 June 2022 \$'000
Assets					
Cash and cash equivalents		396	2,779	1,508	3,770
Financial assets held at fair value through profit or loss	7	204,276	250,189	523,213	507,218
Cash held on collateral		39	160	130	207
Receivables		202	14,250	473	6,692
Total assets		204,913	267,378	525,324	517,887
Liabilities					
Financial liabilities held at fair value through profit or loss	8	1,140	9,758	52	24
Payables		41	5,967	80	6,355
Total liabilities		1,181	15,725	132	6,379
Net assets attributable to unitholders - equity	6	203,732	251,653	525,192	511,508
	Notes	iShares Edge MSCI World Minimum Volatility ETF		iShares Edge MSCI World Multifactor 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		1,405	845	519	499
Financial assets held at fair value through profit or loss	7	307,441	239,472	140,802	135,301
Cash held on collateral		116	57	41	31
Receivables		455	4,328	247	10,455
Total assets		309,417	244,702	141,609	146,286
Liabilities					
Financial liabilities held at fair value through profit or loss	8	47	16	12	9
Payables		155	120	87	91
Total liabilities		202	136	99	100
Net assets attributable to unitholders - equity	6	309,215	244,566	141,510	146,186

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 2022	30 June 2022	31 December 2022	30 June 2022
		\$'000	\$'000	\$'000	\$'000
Assets					
Cash and cash equivalents		745	536	317	395
Financial assets held at fair value through profit or loss	7	269,981	136,324	907,483	556,186
Cash held on collateral		53	21	-	-
Receivables		<u>302</u>	<u>7,015</u>	<u>713</u>	<u>33,777</u>
Total assets		<u>271,081</u>	<u>143,896</u>	<u>908,513</u>	<u>590,358</u>
Liabilities					
Financial liabilities held at fair value through profit or loss	8	1,355	6,255	331	28,631
Payables		<u>234</u>	<u>112</u>	<u>8,850</u>	<u>98</u>
Total liabilities		<u>1,589</u>	<u>6,367</u>	<u>9,181</u>	<u>28,729</u>
Net assets attributable to unitholders - equity	6	<u>269,492</u>	<u>137,529</u>	<u>899,332</u>	<u>561,629</u>

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

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

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 2022 \$'000	31 December 2021 \$'000	31 December 2022 \$'000	31 December 2021 \$'000
Total equity at the beginning of the financial half-year		251,653	286,804	511,508	176,191
Comprehensive income for the half-year					
Profit/(loss) for the half-year		(6,975)	30,281	8,943	29,847
Other comprehensive income for the half-year		-	-	-	-
Total comprehensive income for the half-year		(6,975)	30,281	8,943	29,847
Transactions with unitholders					
Creations	6	55,675	43,855	99,400	209,555
Redemptions	6	(94,769)	(62,220)	(90,859)	(4,602)
Units issued upon reinvestment of distributions	6	66	1,589	220	4,039
Distributions paid and payable	5	(1,918)	(32,017)	(4,020)	(24,239)
Total transactions with unitholders		(40,946)	(48,793)	4,741	184,753
Total equity at the end of the financial half-year		203,732	268,292	525,192	390,791

	Notes	iShares Edge MSCI World Minimum Volatility ETF		iShares Edge MSCI World Multifactor ETF	
		Half-year ended		Half-year ended	
		31 December 2022 \$'000	31 December 2021 \$'000	31 December 2022 \$'000	31 December 2021 \$'000
Total equity at the beginning of the financial half-year		244,566	144,835	146,186	187,914
Comprehensive income for the half-year					
Profit/(loss) for the half-year		11,465	17,073	8,805	14,874
Other comprehensive income for the half-year		-	-	-	-
Total comprehensive income for the half-year		11,465	17,073	8,805	14,874
Transactions with unitholders					
Creations	6	57,684	88,544	-	9,411
Redemptions	6	-	(17,043)	(2,812)	(15,368)
Units issued upon reinvestment of distributions	6	116	60	437	220
Distributions paid and payable	5	(4,616)	(1,634)	(11,106)	(9,105)
Total transactions with unitholders		53,184	69,927	(13,481)	(14,842)
Total equity at the end of the financial half-year		309,215	231,835	141,510	187,946

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

Condensed Statements of Changes in Equity (continued)

