

11 November 2010

Company Announcements Office
ASX Limited**US ANNUAL REPORT TO FUND SHAREHOLDERS**

[FOR RELEASE UNDER EACH FUND LISTED BELOW]

BlackRock Asset Management Australia Limited, on behalf of iShares[®] (iShares, Inc. and iShares Trust), makes this announcement.

The attached 'Annual Report to Shareholders' document in connection with certain iShares[®] exchange traded funds having a financial year-end of 31 August was lodged with the United States ("US") Securities and Exchange Commission and relates to the following funds cross-listed on ASX ("Funds"):

ASX Code	Issuer	Fund
IHK	iShares, Inc.	iShares MSCI Hong Kong
ISG	iShares, Inc.	iShares MSCI Singapore
IKO	iShares, Inc.	iShares MSCI South Korea
ITW	iShares, Inc.	iShares MSCI Taiwan

Note: Unless otherwise stated, financial and performance information is in US dollars. Contact information (websites and phone numbers) are generally US specific. For more information about the Funds (including Australian prospectuses) please go to iShares.com.au or call 1300-iShares (1300 474 2737).

*** END ***

Disclaimer: Before investing in an iShares fund, you should carefully consider the appropriateness of such products to your circumstances, read the applicable Australian prospectus and ASX announcements relating to the fund, and consult an investment adviser.

iShares, Inc. ARBN 125 632 279 formed in Maryland USA; iShares Trust ARBN 125 632 411 organised in Delaware USA.
The liability of shareholders is limited.

c/- BlackRock Asset Management Australia Limited ABN 33 001 804 566

2010 ANNUAL REPORT TO SHAREHOLDERS
iSHARES[®] MSCI SERIES
AUGUST 31, 2010

» *Would you prefer to receive materials like this electronically?
See inside back cover for details.*

iShares MSCI Australia Index Fund | EWA | NYSE Arca
iShares MSCI Hong Kong Index Fund | EWH | NYSE Arca
iShares MSCI Japan Small Cap Index Fund | SCJ | NYSE Arca
iShares MSCI Malaysia Index Fund | EWM | NYSE Arca
iShares MSCI Pacific ex-Japan Index Fund | EPP | NYSE Arca
iShares MSCI Singapore Index Fund | EWS | NYSE Arca
iShares MSCI South Korea Index Fund | EWY | NYSE Arca
iShares MSCI Taiwan Index Fund | EWT | NYSE Arca
iShares MSCI Thailand Investable Market Index Fund | THD | NYSE Arca



Table of Contents

Management's Discussions of Fund Performance	1
Shareholder Expenses (Unaudited)	27
Schedules of Investments	29
iShares MSCI Australia Index Fund	29
iShares MSCI Hong Kong Index Fund	32
iShares MSCI Japan Small Cap Index Fund	34
iShares MSCI Malaysia Index Fund	44
iShares MSCI Pacific ex-Japan Index Fund	46
iShares MSCI Singapore Index Fund	49
iShares MSCI South Korea Index Fund	51
iShares MSCI Taiwan Index Fund	54
iShares MSCI Thailand Investable Market Index Fund	57
Financial Statements	60
Financial Highlights	71
Notes to Financial Statements	80
Report of Independent Registered Public Accounting Firm	89
Tax Information (Unaudited)	90
Supplemental Information (Unaudited)	91
Director and Officer Information (Unaudited)	101
The iShares Family of Funds	108

THIS PAGE INTENTIONALLY LEFT BLANK.

Management's Discussion of Fund Performance

iSHARES® MSCI AUSTRALIA INDEX FUND

Performance as of August 31, 2010

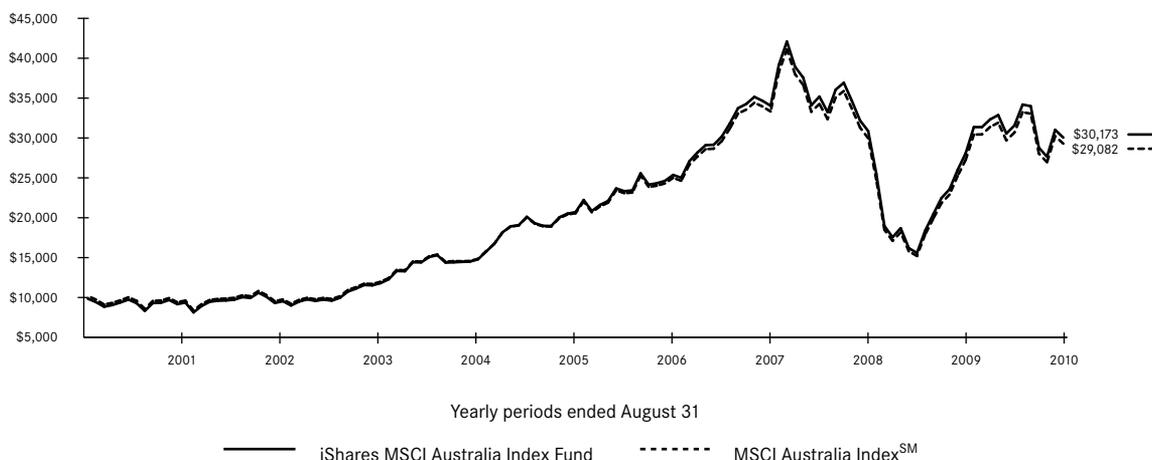
Average Annual Total Returns

Year Ended 8/31/10			Five Years Ended 8/31/10			Ten Years Ended 8/31/10		
NAV	MARKET	INDEX	NAV	MARKET	INDEX	NAV	MARKET	INDEX
6.86%	7.72%	7.45%	7.68%	7.59%	7.38%	11.68%	11.66%	11.27%

Cumulative Total Returns

Year Ended 8/31/10			Five Years Ended 8/31/10			Ten Years Ended 8/31/10		
NAV	MARKET	INDEX	NAV	MARKET	INDEX	NAV	MARKET	INDEX
6.86%	7.72%	7.45%	44.79%	44.16%	42.79%	201.73%	201.30%	190.82%

GROWTH OF \$10,000 INVESTMENT (AT NET ASSET VALUE)



"Average Annual Total Returns" represent the average annual change in value of an investment over the period(s) indicated. "Cumulative Total Returns" represent the total change in value of an investment over the period(s) indicated.

The Fund's per share net asset value or "NAV" is the value of one share of the Fund as calculated in accordance with the standard formula for valuing mutual fund shares. The NAV return is based on the NAV of the Fund and the market return is based on the market price per share of the Fund. The price used to calculate market return ("Market Price") is determined by using the midpoint between the highest bid and the lowest offer on the primary stock exchange on which shares of the Fund are listed for trading, as of the time that the Fund's NAV is calculated. Market and NAV returns assume that dividends and capital gain distributions have been reinvested in the Fund at Market Price and NAV, respectively.

An index is a statistical composite that tracks a specified financial market or sector. Unlike the Fund, an index does not actually hold a portfolio of securities and therefore does not incur the expenses incurred by the Fund. These expenses negatively impact the performance of the Fund. Also, market returns do not include brokerage commissions that may be payable on secondary market transactions. If brokerage commissions were included, market returns would be lower. The performance shown in the table(s) and chart(s) above assumes reinvestment of all dividends and capital gain distributions and does not reflect the deduction of taxes that a shareholder would pay on fund distributions or the redemption or sale of fund shares. The investment return and principal value of shares of the Fund will vary with changes in market conditions. Shares of the Fund may be worth more or less than their original cost when they are redeemed or sold in the market. The Fund's past performance is no guarantee of future results.

Management's Discussion of Fund Performance (Continued)

iSHARES® MSCI AUSTRALIA INDEX FUND

PORTFOLIO ALLOCATION As of 8/31/10		TEN LARGEST FUND HOLDINGS As of 8/31/10	
<i>Sector</i>	<i>Percentage of Net Assets</i>	<i>Security</i>	<i>Percentage of Net Assets</i>
Financial	43.09%	BHP Billiton Ltd.	14.00%
Basic Materials	24.08	Commonwealth Bank of Australia	8.77
Consumer Non-Cyclical	11.60	Westpac Banking Corp.	7.28
Industrial	9.38	Australia and New Zealand Banking Group Ltd.	6.45
Energy	5.74	National Australia Bank Ltd.	5.54
Consumer Cyclical	2.06	Woolworths Ltd.	3.88
Communications	1.69	Wesfarmers Ltd.	3.62
Utilities	0.88	Rio Tinto Ltd.	3.44
Technology	0.48	Newcrest Mining Ltd.	3.21
Short-Term and Other Net Assets	<u>1.00</u>	Westfield Group	<u>3.09</u>
TOTAL	<u>100.00%</u>	TOTAL	<u>59.28%</u>

The iShares MSCI Australia Index Fund (the "Fund") seeks to provide investment results that correspond generally to the price and yield performance, before fees and expenses, of publicly traded securities in the Australian market, as measured by the MSCI Australia IndexSM (the "Index"). The Fund invests in a representative sample of securities included in the Index that collectively has an investment profile similar to the Index. Due to the use of representative sampling, the Fund may or may not hold all of the securities that are included in the Index. For the 12-month period ended August 31, 2010 (the "reporting period"), the total return for the Fund was 6.86%, while the total return for the Index was 7.45%.

Australia's economy remained relatively calm through the global financial crisis and into the early part of the reporting period, and then gained momentum as the reporting period progressed. GDP grew 3.3% in the second quarter of 2010 versus the year-ago quarter. Driven by international trade and rising metals prices, it was Australia's strongest quarter in three years. Export volumes rose 5.6% during the second quarter, driven by a boom in mining as China continued its strong demand for steel and energy products. Coal exports grew in value by about \$4 billion as prices rose 25% and volumes increased by 22%. Metal ore exports increased \$5 billion as prices rose nearly 40%.

Noting the strength in the Australian economy, the Reserve Bank of Australia ("RBA"), boosted short-term interest rates to 4.5%, up from 3.0% a year ago in an effort to contain inflation. Household consumption remained strong in the face of higher borrowing costs, and the RBA indicated that the economy was growing at close to full capacity. Discretionary spending also grew, as spending in cafes and restaurants was up 5% in the second quarter versus a year ago. Meanwhile, housing construction rebounded during the summer, snapping a contraction in recent months, as employment and wages grew steadily.

In agriculture, Australia temporarily replaced Russia as a leading supplier of wheat to the world. Australia, already a major exporter of agricultural products, produced significantly more wheat than expected during the one-year period ended March 31, 2010, up 36% from its five-year average due to above-normal rainfall. Combined with sharply higher global grain prices, this boost in volume has added billions of dollars to Australia's export revenue. In Russia, by contrast, wheat production fell sharply after a drought destroyed its wheat crop, prompting the government to halt grain exports. Australia remains a major agricultural supplier to Asia, especially Indonesia, the world's fourth largest wheat importer behind Egypt, Brazil and the European Union.

Management's Discussion of Fund Performance (Continued)

iSHARES® MSCI AUSTRALIA INDEX FUND

In this environment, eight of the Fund's top ten holdings as of August 31, 2010 recorded gains for the reporting period, led by manufacturing conglomerate Wesfarmers Ltd., mining firm Rio Tinto Ltd., and international gold producer Newcrest Mining Ltd. Two of the Fund's top ten holdings, National Australia Bank Ltd. and Westpac Banking Corp., recorded losses.

Management's Discussion of Fund Performance

iSHARES® MSCI HONG KONG INDEX FUND

Performance as of August 31, 2010

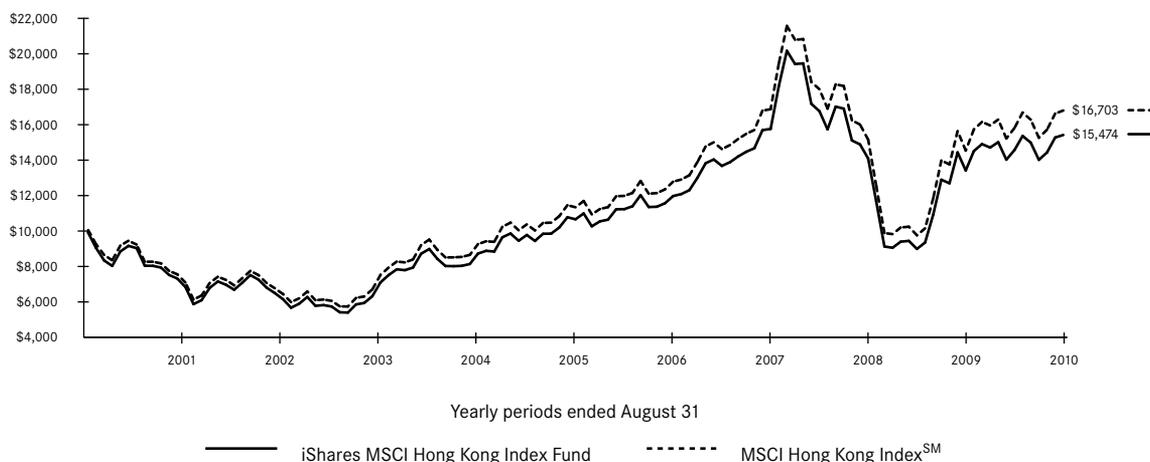
Average Annual Total Returns

Year Ended 8/31/10			Five Years Ended 8/31/10			Ten Years Ended 8/31/10		
NAV	MARKET	INDEX	NAV	MARKET	INDEX	NAV	MARKET	INDEX
14.85%	14.64%	15.63%	7.61%	7.48%	8.22%	4.46%	4.27%	5.26%

Cumulative Total Returns

Year Ended 8/31/10			Five Years Ended 8/31/10			Ten Years Ended 8/31/10		
NAV	MARKET	INDEX	NAV	MARKET	INDEX	NAV	MARKET	INDEX
14.85%	14.64%	15.63%	44.29%	43.44%	48.46%	54.74%	51.88%	67.03%

GROWTH OF \$10,000 INVESTMENT (AT NET ASSET VALUE)



“Average Annual Total Returns” represent the average annual change in value of an investment over the period(s) indicated. “Cumulative Total Returns” represent the total change in value of an investment over the period(s) indicated.

The Fund’s per share net asset value or “NAV” is the value of one share of the Fund as calculated in accordance with the standard formula for valuing mutual fund shares. The NAV return is based on the NAV of the Fund and the market return is based on the market price per share of the Fund. The price used to calculate market return (“Market Price”) is determined by using the midpoint between the highest bid and the lowest offer on the primary stock exchange on which shares of the Fund are listed for trading, as of the time that the Fund’s NAV is calculated. Market and NAV returns assume that dividends and capital gain distributions have been reinvested in the Fund at Market Price and NAV, respectively.

An index is a statistical composite that tracks a specified financial market or sector. Unlike the Fund, an index does not actually hold a portfolio of securities and therefore does not incur the expenses incurred by the Fund. These expenses negatively impact the performance of the Fund. Also, market returns do not include brokerage commissions that may be payable on secondary market transactions. If brokerage commissions were included, market returns would be lower. The performance shown in the table(s) and chart(s) above assumes reinvestment of all dividends and capital gain distributions and does not reflect the deduction of taxes that a shareholder would pay on fund distributions or the redemption or sale of fund shares. The investment return and principal value of shares of the Fund will vary with changes in market conditions. Shares of the Fund may be worth more or less than their original cost when they are redeemed or sold in the market. The Fund’s past performance is no guarantee of future results.

Management's Discussion of Fund Performance (Continued)

iSHARES® MSCI HONG KONG INDEX FUND

PORTFOLIO ALLOCATION As of 8/31/10		TEN LARGEST FUND HOLDINGS As of 8/31/10	
<i>Sector</i>	<i>Percentage of Net Assets</i>	<i>Security</i>	<i>Percentage of Net Assets</i>
Financial	51.76%	Sun Hung Kai Properties Ltd.	8.17%
Diversified	14.11	Cheung Kong (Holdings) Ltd.	7.33
Utilities	13.81	Hong Kong Exchanges and Clearing Ltd.	6.52
Consumer Cyclical	13.67	Hutchison Whampoa Ltd.	6.36
Industrial	3.39	CLP Holdings Ltd.	6.05
Communications	1.65	Li & Fung Ltd.	4.55
Technology	0.67	Hang Seng Bank Ltd.	4.34
Basic Materials	0.49	Hong Kong and China Gas Co. Ltd. (The)	4.22
Short-Term and Other Net Assets	<u>0.45</u>	BOC Hong Kong (Holdings) Ltd.	4.05
TOTAL	<u>100.00%</u>	Swire Pacific Ltd. Class A	<u>4.01</u>
		TOTAL	<u>55.60%</u>

The iShares MSCI Hong Kong Index Fund (the "Fund") seeks to provide investment results that correspond generally to the price and yield performance, before fees and expenses, of publicly traded securities in the Hong Kong market, as measured by the MSCI Hong Kong IndexSM (the "Index"). The Fund invests in a representative sample of securities included in the Index that collectively has an investment profile similar to the Index. Due to the use of representative sampling, the Fund may or may not hold all of the securities that are included in the Index. For the 12-month period ended August 31, 2010 (the "reporting period"), the total return for the Fund was 14.85%, while the total return for the Index was 15.63%.

Hong Kong's economy remained buoyant throughout the reporting period, expanding 6.3% during the second quarter of 2010 versus the year-ago quarter as the city's jobless rate fell to 4.2%, the lowest level in nearly two years. Exports rose 22% during the first quarter and 20% during the second quarter. Meanwhile, tourism reached record levels, with a record 16.9 million visitors, including 10.5 million from China, entering the city in the first six months of 2010.

Hong Kong's closest business partner is mainland China whose GDP continued to advance at a 10.3% annual rate. Through August, industrial production was up 13.9% from the prior year, accelerating from 13.4% in July. China's currency, the yuan, controlled by the People's Bank of China, continued to increase in value against other currencies since the central bank ended fixed exchange rates in June.

Commercial rents in Hong Kong have nearly doubled since the beginning of the financial crisis in late 2007. Home prices rose 30% in 2009 and another 13% through August 2010. In particular, Hong Kong's real estate market was supported by capital inflows from wealthy mainland Chinese residents who bought property for investment purposes. In addition, Hong Kong pegs its interest rates to the U.S., which continue to be at historically low levels. The Hong Kong Monetary Authority has kept its base interest rate at a record low of 0.5% since December 2008. That has made real estate financing extremely attractive to borrowers.

To cool the city's hot real estate market, the government raised the tax on high-end transactions. It also banned sales contracts on new condominiums "flipped" before the buildings were completed. The Hong Kong Monetary Authority ordered banks to "stress-test" mortgage applications to ensure borrowers can withstand a two-percentage point increase in interest rates. Indeed, some developers are beginning to shy away, preferring land prices in mainland China.

Management's Discussion of Fund Performance (Continued)

iSHARES® MSCI HONG KONG INDEX FUND

In this environment, nine of the Fund's top ten holdings as of August 31, 2010 recorded gains for the reporting period, led by exporter Li & Fung Ltd., major bank holding company BOC Hong Kong (Holdings) Ltd. and The Hong Kong and China Gas Co. Ltd., all of which posted solid double-digit gains. Only one top ten holding, Hong Kong Exchanges and Clearing Ltd., the stock exchange of Hong Kong, recorded a loss.

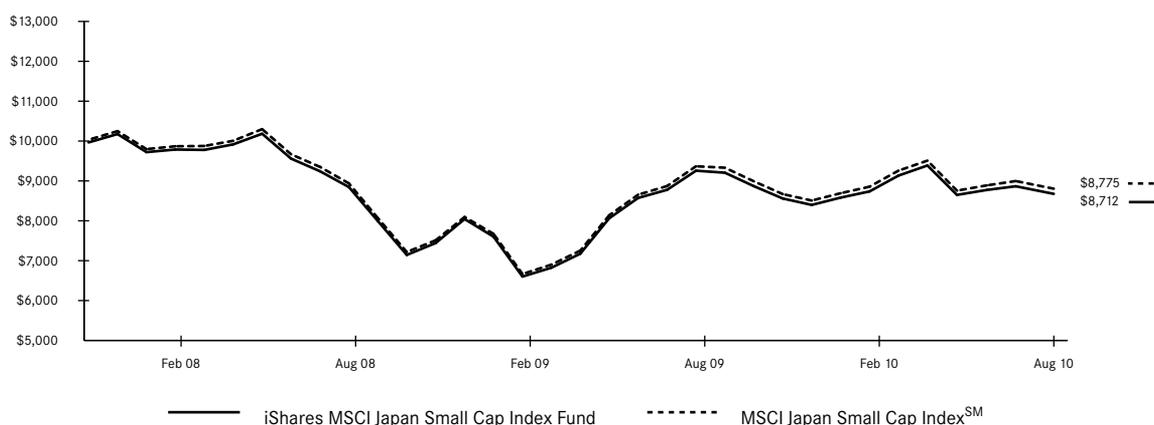
Management's Discussion of Fund Performance

iSHARES® MSCI JAPAN SMALL CAP INDEX FUND

Performance as of August 31, 2010

Average Annual Total Returns						Cumulative Total Returns		
Year Ended 8/31/10			Inception to 8/31/10			Inception to 8/31/10		
NAV	MARKET	INDEX	NAV	MARKET	INDEX	NAV	MARKET	INDEX
(6.25)%	(5.81)%	(6.01)%	(4.98)%	(5.05)%	(4.73)%	(12.88)%	(13.05)%	(12.25)%

GROWTH OF \$10,000 INVESTMENT (SINCE INCEPTION AT NET ASSET VALUE)



Total returns for the period since inception are calculated from the inception date of the Fund (12/20/07). "Average Annual Total Returns" represent the average annual change in value of an investment over the period(s) indicated. "Cumulative Total Returns" represent the total change in value of an investment over the period(s) indicated.

The Fund's per share net asset value or "NAV" is the value of one share of the Fund as calculated in accordance with the standard formula for valuing mutual fund shares. The NAV return is based on the NAV of the Fund and the market return is based on the market price per share of the Fund. The price used to calculate market return ("Market Price") is determined by using the midpoint between the highest bid and the lowest offer on the primary stock exchange on which shares of the Fund are listed for trading, as of the time that the Fund's NAV is calculated. Since shares of the Fund did not trade in the secondary market until after the Fund's inception, for the period from inception to the first day of secondary market trading in shares of the Fund (12/21/07), the NAV of the Fund is used as a proxy for the Market Price to calculate market returns. Market and NAV returns assume that dividends and capital gain distributions have been reinvested in the Fund at Market Price and NAV, respectively.

An index is a statistical composite that tracks a specified financial market or sector. Unlike the Fund, an index does not actually hold a portfolio of securities and therefore does not incur the expenses incurred by the Fund. These expenses negatively impact the performance of the Fund. Also, market returns do not include brokerage commissions that may be payable on secondary market transactions. If brokerage commissions were included, market returns would be lower. The performance shown in the table(s) and chart(s) above assumes reinvestment of all dividends and capital gain distributions and does not reflect the deduction of taxes that a shareholder would pay on fund distributions or the redemption or sale of fund shares. The investment return and principal value of shares of the Fund will vary with changes in market conditions. Shares of the Fund may be worth more or less than their original cost when they are redeemed or sold in the market. The Fund's past performance is no guarantee of future results.

Management's Discussion of Fund Performance (Continued)

iSHARES® MSCI JAPAN SMALL CAP INDEX FUND

PORTFOLIO ALLOCATION As of 8/31/10		TEN LARGEST FUND HOLDINGS As of 8/31/10	
<i>Sector</i>	<i>Percentage of Net Assets</i>	<i>Security</i>	<i>Percentage of Net Assets</i>
Industrial	25.00%	Sotetsu Holdings Inc.	0.59%
Consumer Cyclical	24.74	Miraca Holdings Inc.	0.57
Financial	18.12	Sawai Pharmaceutical Co. Ltd.	0.50
Consumer Non-Cyclical	14.09	Rengo Co. Ltd.	0.49
Basic Materials	10.46	Ebara Corp.	0.49
Communications	4.20	Yamatake Corp.	0.48
Technology	2.33	Misumi Group Inc.	0.48
Utilities	0.69	Awa Bank Ltd. (The)	0.48
Energy	0.06	Nippon Kayaku Co. Ltd.	0.46
Short-Term and Other Net Assets	<u>0.31</u>	Shiga Bank Ltd. (The)	<u>0.46</u>
TOTAL	<u>100.00%</u>	TOTAL	<u>5.00%</u>

The iShares MSCI Japan Small Cap Index Fund (the "Fund") seeks to provide investment results that correspond generally to the price and yield performance, before fees and expenses, of the MSCI Japan Small Cap IndexSM (the "Index"). The Index targets 40% of the eligible small-cap universe within each industry group in the MSCI Japan IndexSM, which consists of stocks traded primarily on the Tokyo Stock Exchange. MSCI defines the small-cap universe as all listed securities that have a market capitalization in the range of \$202 – \$1,723 million. The Fund invests in a representative sample of securities included in the Index that collectively has an investment profile similar to the Index. Due to the use of representative sampling, the Fund may or may not hold all of the securities that are included in the Index. For the 12-month period ended August 31, 2010 (the "reporting period"), the total return for the Fund was (6.25)%, while the total return for the Index was (6.01)%.

Japanese small capitalization stocks performed in line with the broad Japanese equity market, but underperformed other Asian small cap markets for the reporting period. After showing signs of recovery early in the reporting period, Japan's economy slowed sharply as the reporting period came to a close. GDP rose just 0.4% in the most recent quarter against the year-ago period, down from growth of 4.4% in the quarter ended March 31. In many ways, 2010 echoed back to 2009: weak consumer spending, concerns of deflation, soaring federal debt and weak demand for Japanese exports. Consumer spending, which accounts for 60% of Japan's economy, was flat during the first half of 2010. Persistent deflation created a drag on economic growth, as consumers waited for prices to drop before buying goods and services. Inflation was a negative 1.9% in the most recent quarter, a slight improvement over the prior quarter, when prices fell 2.8%. Japan's federal debt is nearly 200% of annual GDP, and the International Monetary Fund recently warned that Japan was reaching a point at which markets become concerned about the threat of default.

Despite these concerns, Japan's currency continued to strengthen, reaching a 15-year high against the U.S. dollar, dampening demand for Japanese exports. In response, as the reporting period came to a close, the Japanese government was considering options to weaken the yen by intervening in the market. Still, the strong yen has had its advantages, elevating Japan's buying power in other countries. Through August 2010, Japanese corporations have already spent more money acquiring foreign companies than in all of 2009 with major acquisitions having taken place in telecommunications, convenience stores and e-commerce.

However, the Japanese government, which last intervened in 2004, faced resistance from the U.S. and Europe, because a weaker Japanese currency translates into a potentially stronger dollar and euro, which in turn could dampen U.S. and European exports. Political resistance was also felt from within Japan. The Democratic Party of Japan, which took power from the long-ruling Liberal Democratic Party, announced plans to cut Japan's top corporate tax rate, the highest in the industrialized world, from 40% to 25%. However, political

Management's Discussion of Fund Performance (Continued)

iSHARES® MSCI JAPAN SMALL CAP INDEX FUND

concerns make such a move difficult to accomplish. Already, Prime Minister Naoto Kan has had to fend off a challenge to his power from within his own party.

In this economic environment, eight of the Fund's top ten holdings as of August 31, 2010 recorded gains for the reporting period, including generic drug maker Sawai Pharmaceutical Co. Ltd., medical diagnostics company Miraca Holdings Inc. and conglomerate Sotetsu Holdings Inc., with interests in transportation, construction, real estate, supermarkets and leisure. Two of the top ten holdings to post losses for the reporting period were engineering firm Ebara Corp. and Shiga Bank Ltd.

Management's Discussion of Fund Performance

iSHARES® MSCI MALAYSIA INDEX FUND

Performance as of August 31, 2010

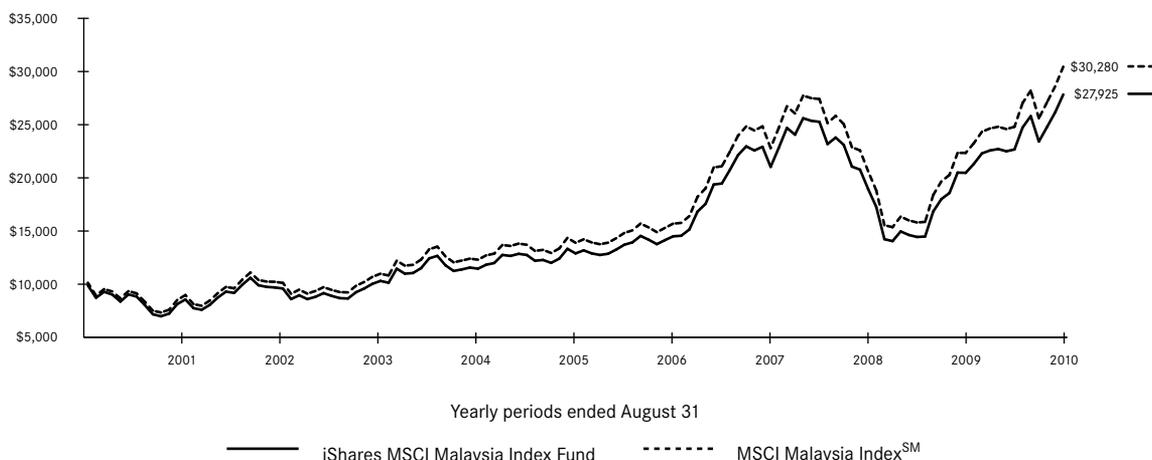
Average Annual Total Returns

Year Ended 8/31/10			Five Years Ended 8/31/10			Ten Years Ended 8/31/10		
NAV	MARKET	INDEX	NAV	MARKET	INDEX	NAV	MARKET	INDEX
35.76%	36.50%	36.44%	16.52%	16.22%	17.10%	10.82%	10.72%	11.72%

Cumulative Total Returns

Year Ended 8/31/10			Five Years Ended 8/31/10			Ten Years Ended 8/31/10		
NAV	MARKET	INDEX	NAV	MARKET	INDEX	NAV	MARKET	INDEX
35.76%	36.50%	36.44%	114.77%	112.04%	120.20%	179.25%	176.84%	202.80%

GROWTH OF \$10,000 INVESTMENT (AT NET ASSET VALUE)



"Average Annual Total Returns" represent the average annual change in value of an investment over the period(s) indicated. "Cumulative Total Returns" represent the total change in value of an investment over the period(s) indicated.

Certain sectors and markets performed exceptionally well based on market conditions during the one-year period. Achieving such exceptional returns involves the risk of volatility and investors should not expect that such exceptional returns will be repeated.

The Fund's per share net asset value or "NAV" is the value of one share of the Fund as calculated in accordance with the standard formula for valuing mutual fund shares. The NAV return is based on the NAV of the Fund and the market return is based on the market price per share of the Fund. The price used to calculate market return ("Market Price") is determined by using the midpoint between the highest bid and the lowest offer on the primary stock exchange on which shares of the Fund are listed for trading, as of the time that the Fund's NAV is calculated. As the Fund has a NAV which is determined *prior* to the opening of the regular trading day on the primary stock exchange on which it is listed, the market return is calculated using the midpoint of the bid/ask spread as of the *opening* of regular trading on the exchange. Market and NAV returns assume that dividends and capital gain distributions have been reinvested in the Fund at Market Price and NAV, respectively.

An index is a statistical composite that tracks a specified financial market or sector. Unlike the Fund, an index does not actually hold a portfolio of securities and therefore does not incur the expenses incurred by the Fund. These expenses negatively impact the performance of the Fund. Also, market returns do not include brokerage commissions that may be payable on secondary market transactions. If brokerage commissions were included, market returns would be lower. The performance shown in the table(s) and chart(s) above assumes reinvestment of all dividends and capital gain distributions and does not reflect the deduction of taxes that a shareholder would pay on fund distributions or the redemption or sale of fund shares. The investment return and principal value of shares of the Fund will vary with changes in market conditions. Shares of the Fund may be worth more or less than their original cost when they are redeemed or sold in the market. The Fund's past performance is no guarantee of future results.

Management's Discussion of Fund Performance (Continued)

iSHARES® MSCI MALAYSIA INDEX FUND

PORTFOLIO ALLOCATION As of 8/31/10		TEN LARGEST FUND HOLDINGS As of 8/31/10	
<i>Sector</i>	<i>Percentage of Net Assets</i>	<i>Security</i>	<i>Percentage of Net Assets</i>
Financial	31.03%	CIMB Group Holdings Bhd	9.71%
Consumer Non-Cyclical	14.99	Malayan Banking Bhd	8.57
Consumer Cyclical	14.49	Sime Darby Bhd	7.25
Communications	11.47	Genting Bhd	6.74
Industrial	9.62	IOI Corp. Bhd	5.62
Utilities	8.75	Tenaga Nasional Bhd	5.54
Diversified	7.74	Public Bank Bhd Foreign	4.15
Energy	0.85	Maxis Communications Bhd	3.88
Basic Materials	0.83	Axiata Group Bhd	3.63
Short-Term and Other Net Assets	<u>0.23</u>	AMMB Holdings Bhd	<u>3.28</u>
TOTAL	<u>100.00%</u>	TOTAL	<u>58.37%</u>

The iShares MSCI Malaysia Index Fund (the "Fund") seeks to provide investment results that correspond generally to the price and yield performance, before fees and expenses, of publicly traded securities in the Malaysian market, as measured by the MSCI Malaysia IndexSM (the "Index"). The Fund invests in a representative sample of securities included in the Index that collectively has an investment profile similar to the Index. Due to the use of representative sampling, the Fund may or may not hold all of the securities that are included in the Index. For the 12-month period ended August 31, 2010 (the "reporting period"), the total return for the Fund was 35.76%, while the total return for the Index was 36.44%.

After a difficult 2009, Malaysia's economy became one of the fastest growing in the world although it slowed somewhat as the reporting period came to a close. Malaysia's GDP grew 8.9% during the second quarter of 2010 compared to the year-earlier period, following growth of 10.1% in the first quarter of 2010, its fastest growth in 10 years. Meanwhile, inflation appeared under control. Consumer prices rose about 1.5% during the first seven months of 2010 versus the year-ago period.

In an effort to cut the country's budget deficit, the government has pledged to reduce expensive state subsidies on such staples as food and energy. Subsidies on fuel and sugar are gradually phasing out in an effort to reduce the deficit and attract foreign investment. Malaysia, which had a budget deficit of 7% of GDP in 2009, is aiming for 5% in 2010, according to government pronouncements. Meanwhile, the country's exports earnings grew by 22% in the second quarter and 31% in the first quarter compared to the year-ago quarters.

During 2010, China moved to facilitate trade between the two countries when it allowed the Chinese yuan to trade against the Malaysian ringgit. Just prior to this move, Malaysia's central bank removed restrictions on the trading of its currency by outside investors. In this less regulated environment, the ringgit reached a 13-year high against the U.S. dollar in August.

Like many countries in Asia, Malaysia's population has become wealthier as a whole, with a rising middle class, a strong banking system, an improving infrastructure and an emerging domestic economy that is becoming less dependent on international trade, particularly with the U.S. and Europe. In June, the government issued a Five-Year Economic Plan which calls for a focus on private-sector jobs in areas such as financial services, electronics, agriculture, tourism and green technology.

In this environment, all of the Fund's top ten holdings as of August 31, 2010 recorded double-digit gains for the reporting period, led by CIMB Group Holdings Bhd, Malaysia's second largest financial services provider and the Fund's largest holding. Genting Bhd, a hotel and

Management's Discussion of Fund Performance (Continued)

iSHARES® MSCI MALAYSIA INDEX FUND

resort company, Axiata Group Bhd, a mobile telecommunications firm, and AMMB Holdings Bhd, an investment holding company, all posted strong gains. Sime Darby Bhd, a multinational conglomerate and Maxis Communications Bhd, a mobile communications service provider, recorded more modest double-digit gains.

