

4 January 2024

ISHARES EDGE MSCI WORLD MULTIFACTOR ETF SUPPLEMENTARY PRODUCT DISCLOSURE STATEMENT NO. 1

FOR RELEASE TO ALL FUNDS LISTED BELOW

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

ASX Code	Fund
IAA	iShares Asia 50 ETF
IZZ	iShares China Large-Cap ETF
IWLD	iShares Core MSCI World Ex Australia ESG ETF
IHWL	iShares Core MSCI World Ex Australia ESG (AUD Hedged) ETF
WVOL	iShares Edge MSCI World Minimum Volatility ETF
WDMF	iShares Edge MSCI World Multifactor ETF
IEU	iShares Europe ETF
GLIN	iShares Core FTSE Global Infrastructure (AUD Hedged) ETF
GLPR	iShares Core FTSE Global Property Ex Australia (AUD Hedged) ETF
ITEK	iShares Future Tech Innovators ETF
IOO	iShares Global 100 ETF
IHOO	iShares Global 100 (AUD Hedged) ETF
IXI	iShares Global Consumer Staples ETF
IXJ	iShares Global Healthcare ETF
IVV	iShares S&P 500 ETF
IHVV	iShares S&P 500 (AUD Hedged) ETF
IJH	iShares S&P Mid-Cap ETF
IJR	iShares S&P Small-Cap ETF
IVE	iShares MSCI EAFE ETF
IEM	iShares MSCI Emerging Markets ETF
IJP	iShares MSCI Japan ETF
IKO	iShares MSCI South Korea ETF

BIMAL would like to inform investors that the Supplementary Product Disclosure Statement No. 1 (**SPDS**) has been issued for the Funds. The SPDS is attached for reference and available at www.blackrock.com/au.

Important Notice

Before investing in an iShares ETF, you should carefully consider whether such products are appropriate for you, read the applicable 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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** END **

Supplementary Product Disclosure Statement No. 1

iShares International Equity ETFs PDS

iShares Edge MSCI World Multifactor ETF (ASX: WDMF)
ARSN 614 058 301

BlackRock Investment Management (Australia) Limited
ABN 13 006 165 975
Australian Financial Services Licence No 230523

Date: 4 January 2024

This Supplementary Product Disclosure Statement No. 1 is dated 4 January 2024 (**SPDS No. 1**) and updates the Product Disclosure Statement dated 25 October 2023 for the iShares International Equity ETFs PDS (**PDS**).

The changes below relate only to the iShares Edge MSCI World Multifactor ETF (ASX: WDMF). This SPDS No. 1 must be read in conjunction with the PDS.

A copy of this SPDS No. 1 has been lodged with the Australian Securities and Investments Commission (**ASIC**) and released to the Australian Securities Exchange (**ASX**). Neither ASIC nor ASX take any responsibility for the contents of this SPDS No. 1.

Purpose of this SPDS No. 1

In the week commencing 5 February 2024, the following changes will be implemented for the Fund:

- New Benchmark:** WDMF will track the STOXX Developed World Equity Factor Index.
- Fund name change:** WDMF's name will change to the iShares World Equity Factor ETF.

As a result of these changes, in the week commencing 5 February 2024, the following amendments are made to the PDS:

- all references to "iShares Edge MSCI World Multifactor ETF" are replaced with "iShares World Equity Factor ETF";
- all references to "iShares Edge MSCI World Multifactor ETF" under the heading "MSCI Inc. (MSCI)" in section 25.5 are deleted;
- all references to "MSCI World Diversified Multiple Factor Index" are deleted;
- section 8 of the PDS is deleted and replaced with section 8 as shown on the following page of this SPDS No. 1;
- "iShares World Equity Factor ETF" is inserted into the list of products referenced under the heading "STOXX Ltd." in section 25.5;
- all references to "iShares Edge MSCI World Multifactor ETF" under the heading "MSCI" in section 32.14 and in the definition of "MSCI Funds" in section 33 are deleted;
- the following definitions are inserted into section 33:

STOXX means STOXX Ltd. and its affiliates.

STOXX Funds means the iShares Automation & Robotics UCITS ETF, iShares Healthcare Innovation UCITS ETF, iShares

Digitalisation UCITS ETF, iShares Electric Vehicles and Driving Technology UCITS ETF, iShares Smart City Infrastructure UCITS ETF, and iShares World Equity Factor ETF.

STOXX Indexes means STOXX Global Automation & Robotics Index, STOXX Global Breakthrough Healthcare Index, STOXX Global Digitalisation Index, STOXX Global Electric Vehicles & Driving Technology Index, STOXX Global Smart City Infrastructure, and STOXX Developed World Equity Factor Index.

viii. the following STOXX disclaimer is inserted in section 32.14:

STOXX Ltd

The STOXX Indexes are the intellectual property (including registered trademarks) of STOXX Ltd., ISS STOXX Index GmbH, or their licensors (**STOXX**), and is used under license. The STOXX Funds are neither sponsored nor promoted, distributed or in any other manner supported by STOXX and STOXX do not give any warranty, and exclude any liability (whether in negligence or otherwise) with respect thereto generally or specifically in relation to any errors, omissions or interruptions in the STOXX Indexes or its data.