	Notes	iShares Global 100 (AUD Hedged) ETF		iShares S&P 500 (AUD Hedged) ETF	
		Half-year ended		Half-year ended	
		31 December 2022	31 December 2021	31 December 2022	31 December 2021
		\$'000	\$'000	\$'000	\$'000
<i>Total equity at the beginning of the financial half-year</i>		137,529	136,594	561,629	648,975
<i>Comprehensive income for the half-year</i>					
Profit/(loss) for the half-year		(3,748)	14,410	2,002	64,451
Other comprehensive income for the half-year		-	-	-	-
<i>Total comprehensive income for the half-year</i>		(3,748)	14,410	2,002	64,451
<i>Transactions with unitholders</i>					
Creations	6	137,823	21,876	412,626	105,377
Redemptions	6	-	-	(69,086)	(8,052)
Units issued upon reinvestment of distributions	6	150	1,331	611	6,425
Distributions paid and payable	5	(2,262)	(21,180)	(8,450)	(116,515)
<i>Total transactions with unitholders</i>		135,711	2,027	335,701	(12,765)
<i>Total equity at the end of the financial half-year</i>		269,492	153,031	899,332	700,661

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 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 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		97,856	89,123	94,447	25,219
Purchases of financial instruments held at fair value through profit or loss		(66,965)	(40,828)	(111,032)	(206,394)
Transaction costs		(38)	(25)	(53)	(80)
Interest received		1	-	3	-
Dividends/distributions received		1,662	1,441	3,668	1,165
Fee rebates from related schemes received		-	15	-	8
Other income received		-	-	-	1
Management fees paid		(154)	(164)	(236)	(84)
Operating expenses paid		(7)	202	(8)	(33)
Interest expense paid		-	(1)	-	-
<i>Net cash inflow/(outflow) from operating activities</i>		<u>32,355</u>	<u>49,763</u>	<u>(13,211)</u>	<u>(180,198)</u>
<i>Cash flows from financing activities</i>					
Proceeds from creations by unitholders		61,753	43,855	105,621	209,555
Payments for redemptions by unitholders		(94,769)	(62,220)	(90,859)	(4,602)
Distributions paid		(1,853)	(30,428)	(3,800)	(20,191)
<i>Net cash inflow/(outflow) from financing activities</i>		<u>(34,869)</u>	<u>(48,793)</u>	<u>10,962</u>	<u>184,762</u>
<i>Net increase/(decrease) in cash and cash equivalents</i>					
Cash and cash equivalents at the beginning of the half-year		2,779	344	3,770	177
Effects of foreign currency exchange rate changes on cash and cash equivalents		131	43	(13)	(57)
<i>Cash and cash equivalents at the end of the half-year</i>		<u>396</u>	<u>1,357</u>	<u>1,508</u>	<u>4,684</u>
Non cash financing activities	6	<u>66</u>	<u>1,589</u>	<u>220</u>	<u>4,039</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 Edge MSCI World Minimum Volatility ETF		iShares Edge MSCI World Multifactor 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		36,212	41,241	43,467	59,832
Purchases of financial instruments held at fair value through profit or loss		(91,762)	(112,532)	(31,282)	(45,907)
Transaction costs		(29)	(33)	(15)	(22)
Dividends/distributions received		3,311	2,140	1,558	1,732
Other income received		-	18	3	7
Management fees paid		(401)	(277)	(259)	(314)
Operating expenses paid		(5)	(68)	(1)	(71)
<i>Net cash inflow/(outflow) from operating activities</i>		<u>(52,674)</u>	<u>(69,511)</u>	<u>13,471</u>	<u>15,257</u>
<i>Cash flows from financing activities</i>					
Proceeds from creations by unitholders		57,684	88,544	-	9,411
Payments for redemptions by unitholders		-	(17,043)	(2,812)	(15,368)
Distributions paid		(4,500)	(1,574)	(10,670)	(8,885)
<i>Net cash inflow/(outflow) from financing activities</i>		<u>53,184</u>	<u>69,927</u>	<u>(13,482)</u>	<u>(14,842)</u>
<i>Net increase/(decrease) in cash and cash equivalents</i>					
Cash and cash equivalents at the beginning of the half-year		844	588	499	449
Effects of foreign currency exchange rate changes on cash and cash equivalents		51	(15)	31	47
<i>Cash and cash equivalents at the end of the half-year</i>		<u>1,405</u>	<u>989</u>	<u>519</u>	<u>911</u>
Non cash financing activities	6	<u>116</u>	<u>60</u>	<u>437</u>	<u>220</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		iShares S&P 500 (AUD Hedged) 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		14,421	26,939	123,094	148,231
Purchases of financial instruments held at fair value through profit or loss		(151,049)	(33,142)	(463,978)	(138,710)
Transaction costs		(99)	(20)	(9)	(3)
Interest received		2	-	2	-
Dividends/distributions received		1,493	1,042	5,958	3,772
Fee rebates from related schemes received		-	-	90	93
Other income received		-	8	-	-
Management fees paid		(321)	(282)	(296)	(301)
Operating expenses paid		(3)	(66)	-	(9)
<i>Net cash inflow/(outflow) from operating activities</i>		<u>(135,556)</u>	<u>(5,521)</u>	<u>(335,139)</u>	<u>13,073</u>
<i>Cash flows from financing activities</i>					
Proceeds from creations by unitholders		137,823	25,448	411,962	105,377
Payments for redemptions by unitholders		-	-	(69,086)	(8,052)
Distributions paid		(2,112)	(19,849)	(7,838)	(110,090)
<i>Net cash inflow/(outflow) from financing activities</i>		<u>135,711</u>	<u>5,599</u>	<u>335,038</u>	<u>(12,765)</u>
<i>Net increase/(decrease) in cash and cash equivalents</i>					
Cash and cash equivalents at the beginning of the half-year		536	239	395	378
Effects of foreign currency exchange rate changes on cash and cash equivalents		54	24	23	(39)
<i>Cash and cash equivalents at the end of the half-year</i>		<u>745</u>	<u>341</u>	<u>317</u>	<u>647</u>
Non cash financing activities	6	<u>150</u>	<u>1,331</u>	<u>611</u>	<u>6,425</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 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' 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.