Management's Discussion of Fund Performance

iSHARES® MSCI PACIFIC EX-JAPAN INDEX FUND

Performance as of August 31, 2010

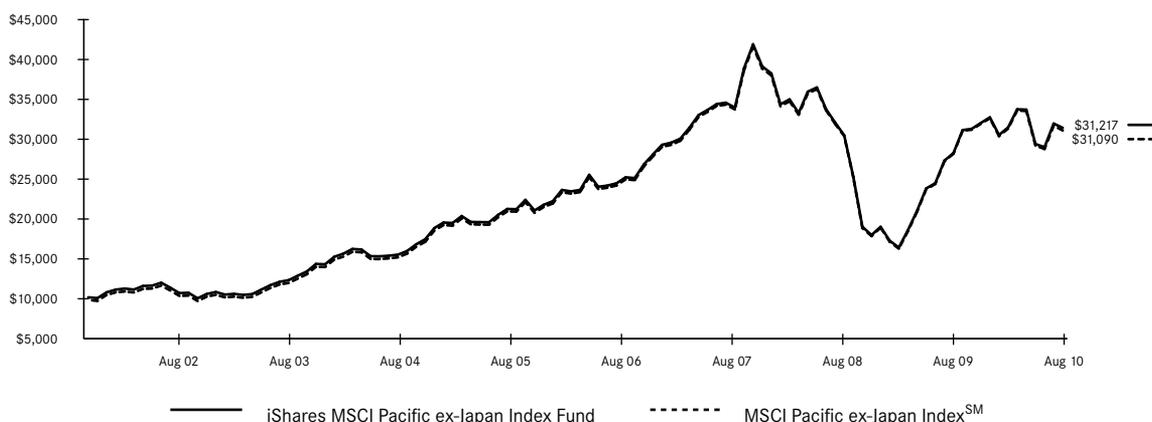
Average Annual Total Returns

Year Ended 8/31/10			Five Years Ended 8/31/10			Inception to 8/31/10		
NAV	MARKET	INDEX	NAV	MARKET	INDEX	NAV	MARKET	INDEX
10.27%	10.30%	10.80%	8.18%	7.94%	8.13%	13.72%	13.73%	13.68%

Cumulative Total Returns

Year Ended 8/31/10			Five Years Ended 8/31/10			Inception to 8/31/10		
NAV	MARKET	INDEX	NAV	MARKET	INDEX	NAV	MARKET	INDEX
10.27%	10.30%	10.80%	48.19%	46.50%	47.84%	212.17%	212.25%	210.90%

GROWTH OF \$10,000 INVESTMENT (SINCE INCEPTION AT NET ASSET VALUE)



Total returns for the period since inception are calculated from the inception date of the Fund (10/25/01). "Average Annual Total Returns" represent the average annual change in value of an investment over the period(s) indicated. "Cumulative Total Returns" represent the total change in value of an investment over the period(s) indicated.

The Fund's per share net asset value or "NAV" is the value of one share of the Fund as calculated in accordance with the standard formula for valuing mutual fund shares. The NAV return is based on the NAV of the Fund and the market return is based on the market price per share of the Fund. The price used to calculate market return ("Market Price") is determined by using the midpoint between the highest bid and the lowest offer on the primary stock exchange on which shares of the Fund are listed for trading, as of the time that the Fund's NAV is calculated. Since shares of the Fund did not trade in the secondary market until after the Fund's inception, for the period from inception to the first day of secondary market trading in shares of the Fund (10/26/01), the NAV of the Fund is used as a proxy for the Market Price to calculate market returns. Market and NAV returns assume that dividends and capital gain distributions have been reinvested in the Fund at Market Price and NAV, respectively.

An index is a statistical composite that tracks a specified financial market or sector. Unlike the Fund, an index does not actually hold a portfolio of securities and therefore does not incur the expenses incurred by the Fund. These expenses negatively impact the performance of the Fund. Also, market returns do not include brokerage commissions that may be payable on secondary market transactions. If brokerage commissions were included, market returns would be lower. The performance shown in the table(s) and chart(s) above assumes reinvestment of all dividends and capital gain distributions and does not reflect the deduction of taxes that a shareholder would pay on fund distributions or the redemption or sale of fund shares. The investment return and principal value of shares of the Fund will vary with changes in market conditions. Shares of the Fund may be worth more or less than their original cost when they are redeemed or sold in the market. The Fund's past performance is no guarantee of future results.

Management's Discussion of Fund Performance (Continued)

iSHARES® MSCI PACIFIC EX-JAPAN INDEX FUND

PORTFOLIO ALLOCATION As of 8/31/10		TEN LARGEST FUND HOLDINGS As of 8/31/10	
<i>Sector</i>	<i>Percentage of Net Assets</i>	<i>Security</i>	<i>Percentage of Net Assets</i>
Financial	45.72%	BHP Billiton Ltd. (Australia)	9.17%
Basic Materials	15.87	Commonwealth Bank of Australia (Australia)	5.74
Consumer Non-Cyclical	9.09	Westpac Banking Corp. (Australia)	4.76
Industrial	8.50	Australia and New Zealand Banking Group Ltd. (Australia)	4.22
Consumer Cyclical	4.88	National Australia Bank Ltd. (Australia)	3.63
Diversified	3.76	Woolworths Ltd. (Australia)	2.54
Energy	3.76	Wesfarmers Ltd. (Australia)	2.37
Communications	3.65	Rio Tinto Ltd. (Australia)	2.25
Utilities	3.48	Newcrest Mining Ltd. (Australia)	2.11
Technology	0.45	Westfield Group (Australia)	2.02
Short-Term and Other Net Assets	0.84		
TOTAL	<u>100.00%</u>	TOTAL	<u>38.81%</u>

The iShares MSCI Pacific ex-Japan Index Fund (the "Fund") seeks to provide investment results that correspond generally to the price and yield performance, before fees and expenses, of publicly traded securities in the Australia, Hong Kong, New Zealand and Singapore markets, as measured by the MSCI Pacific ex-Japan IndexSM (the "Index"). The Fund invests in a representative sample of securities included in the Index that collectively has an investment profile similar to the Index. Due to the use of representative sampling, the Fund may or may not hold all of the securities that are included in the Index. For the 12-month period ended August 31, 2010 (the "reporting period"), the total return for the Fund was 10.27%, while the total return for the Index was 10.80%.

As of the end of the reporting period, the majority of the Fund was invested in three countries: Australia, Hong Kong and Singapore, all of which recovered quickly from the global financial crisis that had abated as the reporting period began. Australia's economy was relatively strong during the reporting period, as GDP grew 3.3% in the second quarter of 2010 versus the year-ago quarter. Driven by international trade and rising metals prices, it was Australia's strongest quarter in three years. Export volumes rose 5.6% during the second quarter, driven by a boom in mining as China continued its strong demand for steel and energy products. Coal exports grew in value by about \$4 billion as prices rose 25% and volumes increased by 22%. Metal ore exports increased \$5 billion as prices rose nearly 40%.

Noting the strength in the Australian economy, the Reserve Bank of Australia ("RBA"), boosted short-term interest rates to 4.5%, up from 3.0% a year ago in an effort to contain inflation. Household consumption remained strong in the face of higher borrowing costs, and the RBA indicated that the economy is growing at close to full capacity. Meanwhile, housing construction rebounded during the summer, snapping a contraction in recent months, as employment and wages grew steadily. In agriculture, Australia temporarily replaced Russia as a leading supplier of wheat to the world. Australia, already a major exporter of agricultural products, produced significantly more wheat than expected during the one-year period ended March 31, 2010, up 36% from its five-year average due to above-normal rainfall. Combined with sharply higher global grain prices, this boost in volume has added billions of dollars to Australia's export revenue.

Hong Kong's economy was buoyant during the reporting period, as the city's jobless rate fell to 4.2%. Commercial rents have nearly doubled since the beginning of the financial crisis in late 2007. Home prices rose 30% in 2009 and another 13% through August 2010. To cool the city's hot real estate market, the government raised the tax on high-end transactions. It also banned sales contracts on new

Management's Discussion of Fund Performance (Continued)

iSHARES® MSCI PACIFIC EX-JAPAN INDEX FUND

condominiums “flipped” before the buildings were completed. The Hong Kong Monetary Authority ordered banks to “stress-test” mortgage applications to ensure borrowers can withstand a two-percentage point increase in interest rates.

Singapore's economy was surging during the reporting period, with GDP rising 18.8% and 19.3% in the second and first quarters of 2010, respectively, compared to the same periods in 2009. According to Singapore's Ministry of Trade and Industry, Singapore's expansion in the first half of 2010 was the fastest on record.

In this environment, eight of the Fund's top ten holdings as of August 31, 2010 – all based in Australia – recorded gains for the reporting period, led by manufacturing conglomerate Wesfarmers Ltd., mining firm Rio Tinto Ltd., and international gold producer Newcrest Mining Ltd. The two negative performers were banks, National Australia Bank Ltd. and Westpac Banking Corp.

Management's Discussion of Fund Performance

iSHARES® MSCI SINGAPORE INDEX FUND

Performance as of August 31, 2010

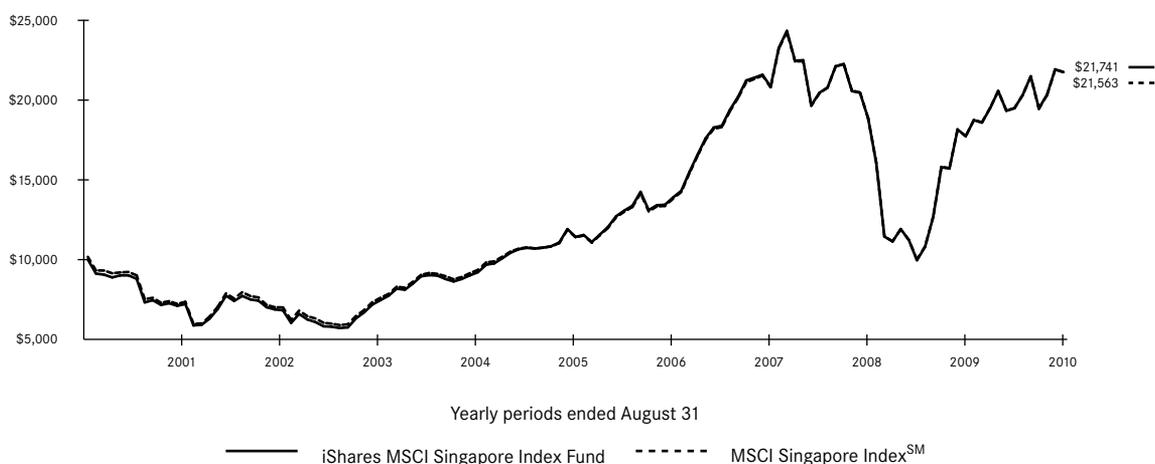
Average Annual Total Returns

Year Ended 8/31/10			Five Years Ended 8/31/10			Ten Years Ended 8/31/10		
NAV	MARKET	INDEX	NAV	MARKET	INDEX	NAV	MARKET	INDEX
22.68%	22.57%	22.87%	13.75%	13.58%	13.95%	8.08%	7.95%	7.99%

Cumulative Total Returns

Year Ended 8/31/10			Five Years Ended 8/31/10			Ten Years Ended 8/31/10		
NAV	MARKET	INDEX	NAV	MARKET	INDEX	NAV	MARKET	INDEX
22.68%	22.57%	22.87%	90.41%	89.01%	92.16%	117.41%	114.86%	115.63%

GROWTH OF \$10,000 INVESTMENT (AT NET ASSET VALUE)



“Average Annual Total Returns” represent the average annual change in value of an investment over the period(s) indicated. “Cumulative Total Returns” represent the total change in value of an investment over the period(s) indicated.

The Fund’s per share net asset value or “NAV” is the value of one share of the Fund as calculated in accordance with the standard formula for valuing mutual fund shares. The NAV return is based on the NAV of the Fund and the market return is based on the market price per share of the Fund. The price used to calculate market return (“Market Price”) is determined by using the midpoint between the highest bid and the lowest offer on the primary stock exchange on which shares of the Fund are listed for trading, as of the time that the Fund’s NAV is calculated. Market and NAV returns assume that dividends and capital gain distributions have been reinvested in the Fund at Market Price and NAV, respectively.

An index is a statistical composite that tracks a specified financial market or sector. Unlike the Fund, an index does not actually hold a portfolio of securities and therefore does not incur the expenses incurred by the Fund. These expenses negatively impact the performance of the Fund. Also, market returns do not include brokerage commissions that may be payable on secondary market transactions. If brokerage commissions were included, market returns would be lower. The performance shown in the table(s) and chart(s) above assumes reinvestment of all dividends and capital gain distributions and does not reflect the deduction of taxes that a shareholder would pay on fund distributions or the redemption or sale of fund shares. The investment return and principal value of shares of the Fund will vary with changes in market conditions. Shares of the Fund may be worth more or less than their original cost when they are redeemed or sold in the market. The Fund’s past performance is no guarantee of future results.

Management's Discussion of Fund Performance (Continued)

iSHARES® MSCI SINGAPORE INDEX FUND

PORTFOLIO ALLOCATION As of 8/31/10		TEN LARGEST FUND HOLDINGS As of 8/31/10	
<i>Sector</i>	<i>Percentage of Net Assets</i>	<i>Security</i>	<i>Percentage of Net Assets</i>
Financial	51.50%	Singapore Telecommunications Ltd.	11.02%
Communications	14.48	DBS Group Holdings Ltd.	10.94
Consumer Non-Cyclical	10.60	United Overseas Bank Ltd.	10.22
Industrial	9.78	Oversea-Chinese Banking Corp. Ltd.	9.46
Diversified	7.19	Keppel Corp. Ltd.	5.00
Consumer Cyclical	5.63	Genting Singapore PLC	4.71
Short-Term and Other Net Assets	<u>0.82</u>	Wilmar International Ltd.	4.69
TOTAL	<u>100.00%</u>	CapitaLand Ltd.	4.03
		Singapore Airlines Ltd.	3.66
		Singapore Exchange Ltd.	<u>3.19</u>
		TOTAL	<u>66.92%</u>

The iShares MSCI Singapore Index Fund (the "Fund") seeks to provide investment results that correspond generally to the price and yield performance, before fees and expenses, of publicly traded securities in the Singapore market, as measured by the MSCI Singapore IndexSM (the "Index"). The Fund invests in a representative sample of securities included in the Index that collectively has an investment profile similar to the Index. Due to the use of representative sampling, the Fund may or may not hold all of the securities that are included in the Index. For the 12-month period ended August 31, 2010 (the "reporting period"), the total return for the Fund was 22.68%, while the total return for the Index was 22.87%.

Singapore's economy, which was among the hardest hit economies during the global financial crisis, surged during the reporting period, with GDP rising 18.8% and 19.3% in the second and first quarters of 2010 compared to the same periods in 2009. According to Singapore's Ministry of Trade and Industry, Singapore's expansion in the first half of 2010 was the fastest on record.

Exports were very strong late in the reporting period, particularly for electronics and pharmaceuticals to the U.S. and Europe. August 2010 exports to the European Union more than doubled from a year earlier, up from July's 27% growth. Shipments to the U.S. were up 42% in August after rising 30% in July. Exports to China rose 36% in August versus the year-ago period and 34% in July.

The strong economy has led the Singapore government to introduce curbs on housing market speculation after prices reached record highs. Measures include requiring a higher down payment on home purchases as well as increased supply of housing and land for development. Meanwhile, the financial services sector grew strongly during the reporting period, particularly foreign-exchange trading and bank lending.

In 2010, the government lifted a 40-year ban on gaming, launching this industry in order to boost tourism and retail spending. Two casinos opened for business and produced earnings that beat market expectations. Visitor arrivals grew 24% in July 2010 compared to July 2009 to a record 1.1 million people.

In this environment, nine of the Fund's top ten holdings as of August 31, 2010 recorded gains for the reporting period, led by Genting Singapore PLC, a resorts and gaming company, Keppel Corp. Ltd., which manufactures offshore oil rigs and Singapore Airlines Ltd. The only top-ten holding posting a loss was Singapore Exchange Ltd., the stock exchange of Singapore.

Management's Discussion of Fund Performance

iSHARES® MSCI SOUTH KOREA INDEX FUND

Performance as of August 31, 2010

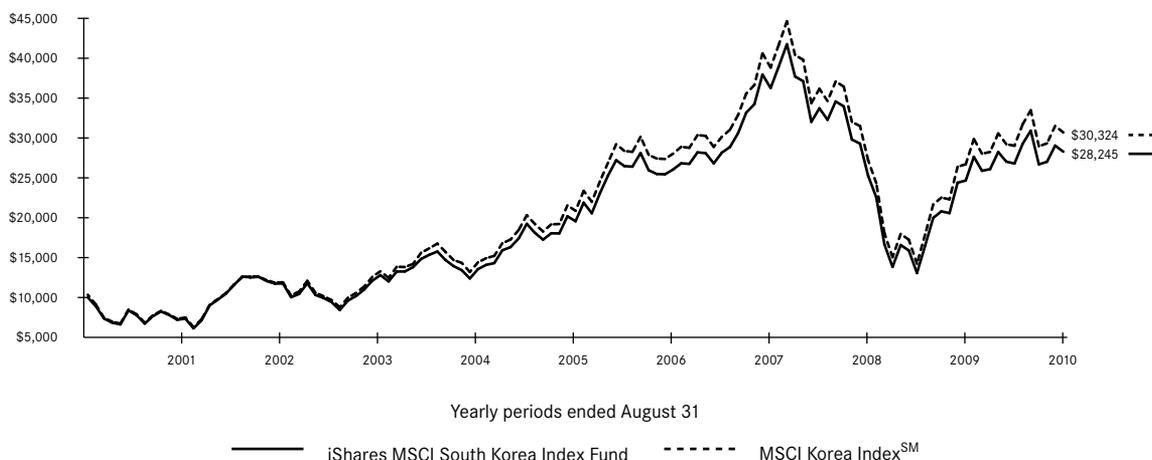
Average Annual Total Returns

Year Ended 8/31/10			Five Years Ended 8/31/10			Ten Years Ended 8/31/10		
NAV	MARKET	INDEX	NAV	MARKET	INDEX	NAV	MARKET	INDEX
14.65%	15.71%	15.16%	7.65%	7.88%	8.13%	10.94%	10.44%	11.73%

Cumulative Total Returns

Year Ended 8/31/10			Five Years Ended 8/31/10			Ten Years Ended 8/31/10		
NAV	MARKET	INDEX	NAV	MARKET	INDEX	NAV	MARKET	INDEX
14.65%	15.71%	15.16%	44.57%	46.10%	47.84%	182.45%	170.04%	203.24%

GROWTH OF \$10,000 INVESTMENT (AT NET ASSET VALUE)



“Average Annual Total Returns” represent the average annual change in value of an investment over the period(s) indicated. “Cumulative Total Returns” represent the total change in value of an investment over the period(s) indicated.

The Fund’s per share net asset value or “NAV” is the value of one share of the Fund as calculated in accordance with the standard formula for valuing mutual fund shares. The NAV return is based on the NAV of the Fund and the market return is based on the market price per share of the Fund. The price used to calculate market return (“Market Price”) is determined by using the midpoint between the highest bid and the lowest offer on the primary stock exchange on which shares of the Fund are listed for trading, as of the time that the Fund’s NAV is calculated. As the Fund has a NAV which is determined *prior* to the opening of the regular trading day on the primary stock exchange on which it is listed, the market return is calculated using the midpoint of the bid/ask spread as of the *opening* of regular trading on the exchange. Market and NAV returns assume that dividends and capital gain distributions have been reinvested in the Fund at Market Price and NAV, respectively.

An index is a statistical composite that tracks a specified financial market or sector. Unlike the Fund, an index does not actually hold a portfolio of securities and therefore does not incur the expenses incurred by the Fund. These expenses negatively impact the performance of the Fund. Also, market returns do not include brokerage commissions that may be payable on secondary market transactions. If brokerage commissions were included, market returns would be lower. The performance shown in the table(s) and chart(s) above assumes reinvestment of all dividends and capital gain distributions and does not reflect the deduction of taxes that a shareholder would pay on fund distributions or the redemption or sale of fund shares. The investment return and principal value of shares of the Fund will vary with changes in market conditions. Shares of the Fund may be worth more or less than their original cost when they are redeemed or sold in the market. The Fund’s past performance is no guarantee of future results.

Management's Discussion of Fund Performance (Continued)

iSHARES® MSCI SOUTH KOREA INDEX FUND

PORTFOLIO ALLOCATION As of 8/31/10		TEN LARGEST FUND HOLDINGS As of 8/31/10	
<i>Sector</i>	<i>Percentage of Net Assets</i>	<i>Security</i>	<i>Percentage of Net Assets</i>
Technology	21.74%	Samsung Electronics Co. Ltd.	16.37%
Industrial	16.64	POSCO	6.28
Consumer Cyclical	16.28	Hyundai Motor Co. Ltd.	4.28
Financial	16.23	Shinhan Financial Group Co. Ltd.	3.62
Basic Materials	13.52	LG Chem Ltd.	3.13
Communications	5.08	KB Financial Group Inc.	3.12
Consumer Non-Cyclical	4.05	Hyundai Mobis Co. Ltd.	2.88
Energy	2.47	Samsung Electronics Co. Ltd. Preferred	2.23
Diversified	2.08	Hynix Semiconductor Inc.	2.07
Utilities	1.67	Hyundai Heavy Industries Co. Ltd.	1.93
Short-Term and Other Net Assets	0.24		
TOTAL	<u>100.00%</u>	TOTAL	<u>45.91%</u>

The iShares MSCI South Korea Index Fund (the "Fund") seeks to provide investment results that correspond generally to the price and yield performance, before fees and expenses, of publicly traded securities in the South Korean market, as measured by the MSCI Korea IndexSM (the "Index"). The Fund invests in a representative sample of securities included in the Index that collectively has an investment profile similar to the Index. Due to the use of representative sampling, the Fund may or may not hold all of the securities that are included in the Index. For the 12-month period ended August 31, 2010 (the "reporting period"), the total return for the Fund was 14.65%, while the total return for the Index was 15.16%.

After recovering from the effects of the global financial crisis of 2008-2009, South Korea's economy showed solid growth during the reporting period. GDP rose 7.2% during the second quarter of 2010 compared to the year-ago period, after rising 8.1% in the first quarter. Officials at South Korea's central bank said that the country's economy had recovered to pre-recession levels of growth.

The expansion was propelled by exports in a wide variety of industries ranging from automobiles to semiconductors. In July 2010, exports to the European Union, the U.S. and China rose 60%, 49% and 37%, respectively. As a result, South Korea's trade surplus – the difference between exports and imports – approached record levels. Meanwhile, European governments approved a free trade agreement with South Korea calling for the removal of tariffs within three years. A similar U.S.-South Korea trade agreement is bogged down in the U.S. Congress.

Due to South Korea's buoyant economic growth rates, the Bank of Korea (South Korea's central bank) raised short-term interest rates from 2.0% to 2.25% during the summer of 2010, after keeping them steady for the prior year and a half. Consumer prices in South Korea rose about 2.6% in July from a year ago; the central bank's target for inflation is 2% to 4%. As in the U.S., the central bank must balance the need to control inflation with concerns about sluggish economic growth. Higher interest rates tend to slow the economy while lower interest rates tend to create inflation when the economy grows too fast.

However, in contrast to buoyant real estate markets in the rest of Asia, South Korea's housing market is in a slump, with prices down anywhere between 10% and 20% at the end of the reporting period from their highs prior to the global recession in 2008. Sagging demand reflects the actions of households, banks and the government, all of which are aggressively reducing debt rather than investing in new projects. The country's major builders are focusing on better opportunities outside the country.

Management's Discussion of Fund Performance (Continued)

iSHARES® MSCI SOUTH KOREA INDEX FUND

In this environment, nine of the Fund's top ten holdings as of August 31, 2010 recorded gains for the reporting period. LG Chem Ltd., a chemicals and electronic materials maker, Hyundai Mobis Co. Ltd., an automobile parts manufacturer and shipbuilder Hyundai Heavy Industries Co. Ltd., all posted strong double-digit gains. The only top ten holding to post a loss was diversified financial services company KB Financial Group Inc.

Management's Discussion of Fund Performance

iSHARES® MSCI TAIWAN INDEX FUND

Performance as of August 31, 2010

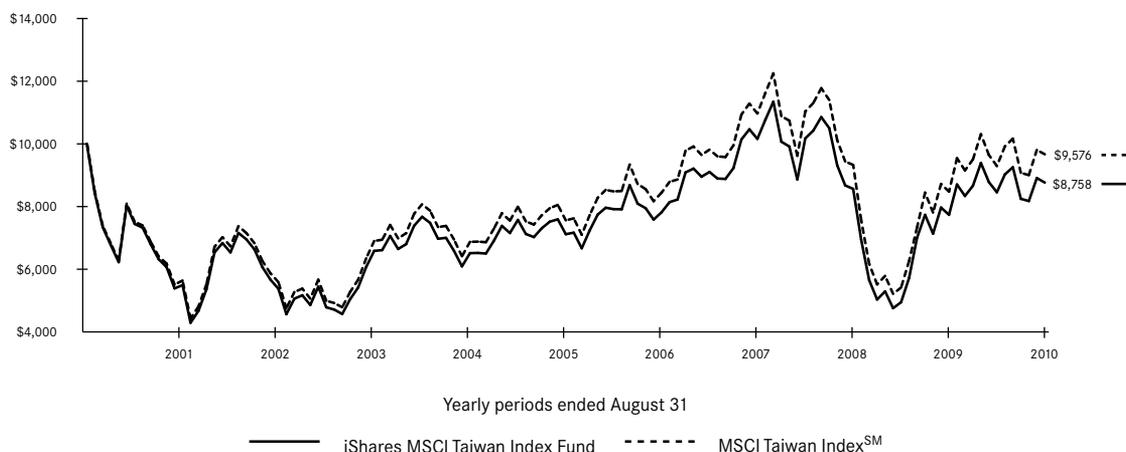
Average Annual Total Returns

Year Ended 8/31/10			Five Years Ended 8/31/10			Ten Years Ended 8/31/10		
NAV	MARKET	INDEX	NAV	MARKET	INDEX	NAV	MARKET	INDEX
13.30%	13.86%	14.18%	4.25%	4.29%	5.09%	(1.32)%	(1.55)%	(0.43)%

Cumulative Total Returns

Year Ended 8/31/10			Five Years Ended 8/31/10			Ten Years Ended 8/31/10		
NAV	MARKET	INDEX	NAV	MARKET	INDEX	NAV	MARKET	INDEX
13.30%	13.86%	14.18%	23.13%	23.34%	28.17%	(12.42)%	(14.50)%	(4.24)%

GROWTH OF \$10,000 INVESTMENT (AT NET ASSET VALUE)



“Average Annual Total Returns” represent the average annual change in value of an investment over the period(s) indicated. “Cumulative Total Returns” represent the total change in value of an investment over the period(s) indicated.

The Fund’s per share net asset value or “NAV” is the value of one share of the Fund as calculated in accordance with the standard formula for valuing mutual fund shares. The NAV return is based on the NAV of the Fund and the market return is based on the market price per share of the Fund. The price used to calculate market return (“Market Price”) is determined by using the midpoint between the highest bid and the lowest offer on the primary stock exchange on which shares of the Fund are listed for trading, as of the time that the Fund’s NAV is calculated. As the Fund has a NAV which is determined *prior* to the opening of the regular trading day on the primary stock exchange on which it is listed, the market return is calculated using the midpoint of the bid/ask spread as of the *opening* of regular trading on the exchange. Market and NAV returns assume that dividends and capital gain distributions have been reinvested in the Fund at Market Price and NAV, respectively.

An index is a statistical composite that tracks a specified financial market or sector. Unlike the Fund, an index does not actually hold a portfolio of securities and therefore does not incur the expenses incurred by the Fund. These expenses negatively impact the performance of the Fund. Also, market returns do not include brokerage commissions that may be payable on secondary market transactions. If brokerage commissions were included, market returns would be lower. The performance shown in the table(s) and chart(s) above assumes reinvestment of all dividends and capital gain distributions and does not reflect the deduction of taxes that a shareholder would pay on fund distributions or the redemption or sale of fund shares. The investment return and principal value of shares of the Fund will vary with changes in market conditions. Shares of the Fund may be worth more or less than their original cost when they are redeemed or sold in the market. The Fund’s past performance is no guarantee of future results.

Management's Discussion of Fund Performance (Continued)

iSHARES® MSCI TAIWAN INDEX FUND

PORTFOLIO ALLOCATION As of 8/31/10		TEN LARGEST FUND HOLDINGS As of 8/31/10	
<i>Sector</i>	<i>Percentage of Net Assets</i>	<i>Security</i>	<i>Percentage of Net Assets</i>
Technology	36.66%	Taiwan Semiconductor Manufacturing Co. Ltd.	13.12%
Industrial	23.58	Hon Hai Precision Industry Co. Ltd.	8.91
Financial	15.40	HTC Corp.	3.94
Basic Materials	11.12	MediaTek Inc.	3.68
Consumer Cyclical	5.06	Chunghwa Telecom Co. Ltd.	2.85
Communications	4.65	China Steel Corp.	2.79
Consumer Non-Cyclical	1.25	Cathay Financial Holding Co. Ltd.	2.79
Energy	1.06	Nan Ya Plastics Corp.	2.61
Short-Term and Other Net Assets	<u>1.22</u>	Formosa Plastics Corp.	2.55
TOTAL	<u>100.00%</u>	AU Optronics Corp.	<u>1.88</u>
		TOTAL	<u>45.12%</u>

The **iShares MSCI Taiwan Index Fund** (the “Fund”) seeks to provide investment results that correspond generally to the price and yield performance, before fees and expenses, of publicly traded securities in the Taiwanese market, as measured by the MSCI Taiwan IndexSM (the “Index”). The Fund invests in a representative sample of securities included in the Index that collectively has an investment profile similar to the Index. Due to the use of representative sampling, the Fund may or may not hold all of the securities that are included in the Index. For the 12-month period ended August 31, 2010 (the “reporting period”), the total return for the Fund was 13.30%, while the total return for the Index was 14.18%.

Taiwan’s economy began the reporting period under slow growth but gained momentum with each passing month, with GDP advancing 12.5% in the second quarter of 2010 versus the year-ago quarter. This followed a 13.7% increase in the first quarter of 2010. In August, the government raised its full-year 2010 forecast to 8.2%, up from a 6.1% projection earlier in the year. In addition, the government raised its growth forecasts for exports to 33% from a previous estimate of 24%. In this environment of strong growth, the Taiwan central bank raised short-term interest rates slightly during the second quarter of 2010 from 1.25% to 1.375%.

Manufacturing is a key component to Taiwan’s economy, as this is the location of many of the world’s largest manufacturers of semi-conductors, telecommunications and PCs. Taiwan’s PC makers reported strong increases in net profit as demand for electronics products recovered. Although trade with the West is important for Taiwan, its number one trading partner is China, where the economy grew at a 10.3% pace in the second quarter.

In 2010, a major development took place between Taiwan and China that eased historic tensions between the two countries. In August, Taiwan’s legislature approved a broad trade agreement with China that will reduce tariffs between the two countries. In addition, Chinese companies are beginning to trade shares on the Taiwan stock exchange. Historically, the Hong Kong and Singapore stock exchanges were the most likely destinations for Chinese companies seeking listings outside of China.

Management's Discussion of Fund Performance (Continued)

iSHARES® MSCI TAIWAN INDEX FUND

In this environment, eight of the Fund's top ten holdings as of August 31, 2010 recorded gains for the reporting period, led by smartphone manufacturer HTC Corp., Nan Ya Plastics Corp. and Formosa Plastics Corp., both plastic product manufacturing firms. Two top ten holdings, AU Optronics Corp., a maker of LCD screens and MediaTek Inc., a semiconductor manufacturer for wireless communications, recorded losses.

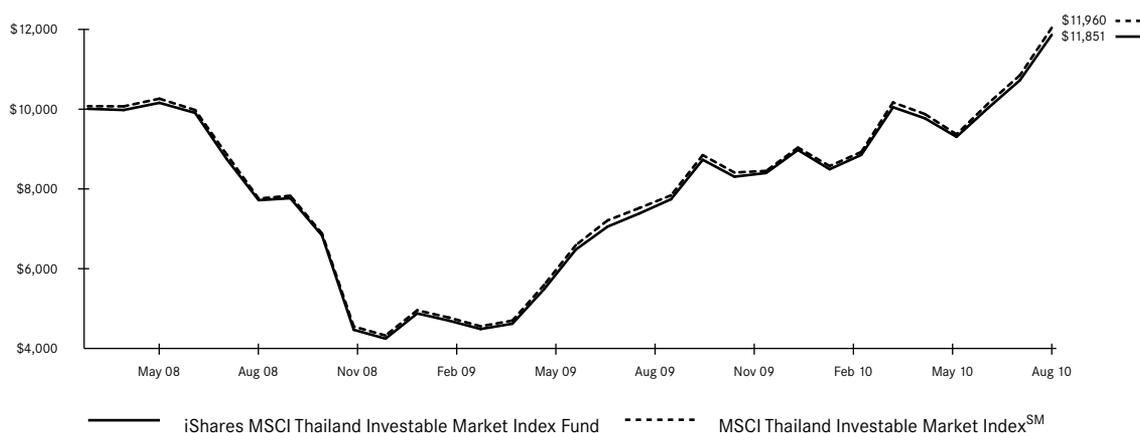
Management's Discussion of Fund Performance

iSHARES® MSCI THAILAND INVESTABLE MARKET INDEX FUND

Performance as of August 31, 2010

Average Annual Total Returns						Cumulative Total Returns		
Year Ended 8/31/10			Inception to 8/31/10			Inception to 8/31/10		
NAV	MARKET	INDEX	NAV	MARKET	INDEX	NAV	MARKET	INDEX
53.19%	53.36%	53.99%	7.22%	7.42%	7.64%	18.51%	19.03%	19.60%

GROWTH OF \$10,000 INVESTMENT (SINCE INCEPTION AT NET ASSET VALUE)



Total returns for the period since inception are calculated from the inception date of the Fund (3/26/08). "Average Annual Total Returns" represent the average annual change in value of an investment over the period(s) indicated. "Cumulative Total Returns" represent the total change in value of an investment over the period(s) indicated.

Certain sectors and markets performed exceptionally well based on market conditions during the one-year period. Achieving such exceptional returns involves the risk of volatility and investors should not expect that such exceptional returns will be repeated.

The Fund's per share net asset value or "NAV" is the value of one share of the Fund as calculated in accordance with the standard formula for valuing mutual fund shares. The NAV return is based on the NAV of the Fund and the market return is based on the market price per share of the Fund. The price used to calculate market return ("Market Price") is determined by using the midpoint between the highest bid and the lowest offer on the primary stock exchange on which shares of the Fund are listed for trading, as of the time that the Fund's NAV is calculated. Since shares of the Fund did not trade in the secondary market until after the Fund's inception, for the period from inception to the first day of secondary market trading in shares of the Fund (3/28/08), the NAV of the Fund is used as a proxy for the Market Price to calculate market returns. Market and NAV returns assume that dividends and capital gain distributions have been reinvested in the Fund at Market Price and NAV, respectively.