No other changes

The disclosures for the following iShares ETFs which are offered under the iShares International Equity ETFs PDS remain unchanged:

- ▶ iShares Asia 50 ETF (ASX: IAA)
- ▶ iShares China Large-Cap ETF (ASX: IZZ)
- ▶ iShares Core MSCI World Ex Australia ESG ETF (ASX: IWLD)
- ▶ iShares Core MSCI World Ex Australia ESG (AUD Hedged) ETF (ASX: IHWL)
- ▶ iShares Edge MSCI World Minimum Volatility ETF (ASX: WVOL)
- ▶ iShares Europe ETF (ASX: IEU)
- ▶ iShares Core FTSE Global Infrastructure (AUD Hedged) ETF (ASX: GLIN)
- ▶ iShares Core FTSE Global Property Ex Australia (AUD Hedged) ETF (ASX: GLPR)
- ▶ iShares Future Tech Innovators ETF (ASX: ITEK)
- ▶ iShares Global 100 ETF (ASX: IOO)
- ▶ iShares Global 100 (AUD Hedged) ETF (ASX: IHOO)
- ▶ iShares Global Consumer Staples ETF (ASX: IXI)
- ▶ iShares Global Healthcare ETF (ASX: IXJ)
- ▶ iShares S&P 500 ETF (ASX: IVV)
- ▶ iShares S&P 500 (AUD Hedged) ETF (ASX: IHVV)
- ▶ iShares S&P Mid-Cap ETF (ASX: IJH)
- ▶ iShares S&P Small-Cap ETF (ASX: IJR)
- ▶ iShares MSCI EAFE ETF (ASX: IVE)
- ▶ iShares MSCI Emerging Markets ETF (ASX: IEM)
- ▶ iShares MSCI Japan ETF (ASX: IJP)
- ▶ iShares MSCI South Korea ETF (ASX: IKO)

Terms used in this SPDS No. 1 have the same meaning as in the PDS. Prior to investing in WDMF, a prospective investor must take into account and accept the foregoing information, as well as the information disclosed in the PDS.

Consent to statements in this SPDS

STOXX Ltd has given its written consent to all statements by it or to be based on statements by it in the form and context in which they are included in the PDS as supplemented by this SPDS, and has not withdrawn its consent as at the date of this SPDS.

8. About the iShares World Equity Factor ETF

The information in section 8 of this PDS relates solely to the iShares World Equity Factor ETF (referred to in this section 8 of the PDS as the Fund).

Target market summary

This product is **likely** to be appropriate for a consumer:

- ▶ who is seeking capital growth
- ▶ using the product for a major allocation of their portfolio or less
- ▶ with a minimum investment timeframe of 5 years, and
- ▶ with a medium to high risk/return profile.

8.1 Investment objective

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 developed market equities that have favourable exposure to five target style factors subject to constraints.

8.2 Investment strategy

The Fund seeks to achieve its objective by tracking the performance of the STOXX Developed World Equity Factor Index (referred to in this section 8 of the PDS as the Index).

We believe that an optimisation investment strategy is the most appropriate investment strategy to track the performance of the Index as it takes into account liquidity and transaction cost impact and overall risk relative to the Index. Optimisation is an indexing strategy that involves investing in a representative sample of securities that collectively has an investment profile similar to that of the Index. The securities selected are expected to have, in aggregate, investment characteristics (based on factors such as market capitalisation and industry weightings), fundamental characteristics (such as return variability and yield) and liquidity measures similar to those of the Index. Therefore, the securities to which each Fund is exposed may or may not include all of the securities in its Index and the weighting of such securities may differ to the weighting of securities in the Index.

8.3 What does the Fund invest in?

The Fund generally invests primarily in the global developed market equity securities that form the Index and to depositary receipts representing securities of the Index. The Fund may have limited exposure to securities that are not constituents of the Index, including derivatives, where such securities provide similar performance (with matching risk profile) to Index securities. However, from time to time the Fund may invest in all constituents of the Index. The Fund may also be exposed to a small allocation of cash (or cash equivalents, that may include other BlackRock Group funds) for cash flow management purposes.

8.4 About the Index

The Index aims to reflect the performance characteristics of a subset of equity securities within the STOXX Developed World Index (referred to in this section 8 of the PDS as the Parent Index). The Parent Index is designed to capture large- and mid-capitalisation representation across developed market countries.

Securities from the Parent Index are selected and weighted designed to maximize exposure to five target factors. For each security, single factor scores are calculated and then combined in order to attain a multifactor score. Rather than equal weighting each factor, the multifactor score is calculated using the following weights:

Factor	Weight	Calculation
Quality	36%	The quality score is calculated from the following signals: gross profitability, share dilution, accruals, changes in net operating assets, carbon emissions intensity and greenhouse gas reduction targets.
Value	27%	The value score is calculated from the following signals: current book value-to price ratio, dividend yield, earnings yield, cash flow yield and time series normalized cash flow yield over the previous 36 months.
Momentum	27%	The momentum score is calculated from the following signals: price momentum, earnings momentum and earnings announcement drift
Size	5%	The size score seeks to measure an issuer's market capitalization relative to other companies in the Parent Index
Low Volatility	5%	The low volatility score is based on prior 12-month volatility.

Upon calculating the multifactor score, the Index is then optimized in order to maximise exposure to the factors as well as to mitigate unintended systematic exposures and maintain a level of risk similar to that of the Parent Index. This is done by placing constraints on: stock weights, beta, country and sector exposures, factor exposures, turnover, tracking error to the Parent Index and liquidity.

The Index rebalances quarterly in March, June, September and December. The Index may undergo periodic unscheduled rebalances at other times. Refer to the section of this PDS titled "Additional information about the Index" for further information.