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 2022 and 30 June 2022.

	iShares Core MSCI World Ex Australia ESG Leaders (AUD Hedged) ETF			
	Level 1 \$'000	Level 2 \$'000	Level 3 \$'000	Total \$'000
As at 31 December 2022				
Financial assets				
Forward foreign exchange contracts	-	1,808	-	1,808
Listed equity securities	197,937	-	-	197,937
Listed unit trusts	4,531	-	-	4,531
Total	<u>202,468</u>	<u>1,808</u>	<u>-</u>	<u>204,276</u>
Financial liabilities				
Futures	18	-	-	18
Forward foreign exchange contracts	-	1,122	-	1,122
Total	<u>18</u>	<u>1,122</u>	<u>-</u>	<u>1,140</u>

	iShares Core MSCI World Ex Australia ESG Leaders (AUD Hedged) ETF			
	Level 1 \$'000	Level 2 \$'000	Level 3 \$'000	Total \$'000
As at 30 June 2022				
Financial assets				
Forward foreign exchange contracts	-	913	-	913
Listed equity securities	243,274	-	-	243,274
Listed unit trusts	6,002	-	-	6,002
Total	<u>249,276</u>	<u>913</u>	<u>-</u>	<u>250,189</u>
Financial liabilities				
Futures	8	-	-	8
Forward foreign exchange contracts	-	9,750	-	9,750
Total	<u>8</u>	<u>9,750</u>	<u>-</u>	<u>9,758</u>

	iShares Core MSCI World Ex Australia ESG Leaders ETF			
	Level 1 \$'000	Level 2 \$'000	Level 3 \$'000	Total \$'000
As at 31 December 2022				
Financial assets				
Listed equity securities	511,544	-	-	511,544
Listed unit trusts	11,669	-	-	11,669
Total	<u>523,213</u>	<u>-</u>	<u>-</u>	<u>523,213</u>
Financial liabilities				
Futures	52	-	-	52
Total	<u>52</u>	<u>-</u>	<u>-</u>	<u>52</u>

3 Financial Risk Management (continued)

(b) Fair Value Hierarchy (continued)