An index is a statistical composite that tracks a specified financial market or sector. Unlike the Fund, an index does not actually hold a portfolio of securities and therefore does not incur the expenses incurred by the Fund. These expenses negatively impact the performance of the Fund. Also, market returns do not include brokerage commissions that may be payable on secondary market transactions. If brokerage commissions were included, market returns would be lower. The performance shown in the table(s) and chart(s) above assumes reinvestment of all dividends and capital gain distributions and does not reflect the deduction of taxes that a shareholder would pay on fund distributions or the redemption or sale of fund shares. The investment return and principal value of shares of the Fund will vary with changes in market conditions. Shares of the Fund may be worth more or less than their original cost when they are redeemed or sold in the market. The Fund's past performance is no guarantee of future results.

Management's Discussion of Fund Performance (Continued)

iSHARES® MSCI THAILAND INVESTABLE MARKET INDEX FUND

PORTFOLIO ALLOCATION As of 8/31/10		TEN LARGEST FUND HOLDINGS As of 8/31/10	
<i>Sector</i>	<i>Percentage of Net Assets</i>	<i>Security</i>	<i>Percentage of Net Assets</i>
Financial	36.39%	PTT PCL NVDR	10.83%
Energy	25.67	Bangkok Bank PCL NVDR	9.28
Consumer Cyclical	8.00	Kasikornbank PCL NVDR	8.54
Industrial	7.85	PTT Exploration & Production PCL NVDR	8.06
Communications	6.56	Siam Commercial Bank PCL NVDR	6.93
Consumer Non-Cyclical	6.42	Banpu PCL NVDR	4.43
Basic Materials	6.22	Siam Cement PCL NVDR	4.36
Utilities	2.04	Advanced Info Service PCL NVDR	4.00
Technology	0.32	CP All PCL NVDR	3.41
Short-Term and Other Net Assets	<u>0.53</u>	Charoen Pokphand Foods PCL NVDR	<u>2.94</u>
TOTAL	<u>100.00%</u>	TOTAL	<u>62.78%</u>

The iShares MSCI Thailand Investable Market Index Fund (the "Fund") seeks to provide investment results that correspond generally to the price and yield performance, before fees and expenses, of the MSCI Thailand Investable Market IndexSM (the "Index"). The Index is a free float-adjusted market capitalization index designed to measure broad based equity market performance in Thailand. The Fund invests in a representative sample of securities included in the Index that collectively has an investment profile similar to the Index. Due to the use of representative sampling, the Fund may or may not hold all of the securities that are included in the Index. For the 12-month period ended August 31, 2010 (the "reporting period"), the total return for the Fund was 53.19%, while the total return for the Index was 53.99%.

As the reporting period began, Thailand's economy was beginning to bounce back from the global economic downturn, aided by strong exports and growing domestic demand. Despite a massive anti-government protest that paralyzed Bangkok during the spring, Thailand's economy expanded 9.1% in the second quarter of 2010 versus the year-ago period. To protect against inflationary pressures, the country's central bank raised short-term interest rates in July and August by a total of 50 basis points to 1.75%. Rates had been at 1.25% since April 2009. In June, exports posted a 46% increase from a year earlier to a record \$18 billion, with particular strength in electronics, automobiles and agriculture.

Like many Asian countries, Thailand's currency, the baht, has been rising in value against the U.S. dollar, as investors seek economies with strong growth prospects. As economies strengthen, central banks raise interest rates to keep inflation at bay, a move that often boosts currencies even higher. However, a stronger currency can make exports less competitive. At the end of the reporting period, the government urged the Thailand central bank to take action to stabilize the baht, because export growth during the summer began to slow down, particularly in the food/agricultural sectors.

Meanwhile, U.S. and Japanese automakers have increased operations in Thailand, making it a manufacturing hub for Southeast Asia. In June, Ford announced plans for a \$450 million manufacturing facility, its first wholly-owned plant in the country. Toyota and General Motors have also announced their intentions to expand their manufacturing operations in the country. GM received loans from three Thai banks to finance its expansion plans in Thailand. Automakers are moving production to Thailand because labor costs are lower than Japan and the U.S.

Management's Discussion of Fund Performance (Continued)

iSHARES® MSCI THAILAND INVESTABLE MARKET INDEX FUND

In this environment, all of the Fund's top ten holdings recorded substantial gains. Charoen Pokphand Foods PCL, an agro-industrial and food conglomerate, and convenience store retailer CP All PCL, returned triple-digit gains for the reporting period. Siam Cement PCL, Banpu PCL and Kasikornbank PCL also performed well. Energy company PTT Exploration & Production PCL and state-owned oil and gas company PTT PCL posted the lowest double-digit gains among the top ten holdings.

Shareholder Expenses (Unaudited)

iSHARES®, INC.

As a shareholder of a Fund, you incur two types of costs: (1) transaction costs, including brokerage commissions on purchases and sales of Fund shares and (2) ongoing costs, including management fees and other Fund expenses. The following Example is intended to help you understand your ongoing costs (in dollars and cents) of investing in a Fund and to compare these costs with the ongoing costs of investing in other Funds.

The Example is based on an investment of \$1,000 invested at the beginning of the period and held for the entire period from March 1, 2010 to August 31, 2010.

ACTUAL EXPENSES

The first line under each Fund in the table below provides information about actual account values and actual expenses. You may use the information in this line, together with the amount you invested, to estimate the expenses that you paid over the period. Simply divide your account value by \$1,000 (for example, an \$8,600 account value divided by \$1,000 = 8.6), then multiply the result by the number in the first line for your Fund under the heading entitled “Expenses Paid During Period” to estimate the expenses you paid on your account during this period.

HYPOTHETICAL EXAMPLE FOR COMPARISON PURPOSES

The second line under each Fund in the table below provides information about hypothetical account values and hypothetical expenses based on each Fund’s actual expense ratio and an assumed rate of return of 5% per year before expenses, which is not the Fund’s actual return. The hypothetical account values and expenses may not be used to estimate the actual ending account balance or expenses you paid for the period. You may use this information to compare the ongoing costs of investing in your Fund and other Funds. To do so, compare this 5% hypothetical example with the 5% hypothetical examples that appear in the shareholder reports of the other Funds.

Please note that the expenses shown in the table are meant to highlight your ongoing costs only and do not reflect any transactional costs, such as brokerage commissions paid on purchases and sales of Fund shares. Therefore, the second line under each Fund in the table is useful in comparing ongoing costs only and will not help you determine the relative total costs of owning different Funds. In addition, if these transactional costs were included, your costs would have been higher.

	<i>Beginning Account Value</i> (3/1/10)	<i>Ending Account Value</i> (8/31/10)	<i>Annualized Expense Ratio</i>	<i>Expenses Paid During Period^a</i> (3/1/10 to 8/31/10)
<i>iShares MSCI Index Fund</i>				
<i>Australia</i>				
Actual	\$1,000.00	\$ 952.00	0.53%	\$2.61
Hypothetical (5% return before expenses)	1,000.00	1,022.50	0.53	2.70
<i>Hong Kong</i>				
Actual	1,000.00	1,058.20	0.53	2.75
Hypothetical (5% return before expenses)	1,000.00	1,022.50	0.53	2.70
<i>Japan Small Cap</i>				
Actual	1,000.00	993.00	0.53	2.66
Hypothetical (5% return before expenses)	1,000.00	1,022.50	0.53	2.70
<i>Malaysia</i>				
Actual	1,000.00	1,226.70	0.53	2.97
Hypothetical (5% return before expenses)	1,000.00	1,022.50	0.53	2.70

Shareholder Expenses (Unaudited) (Continued)

iSHARES®, INC.

	<i>Beginning Account Value (3/1/10)</i>	<i>Ending Account Value (8/31/10)</i>	<i>Annualized Expense Ratio</i>	<i>Expenses Paid During Period^a (3/1/10 to 8/31/10)</i>
<i>iShares MSCI Index Fund</i>				
<i>Pacific ex-Japan</i>				
Actual	\$1,000.00	\$ 992.50	0.50%	\$2.51
Hypothetical (5% return before expenses)	1,000.00	1022.70	0.50	2.55
<i>Singapore</i>				
Actual	1,000.00	1,116.70	0.53	2.83
Hypothetical (5% return before expenses)	1,000.00	1,022.50	0.53	2.70
<i>South Korea</i>				
Actual	1,000.00	1,055.40	0.61	3.16
Hypothetical (5% return before expenses)	1,000.00	1,022.10	0.61	3.11
<i>Taiwan</i>				
Actual	1,000.00	1,036.60	0.81	4.16
Hypothetical (5% return before expenses)	1,000.00	1,021.10	0.81	4.13
<i>Thailand Investable Market</i>				
Actual	1,000.00	1,339.50	0.61	3.60
Hypothetical (5% return before expenses)	1,000.00	1,022.10	0.61	3.11

^a Expenses are calculated using each Fund's annualized expense ratio (as disclosed in the table), multiplied by the average account value for the period, multiplied by the number of days in the period (184 days) and divided by the number of days in the year (365 days).

Schedule of Investments

iSHARES® MSCI AUSTRALIA INDEX FUND

August 31, 2010

<i>Security</i>	<i>Shares</i>	<i>Value</i>
COMMON STOCKS – 99.00%		
AIRLINES – 0.31%		
Qantas Airways Ltd. ^a	3,085,425	\$ 6,892,918
		6,892,918
APPAREL – 0.17%		
Billabong International Ltd.	562,800	3,786,956
		3,786,956
BANKS – 29.59%		
Australia and New Zealand		
Banking Group Ltd.	7,042,875	141,605,661
Bendigo and Adelaide Bank Ltd.	1,004,325	7,535,573
Commonwealth Bank		
of Australia	4,305,525	192,756,266
National Australia Bank Ltd.	5,896,275	121,753,126
Suncorp-Metway Ltd.	3,562,125	26,473,419
Westpac Banking Corp.	8,276,100	159,845,299
		649,969,344
BEVERAGES – 2.08%		
Coca-Cola Amatil Ltd.	1,572,900	16,701,519
Foster's Group Ltd.	5,366,550	28,945,577
		45,647,096
BIOTECHNOLOGY – 0.46%		
Sonic Healthcare Ltd.	1,025,850	10,089,289
		10,089,289
BUILDING MATERIALS – 0.91%		
Boral Ltd.	1,998,150	7,825,195
CSR Ltd.	4,211,550	6,391,176
James Hardie Industries SE ^a	1,208,025	5,730,830
		19,947,201
CHEMICALS – 0.62%		
Incitec Pivot Ltd.	4,517,100	13,548,899
		13,548,899
COAL – 0.16%		
Macarthur Coal Ltd.	353,325	3,547,300
		3,547,300
COMMERCIAL SERVICES – 2.01%		
Brambles Ltd.	3,953,250	20,618,938
Intoll Group	6,287,400	8,254,248
Transurban Group	3,539,025	15,340,058
		44,213,244

<i>Security</i>	<i>Shares</i>	<i>Value</i>
COMPUTERS – 0.48%		
Computershare Ltd.	1,235,850	\$ 10,438,699
		10,438,699
DIVERSIFIED FINANCIAL SERVICES – 2.02%		
ASX Ltd. ^b	482,475	12,500,616
Macquarie Group Ltd.	957,600	31,927,603
		44,428,219
ELECTRIC – DISTRIBUTION – 0.88%		
AGL Energy Ltd.	1,251,075	16,725,060
SP AusNet	3,760,050	2,677,306
		19,402,366
ENGINEERING & CONSTRUCTION – 0.92%		
Leighton Holdings Ltd.	375,900	10,271,293
WorleyParsons Ltd.	532,350	9,841,202
		20,112,495
ENTERTAINMENT – 0.95%		
Aristocrat Leisure Ltd.	1,111,950	3,681,651
Tabcorp Holdings Ltd.	1,703,100	9,686,244
Tatts Group Ltd.	3,563,700	7,580,772
		20,948,667
FOOD – 4.47%		
Goodman Fielder Ltd.	3,837,225	4,576,532
Metcash Ltd.	2,128,350	8,316,143
Woolworths Ltd.	3,448,725	85,210,366
		98,103,041
HEALTH CARE – PRODUCTS – 0.44%		
Cochlear Ltd.	156,975	9,668,319
		9,668,319
INSURANCE – 4.54%		
AMP Ltd.	5,759,775	25,837,498
AXA Asia Pacific Holdings Ltd.	2,873,325	14,065,716
Insurance Australia Group Ltd.	5,779,200	17,694,593
QBE Insurance Group Ltd.	2,877,525	42,233,217
		99,831,024
IRON & STEEL – 0.87%		
BlueScope Steel Ltd. ^a	5,068,350	9,653,722
OneSteel Ltd.	3,701,775	9,488,923
		19,142,645

Schedule of Investments (Continued)

iSHARES® MSCI AUSTRALIA INDEX FUND

August 31, 2010

<i>Security</i>	<i>Shares</i>	<i>Value</i>	<i>Security</i>	<i>Shares</i>	<i>Value</i>
LODGING – 0.42%					
Crown Ltd.	1,256,850	\$ 9,262,499	Goodman Group	17,707,200	\$ 10,007,786
		9,262,499	GPT Group	4,900,350	13,041,054
MANUFACTURING – 5.19%			Lend Lease Group	1,493,625	9,226,043
Orica Ltd.	1,003,800	22,380,476	Mirvac Group	9,079,875	10,829,267
Wesfarmers Ltd.	2,794,050	79,479,541	Stockland Corp. Ltd.	6,624,450	23,230,602
Wesfarmers Ltd.			Westfield Group	6,094,725	67,861,871
Partially Protected	422,100	12,085,951			144,099,010
		113,945,968	REAL ESTATE INVESTMENT TRUSTS – 0.38%		
MEDIA – 0.34%			CFS Retail Property Trust ^b	4,885,650	8,414,295
Fairfax Media Ltd. ^b	5,884,200	7,541,614			8,414,295
		7,541,614	RETAIL – 0.21%		
METAL FABRICATE & HARDWARE – 0.30%			Harvey Norman Holdings Ltd.	1,476,300	4,533,234
Sims Metal Management Ltd.	453,600	6,701,863			4,533,234
		6,701,863	TELECOMMUNICATIONS – 1.35%		
MINING – 22.59%			Telstra Corp. Ltd.	12,106,500	29,632,323
Alumina Ltd.	6,783,525	10,354,615			29,632,323
BHP Billiton Ltd.	9,329,250	307,644,636	TRANSPORTATION – 1.13%		
Energy Resources of			Asciano Group ^a	8,134,350	12,126,963
Australia Ltd.	185,325	2,169,073	MAp Group	1,034,775	2,726,164
Fortescue Metals Group Ltd. ^a	3,454,500	14,389,492	Toll Holdings Ltd.	1,856,400	10,029,393
Newcrest Mining Ltd.	2,125,200	70,459,651			24,882,520
OZ Minerals Ltd. ^a	8,677,200	9,422,233	TOTAL COMMON STOCKS		
Paladin Energy Ltd. ^a	1,893,675	6,253,077			(Cost: \$2,375,791,874)
Rio Tinto Ltd.	1,211,175	75,557,462	SHORT-TERM INVESTMENTS – 0.47%		
		496,250,239	MONEY MARKET FUNDS – 0.47%		
OIL & GAS – 5.58%			BlackRock Cash Funds: Institutional,		
Caltex Australia Ltd.	375,375	3,755,312	SL Agency Shares		
Origin Energy Ltd.	2,448,075	33,228,365	0.31% ^{d,e,f}	8,317,669	8,317,669
Santos Ltd.	2,316,825	29,281,679	BlackRock Cash Funds: Prime,		
Woodside Petroleum Ltd.	1,512,525	56,366,352	SL Agency Shares		
		122,631,708	0.30% ^{d,e,f}	1,616,293	1,616,293
PACKAGING & CONTAINERS – 0.93%			BlackRock Cash Funds: Treasury,		
Ancor Ltd.	3,395,175	20,367,441	SL Agency Shares		
		20,367,441	0.13% ^{d,e}	431,894	431,894
PHARMACEUTICALS – 2.14%					10,365,856
CSL Ltd.	1,599,675	46,928,143	TOTAL SHORT-TERM INVESTMENTS		
		46,928,143			(Cost: \$10,365,856)
REAL ESTATE – 6.56%					10,365,856
BGP Holdings PLC ^c	18,888,372	2,401			
Dexus Property Group	13,401,150	9,899,986			

Schedule of Investments (Continued)

iSHARES® MSCI AUSTRALIA INDEX FUND

August 31, 2010

	<i>Value</i>
TOTAL INVESTMENTS	
IN SECURITIES – 99.47%	
(Cost: \$2,386,157,730)	\$2,185,274,435
Other Assets, Less Liabilities – 0.53%	<u>11,542,709</u>
NET ASSETS – 100.00%	<u><u>\$2,196,817,144</u></u>

^a Non-income earning security.

^b All or a portion of this security represents a security on loan. See Note 5.

^c Security valued using Level 3 inputs in accordance with management's fair valuation policy. See Note 1.

^d Affiliated issuer. See Note 2.

^e The rate quoted is the annualized seven-day yield of the fund at period end.

^f All or a portion of this security represents an investment of securities lending collateral. See Note 5.

See notes to financial statements.

Schedule of Investments

iSHARES® MSCI HONG KONG INDEX FUND

August 31, 2010

<i>Security</i>	<i>Shares</i>	<i>Value</i>
COMMON STOCKS – 99.55%		
AIRLINES – 1.23%		
Cathay Pacific Airways Ltd.	9,870,000	\$ 24,337,160
		24,337,160
APPAREL – 0.96%		
Yue Yuen Industrial (Holdings) Ltd.	5,757,500	18,874,622
		18,874,622
BANKS – 11.65%		
Bank of East Asia Ltd. (The) ^a	12,502,110	47,012,498
BOC Hong Kong (Holdings) Ltd.	30,432,500	80,008,308
Hang Seng Bank Ltd. ^a	6,251,000	85,746,828
Wing Hang Bank Ltd.	1,645,000	17,383,686
		230,151,320
DISTRIBUTION & WHOLESALE – 7.21%		
Esprit Holdings Ltd.	9,376,532	52,557,279
Li & Fung Ltd.	17,771,000	90,014,450
		142,571,729
DIVERSIFIED FINANCIAL SERVICES – 6.52%		
Hong Kong Exchanges and Clearing Ltd.	8,225,000	128,897,281
		128,897,281
ELECTRIC – 9.59%		
CLP Holdings Ltd.	15,627,700	119,641,259
Hongkong Electric Holdings Ltd. ^a	11,515,000	69,947,130
		189,588,389
ENGINEERING & CONSTRUCTION – 0.64%		
Cheung Kong Infrastructure Holdings Ltd.	3,290,000	12,667,674
		12,667,674
GAS – 4.22%		
Hong Kong and China Gas Co. Ltd. (The)	34,545,883	83,316,933
		83,316,933
HOLDING COMPANIES – DIVERSIFIED – 14.11%		
Hutchison Whampoa Ltd.	17,005,800	125,709,777
NWS Holdings Ltd.	6,580,000	11,944,411
Swire Pacific Ltd. Class A	6,580,000	79,305,136

<i>Security</i>	<i>Shares</i>	<i>Value</i>
Wharf (Holdings) Ltd. (The)	11,515,500	\$ 61,955,862
		278,915,186
LODGING – 3.73%		
Sands China Ltd. ^b	19,740,000	30,656,193
Shangri-La Asia Ltd.	9,870,000	21,570,997
Wynn Macau Ltd. ^b	12,502,000	21,569,305
		73,796,495
MEDIA – 0.52%		
Television Broadcasts Ltd.	2,045,000	10,174,391
		10,174,391
MINING – 0.49%		
Mongolia Energy Corp. Ltd. ^b	24,675,000	9,738,671
		9,738,671
REAL ESTATE – 30.92%		
Cheung Kong (Holdings) Ltd.	11,515,000	144,927,492
Hang Lung Group Ltd.	6,580,000	39,335,347
Hang Lung Properties Ltd.	16,450,000	73,489,426
Henderson Land Development Co. Ltd.	8,725,332	53,394,074
Hopewell Holdings Ltd.	4,935,000	15,512,085
Hysan Development Co. Ltd.	4,935,000	15,638,973
Kerry Properties Ltd.	5,757,500	29,015,106
New World Development Co. Ltd.	19,740,800	31,672,583
Sino Land Co. Ltd. ^a	13,160,000	22,975,227
Sun Hung Kai Properties Ltd.	11,515,000	161,359,517
Wheelock and Co. Ltd.	8,225,000	23,738,671
		611,058,501
REAL ESTATE INVESTMENT TRUSTS – 2.67%		
Link REIT (The)	18,095,000	52,806,646
		52,806,646
RETAIL – 0.54%		
Lifestyle International Holdings Ltd.	4,935,000	10,683,988
		10,683,988
SEMICONDUCTORS – 0.67%		
ASM Pacific Technology Ltd.	1,645,000	13,312,689
		13,312,689
TELECOMMUNICATIONS – 1.13%		
Foxconn International Holdings Ltd. ^{a,b}	18,095,000	12,026,888

Schedule of Investments (Continued)

iSHARES® MSCI HONG KONG INDEX FUND

August 31, 2010

<i>Security</i>	<i>Shares</i>	<i>Value</i>
PCCW Ltd.	31,255,000	\$ 10,206,042
		<u>22,232,930</u>
TRANSPORTATION – 2.75%		
MTR Corp. Ltd.	11,515,083	41,154,375
Orient Overseas International Ltd. ^b	1,645,200	<u>13,176,829</u>
		<u>54,331,204</u>
TOTAL COMMON STOCKS		
(Cost: \$2,214,702,721)		1,967,455,809
SHORT-TERM INVESTMENTS – 3.43%		
MONEY MARKET FUNDS – 3.43%		
BlackRock Cash Funds: Institutional, SL Agency Shares 0.31% ^{c,d,e}	55,829,526	55,829,526
BlackRock Cash Funds: Prime, SL Agency Shares 0.30% ^{c,d,e}	10,848,819	10,848,819
BlackRock Cash Funds: Treasury, SL Agency Shares 0.13% ^{c,d}	1,143,229	<u>1,143,229</u>
		<u>67,821,574</u>
TOTAL SHORT-TERM INVESTMENTS		
(Cost: \$67,821,574)		<u>67,821,574</u>
TOTAL INVESTMENTS		
IN SECURITIES – 102.98%		
(Cost: \$2,282,524,295)		2,035,277,383
Other Assets, Less Liabilities – (2.98)%		<u>(58,960,559)</u>
NET ASSETS – 100.00%		<u><u>\$1,976,316,824</u></u>

^a All or a portion of this security represents a security on loan. See Note 5.

^b Non-income earning security.

^c Affiliated issuer. See Note 2.

^d The rate quoted is the annualized seven-day yield of the fund at period end.

^e All or a portion of this security represents an investment of securities lending collateral. See Note 5.

See notes to financial statements.

Schedule of Investments

iSHARES® MSCI JAPAN SMALL CAP INDEX FUND

August 31, 2010

<i>Security</i>	<i>Shares</i>	<i>Value</i>	<i>Security</i>	<i>Shares</i>	<i>Value</i>
COMMON STOCKS – 99.69%					
ADVERTISING – 0.36%					
Asatsu-DK Inc.	3,600	\$ 75,927			
Moshi Moshi Hotline Inc.	2,700	54,984			
		<u>130,911</u>			
AEROSPACE & DEFENSE – 0.14%					
Japan Aviation Electronics Industry Ltd.	9,000	49,303			
		<u>49,303</u>			
AGRICULTURE – 0.36%					
Hokuto Corp.	2,700	60,932			
Sakata Seed Corp.	5,400	71,897			
		<u>132,829</u>			
APPAREL – 1.41%					
Descente Ltd.	9,000	54,341			
Gunze Ltd.	18,000	59,164			
Japan Wool Textile Co. Ltd. (The)	9,000	68,167			
Katakura Industries Co. Ltd.	3,600	34,641			
Onward Holdings Co. Ltd.	9,000	64,630			
Sanyo Shokai Ltd.	9,000	36,227			
Shikibo Ltd.	9,000	11,040			
Tokyo Style Co. Ltd.	9,000	65,166			
Wacoal Holdings Corp.	9,000	122,615			
		<u>515,991</u>			
AUTO MANUFACTURERS – 0.44%					
Kanto Auto Works Ltd.	5,400	36,527			
Nissan Shatai Co. Ltd.	9,000	61,736			
ShinMaywa Industries Ltd.	18,000	62,594			
		<u>160,857</u>			
AUTO PARTS & EQUIPMENT – 3.92%					
Aisan Industry Co. Ltd.	2,700	18,875			
Akebono Brake Industry Co. Ltd. ^a	7,200	36,184			
Calsonic Kansei Corp. ^b	18,000	50,589			
Exedy Corp.	3,600	103,837			
FCC Co. Ltd.	4,500	96,141			
Futaba Industrial Co. Ltd. ^b	6,300	35,038			
Kayaba Industry Co. Ltd.	18,000	82,529			
Keihin Corp.	4,500	86,066			
Musashi Seimitsu Industry Co. Ltd.	2,700	59,389			
Nifco Inc.	4,500	100,054			
Nissin Kogyo Co. Ltd.	4,500	65,595			
			Press Kogyo Co. Ltd. ^b	9,000	\$ 27,760
			Riken Corp.	9,000	29,260
			Sanden Corp.	18,000	59,164
			Showa Corp. ^b	6,300	33,162
			T.RAD Co. Ltd.	9,000	26,688
			Tachi-S Co. Ltd.	1,800	22,015
			Takata Corp.	3,600	77,213
			Teikoku Piston Ring Co. Ltd.	900	6,056
			Tokai Rika Co. Ltd.	5,400	84,116
			Topre Corp.	6,300	44,566
			Toyo Tire & Rubber Co. Ltd.	18,000	36,227
			TS Tech Co. Ltd.	5,400	78,071
			Unipres Corp.	3,600	55,777
			Yokohama Rubber Co. Ltd. (The)	27,000	124,116
					<u>1,438,488</u>
BANKS – 9.56%					
			Aichi Bank Ltd. (The)	900	55,091
			Akita Bank Ltd. (The)	27,000	88,424
			Aomori Bank Ltd. (The)	18,000	45,659
			Awa Bank Ltd. (The)	27,000	174,598
			Bank of Iwate Ltd. (The)	1,800	83,708
			Bank of Nagoya Ltd. (The)	18,000	63,022
			Bank of Okinawa Ltd. (The)	2,700	103,859
			Bank of Saga Ltd. (The)	18,000	51,233
			Bank of the Ryukyus Ltd.	4,500	53,591
			Chiba Kogyo Bank Ltd. (The) ^b	4,500	27,278
			Chukyo Bank Ltd. (The)	18,000	58,092
			Daishi Bank Ltd. (The)	36,000	129,046
			Ehime Bank Ltd. (The)	18,000	46,945
			Eighteenth Bank Ltd. (The)	18,000	52,519
			FIDEA Holdings Co. Ltd.	10,800	21,479
			Fukui Bank Ltd. (The)	27,000	92,926
			Higashi-Nippon Bank Ltd. (The)	18,000	33,441
			Higo Bank Ltd. (The)	18,000	96,463
			Hokkoku Bank Ltd. (The)	27,000	116,077
			Hokuetsu Bank Ltd. (The)	27,000	47,910
			Hyakugo Bank Ltd. (The)	27,000	116,399
			Hyakujushi Bank Ltd. (The)	27,000	102,572
			Juroku Bank Ltd. (The)	36,000	120,043
			Kagoshima Bank Ltd. (The)	18,000	109,325
			Kansai Urban Banking Corp.	27,000	40,836
			Keiyo Bank Ltd. (The)	27,000	137,621

Schedule of Investments (Continued)

iSHARES® MSCI JAPAN SMALL CAP INDEX FUND

August 31, 2010

<i>Security</i>	<i>Shares</i>	<i>Value</i>	<i>Security</i>	<i>Shares</i>	<i>Value</i>
Kiyo Holdings Inc.	72,000	\$ 98,607	CHEMICALS – 6.41%		
Michinoku Bank Ltd. (The)	18,000	36,870	Adeka Corp.	10,800	\$ 110,225
Mie Bank Ltd. (The)	18,000	48,660	Aica Kogyo Co. Ltd.	8,100	90,675
Minato Bank Ltd. (The)	18,000	28,939	Arisawa Manufacturing Co. Ltd.	1,800	10,997
Miyazaki Bank Ltd. (The)	18,000	48,875	C. Uyemura & Co. Ltd.	900	33,601
Musashino Bank Ltd. (The)	3,600	109,711	Chugoku Marine Paints Ltd.	9,000	61,308
Nanto Bank Ltd. (The)	27,000	156,592	Dai Nippon Toryo Co. Ltd. ^b	9,000	9,003
Ogaki Kyoritsu Bank Ltd. (The)	27,000	83,923	Dainichiseika Color & Chemicals		
Oita Bank Ltd. (The)	18,000	58,950	Manufacturing Co. Ltd.	9,000	38,049
San-in Godo Bank Ltd. (The)	18,000	126,259	Daiso Co. Ltd.	9,000	24,544
Shiga Bank Ltd. (The)	27,000	168,489	DIC Corp.	63,000	103,537
Shikoku Bank Ltd. (The)	18,000	57,878	Earth Chemical Co. Ltd.	1,800	57,320
Tochigi Bank Ltd. (The)	9,000	36,013	Fujimi Inc.	2,700	36,945
Toho Bank Ltd. (The)	27,000	77,170	Ishihara Sangyo Kaisha Ltd. ^b	45,000	32,690
Tokyo Tomin Bank Ltd. (The)	3,600	39,057	Lintec Corp.	5,400	109,775
TOMONY Holdings Inc. ^b	9,000	27,331	Nihon Nohyaku Co. Ltd.	9,000	49,196
Towa Bank Ltd. (The)	18,000	14,791	Nihon Parkerizing Co. Ltd.	9,000	107,288
Tsukuba Bank Ltd. ^b	6,300	19,432	Nippon Carbon Co. Ltd.	18,000	53,162
Yachiyo Bank Ltd. (The)	1,800	39,228	Nippon Kayaku Co. Ltd.	18,000	169,561
Yamagata Bank Ltd. (The)	18,000	87,031	Nippon Paint Co. Ltd.	27,000	166,238
Yamanashi Chuo Bank Ltd. (The)	18,000	73,098	Nippon Shokubai Co. Ltd.	9,000	78,457
		<u>3,505,061</u>	Nippon Soda Co. Ltd.	18,000	58,307
BEVERAGES – 0.69%			Nippon Synthetic Chemical Industry		
Kagome Co. Ltd.	8,100	158,392	Co. Ltd. (The)	9,000	47,588
Takara Holdings Inc.	18,000	93,462	NOF Corp.	18,000	74,169
		<u>251,854</u>	Sakai Chemical Industry Co. Ltd.	9,000	34,084
BIOTECHNOLOGY – 0.16%			Stella Chemifa Corp.	900	32,369
AnGes MG Inc. ^b	18	22,551	Sumitomo Bakelite Co. Ltd.	27,000	130,868
OncoTherapy Science Inc. ^b	9	17,085	T. Hasegawa Co. Ltd.	900	14,898
Takara Bio Inc. ^b	9	20,364	Taiyo Ink Manufacturing Co. Ltd.	1,800	48,725
		<u>60,000</u>	Takasago International Corp.	9,000	42,229
BUILDING MATERIALS – 1.21%			Tanaka Chemical Corp.	900	10,075
Central Glass Co. Ltd.	18,000	65,380	Toagosei Co. Ltd.	27,000	102,251
Chofu Seisakusho Co. Ltd.	2,700	60,836	Tokai Carbon Co. Ltd.	18,000	104,609
Nichias Corp.	9,000	37,192	Tokyo Ohka Kogyo Co. Ltd.	5,400	86,945
Nichiha Corp.	900	5,927	Toyo Ink Manufacturing Co. Ltd.	27,000	99,035
Sanwa Holdings Corp.	27,000	79,421	Zeon Corp.	18,000	121,329
Sumitomo Osaka Cement Co. Ltd.	45,000	74,491			<u>2,350,052</u>
Takara Standard Co. Ltd.	18,000	120,686	COMMERCIAL SERVICES – 1.88%		
		<u>443,933</u>	Aeon Delight Co. Ltd.	1,800	33,762
			Daiseki Co. Ltd.	3,660	66,557
			Future Architect Inc.	18	6,219

Schedule of Investments (Continued)

iSHARES® MSCI JAPAN SMALL CAP INDEX FUND

August 31, 2010

<i>Security</i>	<i>Shares</i>	<i>Value</i>	<i>Security</i>	<i>Shares</i>	<i>Value</i>
Kyodo Printing Co. Ltd.	9,000	\$ 21,222	Iwatani Corp.	27,000	\$ 74,598
Meitec Corp.	4,500	74,116	Japan Pulp & Paper Co. Ltd.	18,000	58,092
Nichii Gakkan Co.	5,400	46,302	Japan Wind Development Co. Ltd. ^b	9	10,847
Nishio Rent All Co. Ltd.	2,700	16,367	JFE Shoji Holdings Inc.	18,000	62,165
PARK24 Co. Ltd.	11,700	126,377	Kanematsu Corp. ^b	54,000	43,087
Pasona Group Inc.	36	24,609	Matsuda Sangyo Co. Ltd.	1,860	26,670
Pronexus Inc.	1,800	9,646	Nagase & Co. Ltd.	9,000	97,535
Sohgo Security Services Co. Ltd.	7,200	70,311	Nippon Gas Co. Ltd.	5,400	85,531
So-net M3 Inc.	9	40,836	Ryoyo Electro Corp.	900	8,167
Temp Holdings Co. Ltd.	900	7,856	Ship Healthcare Holdings Inc.	36	29,282
TKC Corp.	2,700	48,778	Sumikin Bussan Corp.	9,000	17,042
Toppan Forms Co. Ltd.	7,200	68,081	Trusco Nakayama Corp.	2,700	35,402
Zenrin Co. Ltd.	2,700	28,457	Yuasa Trading Co. Ltd. ^b	9,000	8,467
		<u>689,496</u>			<u>881,236</u>
COMPUTERS – 0.70%			DIVERSIFIED FINANCIAL SERVICES – 2.67%		
CSK Holdings Corp. ^b	8,100	26,527	AIFUL Corp. ^b	13,050	16,318
DTS Corp.	3,600	36,570	Cedyna Financial Corp. ^b	16,200	28,167
Ferrotec Corp.	1,800	19,486	Century Tokyo Leasing Corp.	6,380	82,134
Ines Corp.	2,700	17,588	Fuyo General Lease Co. Ltd.	1,800	47,288
Japan Digital Laboratory Co. Ltd.	900	9,078	GCA Savvian Group Corp. ^b	9	8,307
Melco Holdings Inc.	900	27,138	Hitachi Capital Corp.	4,500	63,558
Net One Systems Co. Ltd.	54	62,251	IBJ Leasing Co. Ltd.	2,700	54,855
NS Solutions Corp.	2,700	46,785	Ichiyoshi Securities Co. Ltd.	5,400	36,077
Roland DG Corp.	900	12,015	Iwai Cosmo Holdings Inc.	900	7,245
		<u>257,438</u>	Jaccs Co. Ltd.	18,000	33,012
COSMETICS & PERSONAL CARE – 1.31%			Japan Securities Finance Co. Ltd.	9,900	56,238
Aderans Holdings Co. Ltd. ^b	3,600	42,658	Kenedix Inc. ^b	216	35,241
Dr. Ci:Labo Co. Ltd.	9	28,596	Marusan Securities Co. Ltd.	8,100	43,215
Fancl Corp.	5,400	88,039	Mizuho Investors Securities Co. Ltd. ^b	36,000	36,442
Kose Corp.	3,600	84,673	Okasan Securities Group Inc.	18,000	64,309
Lion Corp.	18,000	96,892	Orient Corp. ^{a,b}	27,000	18,328
Mandom Corp.	2,700	72,701	Osaka Securities Exchange Co. Ltd.	27	131,190
Pigeon Corp.	1,800	66,238	Promise Co. Ltd.	7,650	60,038
		<u>479,797</u>	Ricoh Leasing Co. Ltd.	2,700	63,505
DISTRIBUTION & WHOLESALE – 2.40%			SPARX Group Co. Ltd. ^b	45	3,859
Doshisha Co. Ltd.	2,700	63,987	Takefuji Corp. ^a	7,290	17,537
F&A Aqua Holdings Inc.	3,600	33,312	Tokai Tokyo Financial Holdings Inc.	18,000	59,593
Hakuto Co. Ltd.	900	7,578	Toyo Securities Co. Ltd.	9,000	13,934
Hanwa Co. Ltd.	27,000	97,749			<u>980,390</u>
Inaba Denki Sangyo Co. Ltd.	2,700	62,476	ELECTRIC – 0.26%		
Inabata & Co. Ltd.	1,800	8,574	Okinawa Electric Power Co. Inc. (The)	1,800	95,284
Itochu Enex Co. Ltd.	10,800	50,675			<u>95,284</u>