As at 30 June 2022	iShares Core MSCI World Ex Australia ESG Leaders ETF			
	Level 1 \$'000	Level 2 \$'000	Level 3 \$'000	Total \$'000
Financial assets				
Forward foreign exchange contracts	-	5	-	5
Listed equity securities	495,062	-	-	495,062
Listed unit trusts	12,151	-	-	12,151
Total	<u>507,213</u>	<u>5</u>	<u>-</u>	<u>507,218</u>
Financial liabilities				
Futures	22	-	-	22
Forward foreign exchange contracts	-	2	-	2
Total	<u>22</u>	<u>2</u>	<u>-</u>	<u>24</u>

As at 31 December 2022	iShares Edge MSCI World Minimum Volatility ETF			
	Level 1 \$'000	Level 2 \$'000	Level 3 \$'000	Total \$'000
Financial assets				
Listed equity securities	302,354	-	-	302,354
Listed unit trusts	5,087	-	-	5,087
Total	<u>307,441</u>	<u>-</u>	<u>-</u>	<u>307,441</u>
Financial liabilities				
Futures	47	-	-	47
Total	<u>47</u>	<u>-</u>	<u>-</u>	<u>47</u>

As at 30 June 2022	iShares Edge MSCI World Minimum Volatility ETF			
	Level 1 \$'000	Level 2 \$'000	Level 3 \$'000	Total \$'000
Financial assets				
Futures	-*	-	-	-*
Listed equity securities	231,476	-	-	231,476
Listed unit trusts	7,996	-	-	7,996
Total	<u>239,472</u>	<u>-</u>	<u>-</u>	<u>239,472</u>
Financial liabilities				
Futures	16	-	-	16
Forward foreign exchange contracts	-	-*	-	-*
Total	<u>16</u>	<u>-*</u>	<u>-</u>	<u>16</u>

* The amount is nil when it is rounded to the nearest thousand dollar.

As at 31 December 2022	iShares Edge MSCI World Multifactor ETF			
	Level 1 \$'000	Level 2 \$'000	Level 3 \$'000	Total \$'000
Financial assets				
Listed equity securities	135,735	-	-	135,735
Listed unit trusts	5,067	-	-	5,067
Total	<u>140,802</u>	<u>-</u>	<u>-</u>	<u>140,802</u>
Financial liabilities				
Futures	12	-	-	12
Total	<u>12</u>	<u>-</u>	<u>-</u>	<u>12</u>

3 Financial Risk Management (continued)

(b) Fair Value Hierarchy (continued)

As at 30 June 2022	iShares Edge MSCI World Multifactor ETF			Total \$'000
	Level 1 \$'000	Level 2 \$'000	Level 3 \$'000	
Financial assets				
Listed equity securities	129,825	-	-	129,825
Listed unit trusts	5,476	-	-	5,476
Total	<u>135,301</u>	<u>-</u>	<u>-</u>	<u>135,301</u>
Financial liabilities				
Futures	9	-	-	9
Forward foreign exchange contracts	-	-*	-	-*
Total	<u>9</u>	<u>-*</u>	<u>-</u>	<u>9</u>

* The amount is nil when it is rounded to the nearest thousand dollar.

As at 31 December 2022	iShares Global 100 (AUD Hedged) ETF			Total \$'000
	Level 1 \$'000	Level 2 \$'000	Level 3 \$'000	
Financial assets				
Forward foreign exchange contracts	-	2,307	-	2,307
Listed equity securities	266,025	-	-	266,025
Listed unit trusts	1,649	-	-	1,649
Total	<u>267,674</u>	<u>2,307</u>	<u>-</u>	<u>269,981</u>
Financial liabilities				
Futures	16	-	-	16
Forward foreign exchange contracts	-	1,339	-	1,339
Total	<u>16</u>	<u>1,339</u>	<u>-</u>	<u>1,355</u>

As at 30 June 2022	iShares Global 100 (AUD Hedged) ETF			Total \$'000
	Level 1 \$'000	Level 2 \$'000	Level 3 \$'000	
Financial assets				
Forward foreign exchange contracts	-	1,101	-	1,101
Listed equity securities	134,229	-	-	134,229
Listed unit trusts	994	-	-	994
Total	<u>135,223</u>	<u>1,101</u>	<u>-</u>	<u>136,324</u>
Financial liabilities				
Futures	1	-	-	1
Forward foreign exchange contracts	-	6,254	-	6,254
Total	<u>1</u>	<u>6,254</u>	<u>-</u>	<u>6,255</u>