Schedule of Investments (Continued)

iSHARES® MSCI JAPAN SMALL CAP INDEX FUND

August 31, 2010

<i>Security</i>	<i>Shares</i>	<i>Value</i>	<i>Security</i>	<i>Shares</i>	<i>Value</i>
ELECTRICAL COMPONENTS & EQUIPMENT – 1.38%			Nippon Chemi-Con Corp. ^b	18,000	\$ 71,811
Fujikura Ltd.	36,000	\$ 156,484	Nitto Kogyo Corp.	3,600	29,582
Funai Electric Co. Ltd.	1,800	54,598	Ryosan Co. Ltd.	5,400	137,621
Hitachi Cable Ltd.	18,000	43,944	Sanshin Electronics Co. Ltd.	3,600	30,525
Icom Inc.	900	23,623	Sanyo Denki Co. Ltd.	9,000	34,512
Nippon Signal Co. Ltd. (The)	4,500	32,047	SATO Corp.	900	10,868
NPC Inc.	900	17,910	Shinko Shoji Co. Ltd.	1,800	14,877
Sinfonia Technology Co. Ltd.	18,000	35,155	Star Micronics Co. Ltd.	5,400	46,367
SWCC Showa Holdings Co. Ltd. ^b	9,000	7,824	Taiyo Yuden Co. Ltd.	9,000	99,250
Takaoka Electric Manufacturing Co. Ltd.	9,000	28,617	Tamura Corp.	9,000	22,830
Tokyo Rope Manufacturing Co. Ltd.	18,000	40,300	TOKO Inc. ^b	9,000	12,004
Toshiba Tec Corp.	18,000	64,523	Tokyo Seimitsu Co. Ltd. ^b	4,500	55,145
		505,025	Toyo Corp.	4,500	49,893
			ULVAC Inc.	3,600	59,550
			Wacom Co. Ltd.	45	50,589
			Yamatate Corp.	7,200	176,206
					2,134,237
ELECTRONICS – 5.82%			ENGINEERING & CONSTRUCTION – 3.52%		
Alps Electric Co. Ltd. ^b	18,000	124,116	Chudenko Corp.	3,600	38,885
Anritsu Corp. ^b	18,000	107,824	COMSYS Holdings Corp.	12,600	108,039
Chiyoda Integre Co. Ltd.	2,700	28,971	Japan Airport Terminal Co. Ltd.	4,500	77,063
CMK Corp. ^a	5,400	24,180	Kandenko Co. Ltd.	9,000	53,162
Cosel Co. Ltd.	4,500	53,162	Kyowa Exeo Corp.	9,000	78,671
Dai-ichi Seiko Co. Ltd.	900	35,531	Maeda Corp.	18,000	43,516
Dainippon Screen Manufacturing Co. Ltd. ^b	27,000	118,328	Maeda Road Construction Co. Ltd.	9,000	64,952
Eizo Nanao Corp.	2,700	52,669	Nippo Corp.	9,000	59,057
Enplas Corp.	900	14,277	Nippon Road Co. Ltd. (The)	9,000	17,149
FDK Corp. ^b	9,000	12,326	Nishimatsu Construction Co. Ltd.	36,000	42,015
Fujitsu General Ltd.	9,000	44,909	Okumura Corp.	18,000	59,593
Furuno Electric Co. Ltd.	3,600	15,434	Penta-Ocean Construction Co. Ltd.	31,500	41,640
Futaba Corp.	4,500	69,561	Shinko Plantech Co. Ltd.	4,500	35,423
HORIBA Ltd.	3,600	85,745	SHO-BOND Holdings Co. Ltd.	3,600	75,241
Hosiden Corp.	7,200	67,138	Taihei Kogyo Co. Ltd.	9,000	31,618
IDEC Corp.	900	8,221	Taikisha Ltd.	4,500	70,525
JEOL Ltd.	9,000	27,010	Takasago Thermal Engineering Co. Ltd.	9,000	68,167
Kaga Electronics Co. Ltd.	4,500	48,499	Takuma Co. Ltd. ^b	9,000	17,149
Koa Corp.	5,400	48,360	Toa Corp.	18,000	17,792
Kuroda Electric Co. Ltd.	3,600	40,943	Toda Corp.	27,000	85,531
Macnica Inc.	2,700	47,846	Tokyu Construction Co. Ltd.	11,340	29,981
Meiko Electronics Co. Ltd.	900	14,695	Toshiba Plant Systems & Services Corp.	9,000	103,108
Micronics Japan Co. Ltd.	1,800	18,864	Toyo Construction Co. Ltd.	45,000	21,436
Nichicon Corp.	8,100	86,817			
Nihon Dempa Kogyo Co. Ltd.	1,800	23,408			
Nippon Ceramic Co. Ltd.	900	13,773			

Schedule of Investments (Continued)

iSHARES® MSCI JAPAN SMALL CAP INDEX FUND

August 31, 2010

<i>Security</i>	<i>Shares</i>	<i>Value</i>	<i>Security</i>	<i>Shares</i>	<i>Value</i>
Toyo Engineering Corp.	18,000	\$ 51,233			
		1,290,946			
ENTERTAINMENT – 0.79%			GAS – 0.43%		
Avex Group Holdings Inc.	4,500	65,434	Saibu Gas Co. Ltd.	45,000	\$ 130,761
Resorttrust Inc.	4,500	65,863	Shizuoka Gas Co. Ltd.	4,500	28,457
Shochiku Co. Ltd.	9,000	61,415			159,218
Toei Co. Ltd.	9,000	39,550	HAND & MACHINE TOOLS – 1.27%		
Tokyotokeiba Co. Ltd.	18,000	25,509	DISCO Corp.	2,700	134,887
Yomiuri Land Co. Ltd.	9,000	30,654	Hitachi Koki Co. Ltd.	6,300	54,019
		288,425	Meidensha Corp. ^a	18,000	54,234
ENVIRONMENTAL CONTROL – 0.13%			Mori Seiki Co. Ltd.	10,800	91,961
Asahi Holdings Inc.	2,700	48,071	OSG Corp.	9,900	92,669
		48,071	Union Tool Co.	1,800	38,928
FOOD – 4.17%					466,698
Ariake Japan Co. Ltd.	2,700	41,704	HEALTH CARE – PRODUCTS – 1.36%		
Ezaki Glico Co. Ltd.	9,000	116,077	Aloka Co. Ltd.	900	5,798
Fuji Oil Co. Ltd.	8,100	125,016	Hogy Medical Co. Ltd.	1,800	89,925
House Foods Corp.	7,200	112,240	Nakanishi Inc.	900	93,462
Itoham Foods Inc.	18,000	63,666	Nihon Kohden Corp.	4,500	91,318
J-Oil Mills Inc.	9,000	24,973	Nipro Corp.	6,300	124,169
Kato Sangyo Co. Ltd.	2,700	40,772	Paramount Bed Co. Ltd.	2,700	64,244
Kewpie Corp.	10,800	136,592	Topcon Corp.	7,200	29,925
Maruha Nichiro Holdings Inc.	45,000	72,883			498,841
MEGMILK SNOW BRAND Co. Ltd.	4,500	84,887	HEALTH CARE – SERVICES – 0.06%		
Mitsui Sugar Co. Ltd.	9,000	33,226	Message Co. Ltd.	9	21,425
Morinaga & Co. Ltd.	36,000	84,887			21,425
Morinaga Milk Industry Co. Ltd.	27,000	116,720	HOME BUILDERS – 0.51%		
Nichirei Corp.	36,000	153,483	Haseko Corp. ^b	121,500	101,286
Nippon Beet Sugar Manufacturing Co. Ltd.	18,000	39,657	PanaHome Corp.	9,000	54,019
Nippon Flour Mills Co. Ltd.	18,000	93,033	Token Corp.	1,080	29,621
Nippon Suisan Kaisha Ltd.	26,100	82,369			184,926
Nisshin OilliO Group Ltd. (The)	18,000	85,316	HOME FURNISHINGS – 1.44%		
Prima Meat Packers Ltd.	18,000	19,507	Alpine Electronics Inc. ^b	5,400	61,736
		1,527,008	Canon Electronics Inc.	2,700	62,926
FOREST PRODUCTS & PAPER – 1.31%			Daiwa Industries Ltd.	9,000	39,657
Daio Paper Corp.	9,000	64,309	Foster Electric Co. Ltd.	2,700	57,910
Hokuetsu Kishu Paper Co. Ltd.	13,500	64,791	France Bed Holdings Co. Ltd.	18,000	25,295
Mitsubishi Paper Mills Ltd. ^b	45,000	48,232	Hoshizaki Electric Co. Ltd.	1,800	32,090
Rengo Co. Ltd.	27,000	180,707	Juki Corp. ^{a,b}	18,000	27,653
Sumitomo Forestry Co. Ltd.	17,100	122,594	JVC KENWOOD Holdings Inc. ^{a,b}	7,740	18,988
		480,633	Nidec Sankyo Corp.	9,000	65,488
			Noritz Corp.	3,600	68,982

Schedule of Investments (Continued)

iSHARES® MSCI JAPAN SMALL CAP INDEX FUND

August 31, 2010

<i>Security</i>	<i>Shares</i>	<i>Value</i>	<i>Security</i>	<i>Shares</i>	<i>Value</i>
Pioneer Corp. ^b	22,500	\$ 66,720	Yodogawa Steel Works Ltd.	18,000	\$ 68,167
		527,445			433,440
HOUSEHOLD PRODUCTS & WARES – 0.14%			LEISURE TIME – 1.49%		
Pilot Corp.	27	49,389	Accordia Golf Co. Ltd.	63	62,122
		49,389	Daiichikosho Co. Ltd.	5,400	83,022
HOUSEWARES – 0.36%			Fields Corp.	18	22,551
Noritake Co. Ltd.	18,000	56,377	GLOBERIDE Inc.	9,000	10,504
Sangetsu Co. Ltd.	3,600	76,913	H.I.S. Co. Ltd.	2,700	57,685
		133,290	Heiwa Corp.	5,400	66,817
INTERNET – 2.07%			Mars Engineering Corp.	900	15,113
Access Co. Ltd.	27	36,752	Mizuno Corp.	9,000	40,407
CyberAgent Inc.	63	101,061	PGM Holdings K.K.	63	40,439
Digital Garage Inc. ^b	9	16,184	Roland Corp.	2,700	26,817
Dwango Co. Ltd.	9	17,899	Round One Corp.	5,400	23,408
eAccess Ltd.	153	111,511	Tokyo Dome Corp.	18,000	44,802
En-Japan Inc.	18	25,702	Universal Entertainment Corp. ^b	2,700	53,055
GMO Internet Inc.	6,300	21,833			546,742
Gourmet Navigator Inc. ^a	18	24,137	LODGING – 0.11%		
Index Holdings ^b	126	6,310	Fujita Kanko Inc.	9,000	41,693
Internet Initiative Japan Inc.	18	47,374			41,693
kabu.com Securities Co. Ltd.	9,000	42,015	MACHINERY – 3.89%		
Kakaku.com Inc.	18	87,996	Aida Engineering Ltd.	9,900	31,951
Macromill Inc.	9	13,891	Chugai Ro Co. Ltd.	9,000	28,617
Mixi Inc.	9	48,339	CKD Corp.	8,100	48,039
Monex Group Inc.	126	50,568	Daifuku Co. Ltd.	9,000	42,444
Opt Inc.	9	12,111	Daihen Corp.	18,000	74,169
So-net Entertainment Corp.	18	46,517	Fuji Machine Manufacturing Co. Ltd.	4,500	71,275
Start Today Co. Ltd.	9	22,326	Furukawa Co. Ltd. ^b	36,000	34,727
VeriSign Japan K.K.	36	13,248	Harmonic Drive Systems Inc.	9	35,959
Zappallas Inc.	9	12,165	Iseki & Co. Ltd. ^{a,b}	18,000	48,017
		757,939	Komori Corp.	7,200	68,939
IRON & STEEL – 1.18%			Makino Milling Machine Co. Ltd. ^b	9,000	50,054
Aichi Steel Corp.	18,000	81,672	Max Co. Ltd.	9,000	105,895
Godo Steel Ltd.	18,000	38,585	Miura Co. Ltd.	3,600	76,399
Kyoei Steel Ltd.	1,800	24,759	Modec Inc.	2,700	35,273
Mitsubishi Steel Manufacturing Co. Ltd.	18,000	35,370	Nabtesco Corp.	9,000	135,263
Nakayama Steel Works Ltd. ^b	18,000	24,437	Nippon Sharyo Ltd.	9,000	38,907
Nippon Metal Industry Co. Ltd.	18,000	23,151	Nippon Thompson Co. Ltd.	9,000	51,233
Nippon Yakin Kogyo Co. Ltd. ^{a,b}	13,500	39,228	Obara Corp.	1,800	15,413
Sanyo Special Steel Co. Ltd. ^b	9,000	41,479	Okuma Corp. ^b	18,000	87,245
TOPY Industries Ltd.	27,000	56,592	Shima Seiki Manufacturing Ltd.	2,700	50,482
			Sintokogio Ltd.	7,200	48,274

Schedule of Investments (Continued)

iSHARES® MSCI JAPAN SMALL CAP INDEX FUND

August 31, 2010

<i>Security</i>	<i>Shares</i>	<i>Value</i>	<i>Security</i>	<i>Shares</i>	<i>Value</i>
Tadano Ltd.	18,000	\$ 87,674	Tocalo Co. Ltd.	1,800	\$ 25,466
Takeuchi Manufacturing Co. Ltd. ^b	900	9,003	Toho Zinc Co. Ltd.	18,000	63,237
Toshiba Machine Co. Ltd.	18,000	57,663	Yamazen Corp.	8,100	<u>29,325</u>
Toyo Kanetsu K.K.	18,000	28,296			583,085
Tsubakimoto Chain Co.	18,000	<u>65,595</u>			
		1,426,806			
MACHINERY – DIVERSIFIED – 0.56%			MINING – 1.56%		
Ebara Corp. ^b	45,000	178,457	Nippon Coke & Engineering Co. Ltd.	18,000	24,437
Torishima Pump Manufacturing Co. Ltd.	1,800	<u>26,581</u>	Nippon Denko Co. Ltd.	9,000	67,203
		205,038	Nippon Light Metal Co. Ltd. ^b	63,000	100,536
			Nittetsu Mining Co. Ltd.	9,000	29,260
MANUFACTURING – 1.70%			OSAKA Titanium technologies Co. Ltd.	1,800	82,851
Achilles Corp.	9,000	12,219	Pacific Metals Co. Ltd.	18,000	129,475
Amano Corp.	9,000	69,346	Sumitomo Light Metal Industries Ltd. ^b	45,000	47,696
Glory Ltd.	7,200	153,741	Toho Titanium Co. Ltd.	3,600	<u>89,603</u>
Japan Cash Machine Co. Ltd.	900	6,270			571,061
JSP Corp.	900	9,271	OFFICE & BUSINESS EQUIPMENT – 0.06%		
Kureha Corp.	18,000	91,533	Riso Kagaku Corp.	1,800	<u>21,672</u>
Nikkiso Co. Ltd.	9,000	58,842			21,672
Nippon Valqua Industries Ltd.	9,000	23,044	OFFICE FURNISHINGS – 0.36%		
Nitta Corp.	3,600	48,532	Kokuyo Co. Ltd.	10,800	82,830
Tamron Co. Ltd.	1,800	32,497	Okamura Corp.	9,000	<u>47,588</u>
Tenma Corp.	3,600	35,841			130,418
Tokai Rubber Industries Ltd.	3,600	37,256	OIL & GAS – 0.06%		
Toyo Tanso Co. Ltd. ^a	900	<u>43,569</u>	AOC Holdings Inc. ^b	5,400	<u>23,344</u>
		621,961			23,344
MEDIA – 0.42%			PACKAGING & CONTAINERS – 0.41%		
Gakken Holdings Co. Ltd.	9,000	18,435	FP Corp.	1,800	97,535
Kadokawa Group Holdings Inc.	2,700	60,032	Fuji Seal International Inc.	2,700	<u>53,441</u>
SKY Perfect JSAT Holdings Inc.	180	63,408			150,976
Tohokushinsha Film Corp.	900	4,159	PHARMACEUTICALS – 3.96%		
USEN Corp. ^b	11,880	<u>7,781</u>	EPS Co. Ltd.	18	45,145
		153,815	Kaken Pharmaceutical Co. Ltd.	9,000	97,535
METAL FABRICATE & HARDWARE – 1.59%			Kissei Pharmaceutical Co. Ltd.	900	17,728
Kitz Corp.	9,000	37,085	Kobayashi Pharmaceutical Co. Ltd.	3,600	165,488
Misumi Group Inc.	9,000	175,241	KYORIN Holdings Inc	9,000	129,260
Mitsui High-Tech Inc. ^b	900	4,759	Miraca Holdings Inc.	6,300	211,125
Nachi-Fujikoshi Corp.	27,000	66,238	Mochida Pharmaceutical Co. Ltd.	9,000	90,032
Neturen Co. Ltd.	5,400	37,235	Nichi-Iko Pharmaceutical Co. Ltd.	2,700	97,910
Oiles Corp.	4,580	69,815	Nippon Shinyaku Co. Ltd.	9,000	115,970
Onoken Co. Ltd.	1,800	13,591	Rohto Pharmaceutical Co. Ltd.	9,000	109,968
Ryobi Ltd. ^b	18,000	61,093	Sawai Pharmaceutical Co. Ltd.	1,800	184,566
			Seikagaku Corp.	4,500	48,071

Schedule of Investments (Continued)

iSHARES® MSCI JAPAN SMALL CAP INDEX FUND

August 31, 2010

<i>Security</i>	<i>Shares</i>	<i>Value</i>	<i>Security</i>	<i>Shares</i>	<i>Value</i>
Taiko Pharmaceutical Co. Ltd.	900	\$ 10,236	Premier Investment Corp.	18	\$ 78,028
Toho Holdings Co. Ltd.	4,500	64,898	TOKYU REIT Inc.	18	97,964
Towa Pharmaceutical Co. Ltd.	900	53,805	Top REIT Inc.	18	96,570
Vital KSK Holdings Inc.	1,800	10,225	United Urban Investment Corp.	18	116,613
		<u>1,451,962</u>			<u>1,687,012</u>
REAL ESTATE – 1.29%			RETAIL – 9.61%		
Airport Facilities Co. Ltd.	1,800	6,538	Alpen Co. Ltd.	1,800	28,382
Arnest One Corp.	4,500	45,498	Aoki Holdings Inc.	3,600	44,587
Daibiru Corp.	6,300	46,517	Aoyama Trading Co. Ltd.	7,200	99,207
Daikyo Inc. ^b	27,000	37,942	Arcs Co. Ltd.	3,600	47,203
Goldcrest Co. Ltd.	2,160	45,042	Askul Corp.	2,700	50,643
Heiwa Real Estate Co. Ltd.	22,500	53,859	Autobacs Seven Co. Ltd.	3,600	134,834
Hulic Co. Ltd.	6,300	43,365	Belluna Co. Ltd.	3,150	15,531
Iida Home Max Co. Ltd.	900	6,752	Best Denki Co. Ltd. ^b	9,000	21,115
Leopalace21 Corp. ^b	11,700	25,220	BIC Camera Inc. ^a	81	31,013
Sankei Building Co. Ltd. (The)	3,600	19,721	Cawachi Ltd.	1,800	32,755
Shoei Co. Ltd.	3,600	25,509	Chiyoda Co. Ltd.	3,600	40,943
Sumitomo Real Estate Sales Co. Ltd.	900	37,996	Circle K Sunkus Co. Ltd.	6,300	86,206
TOC Co. Ltd.	9,000	36,549	cocokara fine HOLDINGS Inc.	900	18,671
Toho Real Estate Co. Ltd.	900	5,016	Colowide Co. Ltd.	4,500	24,973
Tokyu Livable Inc.	2,700	30,161	Culture Convenience Club Co. Ltd. ^a	10,800	47,331
Toue Housing Corp.	900	8,467	Daiei Inc. (The) ^b	8,100	32,797
		<u>474,152</u>	DCM Holdings Co. Ltd.	9,000	42,444
REAL ESTATE INVESTMENT TRUSTS – 4.60%			Don Quijote Co. Ltd.	5,400	131,897
Advance Residence Investment Corp. ^b	99	154,448	Doutor Nichires Holdings Co. Ltd.	4,500	59,646
DA Office Investment Corp.	27	73,666	Duskin Co. Ltd.	6,300	112,915
Frontier Real Estate Investment Corp.	18	140,407	EDION Corp.	9,000	62,058
Fukuoka REIT Corp.	9	57,556	Fuji Co. Ltd.	1,800	34,448
Global One Real Estate Investment Corp. Ltd.	9	68,489	GEO Corp.	45	52,894
Hankyu REIT Inc.	9	38,800	Gulliver International Co. Ltd.	450	17,524
Japan Excellent Inc.	18	86,174	H2O Retailing Corp.	9,000	54,126
Japan Logistics Fund Inc. ^a	18	136,334	Heiwado Co. Ltd.	4,500	53,430
Kenedix Realty Investment Corp.	27	94,534	Honeys Co. Ltd.	2,340	35,196
MID REIT Inc.	18	38,821	Izumi Co. Ltd.	6,300	77,803
Mori Hills REIT Investment Corp.	18	36,442	Izumiya Co. Ltd.	9,000	36,656
MORI TRUST Sogo REIT Inc.	9	74,491	Joshin Denki Co. Ltd.	9,000	84,244
Nippon Accommodations Fund Inc.	18	104,609	Kasumi Co. Ltd.	900	4,802
Nippon Commercial Investment Corp.	27	27,846	Keiyo Co. Ltd.	4,500	24,062
Nomura Real Estate Residential Fund Inc.	9	37,728	Kisoji Co. Ltd.	3,600	78,285
ORIX JREIT Inc.	27	127,492	Kohnan Shoji Co. Ltd.	2,700	28,778
			Kojima Co. Ltd.	900	4,427
			Komeri Co. Ltd.	3,600	82,872

Schedule of Investments (Continued)

iSHARES® MSCI JAPAN SMALL CAP INDEX FUND

August 31, 2010

<i>Security</i>	<i>Shares</i>	<i>Value</i>	<i>Security</i>	<i>Shares</i>	<i>Value</i>
K's Holdings Corp.	5,400	\$ 116,720	THine Electronics Inc.	9	\$ 9,432
Kura Corp.	900	15,531			136,656
Maruetsu Inc. (The)	9,000	36,763	SHIPBUILDING – 0.52%		
Matsumotokiyoshi Co. Ltd.	4,500	85,477	Hitachi Zosen Corp.	94,500	128,296
Matsuya Co. Ltd. ^b	3,600	25,809	Namura Shipbuilding Co. Ltd.	5,400	27,010
Megane Top Co. Ltd.	1,800	11,897	Sasebo Heavy Industries Co. Ltd.	18,000	36,013
MOS Food Services Inc.	3,600	64,652			191,319
Nishimatsuya Chain Co. Ltd.	6,300	54,770	SOFTWARE – 1.20%		
Nissen Holdings Co. Ltd.	6,300	27,085	Capcom Co. Ltd.	5,400	78,714
Parco Co. Ltd.	5,400	41,543	Fuji Soft Inc.	3,600	54,577
Paris Miki Holdings Inc.	4,500	35,852	NEC Mobiling Ltd.	900	24,759
Plenus Co. Ltd.	3,600	55,863	Nihon Unisys Ltd.	7,200	49,218
Point Inc.	1,620	75,820	NSD Co. Ltd.	4,500	48,499
Right On Co. Ltd.	2,700	15,691	Obic Business Consultants Co. Ltd.	900	46,141
Ringer Hut Co. Ltd.	1,800	20,836	Simplex Technology Inc.	18	11,768
Ryohin Keikaku Co. Ltd.	2,700	94,469	Sumisho Computer Systems Corp.	2,700	41,672
Saint Marc Holdings Co. Ltd.	900	34,780	Tecmo Koei Holdings Co. Ltd.	5,400	34,662
Saizeriya Co. Ltd.	3,600	70,139	Trans Cosmos Inc.	3,600	29,239
San-A & Co. Ltd.	900	33,226	Works Applications Co. Ltd.	45	21,517
Sankyo-Tateyama Holdings Inc. ^b	45,000	48,767			440,766
Seiko Holdings Corp. ^b	9,000	25,831	STORAGE & WAREHOUSING – 0.50%		
Senshukai Co. Ltd.	5,400	31,768	Mitsui-Soko Co. Ltd.	18,000	64,952
Shimachu Co. Ltd.	5,400	106,238	Shibusawa Warehouse Co. Ltd. (The)	9,000	32,047
Sugi Holdings Co. Ltd.	3,600	78,028	Sumitomo Warehouse Co. Ltd. (The)	18,000	86,174
Sundrug Co. Ltd.	3,600	97,406			183,173
Toridoll Corp.	9	15,316	TELECOMMUNICATIONS – 1.35%		
Tsuruha Holdings Inc.	1,800	74,062	AIPHONE Co. Ltd.	900	14,341
Valor Co. Ltd.	4,500	33,119	Daimei Telecom Engineering Corp.	3,600	24,266
Watami Co. Ltd.	3,600	70,525	Denki Kogyo Co. Ltd.	9,000	40,622
Xebio Co. Ltd.	2,700	49,068	Hikari Tsushin Inc.	2,700	47,717
Yoshinoya Holdings Co. Ltd.	54	63,408	Hitachi Kokusai Electric Inc.	9,000	67,846
Zensho Co. Ltd.	8,100	76,592	IT Holdings Corp.	9,048	102,150
		3,521,749	Japan Radio Co. Ltd.	9,000	20,686
SEMICONDUCTORS – 0.37%			MTI Ltd.	9	10,300
Megachips Corp.	1,800	32,197	Oki Electric Industry Co. Ltd. ^b	90,000	69,668
Mimasu Semiconductor Industry Co. Ltd.	2,700	26,752	Okinawa Cellular Telephone Co.	18	36,506
Sanken Electric Co. Ltd. ^b	9,000	28,510	Telepark Corp.	27	42,315
Shindengen Electric Manufacturing Co. Ltd. ^b	9,000	29,904	Uniden Corp. ^b	9,000	19,293
Shinkawa Ltd.	900	9,861			495,710

Schedule of Investments (Continued)

iSHARES® MSCI JAPAN SMALL CAP INDEX FUND

August 31, 2010

<i>Security</i>	<i>Shares</i>	<i>Value</i>
TEXTILES – 0.96%		
Daiwabo Holdings Co. Ltd.	18,000	\$ 37,513
Kurabo Industries Ltd.	27,000	42,444
Nitto Boseki Co. Ltd.	36,000	69,882
Seiren Co. Ltd.	7,200	42,358
Toyobo Co. Ltd.	72,000	110,611
Unitika Ltd. ^b	63,000	50,268
		<u>353,076</u>
TOYS, GAMES & HOBBIES – 0.44%		
Sanrio Co. Ltd.	5,400	90,804
Tomy Co. Ltd.	9,000	69,453
		<u>160,257</u>
TRANSPORTATION – 2.86%		
Daiichi Chuo Kisen Kaisha ^b	9,000	22,079
Fukuyama Transporting Co. Ltd.	18,000	91,961
Hitachi Transport System Ltd.	5,400	78,842
Iino Kaiun Kaisha Ltd.	10,800	56,077
Inui Steamship Co. Ltd.	2,700	15,177
Kintetsu World Express Inc.	1,800	42,787
Nippon Konpo Unyu Soko Co. Ltd.	9,000	105,895
Nishi-Nippon Railroad Co. Ltd.	36,000	157,771
Sankyu Inc.	27,000	103,215
Seino Holdings Co. Ltd.	18,000	112,111
Shinwa Kaiun Kaisha Ltd.	9,000	22,401
Sotetsu Holdings Inc.	45,000	215,970
Yusen Air & Sea Service Co. Ltd.	1,800	25,123
		<u>1,049,409</u>
TOTAL COMMON STOCKS		
		(Cost: \$39,920,860)
		<u>36,551,728</u>

SHORT-TERM INVESTMENTS – 1.41%

MONEY MARKET FUNDS – 1.41%

BlackRock Cash Funds: Institutional, SL Agency Shares 0.31% ^{c,d,e}	424,518	424,518
BlackRock Cash Funds: Prime, SL Agency Shares 0.30% ^{c,d,e}	82,493	82,493

<i>Security</i>	<i>Shares</i>	<i>Value</i>
BlackRock Cash Funds: Treasury, SL Agency Shares 0.13% ^{c,d}	7,839	\$ 7,839
		<u>514,850</u>
TOTAL SHORT-TERM INVESTMENTS		
		(Cost: \$514,850)
		<u>514,850</u>
TOTAL INVESTMENTS		
IN SECURITIES – 101.10%		
		(Cost: \$40,435,710)
		37,066,578
Other Assets, Less Liabilities – (1.10)%		
		<u>(402,265)</u>
NET ASSETS – 100.00%		
		<u>\$36,664,313</u>

^a All or a portion of this security represents a security on loan. See Note 5.

^b Non-income earning security.

^c Affiliated issuer. See Note 2.

^d The rate quoted is the annualized seven-day yield of the fund at period end.

^e All or a portion of this security represents an investment of securities lending collateral. See Note 5.

See notes to financial statements.

Schedule of Investments

iSHARES® MSCI MALAYSIA INDEX FUND

August 31, 2010

<i>Security</i>	<i>Shares</i>	<i>Value</i>
COMMON STOCKS – 99.77%		
AGRICULTURE – 10.68%		
British American Tobacco (Malaysia) Bhd	1,060,800	\$ 15,245,313
Genting Plantations Bhd	1,795,200	4,170,294
IOI Corp. Bhd	26,683,230	44,639,981
Kuala Lumpur Kepong Bhd	3,835,200	20,727,177
		<u>84,782,765</u>
AIRLINES – 1.25%		
AirAsia Bhd ^a	9,955,200	5,329,489
Malaysian Airline System Bhd ^a	6,691,800	4,584,666
		<u>9,914,155</u>
AUTO PARTS & EQUIPMENT – 1.21%		
UMW Holdings Bhd	4,569,600	9,610,554
		<u>9,610,554</u>
BANKS – 28.86%		
Alliance Financial Group Bhd	7,425,600	7,264,341
AMMB Holdings Bhd	14,443,237	26,049,973
CIMB Group Holdings Bhd	31,008,064	77,071,809
Hong Leong Bank Bhd	3,753,600	10,573,690
Malayan Banking Bhd	25,459,220	68,066,490
Public Bank Bhd Foreign	8,486,400	32,937,990
RHB Capital Bhd	3,427,200	7,262,521
		<u>229,226,814</u>
BUILDING MATERIALS – 0.81%		
Lafarge Malayan Cement Bhd	2,692,860	6,418,620
		<u>6,418,620</u>
COMMERCIAL SERVICES – 2.02%		
PLUS Expressways Bhd	11,995,200	16,053,994
		<u>16,053,994</u>
DIVERSIFIED FINANCIAL SERVICES – 1.32%		
Bursa Malaysia Bhd	2,529,600	5,779,594
Hong Leong Financial Group Bhd	1,713,600	4,745,211
		<u>10,524,805</u>
ELECTRIC – 7.10%		
Tenaga Nasional Bhd	15,585,650	44,003,269
YTL Power International Bhd	17,217,675	12,344,779
		<u>56,348,048</u>

<i>Security</i>	<i>Shares</i>	<i>Value</i>
ENGINEERING & CONSTRUCTION – 5.67%		
Gamuda Bhd	12,892,800	\$ 14,215,091
IJM Corp. Bhd	8,486,440	13,494,363
MMC Corp. Bhd	6,038,400	4,868,203
YTL Corp. Bhd	5,304,021	12,439,684
		<u>45,017,341</u>
ENTERTAINMENT – 2.43%		
Berjaya Sports Toto Bhd	5,385,650	7,105,011
Tanjong PLC	1,795,200	12,196,251
		<u>19,301,262</u>
FOOD – 2.29%		
PPB Group Bhd	3,345,666	18,209,447
		<u>18,209,447</u>
GAS – 1.65%		
Petronas Gas Bhd	3,916,800	13,105,301
		<u>13,105,301</u>
HOLDING COMPANIES – DIVERSIFIED – 7.74%		
Berjaya Corp. Bhd	12,892,800	3,902,987
Sime Darby Bhd	21,624,025	57,537,278
		<u>61,440,265</u>
IRON & STEEL – 0.83%		
Parkson Holdings Bhd	3,753,633	6,578,711
		<u>6,578,711</u>
LODGING – 9.60%		
Genting Bhd	17,788,800	53,567,917
Genting Malaysia Bhd	23,582,400	22,694,533
		<u>76,262,450</u>
OIL & GAS – 0.85%		
Petronas Dagangan Bhd	1,958,400	6,714,907
		<u>6,714,907</u>
REAL ESTATE – 0.85%		
SP Setia Bhd	4,896,000	6,755,471
		<u>6,755,471</u>
TELECOMMUNICATIONS – 11.47%		
Axiata Group Bhd ^a	20,236,800	28,825,421
DiGi.Com Bhd	2,774,400	21,872,331
Maxis Communications Bhd	17,952,000	30,776,655
Telekom Malaysia Bhd	8,568,000	9,637,857
		<u>91,112,264</u>

Schedule of Investments (Continued)

iSHARES® MSCI MALAYSIA INDEX FUND

August 31, 2010

<u>Security</u>	<u>Shares</u>	<u>Value</u>
TRANSPORTATION – 3.14%		
MISC Bhd	8,894,420	\$ 24,913,389
		<u>24,913,389</u>
TOTAL COMMON STOCKS		
(Cost: \$439,490,666)	792,290,563	
SHORT-TERM INVESTMENTS – 0.05%		
MONEY MARKET FUNDS – 0.05%		
BlackRock Cash Funds: Treasury, SL Agency Shares		
0.13% ^{b,c}	437,397	437,397
		<u>437,397</u>
TOTAL SHORT-TERM INVESTMENTS		
(Cost: \$437,397)		<u>437,397</u>
TOTAL INVESTMENTS		
IN SECURITIES – 99.82%		
(Cost: \$439,928,063)		792,727,960
Other Assets, Less Liabilities – 0.18%		<u>1,414,230</u>
NET ASSETS – 100.00%		<u>\$794,142,190</u>

^a Non-income earning security.

^b Affiliated issuer. See Note 2.

^c The rate quoted is the annualized seven-day yield of the fund at period end.

See notes to financial statements.

Schedule of Investments

iSHARES® MSCI PACIFIC EX-JAPAN INDEX FUND

August 31, 2010

<i>Security</i>	<i>Shares</i>	<i>Value</i>	<i>Security</i>	<i>Shares</i>	<i>Value</i>
COMMON STOCKS – 99.16%					
AUSTRALIA – 64.80%					
AGL Energy Ltd.	1,281,588	\$ 17,132,975	James Hardie Industries SE ^a	1,241,000	\$ 5,887,263
Alumina Ltd.	6,947,556	10,604,998	Leighton Holdings Ltd.	385,440	10,531,969
Amcort Ltd.	3,477,720	20,862,623	Lend Lease Group	1,529,788	9,449,419
AMP Ltd.	5,900,736	26,469,828	Macarthur Coal Ltd.	361,788	3,632,266
Aristocrat Leisure Ltd.	1,139,092	3,771,518	Macquarie Group Ltd.	981,704	32,731,261
Asciano Group ^a	8,331,636	12,421,084	MApp Group	1,074,852	2,831,749
ASX Ltd.	489,684	12,687,397	Metcash Ltd.	2,180,072	8,518,238
Australia and New Zealand			Mirvac Group	9,311,296	11,105,276
Banking Group Ltd.	7,214,444	145,055,267	National Australia Bank Ltd.	6,040,020	124,721,339
AXA Asia Pacific Holdings Ltd.	2,943,068	14,407,127	Newcrest Mining Ltd.	2,187,956	72,540,286
Bendigo and Adelaide Bank Ltd.	991,048	7,435,954	OneSteel Ltd.	3,791,620	9,719,226
BGP Holdings PLC ^b	27,004,595	3,432	Orica Ltd.	1,028,132	22,922,977
BHP Billiton Ltd.	9,556,576	315,141,019	Origin Energy Ltd.	2,507,988	34,041,580
Billabong International Ltd.	576,700	3,880,486	OZ Minerals Ltd. ^a	8,887,312	9,650,386
BlueScope Steel Ltd. ^a	5,191,176	9,887,669	Paladin Energy Ltd. ^a	1,939,756	6,405,240
Boral Ltd.	2,046,628	8,015,046	Qantas Airways Ltd. ^a	3,160,024	7,059,574
Brambles Ltd.	4,050,040	21,123,765	QBE Insurance Group Ltd.	2,947,740	43,263,757
Caltex Australia Ltd.	384,564	3,847,241	Rio Tinto Ltd.	1,240,708	77,399,837
CFS Retail Property Trust	5,004,296	8,618,633	Santos Ltd.	2,373,084	29,992,720
Coca-Cola Amatil Ltd.	1,609,504	17,090,191	Sims Metal Management Ltd.	464,572	6,863,972
Cochlear Ltd.	160,892	9,909,573	Sonic Healthcare Ltd.	1,048,572	10,312,761
Commonwealth Bank			SP AusNet	3,850,896	2,741,992
of Australia	4,410,368	197,450,036	Stockland Corp. Ltd.	6,785,496	23,795,357
Computershare Ltd.	1,266,404	10,696,776	Suncorp-Metway Ltd.	3,649,124	27,119,989
Crown Ltd.	1,287,428	9,487,847	Tabcorp Holdings Ltd.	1,744,408	9,921,180
CSL Ltd.	1,639,288	48,090,232	Tatts Group Ltd.	3,650,292	7,764,972
CSR Ltd.	4,313,424	6,545,773	Telstra Corp. Ltd.	12,401,240	30,353,740
Dexus Property Group	13,728,380	10,141,724	Toll Holdings Ltd.	1,901,504	10,273,072
Energy Resources of			Transurban Group	3,625,764	15,716,032
Australia Ltd.	190,092	2,224,867	Wesfarmers Ltd.	2,862,184	81,417,680
Fairfax Media Ltd. ^c	5,992,716	7,680,696	Wesfarmers Ltd.		
Fortescue Metals Group Ltd. ^a	3,538,164	14,737,989	Partially Protected	432,744	12,390,719
Foster's Group Ltd.	5,496,900	29,648,646	Westfield Group	6,242,668	69,509,146
Goodman Fielder Ltd.	3,930,612	4,687,911	Westpac Banking Corp.	8,477,636	163,737,782
Goodman Group	17,980,192	10,162,076	Woodside Petroleum Ltd.	1,549,352	57,738,761
GPT Group	5,019,188	13,357,312	Woolworths Ltd.	3,532,908	87,290,342
Harvey Norman Holdings Ltd.	1,512,560	4,644,576	WorleyParsons Ltd.	543,996	10,056,494
Incitec Pivot Ltd.	4,626,740	13,877,761			2,227,787,503
Insurance Australia Group Ltd.	5,919,716	18,124,821	HONG KONG – 20.09%		
Intoll Group	6,439,768	8,454,280	ASM Pacific Technology Ltd.	584,000	4,726,207
			Bank of East Asia Ltd. (The) ^c	4,321,720	16,251,245
			BOC Hong Kong (Holdings) Ltd.	10,512,000	27,636,485

Schedule of Investments (Continued)

iSHARES® MSCI PACIFIC EX-JAPAN INDEX FUND

August 31, 2010

<i>Security</i>	<i>Shares</i>	<i>Value</i>	<i>Security</i>	<i>Shares</i>	<i>Value</i>
Cathay Pacific Airways Ltd.	3,212,000	\$ 7,920,057	Wynn Macau Ltd. ^a	4,438,400	\$ 7,657,431
Cheung Kong (Holdings) Ltd.	4,088,000	51,451,463	Yue Yuen Industrial (Holdings) Ltd.	2,044,000	<u>6,700,778</u>
Cheung Kong Infrastructure Holdings Ltd.	1,168,000	4,497,217			690,824,056
CLP Holdings Ltd.	5,548,000	42,473,922	NEW ZEALAND – 0.79%		
Esprit Holdings Ltd.	3,299,611	18,494,959	Auckland International Airport Ltd.	2,611,940	3,659,589
Foxconn International Holdings Ltd. ^{a,c}	6,132,000	4,075,650	Contact Energy Ltd. ^a	861,108	3,408,358
Hang Lung Group Ltd.	2,336,000	13,964,646	Fletcher Building Ltd.	1,728,348	9,105,172
Hang Lung Properties Ltd. ^c	5,840,736	26,093,151	Sky City Entertainment Group Ltd.	1,637,536	3,292,395
Hang Seng Bank Ltd.	2,190,000	30,040,882	Telecom Corp. of New Zealand Ltd.	5,351,776	<u>7,723,325</u>
Henderson Land Development Co. Ltd.	3,212,056	19,655,958			27,188,839
Hong Kong and China Gas Co. Ltd. (The) ^c	12,264,627	29,579,534	SINGAPORE – 13.48%		
Hong Kong Exchanges and Clearing Ltd.	2,920,000	45,760,494	Ascendas Real Estate Investment Trust ^c	4,380,813	6,693,942
Hongkong Electric Holdings Ltd.	3,942,000	23,945,427	CapitaLand Ltd.	7,300,000	21,069,609
Hopewell Holdings Ltd. ^c	1,606,000	5,048,107	CapitaMall Trust Management Ltd.	6,424,781	9,200,616
Hutchison Whampoa Ltd.	6,132,000	45,328,791	CapitaMalls Asia Ltd.	3,796,000	5,884,403
Hysan Development Co. Ltd.	1,752,000	5,552,073	City Developments Ltd.	1,460,000	11,790,359
Kerry Properties Ltd. ^c	2,044,000	10,300,803	ComfortDelGro Corp. Ltd.	5,256,000	5,780,940
Li & Fung Ltd. ^c	6,425,600	32,547,231	COSCO Corp. (Singapore) Ltd. ^c	2,920,104	3,405,746
Lifestyle International Holdings Ltd.	1,606,000	3,476,897	DBS Group Holdings Ltd.	4,964,000	50,860,205
Link REIT (The)	6,278,000	18,321,090	Fraser and Neave Ltd.	2,628,150	10,767,131
Mongolia Energy Corp. Ltd. ^a	8,760,000	3,457,376	Genting Singapore PLC ^a	17,228,400	21,492,578
MTR Corp. Ltd.	4,088,000	14,610,323	Golden Agri-Resources Ltd.	18,980,987	7,846,278
New World Development Co. Ltd.	7,300,941	11,713,794	Jardine Cycle & Carriage Ltd.	292,000	7,009,552
NWS Holdings Ltd.	2,336,000	4,240,447	Keppel Corp. Ltd.	3,504,000	23,149,627
Orient Overseas International Ltd. ^{a,c}	584,000	4,677,406	Keppel Land Ltd. ^c	2,044,000	5,854,226
PCCW Ltd. ^c	10,512,000	3,432,600	Neptune Orient Lines Ltd. ^{a,c}	2,628,750	3,706,291
Sands China Ltd. ^a	6,891,200	10,702,024	Noble Group Ltd.	8,468,708	9,814,624
Shangri-La Asia Ltd.	3,504,000	7,658,032	Olam International Ltd.	3,504,600	6,907,273
Sino Land Co. Ltd.	4,672,000	8,156,555	Oversea-Chinese Banking Corp. Ltd.	7,008,600	44,854,626
Sun Hung Kai Properties Ltd.	4,088,000	57,285,081	SembCorp Industries Ltd.	2,920,240	9,183,009
Swire Pacific Ltd. Class A ^c	2,190,000	26,394,870	SembCorp Marine Ltd.	2,336,200	6,570,401
Television Broadcasts Ltd.	876,000	4,358,321	Singapore Airlines Ltd.	1,460,800	16,282,631
Wharf (Holdings) Ltd. (The)	3,796,000	20,423,295	Singapore Exchange Ltd. ^c	2,336,000	12,967,240
Wheelock and Co. Ltd.	2,628,000	7,584,830	Singapore Press Holdings Ltd.	4,380,517	13,192,965
Wing Hang Bank Ltd. ^c	438,000	4,628,604			

Schedule of Investments (Continued)

iSHARES® MSCI PACIFIC EX-JAPAN INDEX FUND

August 31, 2010

<u>Security</u>	<u>Shares</u>	<u>Value</u>
Singapore Technologies Engineering Ltd.	4,672,000	\$ 11,035,949
Singapore Telecommunications Ltd.	22,776,328	51,783,487
StarHub Ltd.	1,752,000	3,181,457
United Overseas Bank Ltd.	3,504,000	48,420,226
UOL Group Ltd.	1,460,000	4,300,140
Wilmar International Ltd. ^c	5,548,000	25,637,027
Yangzijiang Shipbuilding (Holdings) Ltd.	4,088,000	4,798,051
		<u>463,440,609</u>
TOTAL COMMON STOCKS		
(Cost: \$3,068,279,054)		3,409,241,007
SHORT-TERM INVESTMENTS – 1.53%		
MONEY MARKET FUNDS – 1.53%		
BlackRock Cash Funds: Institutional, SL Agency Shares 0.31% ^{d,e,f}	43,685,525	43,685,525
BlackRock Cash Funds: Prime, SL Agency Shares 0.30% ^{d,e,f}	8,488,991	8,488,991
BlackRock Cash Funds: Treasury, SL Agency Shares 0.13% ^{d,e}	297,340	297,340
		<u>52,471,856</u>
TOTAL SHORT-TERM INVESTMENTS		
(Cost: \$52,471,856)		<u>52,471,856</u>
TOTAL INVESTMENTS		
IN SECURITIES – 100.69%		
(Cost: \$3,120,750,910)		3,461,712,863
Other Assets, Less Liabilities – (0.69)%		<u>(23,564,193)</u>
NET ASSETS – 100.00%		<u><u>\$3,438,148,670</u></u>

^a Non-income earning security.

^b Security valued using Level 3 inputs in accordance with management's fair valuation policy. See Note 1.

^c All or a portion of this security represents a security on loan. See Note 5.

^d Affiliated issuer. See Note 2.

^e The rate quoted is the annualized seven-day yield of the fund at period end.

^f All or a portion of this security represents an investment of securities lending collateral. See Note 5.

See notes to financial statements.

Schedule of Investments

iSHARES® MSCI SINGAPORE INDEX FUND

August 31, 2010

<i>Security</i>	<i>Shares</i>	<i>Value</i>
COMMON STOCKS – 99.18%		
AGRICULTURE – 6.45%		
Golden Agri-Resources Ltd.	73,892,628	\$ 30,545,414
Wilmar International Ltd.	17,546,000	81,079,176
		<u>111,624,590</u>
AIRLINES – 3.66%		
Singapore Airlines Ltd.	5,684,467	63,361,225
		<u>63,361,225</u>
BANKS – 30.62%		
DBS Group Holdings Ltd.	18,473,500	189,275,987
Oversea-Chinese Banking Corp. Ltd.	25,578,000	163,697,690
United Overseas Bank Ltd.	12,789,000	176,725,533
		<u>529,699,210</u>
BEVERAGES – 2.69%		
Fraser and Neave Ltd.	11,368,000	46,572,968
		<u>46,572,968</u>
DISTRIBUTION & WHOLESALE – 1.97%		
Jardine Cycle & Carriage Ltd.	1,421,000	34,111,552
		<u>34,111,552</u>
DIVERSIFIED FINANCIAL SERVICES – 3.19%		
Singapore Exchange Ltd. ^a	9,947,000	55,216,240
		<u>55,216,240</u>
ENGINEERING & CONSTRUCTION – 4.40%		
SembCorp Industries Ltd.	11,368,000	35,747,900
Singapore Technologies Engineering Ltd.	17,052,000	40,279,324
		<u>76,027,224</u>
FOOD – 1.46%		
Olam International Ltd. ^a	12,789,000	25,206,046
		<u>25,206,046</u>
HOLDING COMPANIES – DIVERSIFIED – 7.19%		
Keppel Corp. Ltd.	13,089,000	86,474,164
Noble Group Ltd. ^a	32,683,999	37,878,407
		<u>124,352,571</u>
MEDIA – 2.72%		
Singapore Press Holdings Ltd. ^a	15,631,000	47,076,460
		<u>47,076,460</u>
REAL ESTATE – 14.18%		
CapitalLand Ltd.	24,157,000	69,723,090

<i>Security</i>	<i>Shares</i>	<i>Value</i>
CapitaMalls Asia Ltd.	7,105,000	\$ 11,013,878
City Developments Ltd.	5,684,000	45,901,646
Genting Singapore PLC ^b	65,366,400	81,545,151
Keppel Land Ltd.	7,105,000	20,349,450
UOL Group Ltd.	5,684,000	16,741,094
		<u>245,274,309</u>
REAL ESTATE INVESTMENT TRUSTS – 3.51%		
Ascendas Real Estate Investment Trust ^a	17,052,335	26,056,199
CapitaMall Trust Management Ltd.	24,157,800	34,595,211
		<u>60,651,410</u>
SHIPBUILDING – 2.54%		
SembCorp Marine Ltd. ^a	8,526,000	23,978,785
Yangzijiang Shipbuilding (Holdings) Ltd.	17,052,000	20,013,789
		<u>43,992,574</u>
TELECOMMUNICATIONS – 11.76%		
Singapore Telecommunications Ltd.	83,839,568	190,614,800
StarHub Ltd.	7,105,000	12,901,971
		<u>203,516,771</u>
TRANSPORTATION – 2.84%		
ComfortDelGro Corp. Ltd.	19,894,000	21,880,903
COSCO Corp. (Singapore) Ltd. ^a	11,368,000	13,258,611
Neptune Orient Lines Ltd. ^{a,b}	9,947,499	14,025,041
		<u>49,164,555</u>
TOTAL COMMON STOCKS		
		(Cost: \$1,596,447,705)
		<u>1,715,847,705</u>

SHORT-TERM INVESTMENTS – 4.99%

MONEY MARKET FUNDS – 4.99%

BlackRock Cash Funds: Institutional, SL Agency Shares 0.31% ^{c,d,e}	71,934,665	71,934,665
BlackRock Cash Funds: Prime, SL Agency Shares 0.30% ^{c,d,e}	13,978,377	13,978,377

Schedule of Investments (Continued)

iSHARES® MSCI SINGAPORE INDEX FUND

August 31, 2010

<u>Security</u>	<u>Shares</u>	<u>Value</u>
BlackRock Cash Funds: Treasury, SL Agency Shares 0.13% ^{c,d}	363,421	\$ 363,421
		<u>86,276,463</u>
TOTAL SHORT-TERM INVESTMENTS		
(Cost: \$86,276,463)		<u>86,276,463</u>
TOTAL INVESTMENTS		
IN SECURITIES – 104.17%		
(Cost: \$1,682,724,168)		1,802,124,168
Other Assets, Less Liabilities – (4.17)%		<u>(72,123,385)</u>
NET ASSETS – 100.00%		<u><u>\$1,730,000,783</u></u>

^a All or a portion of this security represents a security on loan. See Note 5.

^b Non-income earning security.

^c Affiliated issuer. See Note 2.

^d The rate quoted is the annualized seven-day yield of the fund at period end.

^e All or a portion of this security represents an investment of securities lending collateral. See Note 5.

See notes to financial statements.

Schedule of Investments

iSHARES® MSCI SOUTH KOREA INDEX FUND

August 31, 2010

<i>Security</i>	<i>Shares</i>	<i>Value</i>
COMMON STOCKS – 96.79%		
AGRICULTURE – 1.30%		
KT&G Corp.	831,436	\$ 42,303,441
		42,303,441
AIRLINES – 0.51%		
Korean Air Lines Co. Ltd. ^a	272,602	16,575,766
		16,575,766
AUTO MANUFACTURERS – 5.70%		
Hyundai Motor Co. Ltd. ^b	1,180,358	139,311,583
Kia Motors Corp.	1,799,160	46,220,809
		185,532,392
AUTO PARTS & EQUIPMENT – 3.27%		
Hankook Tire Co. Ltd. ^b	586,090	12,734,710
Hyundai Mobis Co. Ltd.	517,946	93,747,837
		106,482,547
BANKS – 1.81%		
Busan Bank	1,131,292	12,031,006
Daegu Bank	954,100	11,101,589
Industrial Bank of Korea	1,253,960	15,165,919
Korea Exchange Bank	1,962,720	20,709,323
		59,007,837
BEVERAGES – 0.13%		
Hite Brewery Co. Ltd. ^b	39,527	4,286,020
		4,286,020
BIOTECHNOLOGY – 0.22%		
Celltrion Inc. ^{a,b}	417,078	7,183,803
		7,183,803
CHEMICALS – 5.91%		
Hanwha Chemical Corp. ^b	640,610	14,346,800
Honam Petrochemical Corp. ^b	109,040	17,007,657
KCC Corp. ^b	40,890	10,163,667
Korea Zinc Co. Ltd. ^b	68,150	15,148,865
LG Chem Ltd. ^b	354,385	101,979,168
OCI Co. Ltd.	109,040	33,833,414
		192,479,571
COMMERCIAL SERVICES – 0.18%		
S1 Corp. ^b	122,678	5,934,877
		5,934,877

<i>Security</i>	<i>Shares</i>	<i>Value</i>
COMPUTERS – 0.26%		
SK C&C Co. Ltd. ^b	109,040	\$ 8,312,833
		8,312,833
COSMETICS & PERSONAL CARE – 0.77%		
AmorePacific Corp. ^b	27,260	25,011,260
		25,011,260
DISTRIBUTION & WHOLESALE – 2.73%		
Daewoo International Corp. ^b	381,643	10,616,226
Hanwha Corp.	340,750	12,661,950
Hyosung Corp. ^b	173,101	15,449,001
Samsung C&T Corp.	954,100	44,883,844
SK Networks Co. Ltd.	654,240	5,386,061
		88,997,082
DIVERSIFIED FINANCIAL SERVICES – 11.46%		
Daewoo Securities Co. Ltd.	940,470	17,296,992
Hana Financial Group Inc.	1,458,411	37,527,716
Hyundai Securities Co. Ltd.	913,217	10,930,573
KB Financial Group Inc.	2,507,920	101,663,952
Korea Investment Holdings Co. Ltd.	299,865	7,866,172
Mirae Asset Securities Co. Ltd.	177,199	8,395,115
Samsung Card Co. Ltd.	327,125	14,597,704
Samsung Securities Co. Ltd.	381,640	18,462,858
Shinhan Financial Group Co. Ltd.	3,080,387	117,932,908
Tong Yang Securities Inc.	545,200	4,442,909
Woori Finance Holdings Co. Ltd.	2,153,540	24,159,741
Woori Investment & Securities Co. Ltd.	654,240	9,577,039
		372,853,679
ELECTRIC – 1.47%		
Korea Electric Power Corp. ^a	1,962,720	47,721,485
		47,721,485
ELECTRICAL COMPONENTS & EQUIPMENT – 2.71%		
LG Electronics Inc. ^b	722,396	58,085,724
LG Innotek Co. Ltd. ^b	68,150	7,503,378
LS Corp.	136,300	13,358,287
LS Industrial Systems Co. Ltd. ^b	113,129	9,115,240
		88,062,629

Schedule of Investments (Continued)

iSHARES® MSCI SOUTH KOREA INDEX FUND

August 31, 2010

<i>Security</i>	<i>Shares</i>	<i>Value</i>
ELECTRONICS – 4.20%		
LG Display Co. Ltd. ^b	1,785,532	\$ 49,593,974
Samsung Electro-Mechanics Co. Ltd. ^b	457,968	43,546,878
Samsung SDI Co. Ltd. ^b	258,970	36,289,065
Seoul Semiconductor Co. Ltd. ^b	241,251	7,344,784
		<u>136,774,701</u>
ENGINEERING & CONSTRUCTION – 3.57%		
Daelim Industrial Co. Ltd.	211,265	13,286,664
Daewoo Engineering & Construction Co. Ltd. ^b	858,694	7,076,401
Doosan Heavy Industries & Construction Co. Ltd. ^b	323,031	18,537,437
GS Engineering & Construction Corp.	272,600	19,463,308
Hanjin Heavy Industries & Construction Co. Ltd. ^b	231,714	5,556,575
Hyundai Engineering & Construction Co. Inc.	509,762	27,212,251
Samsung Engineering Co. Ltd. ^b	228,984	25,211,350
		<u>116,343,986</u>
ENVIRONMENTAL CONTROL – 0.39%		
Woongjin Coway Co. Ltd.	381,640	12,748,921
		<u>12,748,921</u>
FOOD – 0.48%		
CJ CheilJedang Corp.	61,335	11,382,966
Lotte Confectionery Co. Ltd. ^b	4,200	4,319,460
		<u>15,702,426</u>
GAS – 0.20%		
Korea Gas Corp.	177,190	6,384,693
		<u>6,384,693</u>
HOLDING COMPANIES – DIVERSIFIED – 2.08%		
GS Holdings Corp. ^b	381,640	15,661,597
LG Corp. ^b	723,753	51,916,555
		<u>67,578,152</u>
HOME BUILDERS – 0.31%		
Hyundai Development Co.	436,167	10,004,665
		<u>10,004,665</u>

<i>Security</i>	<i>Shares</i>	<i>Value</i>
HOUSEHOLD PRODUCTS & WARES – 0.70%		
LG Household & Health Care Ltd. ^b	68,150	\$ 22,851,197
		<u>22,851,197</u>
INSURANCE – 2.96%		
Dongbu Insurance Co. Ltd.	327,120	9,208,691
Korea Life Insurance Co. Ltd.	1,335,740	8,924,245
Samsung Fire & Marine Insurance Co. Ltd.	272,605	43,543,129
Samsung Life Insurance Co. Ltd.	381,640	34,697,439
		<u>96,373,504</u>
INTERNET – 2.37%		
NCsoft Corp. ^b	109,040	20,918,509
NHN Corp. ^{a,b}	312,127	51,157,691
SK Broadband Co. Ltd. ^a	1,117,663	4,940,874
		<u>77,017,074</u>
IRON & STEEL – 7.61%		
Dongkuk Steel Mill Co. Ltd.	272,601	5,457,022
Hyundai Steel Co. ^b	418,441	37,694,243
POSCO ^b	504,310	204,643,269
		<u>247,794,534</u>
LODGING – 0.41%		
Kangwon Land Inc.	736,022	13,475,422
		<u>13,475,422</u>
MACHINERY – 0.32%		
Doosan Infracore Co. Ltd. ^a	640,610	10,312,597
		<u>10,312,597</u>
MANUFACTURING – 1.18%		
Cheil Industries Inc.	346,202	30,176,086
Doosan Corp. ^b	81,780	8,185,504
		<u>38,361,590</u>
OIL & GAS – 2.47%		
SK Energy Co. Ltd. ^b	463,422	49,283,764
SK Holdings Co. Ltd.	190,824	14,643,263
S-Oil Corp.	340,750	16,427,850
		<u>80,354,877</u>
PHARMACEUTICALS – 0.27%		
Yuhan Corp.	59,972	8,904,009
		<u>8,904,009</u>

Schedule of Investments (Continued)

ISHARES® MSCI SOUTH KOREA INDEX FUND

August 31, 2010

<i>Security</i>	<i>Shares</i>	<i>Value</i>
RETAIL – 2.76%		
Hyundai Department Store Co. Ltd.	109,040	\$ 10,914,005
Lotte Shopping Co. Ltd.	81,785	26,502,188
Shinsegae Co. Ltd.	109,040	<u>52,478,172</u>
		89,894,365
SEMICONDUCTORS – 19.25%		
Hynix Semiconductor Inc. ^{a,b}	3,830,030	67,406,483
Samsung Electronics Co. Ltd. ^b	845,060	532,876,270
Samsung Techwin Co. Ltd. ^b	286,230	<u>26,381,195</u>
		626,663,948
SHIPBUILDING – 3.54%		
Daewoo Shipbuilding & Marine Engineering Co. Ltd. ^b	722,390	14,039,275
Hyundai Heavy Industries Co. Ltd. ^b	286,230	63,028,376
Hyundai Mipo Dockyard Co. Ltd.	81,780	10,948,111
Samsung Heavy Industries Co. Ltd.	1,226,700	<u>27,267,958</u>
		115,283,720
TELECOMMUNICATIONS – 2.71%		
KT Corp.	763,282	27,917,187
KT Corp. SP ADR ^b	406,174	7,583,269
LG Uplus Corp.	1,758,275	10,984,636
SK Telecom Co. Ltd.	175,560	23,649,128
SK Telecom Co. Ltd. SP ADR	1,128,564	<u>18,079,595</u>
		88,213,815
TRANSPORTATION – 0.58%		
GLOVIS Co. Ltd.	81,780	11,186,855
STX Pan Ocean Co. Ltd. ^b	817,830	<u>7,810,621</u>
		18,997,476
TOTAL COMMON STOCKS		
(Cost: \$1,981,414,397)		3,150,780,894
PREFERRED STOCKS – 2.97%		
AUTO MANUFACTURERS – 0.59%		
Hyundai Motor Co. Ltd. ^b	177,190	7,168,000
Hyundai Motor Co. Ltd. Series 2	286,230	<u>12,056,564</u>
		19,224,564

<i>Security</i>	<i>Shares</i>	<i>Value</i>
ELECTRICAL COMPONENTS & EQUIPMENT – 0.15%		
LG Electronics Inc. ^b	136,306	\$ 4,729,610
		<u>4,729,610</u>
SEMICONDUCTORS – 2.23%		
Samsung Electronics Co. Ltd.	163,560	<u>72,714,555</u>
		<u>72,714,555</u>
TOTAL PREFERRED STOCKS		
(Cost: \$68,304,249)		96,668,729
SHORT-TERM INVESTMENTS – 11.57%		
MONEY MARKET FUNDS – 11.57%		
BlackRock Cash Funds: Institutional, SL Agency Shares 0.31% ^{c,d,e}	310,450,098	310,450,098
BlackRock Cash Funds: Prime, SL Agency Shares 0.30% ^{c,d,e}	60,326,804	60,326,804
BlackRock Cash Funds: Treasury, SL Agency Shares 0.13% ^{c,d}	5,646,730	<u>5,646,730</u>
		<u>376,423,632</u>
TOTAL SHORT-TERM INVESTMENTS		
(Cost: \$376,423,632)		<u>376,423,632</u>
TOTAL INVESTMENTS		
IN SECURITIES – 111.33%		
(Cost: \$2,426,142,278)		3,623,873,255
Other Assets, Less Liabilities – (11.33)%		<u>(368,705,636)</u>
NET ASSETS – 100.00%		
		<u>\$3,255,167,619</u>
SP ADR – Sponsored American Depositary Receipts		
<p>^a Non-income earning security.</p> <p>^b All or a portion of this security represents a security on loan. See Note 5.</p> <p>^c Affiliated issuer. See Note 2.</p> <p>^d The rate quoted is the annualized seven-day yield of the fund at period end.</p> <p>^e All or a portion of this security represents an investment of securities lending collateral. See Note 5.</p>		
See notes to financial statements.		

Schedule of Investments

iSHARES® MSCI TAIWAN INDEX FUND

August 31, 2010

<i>Security</i>	<i>Shares</i>	<i>Value</i>
COMMON STOCKS – 98.78%		
AIRLINES – 0.63%		
China Airlines Ltd. ^a	15,624,752	\$ 9,316,125
EVA Airways Corp. ^a	11,160,193	7,925,779
		<u>17,241,904</u>
APPAREL – 0.90%		
Pou Chen Corp.	18,230,103	14,710,875
Ruentex Industries Ltd.	3,348,000	9,887,020
		<u>24,597,895</u>
AUTO MANUFACTURERS – 0.30%		
Yulon Motor Co. Ltd.	5,580,362	8,135,197
		<u>8,135,197</u>
AUTO PARTS & EQUIPMENT – 0.67%		
Cheng Shin Rubber Industry Co. Ltd.	8,928,615	18,144,872
		<u>18,144,872</u>
BANKS – 6.73%		
Chang Hwa Commercial Bank Ltd.	29,016,446	16,485,588
Chinatrust Financial Holding Co. Ltd.	71,250,596	39,924,712
E.Sun Financial Holding Co. Ltd.	25,564,368	11,451,854
First Financial Holding Co. Ltd.	38,933,386	22,484,474
Hua Nan Financial Holdings Co. Ltd.	31,812,506	18,670,010
Mega Financial Holding Co. Ltd.	61,380,136	37,076,407
Taishin Financial Holdings Co. Ltd. ^a	32,249,117	13,187,970
Taiwan Business Bank Ltd. ^a	18,972,000	5,507,885
Taiwan Cooperative Bank Co. Ltd.	29,471,915	18,400,397
		<u>183,189,297</u>
BUILDING MATERIALS – 1.53%		
Asia Cement Corp.	14,956,353	13,446,431
Taiwan Cement Corp.	23,436,558	21,546,065
Taiwan Glass Industrial Corp.	6,907,414	6,684,455
		<u>41,676,951</u>

<i>Security</i>	<i>Shares</i>	<i>Value</i>
CHEMICALS – 7.96%		
Eternal Chemical Co. Ltd.	4,697,561	\$ 4,589,925
Formosa Chemicals & Fibre Corp.	22,320,204	49,609,744
Formosa Plastics Corp.	31,248,768	69,259,616
Nan Ya Plastics Corp.	36,828,860	71,050,245
Taiwan Fertilizer Co. Ltd.	5,580,000	17,070,613
TSRC Corp.	3,348,000	4,886,027
		<u>216,466,170</u>
COMPUTERS – 13.25%		
Acer Inc.	20,109,841	47,145,192
Advantech Co. Ltd.	2,232,883	5,060,477
Chicony Electronics Co. Ltd.	3,523,515	6,324,596
Chimei Innolux Corp.	36,829,008	38,054,572
Clevo Co.	3,553,300	7,376,364
CMC Magnetics Corp. ^a	20,088,400	4,916,434
Compal Electronics Inc.	32,364,554	36,270,447
Foxconn Technology Co. Ltd.	5,102,742	14,622,954
HTC Corp.	5,872,080	107,235,025
Inotera Memories Inc. ^a	13,968,024	6,736,779
Inventec Co. Ltd.	14,508,752	7,133,447
Lite-On Technology Corp.	15,706,178	18,091,964
MiTAC International Corp.	8,928,585	3,316,793
Qisda Corp. ^a	12,276,211	6,936,362
Quanta Computer Inc.	18,972,240	28,783,507
Wistron Corp.	14,508,443	22,690,672
		<u>360,695,585</u>
DIVERSIFIED FINANCIAL SERVICES – 4.01%		
Capital Securities Corp.	8,928,199	3,901,941
Fubon Financial Holding Co. Ltd.	40,176,979	46,844,296
KGI Securities Co. Ltd.	21,204,000	8,836,655
Polaris Securities Co. Ltd.	15,624,991	6,950,619
SinoPac Financial Holdings Co. Ltd.	43,524,193	15,285,234
Yuanta Financial Holding Co. Ltd.	47,988,076	27,264,250
		<u>109,082,995</u>
ELECTRICAL COMPONENTS & EQUIPMENT – 2.97%		
Delta Electronics Inc.	13,392,180	50,794,464
Pacific Electric Wire & Cable Co. Ltd. ^b	197	–

Schedule of Investments (Continued)

iSHARES® MSCI TAIWAN INDEX FUND

August 31, 2010

<i>Security</i>	<i>Shares</i>	<i>Value</i>
Simplo Technology Co. Ltd.	1,383,930	\$ 6,761,099
Tatung Co. Ltd. ^a	37,944,120	6,348,894
Walsin Lihwa Corp. ^a	20,088,069	9,468,997
Young Fast Optoelectronics Co. Ltd.	700,000	<u>7,385,903</u>
		80,759,357
ELECTRONICS – 17.09%		
ASUSTeK Computer Inc.	4,839,670	32,255,402
AU Optronics Corp.	59,148,830	51,054,041
Cheng Uei Precision Industry Co. Ltd.	2,256,239	3,648,411
Chunghwa Picture Tubes Ltd. ^a	34,826,621	5,381,525
Coretronic Corp.	4,464,000	5,978,198
HannStar Display Corp. ^a	36,828,675	6,748,590
Hon Hai Precision Industry Co. Ltd.	68,760,926	242,554,306
Kinsus Interconnect Technology Corp.	2,232,043	4,459,348
Micro-Star International Co. Ltd.	6,696,855	3,282,157
Nan Ya Printed Circuit Board Corp.	1,144,453	3,679,798
Pegatron Corp. ^a	13,008,037	16,283,395
Phison Electronics Corp.	1,350,698	5,418,140
Pixart Imaging Inc.	1,116,682	5,176,602
Prime View International Co. Ltd. ^a	5,580,000	8,265,312
Synnex Technology International Corp.	9,847,538	20,227,508
Tripod Technology Corp.	3,348,488	11,498,211
Unimicron Technology Corp.	10,044,794	15,897,829
Wintek Corp. ^a	8,928,000	11,092,414
WPG Holdings Co. Ltd.	6,626,243	12,286,909
Ya Hsin Industrial Co. Ltd. ^b	6,845,461	<u>21</u>
		465,188,117
ENERGY – ALTERNATE SOURCES – 0.32%		
Motech Industries Inc.	2,255,803	<u>8,767,169</u>
		8,767,169
FOOD – 1.25%		
Uni-President Enterprises Co.	29,481,823	<u>34,098,194</u>
		34,098,194

<i>Security</i>	<i>Shares</i>	<i>Value</i>
HOME FURNISHINGS – 0.24%		
Teco Electric and Machinery Co. Ltd.	13,392,092	<u>\$ 6,459,007</u>
		6,459,007
INSURANCE – 3.55%		
Cathay Financial Holding Co. Ltd.	52,745,960	75,906,498
China Life Insurance Co. Ltd.	9,008,152	7,311,355
Shin Kong Financial Holding Co. Ltd. ^a	40,176,343	<u>13,356,997</u>
		96,574,850
INTERNET – 0.10%		
Chinese Gamer International Corp.	356,000	<u>2,822,751</u>
		2,822,751
INVESTMENT COMPANIES – 0.73%		
China Development Financial Holding Corp.	72,168,820	<u>19,757,775</u>
		19,757,775
IRON & STEEL – 3.16%		
China Steel Corp.	80,352,467	76,002,989
Feng Hsin Iron & Steel Co. Ltd.	3,348,050	5,142,163
Tung Ho Steel Enterprise Corp.	5,580,882	<u>4,825,823</u>
		85,970,975
LEISURE TIME – 0.30%		
Giant Manufacturing Co. Ltd.	2,232,800	<u>8,085,309</u>
		8,085,309
MANUFACTURING – 0.74%		
Largan Precision Co. Ltd.	1,116,794	<u>20,150,682</u>
		20,150,682
METAL FABRICATE & HARDWARE – 0.27%		
Catcher Technology Co. Ltd.	3,348,743	<u>7,401,230</u>
		7,401,230
OIL & GAS – 0.74%		
Formosa Petrochemical Corp.	8,928,950	<u>20,040,941</u>
		20,040,941

Schedule of Investments (Continued)

iSHARES® MSCI TAIWAN INDEX FUND

August 31, 2010

<i>Security</i>	<i>Shares</i>	<i>Value</i>
REAL ESTATE – 0.38%		
Farglory Land Development Co. Ltd.	2,232,000	\$ 4,821,577
Ruentex Development Co. Ltd.	3,393,000	5,465,406
		<u>10,286,983</u>
RETAIL – 0.86%		
Far Eastern Department Stores Co. Ltd.	6,871,203	6,799,561
President Chain Store Corp.	4,464,215	16,514,000
		<u>23,313,561</u>
SEMICONDUCTORS – 23.41%		
Advanced Semiconductor Engineering Inc.	38,057,755	26,196,338
Epistar Corp.	4,464,047	11,510,591
Everlight Electronics Co. Ltd.	2,232,784	5,736,346
Macronix International Co. Ltd.	25,668,527	13,661,996
MediaTek Inc.	7,360,632	100,297,055
Nanya Technology Corp. ^a	9,400,587	5,370,255
Novatek Microelectronics Corp. Ltd.	3,348,544	7,986,163
Powerchip Technology Corp. ^{a,b}	70,183,901	10,516,411
Powertech Technology Inc.	4,464,760	13,240,688
Realtek Semiconductor Corp.	3,382,621	6,684,145
Richtek Technology Corp.	1,175,416	7,999,023
Siliconware Precision Industries Co. Ltd.	23,436,214	21,106,786
Taiwan Semiconductor Manufacturing Co. Ltd.	194,184,882	357,042,191
Transcend Information Inc.	1,116,905	2,876,464
United Microelectronics Corp.	97,092,501	39,401,964
Vanguard International Semiconductor Corp.	5,580,416	2,229,797
Winbond Electronics Corp. ^a	21,204,000	5,341,708
		<u>637,197,921</u>
TELECOMMUNICATIONS – 4.55%		
Chunghwa Telecom Co. Ltd.	37,944,560	77,585,337
Compal Communications Inc.	2,232,810	1,746,016
Far EasTone Telecommunications Co. Ltd.	12,276,259	15,903,875
Taiwan Mobile Co. Ltd.	14,508,677	28,533,641
		<u>123,768,869</u>

<i>Security</i>	<i>Shares</i>	<i>Value</i>
TEXTILES – 1.16%		
Far Eastern New Century Corp.	22,776,201	\$ 26,591,431
Formosa Taffeta Co. Ltd.	6,696,515	5,006,603
		<u>31,598,034</u>
TRANSPORTATION – 0.98%		
Evergreen International Storage & Transport Corp.	3,348,000	2,581,495
Evergreen Marine Corp. Ltd. ^a	10,044,467	6,663,074
U-Ming Marine Transport Corp.	3,348,800	6,470,960
Wan Hai Lines Ltd. ^a	7,812,433	4,999,528
Yang Ming Marine Transport Corp.	10,044,305	5,957,476
		<u>26,672,533</u>
TOTAL COMMON STOCKS		
(Cost: \$2,017,848,733)		2,688,145,124
SHORT-TERM INVESTMENTS – 0.57%		
MONEY MARKET FUNDS – 0.57%		
BlackRock Cash Funds: Treasury, SL Agency Shares 0.13% ^{c,d}	15,647,864	15,647,864
		<u>15,647,864</u>
TOTAL SHORT-TERM INVESTMENTS		
(Cost: \$15,647,864)		<u>15,647,864</u>
TOTAL INVESTMENTS		
IN SECURITIES – 99.35%		
(Cost: \$2,033,496,597)		2,703,792,988
Other Assets, Less Liabilities – 0.65%		
		<u>17,645,545</u>
NET ASSETS – 100.00%		
		<u>\$2,721,438,533</u>

^a Non-income earning security.