3 Financial Risk Management (continued)

(b) Fair Value Hierarchy (continued)

As at 31 December 2022	iShares S&P 500 (AUD Hedged) ETF			Total \$'000
	Level 1 \$'000	Level 2 \$'000	Level 3 \$'000	
Financial assets				
Forward foreign exchange contracts	-	10,484	-	10,484
Listed unit trusts	<u>896,999</u>	<u>-</u>	<u>-</u>	<u>896,999</u>
Total	<u><u>896,999</u></u>	<u><u>10,484</u></u>	<u><u>-</u></u>	<u><u>907,483</u></u>
Financial liabilities				
Forward foreign exchange contracts	<u>-</u>	<u>331</u>	<u>-</u>	<u>331</u>
Total	<u><u>-</u></u>	<u><u>331</u></u>	<u><u>-</u></u>	<u><u>331</u></u>
As at 30 June 2022	iShares S&P 500 (AUD Hedged) ETF			Total \$'000
	Level 1 \$'000	Level 2 \$'000	Level 3 \$'000	
Financial assets				
Forward foreign exchange contracts	-	1,604	-	1,604
Listed unit trusts	<u>554,582</u>	<u>-</u>	<u>-</u>	<u>554,582</u>
Total	<u><u>554,582</u></u>	<u><u>1,604</u></u>	<u><u>-</u></u>	<u><u>556,186</u></u>
Financial liabilities				
Forward foreign exchange contracts	<u>-</u>	<u>28,631</u>	<u>-</u>	<u>28,631</u>
Total	<u><u>-</u></u>	<u><u>28,631</u></u>	<u><u>-</u></u>	<u><u>28,631</u></u>

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.

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

Investments classified 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 2022 and 30 June 2022 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 2022 (30 June 2022: Nil).

There were no transfers between levels for recurring fair value measurements during the half-year ended 31 December 2022 (30 June 2022: Nil).

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

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

	iShares Core MSCI World Ex Australia ESG Leaders (AUD Hedged) ETF		iShares Core MSCI World Ex Australia ESG Leaders 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>(8,384)</u>	<u>29,095</u>	<u>5,588</u>	<u>28,798</u>
	<u><u>(8,384)</u></u>	<u><u>29,095</u></u>	<u><u>5,588</u></u>	<u><u>28,798</u></u>

	iShares Edge MSCI World Minimum Volatility ETF		iShares Edge MSCI World Multifactor 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>8,627</u>	<u>15,295</u>	<u>7,527</u>	<u>13,571</u>
	<u><u>8,627</u></u>	<u><u>15,295</u></u>	<u><u>7,527</u></u>	<u><u>13,571</u></u>

	iShares Global 100 (AUD Hedged) ETF		iShares S&P 500 (AUD Hedged) 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>(4,748)</u>	<u>13,823</u>	<u>(3,591)</u>	<u>60,900</u>
	<u><u>(4,748)</u></u>	<u><u>13,823</u></u>	<u><u>(3,591)</u></u>	<u><u>60,900</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 2022 \$'000	CPU	31 December 2021 \$'000	CPU
Distributions paid - Quarter 4*	<u>1,918</u>	<u>27.74</u>	<u>32,017</u>	<u>519.67</u>
	<u><u>1,918</u></u>		<u><u>32,017</u></u>	

5 Distributions to Unitholders (continued)

	iShares Core MSCI World Ex Australia ESG Leaders ETF			
	Half-year ended			
	31 December 2022		31 December 2021	
	\$'000	CPU	\$'000	CPU
Distributions paid - Quarter 4*	4,020	29.40	23,620	615.52
Distributions paid - Quarter 2	-	-	610	7.90
Distributions payable - Quarter 2	-	-	9	7.90
	<u>4,020</u>		<u>24,239</u>	

	iShares Edge MSCI World Minimum Volatility ETF			
	Half-year ended			
	31 December 2022		31 December 2021	
	\$'000	CPU	\$'000	CPU
Distributions paid - Quarter 4*	4,616	64.37	1,634	38.82
	<u>4,616</u>		<u>1,634</u>	