^b Security valued using Level 3 inputs in accordance with management's fair valuation policy. See Note 1.

^c Affiliated issuer. See Note 2.

^d The rate quoted is the annualized seven-day yield of the fund at period end.

See notes to financial statements.

Schedule of Investments

iSHARES® MSCI THAILAND INVESTABLE MARKET INDEX FUND

August 31, 2010

<i>Security</i>	<i>Shares</i>	<i>Value</i>
COMMON STOCKS – 99.45%		
AGRICULTURE – 2.94%		
Charoen Pokphand Foods PCL NVDR	18,791,000	\$ 15,311,408 15,311,408
BANKS – 30.21%		
Bangkok Bank PCL Foreign	869,400	4,250,462
Bangkok Bank PCL NVDR	10,243,800	48,281,211
Bank of Ayudhya PCL NVDR	14,118,300	9,834,764
Kasikornbank PCL Foreign	529,200	1,927,746
Kasikornbank PCL NVDR	12,814,200	44,426,928
Kiatnakin Bank PCL NVDR	1,833,300	1,903,890
Krung Thai Bank PCL NVDR	22,850,100	10,514,186
Siam Commercial Bank PCL NVDR	11,850,300	36,067,777 157,206,964
BUILDING MATERIALS – 4.98%		
Dynasty Ceramic PCL NVDR	1,323,000	1,860,106
Siam Cement PCL NVDR	2,400,300	22,702,949
TPI Polene PCL NVDR	3,345,300	1,368,265 25,931,320
CHEMICALS – 4.88%		
IRPC PCL NVDR	81,062,100	10,412,834
PTT Chemical PCL NVDR	2,948,400	9,986,592
Siam Gas and Petrochemicals PCL NVDR	2,740,500	1,296,035
Sri Trang Agro-Industry PCL NVDR	3,591,000	2,432,631
Thai Plastic & Chemical PCL NVDR	2,154,600	1,253,035 25,381,127
COAL – 4.43%		
Banpu PCL NVDR	1,178,000	23,036,779 23,036,779
COMMERCIAL SERVICES – 0.36%		
Bangkok Expressway PCL NVDR	3,099,600	1,871,943 1,871,943
COMPUTERS – 0.32%		
Cal-Comp Electronics (Thailand) PCL NVDR	13,853,700	1,655,627 1,655,627

<i>Security</i>	<i>Shares</i>	<i>Value</i>
DIVERSIFIED FINANCIAL SERVICES – 2.09%		
Kim Eng Securities (Thailand) PCL NVDR	2,343,600	\$ 1,078,378
Phatra Securities PCL NVDR	926,100	799,000
Thanachart Capital PCL NVDR	5,443,200	6,000,652
TISCO Financial Group PCL NVDR	2,721,600	3,000,326 10,878,356
ELECTRIC – 1.69%		
Electricity Generating PCL NVDR	1,058,400	3,170,634
Glow Energy PCL NVDR	3,990,000	5,609,842 8,780,476
ELECTRONICS – 1.37%		
Delta Electronics (Thailand) PCL NVDR	3,515,400	3,229,517
Hana Microelectronics PCL NVDR	4,649,400	3,899,880 7,129,397
ENGINEERING & CONSTRUCTION – 0.65%		
CH. Karnchang PCL NVDR	2,135,700	576,663
Italian-Thai Development PCL NVDR ^a	10,848,600	1,185,563
Sino-Thai Engineering & Construction PCL NVDR	4,195,800	1,608,870 3,371,096
ENTERTAINMENT – 0.29%		
Major Cineplex Group PCL NVDR	3,439,800	1,494,848 1,494,848
FOOD – 2.14%		
GFPT PCL NVDR	5,871,000	1,650,896
Khon Kaen Sugar Industry PCL NVDR	4,120,200	1,553,550
Thai Union Frozen Products PCL NVDR	3,078,000	6,171,737
Thai Vegetable Oil PCL NVDR	2,249,180	1,775,196 11,151,379
HEALTH CARE – SERVICES – 0.97%		
Bangkok Chain Hospital PCL NVDR	4,195,800	659,637

Schedule of Investments (Continued)

iSHARES® MSCI THAILAND INVESTABLE MARKET INDEX FUND

August 31, 2010

<i>Security</i>	<i>Shares</i>	<i>Value</i>	<i>Security</i>	<i>Shares</i>	<i>Value</i>
Bangkok Dusit Medical Services PCL NVDR	2,060,100	\$ 2,172,337	Rojana Industrial Park PCL NVDR	2,362,500	\$ 951,190
Bumrungrad Hospital PCL NVDR	2,154,600	<u>2,203,138</u>	Sansiri PCL NVDR	3,534,300	643,729
		5,035,112	Supalai PCL NVDR	6,596,100	2,487,106
HOME BUILDERS – 0.17%			Ticon Industrial Connection PCL NVDR	2,249,183	<u>898,380</u>
Asian Property Development PCL NVDR	4,158,000	<u>876,907</u>			21,286,929
		876,907	RETAIL – 6.72%		
IRON & STEEL – 1.34%			CP All PCL NVDR	13,965,000	17,737,937
G J Steel PCL NVDR ^a	155,244,600	1,190,565	Home Product Center PCL NVDR	11,132,100	3,770,579
G Steel PCL NVDR ^a	34,927,200	636,156	PTT Aromatics & Refining PCL NVDR	9,166,500	6,854,006
Sahaviriya Steel Industries PCL NVDR ^a	53,732,700	3,227,911	Robinson Department Store PCL NVDR	3,534,300	2,529,743
Tata Steel (Thailand) PCL NVDR ^a	15,176,700	897,169	Siam Makro PCL NVDR	963,900	<u>4,096,459</u>
Thainox Stainless PCL NVDR ^a	20,317,500	<u>993,314</u>			34,988,724
		6,945,115	TELECOMMUNICATIONS – 5.03%		
LODGING – 0.81%			Advanced Information Service PCL NVDR	7,049,700	20,780,790
Central Plaza Hotel PCL NVDR	3,477,600	633,402	Samart Corp. PCL NVDR	869,400	212,523
Minor International PCL NVDR	9,412,200	<u>3,579,012</u>	Thaicom PCL NVDR ^a	2,570,400	661,183
		4,212,414	True Corp. PCL NVDR ^a	21,300,300	<u>4,492,155</u>
MEDIA – 1.53%					26,146,651
BEC World PCL NVDR	7,238,700	7,343,944	TRANSPORTATION – 0.85%		
MCOT PCL NVDR	756,000	<u>640,166</u>	Bangkok Metro PCL NVDR ^a	20,166,300	534,847
		7,984,110	Precious Shipping PCL NVDR	2,948,400	1,705,258
OIL & GAS – 21.24%			Regional Container Lines PCL NVDR ^a	1,039,500	508,207
Bangchak Petroleum PCL NVDR	2,589,300	1,241,077	Thoresen Thai Agencies PCL NVDR	2,192,430	<u>1,695,376</u>
Esso (Thailand) PCL NVDR	8,448,300	1,754,719			4,443,688
PTT Exploration & Production PCL NVDR	9,147,600	41,945,378	WATER – 0.35%		
PTT PCL NVDR	6,652,800	56,334,621	Thai Tap Water Supply PCL NVDR	10,829,700	<u>1,816,774</u>
Thai Oil PCL NVDR	6,577,200	<u>9,247,381</u>			1,816,774
		110,523,176	TOTAL COMMON STOCKS		
REAL ESTATE – 4.09%			(Cost: \$454,698,564)		517,460,320
Amata Corp. PCL NVDR	3,194,100	1,449,312			
Bangkok Land PCL NVDR ^a	50,784,300	1,590,306			
Central Pattana PCL NVDR	4,365,900	4,185,237			
Hemaraj Land and Development PCL NVDR	34,983,900	2,258,108			
LPN Development PCL NVDR	4,139,100	1,276,316			
Pruksa Real Estate PCL NVDR	4,800,600	3,681,559			
Quality Houses PCL NVDR	24,532,200	1,865,686			

Schedule of Investments (Continued)

iSHARES® MSCI THAILAND INVESTABLE MARKET INDEX FUND

August 31, 2010

<u>Security</u>	<u>Shares</u>	<u>Value</u>
RIGHTS – 0.00%		
IRON & STEEL – 0.00%		
G J Steel PCL Series		
W2 Warrants ^{a,b}	12,827,908	\$ <u>41</u>
		<u>41</u>
TOTAL RIGHTS		41
(Cost: \$0)		41
WARRANTS – 0.02%		
FOOD – 0.01%		
Khon Kaen Sugar Industry PCL		
Series W1 (Expires 3/15/13) ^a	222,000	<u>26,105</u>
		26,105
LODGING – 0.01%		
Minor International PCL		
Series W4 (Expires 5/18/13) ^a	625,140	<u>49,939</u>
		49,939
REAL ESTATE – 0.00%		
Bangkok Land PCL Series W2		
(Expires 5/2/13) ^a	1,083,411	7,616
Ticon Industrial Connection PCL		
Series W3 (Expires 1/31/14) ^a	79,167	<u>1,822</u>
		<u>9,438</u>
TOTAL WARRANTS		85,482
(Cost: \$0)		85,482
SHORT-TERM INVESTMENTS – 0.08%		
MONEY MARKET FUNDS – 0.08%		
BlackRock Cash Funds: Treasury, SL Agency Shares		
0.13% ^{c,d}	414,009	<u>414,009</u>
		<u>414,009</u>
TOTAL SHORT-TERM INVESTMENTS		414,009
(Cost: \$414,009)		<u>414,009</u>
TOTAL INVESTMENTS		
IN SECURITIES – 99.55%		
(Cost: \$455,112,573)		517,959,852
Other Assets, Less Liabilities – 0.45%		<u>2,343,953</u>
NET ASSETS – 100.00%		<u>\$520,303,805</u>

NVDR – Non-Voting Depositary Receipts

^a Non-income earning security.

^b Security valued using Level 3 inputs in accordance with management's fair valuation policy. See Note 1.

^c Affiliated issuer. See Note 2.

^d The rate quoted is the annualized seven-day yield of the fund at period end.

See notes to financial statements.

Statements of Assets and Liabilities

iSHARES®, INC.

August 31, 2010

	iShares MSCI Australia Index Fund	iShares MSCI Hong Kong Index Fund	iShares MSCI Japan Small Cap Index Fund	iShares MSCI Malaysia Index Fund
ASSETS				
Investments, at cost:				
Unaffiliated issuers	\$2,375,791,874	\$2,214,702,721	\$39,920,860	\$439,490,666
Affiliated issuers (Note 2)	10,365,856	67,821,574	514,850	437,397
Total cost of investments	<u>\$2,386,157,730</u>	<u>\$2,282,524,295</u>	<u>\$40,435,710</u>	<u>\$439,928,063</u>
Investments in securities, at fair value (including securities on loan ^a) (Note 1):				
Unaffiliated issuers	\$2,174,908,579	\$1,967,455,809	\$36,551,728	\$792,290,563
Affiliated issuers (Note 2)	10,365,856	67,821,574	514,850	437,397
Total fair value of investments	2,185,274,435	2,035,277,383	37,066,578	792,727,960
Foreign currencies, at value ^b	3,015,548	980,416	31,097	2,402,208
Receivables:				
Investment securities sold	28,126,780	5,549,098	218,730	3,772,004
Dividends and interest	18,901,598	5,782,708	67,031	303,780
Capital shares sold	–	80,256	–	14,479,297
Total Assets	<u>2,235,318,361</u>	<u>2,047,669,861</u>	<u>37,383,436</u>	<u>813,685,249</u>
LIABILITIES				
Payables:				
Investment securities purchased	27,548,457	3,826,661	195,312	19,212,258
Collateral for securities on loan (Note 5)	9,933,962	66,678,345	507,011	–
Investment advisory fees (Note 2)	1,018,798	848,031	16,800	330,801
Total Liabilities	<u>38,501,217</u>	<u>71,353,037</u>	<u>719,123</u>	<u>19,543,059</u>
NET ASSETS	<u>\$2,196,817,144</u>	<u>\$1,976,316,824</u>	<u>\$36,664,313</u>	<u>\$794,142,190</u>
Net assets consist of:				
Paid-in capital	\$2,535,929,467	\$2,438,819,813	\$40,989,726	\$524,806,205
Undistributed (distributions in excess of) net investment income	14,570,669	2,742,569	(75,394)	2,529,953
Accumulated net realized loss	(152,688,211)	(217,996,694)	(884,612)	(86,000,350)
Net unrealized appreciation (depreciation) on investments and translation of assets and liabilities in foreign currencies	(200,994,781)	(247,248,864)	(3,365,407)	352,806,382
NET ASSETS	<u>\$2,196,817,144</u>	<u>\$1,976,316,824</u>	<u>\$36,664,313</u>	<u>\$794,142,190</u>
Shares outstanding ^c	<u>105,000,000</u>	<u>123,375,000</u>	<u>900,000</u>	<u>61,200,000</u>
Net asset value per share	<u>\$ 20.92</u>	<u>\$ 16.02</u>	<u>\$ 40.74</u>	<u>\$ 12.98</u>

^a Securities on loan with values of \$9,432,798, \$63,426,723, \$482,708 and \$ –, respectively. See Note 5.

^b Cost of foreign currencies: \$3,063,129, \$980,810, \$30,166 and \$2,395,091, respectively.

^c \$0.001 par value, number of shares authorized: 627.8 million, 250 million, 500 million and 300 million, respectively.

See notes to financial statements.

Statements of Assets and Liabilities (Continued)

iSHARES®, INC.

August 31, 2010

	iShares MSCI Pacific ex-Japan Index Fund	iShares MSCI Singapore Index Fund	iShares MSCI South Korea Index Fund	iShares MSCI Taiwan Index Fund
ASSETS				
Investments, at cost:				
Unaffiliated issuers	\$3,068,279,054	\$1,596,447,705	\$2,049,718,646	\$2,017,848,733
Affiliated issuers (Note 2)	52,471,856	86,276,463	376,423,632	15,647,864
Total cost of investments	<u>\$3,120,750,910</u>	<u>\$1,682,724,168</u>	<u>\$2,426,142,278</u>	<u>\$2,033,496,597</u>
Investments in securities, at fair value (including securities on loan ^a) (Note 1):				
Unaffiliated issuers	\$3,409,241,007	\$1,715,847,705	\$3,247,449,623	\$2,688,145,124
Affiliated issuers (Note 2)	52,471,856	86,276,463	376,423,632	15,647,864
Total fair value of investments	3,461,712,863	1,802,124,168	3,623,873,255	2,703,792,988
Foreign currencies, at value ^b	7,208,247	7,355,773	–	2,982,674
Receivables:				
Investment securities sold	38,437,250	29,459,289	–	37,974,832
Dividends and interest	23,158,771	5,804,401	3,805,832	22,802,867
Capital shares sold	–	33,533	–	–
Total Assets	<u>3,530,517,131</u>	<u>1,844,777,164</u>	<u>3,627,679,087</u>	<u>2,767,553,361</u>
LIABILITIES				
Payables:				
Investment securities purchased	38,466,224	28,087,282	–	2,545,150
Collateral for securities on loan (Note 5)	52,174,516	85,913,042	370,776,902	–
Capital shares redeemed	225,619	–	–	39,434,980
Foreign taxes (Note 1)	–	–	–	2,620,907
Investment advisory fees (Note 2)	1,502,102	776,057	1,734,566	1,513,791
Total Liabilities	<u>92,368,461</u>	<u>114,776,381</u>	<u>372,511,468</u>	<u>46,114,828</u>
NET ASSETS	<u>\$3,438,148,670</u>	<u>\$1,730,000,783</u>	<u>\$3,255,167,619</u>	<u>\$2,721,438,533</u>
Net assets consist of:				
Paid-in capital	\$3,459,742,720	\$1,831,386,456	\$3,163,770,052	\$3,060,566,156
Undistributed (distributions in excess of) net investment income	10,259,102	8,927,555	(5,138,651)	59,235,519
Accumulated net realized loss	(372,668,749)	(229,728,152)	(1,101,247,876)	(1,068,563,232)
Net unrealized appreciation on investments and translation of assets and liabilities in foreign currencies	340,815,597	119,414,924	1,197,784,094	670,200,090
NET ASSETS	<u>\$3,438,148,670</u>	<u>\$1,730,000,783</u>	<u>\$3,255,167,619</u>	<u>\$2,721,438,533</u>
Shares outstanding ^c	<u>87,600,000</u>	<u>142,100,000</u>	<u>68,150,000</u>	<u>223,200,000</u>
Net asset value per share	<u>\$ 39.25</u>	<u>\$ 12.17</u>	<u>\$ 47.76</u>	<u>\$ 12.19</u>

^a Securities on loan with values of \$49,548,691, \$80,869,229, \$351,136,593 and \$ –, respectively. See Note 5.

^b Cost of foreign currencies: \$7,290,982, \$7,357,367, \$ – and \$2,985,330, respectively.

^c \$0.001 par value, number of shares authorized: 1 billion, 300 million, 200 million and 900 million, respectively.

See notes to financial statements.

Statements of Assets and Liabilities (Continued)

iSHARES®, INC.

August 31, 2010

iShares MSCI
Thailand
Investable Market
Index Fund

ASSETS

Investments, at cost:	
Unaffiliated issuers	\$454,698,564
Affiliated issuers (Note 2)	414,009
Total cost of investments	<u>\$455,112,573</u>
Investments in securities, at fair value (Note 1):	
Unaffiliated issuers	\$517,545,843
Affiliated issuers (Note 2)	414,009
Total fair value of investments	517,959,852
Foreign currency, at value ^a	127,662
Cash	254,466
Receivables:	
Investment securities sold	2,543,591
Dividends and interest	1,991,680
Capital shares sold	2,863,961
Total Assets	<u>525,741,212</u>

LIABILITIES

Payables:	
Investment securities purchased	4,943,035
Capital shares redeemed	272,734
Investment advisory fees (Note 2)	221,638
Total Liabilities	<u>5,437,407</u>
NET ASSETS	<u>\$520,303,805</u>

Net assets consist of:

Paid-in capital	\$461,532,422
Undistributed net investment income	1,923,968
Accumulated net realized loss	(6,019,210)
Net unrealized appreciation on investments and translation of assets and liabilities in foreign currencies	62,866,625
NET ASSETS	<u>\$520,303,805</u>
Shares outstanding ^b	<u>9,450,000</u>
Net asset value per share	<u>\$ 55.06</u>

^a Cost of foreign currency: \$127,703.

^b \$0.001 par value, number of shares authorized: 200 million.

See notes to financial statements.

Statements of Operations

iSHARES®, INC.

Year ended August 31, 2010

	iShares MSCI Australia Index Fund	iShares MSCI Hong Kong Index Fund	iShares MSCI Japan Small Cap Index Fund	iShares MSCI Malaysia Index Fund
NET INVESTMENT INCOME				
Dividends from unaffiliated issuers ^a	\$ 87,043,035	\$ 58,593,633	\$ 642,270	\$ 15,837,082
Interest from affiliated issuers (Note 2)	1,339	1,064	17	227
Securities lending income from affiliated issuers (Note 2)	68,287	186,018	20,226	–
Total investment income	<u>87,112,661</u>	<u>58,780,715</u>	<u>662,513</u>	<u>15,837,309</u>
EXPENSES				
Investment advisory fees (Note 2)	<u>12,339,948</u>	<u>9,797,546</u>	<u>177,474</u>	<u>3,134,564</u>
Total expenses	<u>12,339,948</u>	<u>9,797,546</u>	<u>177,474</u>	<u>3,134,564</u>
Net investment income	<u>74,772,713</u>	<u>48,983,169</u>	<u>485,039</u>	<u>12,702,745</u>
NET REALIZED AND UNREALIZED GAIN (LOSS)				
Net realized gain (loss) from:				
Investments in unaffiliated issuers	(63,947,206)	(45,127,224)	(246,150)	8,951,299
In-kind redemptions	208,901,342	100,048,033	954,731	–
Foreign currency transactions	<u>1,615,830</u>	<u>(42,616)</u>	<u>22,585</u>	<u>222,437</u>
Net realized gain	<u>146,569,966</u>	<u>54,878,193</u>	<u>731,166</u>	<u>9,173,736</u>
Net change in unrealized appreciation (depreciation) on:				
Investments	(209,593,141)	112,825,990	(3,560,884)	157,412,064
Translation of assets and liabilities in foreign currencies	<u>(281,599)</u>	<u>(2,158)</u>	<u>1,658</u>	<u>1,292</u>
Net change in unrealized appreciation (depreciation)	<u>(209,874,740)</u>	<u>112,823,832</u>	<u>(3,559,226)</u>	<u>157,413,356</u>
Net realized and unrealized gain (loss)	<u>(63,304,774)</u>	<u>167,702,025</u>	<u>(2,828,060)</u>	<u>166,587,092</u>
NET INCREASE (DECREASE) IN NET ASSETS RESULTING FROM OPERATIONS	<u>\$ 11,467,939</u>	<u>\$ 216,685,194</u>	<u>\$(2,343,021)</u>	<u>\$ 179,289,837</u>

^a Net of foreign withholding tax of \$1,081,457, \$ –, \$48,018 and \$ –, respectively.

See notes to financial statements.

Statements of Operations (Continued)

iSHARES®, INC.

Year ended August 31, 2010

	iShares MSCI Pacific ex-Japan Index Fund	iShares MSCI Singapore Index Fund	iShares MSCI South Korea Index Fund	iShares MSCI Taiwan Index Fund
NET INVESTMENT INCOME				
Dividends from unaffiliated issuers ^a	\$ 134,606,028	\$ 47,106,309	\$ 36,571,470	\$ 84,129,567
Interest from unaffiliated issuers	–	–	4,633	114
Interest from affiliated issuers (Note 2)	1,699	851	4,244	4,873
Securities lending income from affiliated issuers (Note 2)	862,954	2,234,202	3,036,862	–
Total investment income	<u>135,470,681</u>	<u>49,341,362</u>	<u>39,617,209</u>	<u>84,134,554</u>
EXPENSES				
Investment advisory fees (Note 2)	18,876,847	7,922,869	18,891,270	19,597,924
Foreign taxes (Note 1)	–	–	1,185	3,345,796
Total expenses	<u>18,876,847</u>	<u>7,922,869</u>	<u>18,892,455</u>	<u>22,943,720</u>
Net investment income	<u>116,593,834</u>	<u>41,418,493</u>	<u>20,724,754</u>	<u>61,190,834</u>
NET REALIZED AND UNREALIZED GAIN (LOSS)				
Net realized gain (loss) from:				
Investments in unaffiliated issuers	(70,765,402)	(34,503,372)	(74,994,575)	(21,494,061)
In-kind redemptions	226,260,088	44,292,299	–	–
Foreign currency transactions	2,478,913	266,559	1,086,012	211,728
Net realized gain (loss)	<u>157,973,599</u>	<u>10,055,486</u>	<u>(73,908,563)</u>	<u>(21,282,333)</u>
Net change in unrealized appreciation (depreciation) on:				
Investments	45,302,895	241,956,116	389,194,420	349,155,063
Translation of assets and liabilities in foreign currencies	(429,971)	(18,831)	53,253	(42,413)
Net change in unrealized appreciation (depreciation)	<u>44,872,924</u>	<u>241,937,285</u>	<u>389,247,673</u>	<u>349,112,650</u>
Net realized and unrealized gain	<u>202,846,523</u>	<u>251,992,771</u>	<u>315,339,110</u>	<u>327,830,317</u>
NET INCREASE IN NET ASSETS RESULTING FROM OPERATIONS	<u>\$319,440,357</u>	<u>\$293,411,264</u>	<u>\$336,063,864</u>	<u>\$389,021,151</u>

^a Net of foreign withholding tax of \$1,441,692, \$287,570, \$6,746,541 and \$20,945,383, respectively.

See notes to financial statements.

Statements of Operations (Continued)

iSHARES[®], INC.

Year ended August 31, 2010

iShares MSCI
Thailand
Investable Market
Index Fund

NET INVESTMENT INCOME

Dividends from unaffiliated issuers ^a	\$ 9,619,494
Interest from affiliated issuers (Note 2)	<u>382</u>
Total investment income	<u>9,619,876</u>

EXPENSES

Investment advisory fees (Note 2)	1,524,281
Foreign taxes (Note 1)	<u>25,260</u>
Total expenses	<u>1,549,541</u>
Net investment income	<u>8,070,335</u>

NET REALIZED AND UNREALIZED GAIN (LOSS)

Net realized gain (loss) from:	
Investments in unaffiliated issuers	(4,827,344)
In-kind redemptions	28,566,667
Foreign currency transactions	<u>(3,710)</u>
Net realized gain	<u>23,735,613</u>
Net change in unrealized appreciation (depreciation) on:	
Investments	63,087,900
Translation of assets and liabilities in foreign currencies	<u>18,958</u>
Net change in unrealized appreciation (depreciation)	<u>63,106,858</u>
Net realized and unrealized gain	<u>86,842,471</u>
NET INCREASE IN NET ASSETS RESULTING FROM OPERATIONS	<u>\$94,912,806</u>

^a Net of foreign withholding tax of \$1,040,405.

See notes to financial statements.

Statements of Changes in Net Assets

iSHARES®, INC.

	<i>iShares MSCI Australia Index Fund</i>		<i>iShares MSCI Hong Kong Index Fund</i>	
	Year ended August 31, 2010	Year ended August 31, 2009	Year ended August 31, 2010	Year ended August 31, 2009
INCREASE (DECREASE) IN NET ASSETS				
OPERATIONS:				
Net investment income	\$ 74,772,713	\$ 38,798,339	\$ 48,983,169	\$ 60,124,298
Net realized gain (loss)	146,569,966	(202,818,285)	54,878,193	(134,562,987)
Net change in unrealized appreciation (depreciation)	<u>(209,874,740)</u>	<u>205,661,326</u>	<u>112,823,832</u>	<u>(10,347,626)</u>
Net increase (decrease) in net assets resulting from operations	<u>11,467,939</u>	<u>41,641,380</u>	<u>216,685,194</u>	<u>(84,786,315)</u>
DISTRIBUTIONS TO SHAREHOLDERS:				
From net investment income	<u>(86,675,542)</u>	<u>(36,574,071)</u>	<u>(51,090,437)</u>	<u>(63,227,759)</u>
Total distributions to shareholders	<u>(86,675,542)</u>	<u>(36,574,071)</u>	<u>(51,090,437)</u>	<u>(63,227,759)</u>
CAPITAL SHARE TRANSACTIONS:				
Proceeds from shares sold	1,343,260,266	845,682,054	906,802,573	788,711,422
Cost of shares redeemed	<u>(664,911,916)</u>	<u>(316,165,212)</u>	<u>(1,047,857,371)</u>	<u>(364,104,881)</u>
Net increase (decrease) in net assets from capital share transactions	<u>678,348,350</u>	<u>529,516,842</u>	<u>(141,054,798)</u>	<u>424,606,541</u>
INCREASE IN NET ASSETS	603,140,747	534,584,151	24,539,959	276,592,467
NET ASSETS				
Beginning of year	<u>1,593,676,397</u>	<u>1,059,092,246</u>	<u>1,951,776,865</u>	<u>1,675,184,398</u>
End of year	<u>\$2,196,817,144</u>	<u>\$1,593,676,397</u>	<u>\$ 1,976,316,824</u>	<u>\$1,951,776,865</u>
Undistributed net investment income included in net assets at end of year	<u>\$ 14,570,669</u>	<u>\$ 12,740,394</u>	<u>\$ 2,742,569</u>	<u>\$ 4,275,742</u>
SHARES ISSUED AND REDEEMED				
Shares sold	58,000,000	53,800,000	56,325,000	61,575,000
Shares redeemed	<u>(31,400,000)</u>	<u>(19,600,000)</u>	<u>(68,625,000)</u>	<u>(31,425,000)</u>
Net increase (decrease) in shares outstanding	<u>26,600,000</u>	<u>34,200,000</u>	<u>(12,300,000)</u>	<u>30,150,000</u>

See notes to financial statements.

Statements of Changes in Net Assets (Continued)

iSHARES®, INC.

	<i>iShares MSCI Japan Small Cap Index Fund</i>		<i>iShares MSCI Malaysia Index Fund</i>	
	Year ended August 31, 2010	Year ended August 31, 2009	Year ended August 31, 2010	Year ended August 31, 2009
INCREASE (DECREASE) IN NET ASSETS				
OPERATIONS:				
Net investment income	\$ 485,039	\$ 433,446	\$ 12,702,745	\$ 12,513,392
Net realized gain (loss)	731,166	(1,735,854)	9,173,736	(15,953,708)
Net change in unrealized appreciation (depreciation)	<u>(3,559,226)</u>	<u>2,190,301</u>	<u>157,413,356</u>	<u>36,885,986</u>
Net increase (decrease) in net assets resulting from operations	<u>(2,343,021)</u>	<u>887,893</u>	<u>179,289,837</u>	<u>33,445,670</u>
DISTRIBUTIONS TO SHAREHOLDERS:				
From net investment income	<u>(721,861)</u>	<u>(458,327)</u>	<u>(12,611,955)</u>	<u>(12,659,798)</u>
Total distributions to shareholders	<u>(721,861)</u>	<u>(458,327)</u>	<u>(12,611,955)</u>	<u>(12,659,798)</u>
CAPITAL SHARE TRANSACTIONS:				
Proceeds from shares sold	8,487,461	14,997,836	215,972,540	162,777,082
Cost of shares redeemed	<u>(4,314,452)</u>	<u>(14,465,148)</u>	<u>(101,507,881)</u>	<u>(143,654,071)</u>
Net increase in net assets from capital share transactions	<u>4,173,009</u>	<u>532,688</u>	<u>114,464,659</u>	<u>19,123,011</u>
INCREASE IN NET ASSETS	1,108,127	962,254	281,142,541	39,908,883
NET ASSETS				
Beginning of year	<u>35,556,186</u>	<u>34,593,932</u>	<u>512,999,649</u>	<u>473,090,766</u>
End of year	<u>\$36,664,313</u>	<u>\$ 35,556,186</u>	<u>\$ 794,142,190</u>	<u>\$ 512,999,649</u>
Undistributed (distributions in excess of) net investment income included in net assets at end of year	<u>\$ (75,394)</u>	<u>\$ 73,258</u>	<u>\$ 2,529,953</u>	<u>\$ 1,906,004</u>
SHARES ISSUED AND REDEEMED				
Shares sold	200,000	400,000	18,150,000	19,725,000
Shares redeemed	<u>(100,000)</u>	<u>(400,000)</u>	<u>(9,375,000)</u>	<u>(17,700,000)</u>
Net increase in shares outstanding	<u>100,000</u>	<u>-</u>	<u>8,775,000</u>	<u>2,025,000</u>

See notes to financial statements.