	iShares Edge MSCI World Multifactor ETF			
	Half-year ended			
	31 December 2022		31 December 2021	
	\$'000	CPU	\$'000	CPU
Distributions paid - Quarter 4*	11,106	268.60	9,105	194.21
	<u>11,106</u>		<u>9,105</u>	

	iShares Global 100 (AUD Hedged) ETF			
	Half-year ended			
	31 December 2022		31 December 2021	
	\$'000	CPU	\$'000	CPU
Distributions paid - Quarter 4*	2,262	201.83	21,180	2,405.21
	<u>2,262</u>		<u>21,180</u>	

	iShares S&P 500 (AUD Hedged) ETF			
	Half-year ended			
	31 December 2022		31 December 2021	
	\$'000	CPU	\$'000	CPU
Distributions paid - Quarter 4*	8,450	553.12	116,515	9,198.75
	<u>8,450</u>		<u>116,515</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 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.

6 Net Assets Attributable to Unitholders (continued)

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 MSCI World Ex Australia ESG Leaders (AUD Hedged) ETF			
	31 December 2022	30 June 2022	31 December 2022	30 June 2022
	No.'000	No.'000	\$'000	\$'000
Opening balance	6,914	6,161	251,653	286,804
Profit/(loss) for the half-year	-	-	(6,975)	(30,453)
Creations	1,430	2,365	55,675	97,900
Redemptions	(2,695)	(1,650)	(94,769)	(72,170)
Units issued upon reinvestment of distributions	2	38	66	1,589
Distributions paid and payable	-	-	(1,918)	(32,017)
Closing balance	5,651	6,914	203,732	251,653

	iShares Core MSCI World Ex Australia ESG Leaders ETF			
	31 December 2022	30 June 2022	31 December 2022	30 June 2022
	No.'000	No.'000	\$'000	\$'000
Opening balance	13,674	3,837	511,508	176,191
Profit/(loss) for the half-year	-	-	8,943	(51,627)
Creations	2,530	9,845	99,400	419,168
Redemptions	(2,420)	(110)	(90,859)	(11,965)
Units issued upon reinvestment of distributions	6	102	220	3,980
Distributions paid and payable	-	-	(4,020)	(24,239)
Closing balance	13,790	13,674	525,192	511,508

6 Net Assets Attributable to Unitholders (continued)

iShares Edge MSCI World Minimum Volatility ETF				
	31 December 2022	30 June 2022	31 December 2022	30 June 2022
	No.'000	No.'000	\$'000	\$'000
Opening balance	7,172	4,209	244,566	144,835
Profit/(loss) for the half-year	-	-	11,465	(2,119)
Creations	1,680	3,440	57,684	123,437
Redemptions	-	(480)	-	(18,336)
Units issued upon reinvestment of distributions	3	3	116	102
Distributions paid and payable	-	-	(4,616)	(3,353)
Closing balance	8,855	7,172	309,215	244,566

iShares Edge MSCI World Multifactor ETF				
	31 December 2022	30 June 2022	31 December 2022	30 June 2022
	No.'000	No.'000	\$'000	\$'000
Opening balance	4,135	4,688	146,186	187,914
Profit/(loss) for the half-year	-	-	8,805	(10,657)
Creations	-	240	-	9,411
Redemptions	(80)	(800)	(2,812)	(30,490)
Units issued upon reinvestment of distributions	13	7	437	254
Distributions paid and payable	-	-	(11,106)	(10,246)
Closing balance	4,068	4,135	141,510	146,186

iShares Global 100 (AUD Hedged) ETF				
	31 December 2022	30 June 2022	31 December 2022	30 June 2022
	No.'000	No.'000	\$'000	\$'000
Opening balance	1,121	881	137,529	136,594
Profit/(loss) for the half-year	-	-	(3,748)	(10,275)
Creations	1,127	276	137,823	37,606
Redemptions	-	(46)	-	(6,547)
Units issued upon reinvestment of distributions	1	10	150	1,331
Distributions paid and payable	-	-	(2,262)	(21,180)
Closing balance	2,249	1,121	269,492	137,529

iShares S&P 500 (AUD Hedged) ETF				
	31 December 2022	30 June 2022	31 December 2022	30 June 2022
	No.'000	No.'000	\$'000	\$'000
Opening balance	1,528	1,267	561,629	648,975
Profit/(loss) for the half-year	-	-	2,002	(82,819)
Creations	1,465	428	412,626	182,257
Redemptions	(692)	(182)	(69,086)	(76,694)
Units issued upon unit split	22,363	-	-	-
Units issued upon reinvestment of distributions	2	15	611	6,425
Distributions paid and payable	-	-	(8,450)	(116,515)
Closing balance	24,666	1,528	899,332	561,629

6 Net Assets Attributable to Unitholders (continued)

A unit split was undertaken for record date 08 December 2022 for the fund detailed in the table below. The number of units increased proportionally across unitholders in the fund as at record date per the unit split ratio. No fractional units were issued.