Statements of Changes in Net Assets (Continued)

iSHARES®, INC.

	<i>iShares MSCI Pacific ex-Japan Index Fund</i>		<i>iShares MSCI Singapore Index Fund</i>	
	Year ended August 31, 2010	Year ended August 31, 2009	Year ended August 31, 2010	Year ended August 31, 2009
INCREASE (DECREASE) IN NET ASSETS				
OPERATIONS:				
Net investment income	\$ 116,593,834	\$ 110,427,766	\$ 41,418,493	\$ 36,445,821
Net realized gain (loss)	157,973,599	(219,258,973)	10,055,486	(278,459,331)
Net change in unrealized appreciation (depreciation)	44,872,924	(61,255,012)	241,937,285	61,395,602
Net increase (decrease) in net assets resulting from operations	319,440,357	(170,086,219)	293,411,264	(180,617,908)
DISTRIBUTIONS TO SHAREHOLDERS:				
From net investment income	(128,810,457)	(89,338,841)	(48,264,119)	(40,706,510)
Total distributions to shareholders	(128,810,457)	(89,338,841)	(48,264,119)	(40,706,510)
CAPITAL SHARE TRANSACTIONS:				
Proceeds from shares sold	357,007,662	606,264,055	360,350,218	368,595,441
Cost of shares redeemed	(492,042,511)	(228,256,529)	(169,535,152)	(330,200,942)
Net increase (decrease) in net assets from capital share transactions	(135,034,849)	378,007,526	190,815,066	38,394,499
INCREASE (DECREASE) IN NET ASSETS	55,595,051	118,582,466	435,962,211	(182,929,919)
NET ASSETS				
Beginning of year	3,382,553,619	3,263,971,153	1,294,038,572	1,476,968,491
End of year	\$3,438,148,670	\$3,382,553,619	\$1,730,000,783	\$1,294,038,572
Undistributed net investment income included in net assets at end of year	\$ 10,259,102	\$ 12,221,049	\$ 8,927,555	\$ 14,645,717
SHARES ISSUED AND REDEEMED				
Shares sold	8,700,000	20,400,000	30,800,000	41,900,000
Shares redeemed	(12,900,000)	(7,500,000)	(15,000,000)	(44,700,000)
Net increase (decrease) in shares outstanding	(4,200,000)	12,900,000	15,800,000	(2,800,000)

See notes to financial statements.

Statements of Changes in Net Assets (Continued)

iSHARES®, INC.

	<i>iShares MSCI South Korea Index Fund</i>		<i>iShares MSCI Taiwan Index Fund</i>	
	Year ended August 31, 2010	Year ended August 31, 2009	Year ended August 31, 2010	Year ended August 31, 2009
INCREASE (DECREASE) IN NET ASSETS				
OPERATIONS:				
Net investment income	\$ 20,724,754	\$ 14,014,065	\$ 61,190,834	\$ 62,277,852
Net realized loss	(73,908,563)	(687,272,279)	(21,282,333)	(681,314,758)
Net change in unrealized appreciation (depreciation)	<u>389,247,673</u>	<u>558,333,098</u>	<u>349,112,650</u>	<u>179,235,336</u>
Net increase (decrease) in net assets resulting from operations	<u>336,063,864</u>	<u>(114,925,116)</u>	<u>389,021,151</u>	<u>(439,801,570)</u>
DISTRIBUTIONS TO SHAREHOLDERS:				
From net investment income	<u>(25,921,316)</u>	<u>(19,134,761)</u>	<u>(57,723,897)</u>	<u>(105,890,576)</u>
Total distributions to shareholders	<u>(25,921,316)</u>	<u>(19,134,761)</u>	<u>(57,723,897)</u>	<u>(105,890,576)</u>
CAPITAL SHARE TRANSACTIONS:				
Proceeds from shares sold	828,063,901	1,407,195,537	147,898,696	1,421,796,026
Cost of shares redeemed	<u>(281,588,841)</u>	<u>(860,348,791)</u>	<u>(793,088,733)</u>	<u>(758,780,360)</u>
Net increase (decrease) in net assets from capital share transactions	<u>546,475,060</u>	<u>546,846,746</u>	<u>(645,190,037)</u>	<u>663,015,666</u>
INCREASE (DECREASE) IN NET ASSETS	856,617,608	412,786,869	(313,892,783)	117,323,520
NET ASSETS				
Beginning of year	<u>2,398,550,011</u>	<u>1,985,763,142</u>	<u>3,035,331,316</u>	<u>2,918,007,796</u>
End of year	<u>\$3,255,167,619</u>	<u>\$2,398,550,011</u>	<u>\$2,721,438,533</u>	<u>\$3,035,331,316</u>
Undistributed (distributions in excess of) net investment income included in net assets at end of year	<u>\$ (5,138,651)</u>	<u>\$ (1,028,101)</u>	<u>\$ 59,235,519</u>	<u>\$ 55,542,497</u>
SHARES ISSUED AND REDEEMED				
Shares sold	17,150,000	43,400,000	12,000,000	140,800,000
Shares redeemed	<u>(6,100,000)</u>	<u>(31,900,000)</u>	<u>(66,200,000)</u>	<u>(85,600,000)</u>
Net increase (decrease) in shares outstanding	<u>11,050,000</u>	<u>11,500,000</u>	<u>(54,200,000)</u>	<u>55,200,000</u>

See notes to financial statements.

Statements of Changes in Net Assets (Continued)

iSHARES®, INC.

*iShares MSCI
Thailand
Investable Market
Index Fund*

	Year ended August 31, 2010	Year ended August 31, 2009
INCREASE (DECREASE) IN NET ASSETS		
OPERATIONS:		
Net investment income	\$ 8,070,335	\$ 1,585,596
Net realized gain (loss)	23,735,613	(18,721,813)
Net change in unrealized appreciation (depreciation)	<u>63,106,858</u>	<u>20,815,615</u>
Net increase in net assets resulting from operations	<u>94,912,806</u>	<u>3,679,398</u>
DISTRIBUTIONS TO SHAREHOLDERS:		
From net investment income	<u>(6,685,017)</u>	<u>(1,466,522)</u>
Total distributions to shareholders	<u>(6,685,017)</u>	<u>(1,466,522)</u>
CAPITAL SHARE TRANSACTIONS:		
Proceeds from shares sold	553,374,038	57,023,862
Cost of shares redeemed	<u>(215,318,898)</u>	<u>(23,464,139)</u>
Net increase in net assets from capital share transactions	<u>338,055,140</u>	<u>33,559,723</u>
INCREASE IN NET ASSETS	426,282,929	35,772,599
NET ASSETS		
Beginning of year	<u>94,020,876</u>	<u>58,248,277</u>
End of year	<u>\$ 520,303,805</u>	<u>\$ 94,020,876</u>
Undistributed net investment income included in net assets at end of year	<u>\$ 1,923,968</u>	<u>\$ 542,360</u>
SHARES ISSUED AND REDEEMED		
Shares sold	11,950,000	1,900,000
Shares redeemed	<u>(5,050,000)</u>	<u>(850,000)</u>
Net increase in shares outstanding	<u>6,900,000</u>	<u>1,050,000</u>

See notes to financial statements.

Financial Highlights

iSHARES®, INC.

(For a share outstanding throughout each period)

iShares MSCI Australia Index Fund

	Year ended Aug. 31, 2010	Year ended Aug. 31, 2009	Year ended Aug. 31, 2008	Year ended Aug. 31, 2007	Year ended Aug. 31, 2006
Net asset value, beginning of year	\$ 20.33	\$ 23.96	\$ 27.62	\$ 21.59	\$ 18.28
Income from investment operations:					
Net investment income ^a	0.72	0.78	0.96	0.89	0.75
Net realized and unrealized gain (loss) ^b	0.69	(3.47)	(3.34)	6.24	3.23
Total from investment operations	1.41	(2.69)	(2.38)	7.13	3.98
Less distributions from:					
Net investment income	(0.82)	(0.94)	(1.28)	(1.10)	(0.67)
Total distributions	(0.82)	(0.94)	(1.28)	(1.10)	(0.67)
Net asset value, end of year	\$ 20.92	\$ 20.33	\$ 23.96	\$ 27.62	\$ 21.59
Total return	6.86%	(8.91)%	(9.25)%	33.97%	22.35%
Ratios/Supplemental data:					
Net assets, end of year (000s)	\$2,196,817	\$1,593,676	\$1,059,092	\$1,464,112	\$686,407
Ratio of expenses to average net assets	0.53%	0.55%	0.52%	0.51%	0.54%
Ratio of net investment income to average net assets	3.24%	4.92%	3.38%	3.46%	3.75%
Portfolio turnover rate ^c	8%	14%	10%	10%	7%

^a Based on average shares outstanding throughout each period.

^b The amounts reported for a share outstanding may not accord with the change in aggregate gains and losses in securities for the fiscal period due to the timing of capital share transactions in relation to the fluctuating market values of the Fund's underlying securities.

^c Portfolio turnover rates exclude portfolio securities received or delivered as a result of processing capital share transactions in Creation Units.

See notes to financial statements.

Financial Highlights (Continued)

iSHARES®, INC.

(For a share outstanding throughout each period)

iShares MSCI Hong Kong Index Fund

	Year ended Aug. 31, 2010	Year ended Aug. 31, 2009	Year ended Aug. 31, 2008	Year ended Aug. 31, 2007	Year ended Aug. 31, 2006
Net asset value, beginning of year	\$ 14.39	\$ 15.87	\$ 18.30	\$ 14.20	\$ 13.01
Income from investment operations:					
Net investment income ^a	0.42	0.52	0.45	0.47	0.38
Net realized and unrealized gain (loss) ^b	1.69	(1.46)	(2.25)	3.94	1.17
Total from investment operations	2.11	(0.94)	(1.80)	4.41	1.55
Less distributions from:					
Net investment income	(0.48)	(0.54)	(0.63)	(0.31)	(0.36)
Total distributions	(0.48)	(0.54)	(0.63)	(0.31)	(0.36)
Net asset value, end of year	\$ 16.02	\$ 14.39	\$ 15.87	\$ 18.30	\$ 14.20
Total return	14.85%	(4.77)%	(10.54)%	31.44%	12.20%
Ratios/Supplemental data:					
Net assets, end of year (000s)	\$1,976,317	\$1,951,777	\$1,675,184	\$1,445,309	\$882,712
Ratio of expenses to average net assets	0.53%	0.55%	0.52%	0.52%	0.54%
Ratio of net investment income to average net assets	2.67%	4.29%	2.34%	2.92%	2.87%
Portfolio turnover rate ^c	5%	9%	17%	9%	10%

^a Based on average shares outstanding throughout each period.

^b The amounts reported for a share outstanding may not accord with the change in aggregate gains and losses in securities for the fiscal period due to the timing of capital share transactions in relation to the fluctuating market values of the Fund's underlying securities.

^c Portfolio turnover rates exclude portfolio securities received or delivered as a result of processing capital share transactions in Creation Units.

See notes to financial statements.

Financial Highlights (Continued)

*i*SHARES®, INC.

(For a share outstanding throughout each period)

*i*Shares MSCI Japan Small Cap Index Fund

	Year ended Aug. 31, 2010	Year ended Aug. 31, 2009	Period from Dec. 20, 2007 ^a to Aug. 31, 2008
Net asset value, beginning of period	<u>\$ 44.45</u>	<u>\$ 43.24</u>	<u>\$ 48.85</u>
Income from investment operations:			
Net investment income ^b	0.61	0.60	0.29
Net realized and unrealized gain (loss) ^c	<u>(3.39)</u>	<u>1.29</u>	<u>(5.74)</u>
Total from investment operations	<u>(2.78)</u>	<u>1.89</u>	<u>(5.45)</u>
Less distributions from:			
Net investment income	<u>(0.93)</u>	<u>(0.68)</u>	<u>(0.16)</u>
Total distributions	<u>(0.93)</u>	<u>(0.68)</u>	<u>(0.16)</u>
Net asset value, end of period	<u>\$ 40.74</u>	<u>\$ 44.45</u>	<u>\$ 43.24</u>
Total return	<u>(6.25)%</u>	<u>4.62%</u>	<u>(11.19)%^d</u>
Ratios/Supplemental data:			
Net assets, end of period (000s)	\$36,664	\$35,556	\$34,594
Ratio of expenses to average net assets ^e	0.53%	0.56%	0.53%
Ratio of net investment income to average net assets ^e	1.46%	1.59%	0.93%
Portfolio turnover rate ^f	7%	7%	7%

^a Commencement of operations.

^b Based on average shares outstanding throughout each period.

^c The amounts reported for a share outstanding may not accord with the change in aggregate gains and losses in securities for the fiscal period due to the timing of capital share transactions in relation to the fluctuating market values of the Fund's underlying securities.

^d Not annualized.

^e Annualized for periods of less than one year.

^f Portfolio turnover rates exclude portfolio securities received or delivered as a result of processing capital share transactions in Creation Units.

See notes to financial statements.

Financial Highlights (Continued)

iSHARES®, INC.

(For a share outstanding throughout each period)

iShares MSCI Malaysia Index Fund

	Year ended Aug. 31, 2010	Year ended Aug. 31, 2009	Year ended Aug. 31, 2008	Year ended Aug. 31, 2007	Year ended Aug. 31, 2006
Net asset value, beginning of year	\$ 9.79	\$ 9.39	\$ 10.97	\$ 7.75	\$ 7.19
Income from investment operations:					
Net investment income ^a	0.24	0.28	0.34	0.34	0.26
Net realized and unrealized gain (loss) ^b	3.20	0.40	(1.31)	3.08	0.59
Total from investment operations	3.44	0.68	(0.97)	3.42	0.85
Less distributions from:					
Net investment income	(0.25)	(0.28)	(0.61)	(0.20)	(0.29)
Total distributions	(0.25)	(0.28)	(0.61)	(0.20)	(0.29)
Net asset value, end of year	\$ 12.98	\$ 9.79	\$ 9.39	\$ 10.97	\$ 7.75
Total return	35.76%	8.00%	(9.86)%	44.64%	12.35%
Ratios/Supplemental data:					
Net assets, end of year (000s)	\$794,142	\$513,000	\$473,091	\$741,440	\$374,334
Ratio of expenses to average net assets	0.53%	0.56%	0.52%	0.51%	0.54%
Ratio of net investment income to average net assets	2.17%	3.45%	2.84%	3.21%	3.46%
Portfolio turnover rate ^c	29%	52%	92%	87%	60%

^a Based on average shares outstanding throughout each period.

^b The amounts reported for a share outstanding may not accord with the change in aggregate gains and losses in securities for the fiscal period due to the timing of capital share transactions in relation to the fluctuating market values of the Fund's underlying securities.

^c Portfolio turnover rates include portfolio transactions that are executed as a result of the Fund processing capital share transactions in Creation Units solely for cash in U.S. dollars. Excluding such transactions, the portfolio turnover rate for the years ended August 31, 2010, August 31, 2009, August 31, 2008, August 31, 2007 and August 31, 2006 would have been 10%, 12%, 16%, 3% and 9%, respectively. See Note 4.

See notes to financial statements.

Financial Highlights (Continued)

iSHARES®, INC.

(For a share outstanding throughout each period)

iShares MSCI Pacific ex-Japan Index Fund

	Year ended Aug. 31, 2010	Year ended Aug. 31, 2009	Year ended Aug. 31, 2008 ^a	Year ended Aug. 31, 2007 ^a	Year ended Aug. 31, 2006 ^a
Net asset value, beginning of year	\$ 36.85	\$ 41.37	\$ 48.31	\$ 37.34	\$ 32.52
Income from investment operations:					
Net investment income ^b	1.25	1.38	1.64	1.52	1.28
Net realized and unrealized gain (loss) ^c	2.52	(4.79)	(6.01)	11.18	4.77
Total from investment operations	3.77	(3.41)	(4.37)	12.70	6.05
Less distributions from:					
Net investment income	(1.37)	(1.11)	(2.51)	(1.73)	(1.23)
Net realized gain	—	—	(0.06)	—	—
Total distributions	(1.37)	(1.11)	(2.57)	(1.73)	(1.23)
Net asset value, end of year	\$ 39.25	\$ 36.85	\$ 41.37	\$ 48.31	\$ 37.34
Total return	10.27%	(7.23)%	(9.87)%	34.86%	19.17%
Ratios/Supplemental data:					
Net assets, end of year (000s)	\$3,438,149	\$3,382,554	\$3,263,971	\$3,536,295	\$2,094,931
Ratio of expenses to average net assets	0.50%	0.50%	0.50%	0.50%	0.50%
Ratio of net investment income to average net assets	3.09%	4.83%	3.35%	3.43%	3.67%
Portfolio turnover rate ^d	7%	10%	14%	11%	8%

^a Per share amounts were adjusted to reflect a three-for-one stock split effective July 24, 2008.

^b Based on average shares outstanding throughout each period.

^c The amounts reported for a share outstanding may not accord with the change in aggregate gains and losses in securities for the fiscal period due to the timing of capital share transactions in relation to the fluctuating market values of the Fund's underlying securities.

^d Portfolio turnover rates exclude portfolio securities received or delivered as a result of processing capital share transactions in Creation Units.

See notes to financial statements.

Financial Highlights (Continued)

iSHARES®, INC.

(For a share outstanding throughout each period)

iShares MSCI Singapore Index Fund

	Year ended Aug. 31, 2010	Year ended Aug. 31, 2009	Year ended Aug. 31, 2008	Year ended Aug. 31, 2007	Year ended Aug. 31, 2006
Net asset value, beginning of year	\$ 10.25	\$ 11.44	\$ 13.28	\$ 9.11	\$ 7.77
Income from investment operations:					
Net investment income ^a	0.32	0.32	0.47	0.47	0.40
Net realized and unrealized gain (loss) ^b	1.97	(1.16)	(1.67)	4.01	1.23
Total from investment operations	2.29	(0.84)	(1.20)	4.48	1.63
Less distributions from:					
Net investment income	(0.37)	(0.35)	(0.64)	(0.31)	(0.29)
Total distributions	(0.37)	(0.35)	(0.64)	(0.31)	(0.29)
Net asset value, end of year	\$ 12.17	\$ 10.25	\$ 11.44	\$ 13.28	\$ 9.11
Total return	22.68%	(5.87)%	(9.55)%	49.92%	21.61%
Ratios/Supplemental data:					
Net assets, end of year (000s)	\$1,730,001	\$1,294,039	\$1,476,968	\$1,669,210	\$574,620
Ratio of expenses to average net assets	0.53%	0.55%	0.52%	0.51%	0.54%
Ratio of net investment income to average net assets	2.80%	3.97%	3.56%	3.80%	4.74%
Portfolio turnover rate ^c	9%	15%	16%	8%	6%

^a Based on average shares outstanding throughout each period.

^b The amounts reported for a share outstanding may not accord with the change in aggregate gains and losses in securities for the fiscal period due to the timing of capital share transactions in relation to the fluctuating market values of the Fund's underlying securities.

^c Portfolio turnover rates exclude portfolio securities received or delivered as a result of processing capital share transactions in Creation Units.

See notes to financial statements.

Financial Highlights (Continued)

iSHARES®, INC.

(For a share outstanding throughout each period)

	<i>iShares MSCI South Korea Index Fund</i>				
	Year ended Aug. 31, 2010	Year ended Aug. 31, 2009	Year ended Aug. 31, 2008	Year ended Aug. 31, 2007	Year ended Aug. 31, 2006
Net asset value, beginning of year	\$ 42.01	\$ 43.55	\$ 63.60	\$ 46.00	\$ 34.75
Income from investment operations:					
Net investment income ^a	0.32	0.30	0.80	0.51	0.31
Net realized and unrealized gain (loss) ^b	5.82	(1.45)	(19.87)	17.42	11.20
Total from investment operations	6.14	(1.15)	(19.07)	17.93	11.51
Less distributions from:					
Net investment income	(0.39)	(0.39)	(0.98)	(0.33)	(0.26)
Total distributions	(0.39)	(0.39)	(0.98)	(0.33)	(0.26)
Net asset value, end of year	<u>\$ 47.76</u>	<u>\$ 42.01</u>	<u>\$ 43.55</u>	<u>\$ 63.60</u>	<u>\$ 46.00</u>
Total return	<u>14.65%</u>	<u>(2.31)%</u>	<u>(30.35)%</u>	<u>39.18%</u>	<u>33.16%</u>
Ratios/Supplemental data:					
Net assets, end of year (000s)	\$3,255,168	\$2,398,550	\$1,985,763	\$2,429,453	\$1,621,334
Ratio of expenses to average net assets	0.61%	0.65%	0.63%	0.68%	0.70%
Ratio of expenses to average net assets exclusive of foreign taxes	0.61%	0.65%	0.63%	0.68%	0.70%
Ratio of net investment income to average net assets	0.67%	0.91%	1.35%	0.96%	0.71%
Portfolio turnover rate ^c	14%	62%	42%	20%	47%

^a Based on average shares outstanding throughout each period.

^b The amounts reported for a share outstanding may not accord with the change in aggregate gains and losses in securities for the fiscal period due to the timing of capital share transactions in relation to the fluctuating market values of the Fund's underlying securities.

^c Portfolio turnover rates include portfolio transactions that are executed as a result of the Fund processing capital share transactions in Creation Units solely for cash in U.S. dollars. Excluding such transactions, the portfolio turnover rate for the years ended August 31, 2010, August 31, 2009, August 31, 2008, August 31, 2007 and August 31, 2006 would have been 6%, 8%, 15%, 6% and 14%, respectively. See Note 4.

See notes to financial statements.

Financial Highlights (Continued)

iSHARES®, INC.

(For a share outstanding throughout each period)

iShares MSCI Taiwan Index Fund

	Year ended Aug. 31, 2010	Year ended Aug. 31, 2009	Year ended Aug. 31, 2008	Year ended Aug. 31, 2007	Year ended Aug. 31, 2006
Net asset value, beginning of year	\$ 10.94	\$ 13.13	\$ 15.99	\$ 12.57	\$ 11.57
Income from investment operations:					
Net investment income ^a	0.23	0.30	0.54	0.38	0.34
Net realized and unrealized gain (loss) ^b	1.23	(1.89)	(3.01)	3.34	0.80
Total from investment operations	1.46	(1.59)	(2.47)	3.72	1.14
Less distributions from:					
Net investment income	(0.21)	(0.60)	(0.39)	(0.30)	(0.14)
Total distributions	(0.21)	(0.60)	(0.39)	(0.30)	(0.14)
Net asset value, end of year	\$ 12.19	\$ 10.94	\$ 13.13	\$ 15.99	\$ 12.57
Total return	13.30%	(9.67)%	(15.69)%	29.91%	9.84%
Ratios/Supplemental data:					
Net assets, end of year (000s)	\$2,721,439	\$3,035,331	\$2,918,008	\$2,769,764	\$1,893,751
Ratio of expenses to average net assets	0.71%	0.82%	0.73%	0.77%	0.85%
Ratio of expenses to average net assets exclusive of foreign taxes	0.61%	0.65%	0.63%	0.68%	0.70%
Ratio of net investment income to average net assets	1.90%	3.18%	3.54%	2.61%	2.74%
Portfolio turnover rate ^c	9%	52%	33%	35%	29%

^a Based on average shares outstanding throughout each period.

^b The amounts reported for a share outstanding may not accord with the change in aggregate gains and losses in securities for the fiscal period due to the timing of capital share transactions in relation to the fluctuating market values of the Fund's underlying securities.

^c Portfolio turnover rates include portfolio transactions that are executed as a result of the Fund processing capital share transactions in Creation Units solely for cash in U.S. dollars. Excluding such transactions, the portfolio turnover rate for the years ended August 31, 2010, August 31, 2009, August 31, 2008, August 31, 2007 and August 31, 2006 would have been 4%, 14%, 11%, 12% and 10%, respectively. See Note 4.

See notes to financial statements.

Financial Highlights (Continued)

iSHARES®, INC.

(For a share outstanding throughout each period)

iShares MSCI Thailand Investable Market Index Fund

	Year ended Aug. 31, 2010	Year ended Aug. 31, 2009	Period from Mar. 26, 2008 ^a to Aug. 31, 2008
Net asset value, beginning of period	<u>\$ 36.87</u>	<u>\$ 38.83</u>	<u>\$ 50.03</u>
Income from investment operations:			
Net investment income ^b	1.44	1.17	0.32
Net realized and unrealized gain (loss) ^c	<u>17.95</u>	<u>(1.88)</u>	<u>(11.52)</u>
Total from investment operations	<u>19.39</u>	<u>(0.71)</u>	<u>(11.20)</u>
Less distributions from:			
Net investment income	<u>(1.20)</u>	<u>(1.25)</u>	<u>—</u>
Total distributions	<u>(1.20)</u>	<u>(1.25)</u>	<u>—</u>
Net asset value, end of period	<u>\$ 55.06</u>	<u>\$ 36.87</u>	<u>\$ 38.83</u>
Total return	<u>53.19%</u>	<u>(0.33)%</u>	<u>(22.39)%^d</u>
Ratios/Supplemental data:			
Net assets, end of period (000s)	\$520,304	\$94,021	\$58,248
Ratio of expenses to average net assets ^e	0.62%	0.65%	0.63%
Ratio of expenses to average net assets exclusive of foreign taxes	0.61%	n/a	n/a
Ratio of net investment income to average net assets ^e	3.22%	4.00%	1.68%
Portfolio turnover rate ^f	14%	15%	19%

^a Commencement of operations.

^b Based on average shares outstanding throughout each period.

^c The amounts reported for a share outstanding may not accord with the change in aggregate gains and losses in securities for the fiscal period due to the timing of capital share transactions in relation to the fluctuating market values of the Fund's underlying securities.

^d Not annualized.

^e Annualized for periods of less than one year.

^f Portfolio turnover rates exclude portfolio securities received or delivered as a result of processing capital share transactions in Creation Units.

See notes to financial statements.

Notes to Financial Statements

iSHARES®, *INC.*

iShares, Inc. (the “Company”) is registered under the Investment Company Act of 1940, as amended (the “1940 Act”), as an open-end management investment company. The Company was incorporated under the laws of the State of Maryland on September 1, 1994 pursuant to amended and restated Articles of Incorporation.

These financial statements relate only to the iShares MSCI Australia, iShares MSCI Hong Kong, iShares MSCI Japan Small Cap, iShares MSCI Malaysia, iShares MSCI Pacific ex-Japan, iShares MSCI Singapore, iShares MSCI South Korea, iShares MSCI Taiwan and iShares MSCI Thailand Investable Market Index Funds (each, a “Fund,” collectively, the “Funds”).

The investment objective of each Fund is to seek investment results that correspond generally to the price and yield performance, before fees and expenses, of publicly traded equity securities in a particular market, as measured by that market’s equity securities index compiled by MSCI Inc. The investment adviser uses a “passive” or index approach to achieve each Fund’s investment objective. Each of the Funds is classified as a non-diversified fund under the 1940 Act. Non-diversified funds generally hold securities of fewer issuers than diversified funds and may be more susceptible to the risks associated with these particular issuers, or to a single economic, political or regulatory occurrence affecting these issuers.

Each Fund invests in the securities of non-U.S. issuers that may trade in non-U.S. markets. This may involve certain considerations and risks not typically associated with securities of U.S. issuers. Such risks include, but are not limited to: generally less liquid and less efficient securities markets; generally greater price volatility; exchange rate fluctuations and exchange controls; imposition of restrictions on the expatriation of funds or other assets of the Fund; less publicly available information about issuers; the imposition of withholding or other taxes; higher transaction and custody costs; settlement delays and risk of loss attendant in settlement procedures; difficulties in enforcing contractual obligations; less regulation of securities markets; different accounting, disclosure and reporting requirements; more substantial governmental involvement in the economy; higher inflation rates; greater social, economic and political uncertainties; the risk of nationalization or expropriation of assets and the risk of war.

Pursuant to the Company’s organizational documents, the Funds’ officers and directors are indemnified against certain liabilities that may arise out of the performance of their duties to the Funds. Additionally, in the normal course of business, the Funds enter into contracts with service providers that contain general indemnification clauses. The Funds’ maximum exposure under these arrangements is unknown as this would involve future claims that may be made against the Funds that have not yet occurred.

1. SIGNIFICANT ACCOUNTING POLICIES

The following significant accounting policies are consistently followed by the Company in the preparation of its financial statements in conformity with accounting principles generally accepted in the United States of America (“U.S. GAAP”). The preparation of financial statements in conformity with U.S. GAAP requires management to make certain estimates and assumptions that affect the reported amounts of assets and liabilities and disclosures of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenue and expenses during the reporting period. Actual results could differ from those estimates.

SECURITY VALUATION

The securities and other assets of each Fund are valued pursuant to the pricing policy and procedures approved by the Board of Directors of the Company (the “Board”) using a fair value hierarchy that prioritizes the inputs to valuation techniques used to measure fair value into three broad levels. Inputs may be based on independent market data (“observable inputs”) or they may be internally developed (“unobservable inputs”). The hierarchy gives the highest priority to unadjusted quoted prices in active markets for identical assets or

Notes to Financial Statements (Continued)

iSHARES[®], *INC.*

liabilities (Level 1 measurements) and the lowest priority to unobservable inputs (Level 3 measurements). The three levels of the fair value hierarchy are as follows:

- Level 1 – Inputs that reflect unadjusted quoted prices in active markets for identical assets or liabilities that the Fund has the ability to access at the measurement date (a “Level 1 Price”);
- Level 2 – Inputs other than quoted prices included within Level 1 that are observable for the asset or liability either directly or indirectly, including quoted prices for similar assets or liabilities in active markets, quoted prices for identical or similar assets or liabilities in markets that are not considered to be active, inputs other than quoted prices that are observable for the asset or liability, and inputs that are derived principally from or corroborated by observable market data by correlation or other means (a “Level 2 Price”);
- Level 3 – Inputs that are unobservable for the asset or liability (a “Level 3 Price”).

The availability of observable inputs can vary from security to security and is affected by a wide variety of factors, including, for example, the type of security, whether the security is new and not yet established in the marketplace, the liquidity of markets, and other characteristics particular to the security. Inputs may include price information, volatility statistics, specific and broad credit data, liquidity statistics, and other factors. To the extent that valuation is based on models or inputs that are less observable or unobservable in the market, the determination of fair value requires more judgment. Accordingly, the degree of judgment exercised in determining fair value is greatest for instruments categorized in Level 3 of the fair value hierarchy.

The level of a value determined for a financial instrument within the fair value hierarchy is based on the lowest level of any input that is significant to the fair value measurement in its entirety. The categorization of a value determined for a financial instrument within the hierarchy is based upon the pricing transparency of the instrument and does not necessarily correspond to the Funds’ perceived risk of that instrument.

Investments whose values are based on quoted market prices in active markets, and whose values are therefore classified as Level 1 Prices, include active listed equities. The Funds do not adjust the quoted price for such instruments, even in situations where the Funds hold a large position and a sale could reasonably impact the quoted price.

Investments that trade in markets that are not considered to be active, but whose values are based on inputs such as quoted market prices, dealer quotations or valuations provided by alternative pricing sources supported by observable inputs are classified within Level 2. These generally include U.S. government and sovereign obligations, most government agency securities, investment-grade corporate bonds, certain mortgage products, less liquid listed equities, and state, municipal and provincial obligations. 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 whose values are classified as Level 3 Prices have significant unobservable inputs, as they may trade infrequently or not at all. Investments whose values are classified as Level 3 Prices may include unlisted securities related to corporate actions, securities whose trading have been suspended or which have been de-listed from their primary trading exchange, less liquid corporate debt securities (including distressed debt instruments), collateralized debt obligations, and less liquid mortgage securities (backed by either commercial or residential real estate). When observable prices are not available for these securities, the Funds use one or more valuation techniques (e.g., the market approach or the income approach) for which sufficient and reliable data is available. Within Level 3 of the fair value hierarchy, the use of the market approach generally consists of using comparable market transactions, while the use of the income approach generally consists of the net present value of estimated future cash flows, adjusted as appropriate for liquidity, credit, market and/or other risk factors.

Notes to Financial Statements (Continued)

iSHARES[®], *INC.*

The inputs used by the Funds in estimating the value of Level 3 Prices may include the original transaction price, recent transactions in the same or similar instruments, completed or pending third-party transactions in the underlying investment or comparable issuers, and changes in financial ratios or cash flows. Level 3 Prices may also be adjusted to reflect illiquidity and/or non-transferability, with the amount of such discount estimated by the Funds in the absence of market information. The fair value measurement of Level 3 Prices does not include transaction costs that may have been capitalized as part of the security's cost basis. Assumptions used by the Funds due to the lack of observable inputs may significantly impact the resulting fair value and therefore the Funds' results of operations.

Fair value pricing could result in a difference between the prices used to calculate a Fund's net asset value and the prices used by the Fund's underlying index, which in turn could result in a difference between the Fund's performance and the performance of the Fund's underlying index.

As of August 31, 2010, the value of each of the Funds' investments was classified as a Level 1 Price. The breakdown of each Fund's investments into major categories is disclosed in its respective Schedule of Investments.

SECURITY TRANSACTIONS AND INCOME RECOGNITION

Security transactions are accounted for on trade date. Dividend income is recognized on the ex-dividend date, net of any foreign taxes withheld at source, and interest income is accrued daily. Non-cash dividends received in the form of stock in an elective dividend, if any, are recorded as dividend income at fair value. Distributions received by the Funds may include a return of capital that is estimated by management. Such amounts are recorded as a reduction of the cost of investments or reclassified to capital gains. Realized gains and losses on investment transactions are determined using the specific identification method.

FOREIGN CURRENCY TRANSLATION

The accounting records of the Funds are maintained in U.S. dollars. Foreign currencies, as well as investment securities and other assets and liabilities denominated in foreign currencies are translated into U.S. dollars using exchange rates deemed appropriate by the investment adviser. Purchases and sales of securities, income receipts and expense payments are translated into U.S. dollars on the respective dates of such transactions.

Each Fund does not isolate the effect of fluctuations in foreign exchange rates from the effect of fluctuations in the market prices of securities. Such fluctuations are reflected by the Funds as a component of realized and unrealized gains and losses from investments for financial reporting purposes.

FOREIGN TAXES

The Funds may be subject to foreign taxes (a portion of which may be reclaimable) on income, corporate events, capital gains on investments or currency repatriation. All foreign taxes are recorded in accordance with the applicable foreign tax regulations and rates that exist in the foreign markets in which the Funds invest. These foreign taxes, if any, are paid by the Funds and are disclosed in their Statements of Operations. Foreign taxes payable as of August 31, 2010, if any, are reflected in the Funds' Statements of Assets and Liabilities.

DISTRIBUTIONS TO SHAREHOLDERS

Distributions to shareholders from net investment income, if any, are generally declared and paid at least semi-annually by each Fund. Distributions of net realized capital gains, if any, generally are declared and paid once a year. Distributions are determined on a tax basis

Notes to Financial Statements (Continued)

iSHARES®, INC.

and may differ from net investment income and net realized capital gains for financial reporting purposes. Dividends and distributions are paid in U.S. dollars and cannot be automatically reinvested in additional shares of the Funds.