Fund	Unit Split Ratio
iShares S&P 500 (AUD Hedged) ETF	10:01

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 MSCI World Ex Australia ESG Leaders (AUD Hedged) ETF		iShares Core MSCI World Ex Australia ESG Leaders ETF	
	As at		As at	
	31 December 2022 \$'000	30 June 2022 \$'000	31 December 2022 \$'000	30 June 2022 \$'000
Forward foreign exchange contracts	1,808	913	-	5
Listed equity securities	197,937	243,274	511,544	495,062
Listed unit trusts	4,531	6,002	11,669	12,151
Total financial assets held at fair value through profit or loss	204,276	250,189	523,213	507,218
	iShares Edge MSCI World Minimum Volatility ETF		iShares Edge MSCI World Multifactor ETF	
	As at		As at	
	31 December 2022 \$'000	30 June 2022 \$'000	31 December 2022 \$'000	30 June 2022 \$'000
Futures	-	-*	-	-
Listed equity securities	302,354	231,476	135,735	129,825
Listed unit trusts	5,087	7,996	5,067	5,476
Total financial assets held at fair value through profit or loss	307,441	239,472	140,802	135,301

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

	iShares Global 100 (AUD Hedged) ETF		iShares S&P 500 (AUD Hedged) ETF	
	As at		As at	
	31 December 2022 \$'000	30 June 2022 \$'000	31 December 2022 \$'000	30 June 2022 \$'000
Forward foreign exchange contracts	2,307	1,101	10,484	1,604
Listed equity securities	266,025	134,229	-	-
Listed unit trusts	1,649	994	896,999	554,582
Total financial assets held at fair value through profit or loss	269,981	136,324	907,483	556,186

* The amount is nil when it is rounded to the nearest thousand dollar.

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 2022 \$'000	30 June 2022 \$'000	31 December 2022 \$'000	30 June 2022 \$'000
Futures	18	8	52	22
Forward foreign exchange contracts	1,122	9,750	-	2
Total financial liabilities held at fair value through profit or loss	1,140	9,758	52	24

	iShares Edge MSCI World Minimum Volatility ETF		iShares Edge MSCI World Multifactor ETF	
	As at		As at	
	31 December 2022 \$'000	30 June 2022 \$'000	31 December 2022 \$'000	30 June 2022 \$'000
Futures	47	16	12	9
Forward foreign exchange contracts	-	-*	-	-
Total financial liabilities held at fair value through profit or loss	47	16	12	9

	iShares Global 100 (AUD Hedged) ETF		iShares S&P 500 (AUD Hedged) ETF	
	As at		As at	
	31 December 2022 \$'000	30 June 2022 \$'000	31 December 2022 \$'000	30 June 2022 \$'000
Futures	16	1	-	-
Forward foreign exchange contracts	1,339	6,254	331	28,631
Total financial liabilities held at fair value through profit or loss	1,355	6,255	331	28,631

* The amount is nil when it is rounded to the nearest thousand dollar.

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.

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 Core MSCI World Ex Australia ESG Leaders ETF

The Fund announced on 09 January 2023 an interim distribution of 22.20 cents per unit, which equates to \$3,061,532.58. The interim distribution ex-date was 06 January 2023 and payment was on 18 January 2023.

iShares Edge MSCI World Minimum Volatility ETF

The Fund announced on 09 January 2023 an interim distribution of 30.31 cents per unit, which equates to \$2,684,226. The interim distribution ex-date was 06 January 2023 and payment was on 18 January 2023.

iShares Edge MSCI World Multifactor ETF

The Fund announced on 09 January 2023 an interim distribution of 29.23 cents per unit, which equates to \$1,189,267.82. 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 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, 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 2022, 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 29.

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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