As of August 31, 2010, the tax year-end of the Funds, the components of net distributable earnings (accumulated losses) on a tax basis were as follows:

<i>iShares MSCI Index Fund</i>	<i>Undistributed Ordinary Income</i>	<i>Unrealized Appreciation (Depreciation)</i>	<i>Capital and Other Losses</i>	<i>Net Distributable Earnings (Accumulated Losses)</i>
Australia	\$25,319,510	\$(299,826,190)	\$(64,605,643)	\$(339,112,323)
Hong Kong	4,146,433	(281,514,576)	(185,134,846)	(462,502,989)
Japan Small Cap	168,081	(3,656,318)	(837,176)	(4,325,413)
Malaysia	3,495,301	322,587,656	(56,746,972)	269,335,985
Pacific ex-Japan	37,494,655	146,436,531	(205,525,236)	(21,594,050)
Singapore	25,421,800	43,793,835	(170,601,308)	(101,385,673)
South Korea	5,810,988	611,226,778	(525,640,199)	91,397,567
Taiwan	60,772,523	465,069,349	(864,969,495)	(339,127,623)
Thailand Investable Market	1,923,968	60,940,362	(4,092,947)	58,771,383

For the years ended August 31, 2010 and August 31, 2009, the tax characterization of distributions paid for each Fund represents ordinary income. The total distributions and distributions per share are disclosed in the accompanying Statements of Changes in Net Assets and the Financial Highlights for all Funds.

FEDERAL INCOME TAXES

Each Fund is treated as a separate entity for federal income tax purposes. It is the policy of each Fund to qualify as a regulated investment company by complying with the provisions applicable to regulated investment companies, as defined under Subchapter M of the Internal Revenue Code of 1986, as amended, and to annually distribute substantially all of its ordinary income and any net capital gains (taking into account any capital loss carryforwards) sufficient to relieve it from all, or substantially all, federal income and excise taxes. Accordingly, no provision for federal income taxes was required for the year ended August 31, 2010.

From November 1, 2009 to August 31, 2010, certain Funds incurred net realized capital losses. As permitted by tax regulations, these Funds have elected to defer those losses and treat them as arising in the year ending August 31, 2011, as follows:

<i>iShares MSCI Index Fund</i>	<i>Deferred Net Realized Capital Losses</i>	<i>iShares MSCI Index Fund</i>	<i>Deferred Net Realized Capital Losses</i>
Australia	\$15,083,594	Singapore	\$10,449,774
Hong Kong	28,882,559	South Korea	63,431,643
Japan Small Cap	164,136	Taiwan	32,529,931
Pacific ex-Japan	34,517,905	Thailand Investable Market	1,216,075

Notes to Financial Statements (Continued)

iSHARES®, INC.

The Funds had tax basis net capital loss carryforwards as of August 31, 2010, the tax year-end of the Funds, as follows:

<i>iShares MSCI Index Fund</i>	<i>Expiring 2011</i>	<i>Expiring 2012</i>	<i>Expiring 2013</i>	<i>Expiring 2014</i>	<i>Expiring 2015</i>	<i>Expiring 2016</i>	<i>Expiring 2017</i>	<i>Expiring 2018</i>	<i>Total</i>
Australia	\$ 650,082	\$ 596,240	\$ 384,424	\$ -	\$ 7,066	\$ 529,868	\$ 24,006,125	\$ 23,348,244	\$ 49,522,049
Hong Kong	2,870,602	2,330,414	468,716	425,440	2,899,247	3,185,408	29,235,556	114,836,904	156,252,287
Japan Small Cap	-	-	-	-	-	-	131,718	541,322	673,040
Malaysia	2,898,105	775,477	6,820,474	1,543,708	3,357,786	1,127,892	40,223,530	-	56,746,972
Pacific ex-Japan	-	-	-	-	-	-	66,207,828	104,799,503	171,007,331
Singapore	4,428,316	4,256,421	2,558,348	-	-	807,115	15,680,510	132,420,824	160,151,534
South Korea	504,041	3,363,449	11,590,303	3,172,573	38,097,223	-	178,889,302	226,591,665	462,208,556
Taiwan	8,689,663	9,129,874	12,022,719	14,435,986	64,999,586	16,734,578	343,375,145	363,052,013	832,439,564
Thailand Investable Market	-	-	-	-	-	-	555,444	2,321,428	2,876,872

Net capital loss carryforwards may be applied against any net realized taxable gains in each succeeding year or until their respective expiration dates, whichever occurs first.

The Funds may own shares in certain foreign investment entities, referred to, under U.S. tax law, as “passive foreign investment companies.” The Funds may elect to mark-to-market annually the shares of each passive foreign investment company and would be required to distribute to shareholders any such marked-to-market gains.

Each Fund reclassifies at the end of its tax year certain amounts to paid-in-capital from accumulated net realized gain (loss) on investments and foreign currency transactions and accumulated net investment income (loss), respectively, as a result of permanent book and tax differences primarily attributed to net investment loss, return of capital, passive foreign investment companies, realized foreign currency gains and losses and gains and losses on in-kind redemptions. These reclassifications have no effect on net assets or net asset values per share.

As of August 31, 2010, gross unrealized appreciation and gross unrealized depreciation based on cost for federal income tax purposes were as follows:

<i>iShares MSCI Index Fund</i>	<i>Tax Cost</i>	<i>Gross Unrealized Appreciation</i>	<i>Gross Unrealized Depreciation</i>	<i>Net Unrealized Appreciation (Depreciation)</i>
Australia	\$2,484,989,139	\$ 36,666,279	\$(336,380,983)	\$(299,714,704)
Hong Kong	2,316,790,007	54,258,216	(335,770,840)	(281,512,624)
Japan Small Cap	40,726,621	2,195,849	(5,855,892)	(3,660,043)
Malaysia	470,146,789	354,321,402	(31,740,231)	322,581,171
Pacific ex-Japan	3,315,129,976	591,848,473	(445,265,586)	146,582,887
Singapore	1,758,345,257	142,870,284	(99,091,373)	43,778,911
South Korea	3,012,699,594	1,215,604,269	(604,430,608)	611,173,661
Taiwan	2,238,627,338	741,309,597	(276,143,947)	465,165,650
Thailand Investable Market	457,038,836	65,077,882	(4,156,866)	60,921,016

Notes to Financial Statements (Continued)

iSHARES®, INC.

Management has reviewed the tax positions as of August 31, 2010, inclusive of the open tax return years, and has determined that no provision for income tax is required in the Funds' financial statements.

2. INVESTMENT ADVISORY AGREEMENT AND OTHER TRANSACTIONS WITH AFFILIATES

On December 1, 2009, Barclays PLC ("Barclays") completed the sale of its interest in BlackRock Institutional Trust Company, N.A. ("BTC"), formerly known as Barclays Global Investors, N.A., and certain affiliated companies to BlackRock, Inc. ("BlackRock," and such sale, the "Transaction"). BTC is a wholly-owned subsidiary of BlackRock.

The PNC Financial Services Group, Inc. ("PNC"), Bank of America Corporation ("BAC") and Barclays are the largest stockholders of BlackRock. Due to the ownership structure, PNC is an affiliate for 1940 Act purposes, but BAC and Barclays are not.

Under the 1940 Act, upon completion of the Transaction on December 1, 2009, each Fund's investment advisory agreement with BlackRock Fund Advisors ("BFA"), formerly known as Barclays Global Fund Advisors, was automatically terminated. The Board and shareholders of the Funds approved a new investment advisory agreement with BFA. The investment advisory fee rates and expense arrangements for the Funds remained the same after the Transaction.

Pursuant to an Investment Advisory Agreement with the Company, BFA manages the investment of each Fund's assets. BFA is a California corporation indirectly owned by BlackRock. Under the Investment Advisory Agreement, BFA is responsible for all expenses ("Covered Expenses") of the Company, including the cost of transfer agency, custody, fund administration, legal, audit and other services, except interest, taxes, brokerage commissions and other expenses connected with the execution of portfolio transactions, distribution fees and extraordinary expenses.

For its investment advisory services to the iShares MSCI Australia, iShares MSCI Hong Kong, iShares MSCI Japan Small Cap, iShares MSCI Malaysia and iShares MSCI Singapore Index Funds, BFA is entitled to an annual investment advisory fee based on each Fund's allocable portion of the aggregate of the average daily net assets of these Funds and certain other iShares Funds as follows:

<i>Investment Advisory Fee</i>	<i>Aggregate Average Daily Net Assets</i>
0.59%	First \$7 billion
0.54	Over \$7 billion, up to and including \$11 billion
0.49	Over \$11 billion, up to and including \$24 billion
0.44	Over \$24 billion, up to and including \$48 billion
0.40	Over \$48 billion

For its investment advisory services to the iShares MSCI South Korea, iShares MSCI Taiwan and iShares MSCI Thailand Investable Market Index Funds, BFA is entitled to an annual investment advisory fee based on each Fund's allocable portion of the aggregate of the average daily net assets of these Funds and certain other iShares Funds as follows:

<i>Investment Advisory Fee</i>	<i>Aggregate Average Daily Net Assets</i>
0.74%	First \$2 billion
0.69	Over \$2 billion, up to and including \$4 billion
0.64	Over \$4 billion, up to and including \$8 billion
0.57	Over \$8 billion, up to and including \$16 billion
0.51	Over \$16 billion

Notes to Financial Statements (Continued)

iSHARES[®], *INC.*

For its investment advisory services to the iShares MSCI Pacific ex-Japan Index Fund, BFA is entitled to an annual investment advisory fee of 0.50% of the average daily net assets of the Fund.

The U.S. Securities and Exchange Commission has issued an exemptive order which permits BTC to serve as securities lending agent for the Funds, subject to applicable conditions. BTC is an affiliate of BFA, the Funds' investment adviser. As securities lending agent, BTC receives, as fees, a share of the income earned on investment of the cash collateral received for the loan of securities. For the year ended August 31, 2010, BTC earned securities lending agent fees from the Funds as follows:

<i>iShares MSCI Index Fund</i>	<i>Securities Lending Agent Fees</i>	<i>iShares MSCI Index Fund</i>	<i>Securities Lending Agent Fees</i>
Australia	\$ 43,688	Pacific ex-Japan	\$ 530,874
Hong Kong	108,597	Singapore	1,410,237
Japan Small Cap	12,063	South Korea	1,862,692

Cross trades for the year ended August 31, 2010, if any, were executed by the Funds pursuant to Rule 17a-7 under the 1940 Act. Cross trading is the buying or selling of portfolio securities between funds to which BFA (or an affiliate) serves as investment adviser. At its regularly scheduled quarterly meetings, the Board reviews such transactions as of the most recent calendar quarter for compliance with the requirements and restrictions set forth by Rule 17a-7.

Each Fund may invest its positive cash balances in certain money market funds managed by BFA or an affiliate. The income earned on these temporary cash investments is included in interest from affiliated issuers in the Statements of Operations.

Certain directors and officers of the Company are also officers of BTC and/or BFA.

3. INVESTMENT PORTFOLIO TRANSACTIONS

Purchases and sales of investments (excluding in-kind transactions and short-term investments) for the year ended August 31, 2010 were as follows:

<i>iShares MSCI Index Fund</i>	<i>Purchases</i>	<i>Sales</i>
Australia	\$170,237,500	\$181,146,267
Hong Kong	88,224,792	93,434,783
Japan Small Cap	2,433,082	2,666,541
Malaysia	281,232,807	166,935,647
Pacific ex-Japan	267,886,775	276,909,578
Singapore	136,738,275	145,835,053
South Korea	973,719,636	437,197,907
Taiwan	275,661,643	923,630,016
Thailand Investable Market	36,806,492	34,186,027

Notes to Financial Statements (Continued)

iSHARES®, INC.

In-kind transactions (see Note 4) for the year ended August 31, 2010 were as follows:

<i>iShares MSCI Index Fund</i>	<i>In-kind Purchases</i>	<i>In-kind Sales</i>
Australia	\$1,332,300,366	\$ 661,124,387
Hong Kong	895,051,030	1,035,180,363
Japan Small Cap	8,460,175	4,304,845
Pacific ex-Japan	353,206,584	488,060,372
Singapore	355,981,428	166,761,419
Thailand Investable Market	548,545,263	213,925,965

4. CAPITAL SHARE TRANSACTIONS

The Company issues and redeems capital shares of each Fund only in aggregations of a specified number of shares (each, a “Creation Unit”) at net asset value. Except when aggregated in Creation Units, shares of each Fund are not redeemable. Transactions in capital shares for each Fund are disclosed in detail in the Statements of Changes in Net Assets.

The consideration for the purchase of Creation Units of a Fund generally consists of the in-kind deposit of a designated portfolio of equity securities, which constitutes an optimized representation of the corresponding MSCI Index and an amount of cash (except for the iShares MSCI Malaysia, iShares MSCI South Korea and iShares MSCI Taiwan Index Funds which are offered in Creation Units solely for cash in U.S. dollars). Investors purchasing and redeeming Creation Units pay a purchase transaction fee and a redemption transaction fee directly to State Street Bank and Trust Company, the administrator, to offset transfer and other transaction costs associated with the issuance and redemption of Creation Units, including Creation Units for cash. Investors transacting in Creation Units for cash pay an additional variable charge to compensate the relevant Fund for certain transaction costs (i.e., stamp taxes, taxes on currency or other financial transactions, and brokerage costs) and market impact expenses relating to investing in portfolio securities.

5. LOANS OF PORTFOLIO SECURITIES

Each Fund may lend its investment securities to approved borrowers, such as brokers, dealers and other financial institutions. The borrower pledges and maintains with the Fund collateral consisting of cash, an irrevocable letter of credit issued by a bank, or securities issued or guaranteed by the U.S. government. The initial collateral received by each Fund is required to have a value of at least 102% of the current value of the loaned securities for securities traded on U.S. exchanges and a value of at least 105% for all other securities. The collateral is maintained thereafter, at a value equal to at least 100% of the current value of the securities on loan. The risks of securities lending include the risk that the borrower may not provide additional collateral when required or may not return the securities when due. Any securities lending cash collateral may be reinvested in certain short-term instruments either directly on behalf of a Fund or through one or more joint accounts or money market funds, including those managed by BFA or its affiliates; such reinvestments are subject to investment risk.

As of August 31, 2010, certain Funds had loaned securities which were collateralized by cash. The cash collateral received was invested in money market funds managed by BFA. The value of the securities on loan as of August 31, 2010 and the value of the related collateral are disclosed in the Statements of Assets and Liabilities. Securities lending income, as disclosed in the Funds’ Statements of Operations, represents the income earned from the investment of the cash collateral, plus any fees paid by borrowers and less the fees paid to BTC as securities lending agent which are subject to adjustments pursuant to the securities lending agreement.

Notes to Financial Statements (Continued)

iSHARES®, INC.

6. SUBSEQUENT EVENTS

Management has evaluated the impact of all subsequent events on the Funds through the date the financial statements were available to be issued and has determined that there were no subsequent events requiring adjustment or disclosure in the financial statements.

Report of Independent Registered Public Accounting Firm

To the Shareholders and Board of Directors of
iShares, Inc.:

In our opinion, the accompanying statements of assets and liabilities, including the schedules of investments, and the related statements of operations and of changes in net assets and the financial highlights present fairly, in all material respects, the financial position of the iShares MSCI Australia Index Fund, iShares MSCI Hong Kong Index Fund, iShares MSCI Japan Small Cap Index Fund, iShares MSCI Malaysia Index Fund, iShares MSCI Pacific ex-Japan Index Fund, iShares MSCI Singapore Index Fund, iShares MSCI South Korea Index Fund, iShares MSCI Taiwan Index Fund and iShares MSCI Thailand Investable Market Index Fund, each a portfolio of the iShares MSCI Series (the “Funds”), at August 31, 2010, the results of each of their operations, the changes in each of their net assets and their financial highlights for each of the periods presented, in conformity with accounting principles generally accepted in the United States of America. These financial statements and financial highlights (hereafter referred to as “financial statements”) are the responsibility of the Funds’ management; our responsibility is to express an opinion on these financial statements based on our audits. We conducted our audits of these financial statements in accordance with the standards of the Public Company Accounting Oversight Board (United States). Those standards require that we plan and perform the audits to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements, assessing the accounting principles used and significant estimates made by management, and evaluating the overall financial statement presentation. We believe that our audits, which included confirmation of securities at August 31, 2010 by correspondence with the custodian, transfer agent and brokers, provide a reasonable basis for our opinion.

PricewaterhouseCoopers LLP
San Francisco, California
October 22, 2010

Tax Information (Unaudited)

iSHARES[®], *INC.*

For the fiscal year ended August 31, 2010, certain Funds earned foreign source income and paid foreign taxes which they intend to pass through to their shareholders pursuant to Section 853 of the Internal Revenue Code (the “Code”) as follows:

<i>iShares MSCI Index Fund</i>	<i>Foreign Source Income Earned</i>	<i>Foreign Taxes Paid</i>
Australia	\$88,124,492	\$1,078,977
Japan Small Cap	690,288	47,704
Pacific ex-Japan	136,047,720	1,437,287
Singapore	47,393,879	286,983
South Korea	43,318,011	6,725,608
Taiwan	105,074,950	23,876,952
Thailand Investable Market	10,659,899	1,029,787

Under Section 854(b)(2) of the Code, certain Funds hereby designate the following maximum amounts as qualified dividend income for purposes of the maximum rate under Section 1(h)(11) of the Code for the fiscal year ended August 31, 2010:

<i>iShares MSCI Index Fund</i>	<i>Qualified Dividend Income</i>
Australia	\$85,760,016
Japan Small Cap	635,363
Malaysia	427,297
Pacific ex-Japan	97,199,199
South Korea	25,921,316
Thailand Investable Market	6,685,017

In February 2011, shareholders will receive Form 1099-DIV which will include their share of qualified dividend income distributed during the calendar year 2010. Shareholders are advised to check with their tax advisers for information on the treatment of these amounts on their income tax returns.

Supplemental Information (Unaudited)

iSHARES®, INC.

Premium/Discount Information

The tables that follow present information about the differences between the daily market price on secondary markets for shares of a Fund and that Fund's net asset value. Net asset value, or "NAV," is the price per share at which each Fund issues and redeems shares. It is calculated in accordance with the standard formula for valuing mutual fund shares. The "Market Price" of each Fund generally is determined using the midpoint between the highest bid and the lowest offer on the primary stock exchange on which the shares of such Fund is listed for trading (the "Exchange"), as of the time that the Fund's NAV is calculated. In the case of the iShares MSCI Malaysia, iShares MSCI South Korea and iShares MSCI Taiwan Index Funds, the NAVs of which are determined *prior* to the opening of the regular trading day on the Exchange, the Market Price is determined using the midpoint of the bid/ask spread as of the *opening* of regular trading on the Exchange. Each Fund's Market Price may be at, above or below its NAV. The NAV of each Fund will fluctuate with changes in the fair value of its portfolio holdings. The Market Price of each Fund will fluctuate in accordance with changes in its NAV, as well as market supply and demand.

Premiums or discounts are the differences (expressed as a percentage) between the NAV and Market Price of a Fund on a given day, generally at the time NAV is calculated. A premium is the amount that a Fund is trading above the reported NAV, expressed as a percentage of the NAV. A discount is the amount that a Fund is trading below the reported NAV, expressed as a percentage of the NAV.

The following information shows the frequency distributions of premiums and discounts for each of the Funds included in this report. The information shown for each Fund is for five calendar years (or for each full calendar quarter completed after the inception date of such Fund if less than five years) through the date of the most recent calendar quarter-end. The specific periods covered for each Fund are disclosed in the table for such Fund.

Each line in the table shows the number of trading days in which the Fund traded within the premium/discount range indicated. The number of trading days in each premium/discount range is also shown as a percentage of the total number of trading days in the period covered by each table. All data presented here represents past performance, which cannot be used to predict future results.

Supplemental Information (Unaudited) (Continued)

iSHARES®, INC.

iShares MSCI Australia Index Fund
 Period Covered: January 1, 2005 through June 30, 2010

<u>Premium/Discount Range</u>	<u>Number of Days</u>	<u>Percentage of Total Days</u>
Greater than 5.0%	5	0.36%
Greater than 4.5% and Less than 5.0%	3	0.22
Greater than 4.0% and Less than 4.5%	4	0.29
Greater than 3.5% and Less than 4.0%	7	0.51
Greater than 3.0% and Less than 3.5%	12	0.87
Greater than 2.5% and Less than 3.0%	18	1.30
Greater than 2.0% and Less than 2.5%	23	1.66
Greater than 1.5% and Less than 2.0%	57	4.12
Greater than 1.0% and Less than 1.5%	114	8.25
Greater than 0.5% and Less than 1.0%	264	19.10
Between 0.5% and -0.5%	546	39.53
Less than -0.5% and Greater than -1.0%	120	8.68
Less than -1.0% and Greater than -1.5%	85	6.15
Less than -1.5% and Greater than -2.0%	39	2.82
Less than -2.0% and Greater than -2.5%	30	2.17
Less than -2.5% and Greater than -3.0%	23	1.66
Less than -3.0% and Greater than -3.5%	9	0.65
Less than -3.5% and Greater than -4.0%	7	0.51
Less than -4.0% and Greater than -4.5%	1	0.07
Less than -4.5% and Greater than -5.0%	3	0.22
Less than -5.0% and Greater than -5.5%	5	0.36
Less than -5.5% and Greater than -6.0%	2	0.14
Less than -6.0%	5	0.36
	<u>1,382</u>	<u>100.00%</u>

Supplemental Information (Unaudited) (Continued)

iSHARES®, INC.

iShares MSCI Hong Kong Index Fund
Period Covered: January 1, 2005 through June 30, 2010

<u>Premium/Discount Range</u>	<u>Number of Days</u>	<u>Percentage of Total Days</u>
Greater than 5.0%	7	0.51%
Greater than 4.5% and Less than 5.0%	2	0.14
Greater than 4.0% and Less than 4.5%	5	0.36
Greater than 3.5% and Less than 4.0%	4	0.29
Greater than 3.0% and Less than 3.5%	10	0.72
Greater than 2.5% and Less than 3.0%	17	1.23
Greater than 2.0% and Less than 2.5%	30	2.17
Greater than 1.5% and Less than 2.0%	48	3.47
Greater than 1.0% and Less than 1.5%	99	7.16
Greater than 0.5% and Less than 1.0%	205	14.83
Between 0.5% and -0.5%	592	42.85
Less than -0.5% and Greater than -1.0%	138	9.99
Less than -1.0% and Greater than -1.5%	83	6.01
Less than -1.5% and Greater than -2.0%	57	4.12
Less than -2.0% and Greater than -2.5%	33	2.39
Less than -2.5% and Greater than -3.0%	19	1.37
Less than -3.0% and Greater than -3.5%	12	0.87
Less than -3.5% and Greater than -4.0%	3	0.22
Less than -4.0% and Greater than -4.5%	4	0.29
Less than -4.5% and Greater than -5.0%	5	0.36
Less than -5.0% and Greater than -5.5%	3	0.22
Less than -5.5% and Greater than -6.0%	1	0.07
Less than -6.0%	5	0.36
	<u>1,382</u>	<u>100.00%</u>

Supplemental Information (Unaudited) (Continued)

iSHARES®, INC.

iShares MSCI Japan Small Cap Index Fund
Period Covered: January 1, 2008 through June 30, 2010

<u>Premium/Discount Range</u>	<u>Number of Days</u>	<u>Percentage of Total Days</u>
Greater than 5.0%	9	1.43%
Greater than 4.5% and Less than 5.0%	3	0.48
Greater than 4.0% and Less than 4.5%	3	0.48
Greater than 3.5% and Less than 4.0%	5	0.80
Greater than 3.0% and Less than 3.5%	10	1.59
Greater than 2.5% and Less than 3.0%	11	1.75
Greater than 2.0% and Less than 2.5%	18	2.87
Greater than 1.5% and Less than 2.0%	46	7.32
Greater than 1.0% and Less than 1.5%	65	10.35
Greater than 0.5% and Less than 1.0%	84	13.38
Between 0.5% and -0.5%	201	31.99
Less than -0.5% and Greater than -1.0%	52	8.28
Less than -1.0% and Greater than -1.5%	33	5.25
Less than -1.5% and Greater than -2.0%	29	4.62
Less than -2.0% and Greater than -2.5%	18	2.87
Less than -2.5% and Greater than -3.0%	11	1.75
Less than -3.0% and Greater than -3.5%	12	1.91
Less than -3.5% and Greater than -4.0%	5	0.80
Less than -4.0% and Greater than -4.5%	2	0.32
Less than -4.5% and Greater than -5.0%	2	0.32
Less than -5.0% and Greater than -5.5%	3	0.48
Less than -5.5% and Greater than -6.0%	3	0.48
Less than -6.0%	3	0.48
	<u>628</u>	<u>100.00%</u>

Supplemental Information (Unaudited) (Continued)

iSHARES®, INC.

iShares MSCI Malaysia Index Fund
Period Covered: January 1, 2005 through June 30, 2010

<u>Premium/Discount Range</u>	<u>Number of Days</u>	<u>Percentage of Total Days</u>
Greater than 6.0%	2	0.14%
Greater than 5.5% and Less than 6.0%	2	0.14
Greater than 5.0% and Less than 5.5%	3	0.22
Greater than 4.5% and Less than 5.0%	1	0.07
Greater than 4.0% and Less than 4.5%	1	0.07
Greater than 3.5% and Less than 4.0%	1	0.07
Greater than 3.0% and Less than 3.5%	6	0.43
Greater than 2.5% and Less than 3.0%	4	0.29
Greater than 2.0% and Less than 2.5%	19	1.37
Greater than 1.5% and Less than 2.0%	43	3.11
Greater than 1.0% and Less than 1.5%	112	8.10
Greater than 0.5% and Less than 1.0%	220	15.92
Between 0.5% and -0.5%	549	39.76
Less than -0.5% and Greater than -1.0%	216	15.63
Less than -1.0% and Greater than -1.5%	94	6.80
Less than -1.5% and Greater than -2.0%	42	3.04
Less than -2.0% and Greater than -2.5%	33	2.39
Less than -2.5% and Greater than -3.0%	14	1.01
Less than -3.0% and Greater than -3.5%	7	0.51
Less than -3.5% and Greater than -4.0%	3	0.22
Less than -4.0% and Greater than -4.5%	6	0.43
Less than -4.5% and Greater than -5.0%	2	0.14
Less than -5.0% and Greater than -5.5%	2	0.14
	<u>1,382</u>	<u>100.00%</u>

Supplemental Information (Unaudited) (Continued)

iSHARES®, INC.

iShares MSCI Pacific ex-Japan Index Fund
Period Covered: January 1, 2005 through June 30, 2010

<u>Premium/Discount Range</u>	<u>Number of Days</u>	<u>Percentage of Total Days</u>
Greater than 4.5%	7	0.51%
Greater than 4.0% and Less than 4.5%	3	0.22
Greater than 3.5% and Less than 4.0%	8	0.58
Greater than 3.0% and Less than 3.5%	9	0.65
Greater than 2.5% and Less than 3.0%	11	0.80
Greater than 2.0% and Less than 2.5%	26	1.88
Greater than 1.5% and Less than 2.0%	48	3.47
Greater than 1.0% and Less than 1.5%	129	9.33
Greater than 0.5% and Less than 1.0%	253	18.31
Between 0.5% and -0.5%	575	41.60
Less than -0.5% and Greater than -1.0%	109	7.89
Less than -1.0% and Greater than -1.5%	81	5.86
Less than -1.5% and Greater than -2.0%	46	3.33
Less than -2.0% and Greater than -2.5%	22	1.59
Less than -2.5% and Greater than -3.0%	21	1.52
Less than -3.0% and Greater than -3.5%	11	0.80
Less than -3.5% and Greater than -4.0%	6	0.43
Less than -4.0% and Greater than -4.5%	4	0.29
Less than -4.5% and Greater than -5.0%	3	0.22
Less than -5.0% and Greater than -5.5%	3	0.22
Less than -5.5% and Greater than -6.0%	2	0.14
Less than -6.0%	5	0.36
	<u>1,382</u>	<u>100.00%</u>

Supplemental Information (Unaudited) (Continued)

iSHARES®, INC.

iShares MSCI Singapore Index Fund
Period Covered: January 1, 2005 through June 30, 2010

<u>Premium/Discount Range</u>	<u>Number of Days</u>	<u>Percentage of Total Days</u>
Greater than 4.5%	6	0.43%
Greater than 4.0% and Less than 4.5%	3	0.22
Greater than 3.5% and Less than 4.0%	4	0.29
Greater than 3.0% and Less than 3.5%	2	0.14
Greater than 2.5% and Less than 3.0%	13	0.94
Greater than 2.0% and Less than 2.5%	35	2.53
Greater than 1.5% and Less than 2.0%	47	3.40
Greater than 1.0% and Less than 1.5%	133	9.62
Greater than 0.5% and Less than 1.0%	265	19.18
Between 0.5% and -0.5%	554	40.11
Less than -0.5% and Greater than -1.0%	129	9.33
Less than -1.0% and Greater than -1.5%	81	5.86
Less than -1.5% and Greater than -2.0%	42	3.04
Less than -2.0% and Greater than -2.5%	31	2.24
Less than -2.5% and Greater than -3.0%	12	0.87
Less than -3.0% and Greater than -3.5%	8	0.58
Less than -3.5% and Greater than -4.0%	4	0.29
Less than -4.0% and Greater than -4.5%	6	0.43
Less than -4.5% and Greater than -5.0%	3	0.22
Less than -5.0% and Greater than -5.5%	2	0.14
Less than -5.5%	2	0.14
	<u>1,382</u>	<u>100.00%</u>

Supplemental Information (Unaudited) (Continued)

iSHARES®, INC.

iShares MSCI South Korea Index Fund
Period Covered: January 1, 2005 through June 30, 2010

<u>Premium/Discount Range</u>	<u>Number of Days</u>	<u>Percentage of Total Days</u>
Greater than 5.5%	9	0.65%
Greater than 5.0% and Less than 5.5%	1	0.07
Greater than 4.5% and Less than 5.0%	4	0.29
Greater than 4.0% and Less than 4.5%	4	0.29
Greater than 3.5% and Less than 4.0%	8	0.58
Greater than 3.0% and Less than 3.5%	12	0.87
Greater than 2.5% and Less than 3.0%	21	1.52
Greater than 2.0% and Less than 2.5%	40	2.89
Greater than 1.5% and Less than 2.0%	69	4.99
Greater than 1.0% and Less than 1.5%	122	8.83
Greater than 0.5% and Less than 1.0%	219	15.85
Between 0.5% and -0.5%	451	32.63
Less than -0.5% and Greater than -1.0%	149	10.78
Less than -1.0% and Greater than -1.5%	99	7.16
Less than -1.5% and Greater than -2.0%	54	3.91
Less than -2.0% and Greater than -2.5%	34	2.46
Less than -2.5% and Greater than -3.0%	30	2.17
Less than -3.0% and Greater than -3.5%	16	1.16
Less than -3.5% and Greater than -4.0%	11	0.80
Less than -4.0% and Greater than -4.5%	6	0.43
Less than -4.5% and Greater than -5.0%	4	0.29
Less than -5.0% and Greater than -5.5%	3	0.22
Less than -5.5% and Greater than -6.0%	5	0.36
Less than -6.0%	11	0.80
	<u>1,382</u>	<u>100.00%</u>

Supplemental Information (Unaudited) (Continued)

iSHARES®, INC.

iShares MSCI Taiwan Index Fund
 Period Covered: January 1, 2005 through June 30, 2010

<u>Premium/Discount Range</u>	<u>Number of Days</u>	<u>Percentage of Total Days</u>
Greater than 5.0%	7	0.51%
Greater than 4.5% and Less than 5.0%	9	0.65
Greater than 4.0% and Less than 4.5%	5	0.36
Greater than 3.5% and Less than 4.0%	10	0.72
Greater than 3.0% and Less than 3.5%	14	1.01
Greater than 2.5% and Less than 3.0%	17	1.23
Greater than 2.0% and Less than 2.5%	30	2.17
Greater than 1.5% and Less than 2.0%	63	4.56
Greater than 1.0% and Less than 1.5%	108	7.81
Greater than 0.5% and Less than 1.0%	213	15.41
Between 0.5% and -0.5%	463	33.51
Less than -0.5% and Greater than -1.0%	194	14.04
Less than -1.0% and Greater than -1.5%	100	7.24
Less than -1.5% and Greater than -2.0%	54	3.91
Less than -2.0% and Greater than -2.5%	32	2.32
Less than -2.5% and Greater than -3.0%	17	1.23
Less than -3.0% and Greater than -3.5%	22	1.59
Less than -3.5% and Greater than -4.0%	7	0.51
Less than -4.0% and Greater than -4.5%	2	0.14
Less than -4.5% and Greater than -5.0%	3	0.22
Less than -5.0% and Greater than -5.5%	2	0.14
Less than -5.5% and Greater than -6.0%	2	0.14
Less than -6.0%	8	0.58
	<u>1,382</u>	<u>100.00%</u>

Supplemental Information (Unaudited) (Continued)

iSHARES®, INC.

iShares MSCI Thailand Investable Market Index Fund
Period Covered: April 1, 2008 through June 30, 2010

<u>Premium/Discount Range</u>	<u>Number of Days</u>	<u>Percentage of Total Days</u>
Greater than 5.0%	1	0.18%
Greater than 4.5% and Less than 5.0%	2	0.35
Greater than 4.0% and Less than 4.5%	3	0.53
Greater than 3.5% and Less than 4.0%	3	0.53
Greater than 3.0% and Less than 3.5%	5	0.88
Greater than 2.5% and Less than 3.0%	14	2.47
Greater than 2.0% and Less than 2.5%	17	3.00
Greater than 1.5% and Less than 2.0%	36	6.35
Greater than 1.0% and Less than 1.5%	73	12.87
Greater than 0.5% and Less than 1.0%	99	17.46
Between 0.5% and -0.5%	152	26.79
Less than -0.5% and Greater than -1.0%	50	8.82
Less than -1.0% and Greater than -1.5%	37	6.53
Less than -1.5% and Greater than -2.0%	27	4.76
Less than -2.0% and Greater than -2.5%	15	2.65
Less than -2.5% and Greater than -3.0%	9	1.59
Less than -3.0% and Greater than -3.5%	9	1.59
Less than -3.5% and Greater than -4.0%	2	0.35
Less than -4.0% and Greater than -4.5%	2	0.35
Less than -4.5% and Greater than -5.0%	3	0.53
Less than -5.0% and Greater than -5.5%	3	0.53
Less than -5.5% and Greater than -6.0%	1	0.18
Less than -6.0%	4	0.71
	<u>567</u>	<u>100.00%</u>

Director and Officer Information (Unaudited)

iSHARES®, INC.

The Board of Directors has responsibility for the overall management and operations of the Company, including general supervision of the duties performed by BFA and other service providers. Each Director serves until his or her successor is duly elected or appointed and qualified. Each Officer serves until he or she resigns, is removed, dies, retires or becomes disqualified.

iShares, Inc., iShares Trust, BlackRock Funds III (formerly, Barclays Global Investors Funds) and Master Investment Portfolio, each an open-end management investment company registered under the 1940 Act, are considered members of the same fund complex, as defined in Form N-1A under the 1940 Act. Each Director of iShares, Inc. also serves as a Trustee for iShares Trust and, as a result, oversees a total of 214 funds within the fund complex. With the exception of Robert S. Kapito, the address of each Director and Officer is c/o BlackRock, Inc., 400 Howard Street, San Francisco, CA 94105. The address of Mr. Kapito is c/o BlackRock, Inc., Park Avenue Plaza, 55 East 52nd Street, New York, NY 10055. The Board has designated George G.C. Parker as its Independent Chairman. Additional information about the Funds' Directors and Officers may be found in the Funds' combined Statement of Additional Information, which is available without charge, upon request, by calling toll-free 1-800-474-2737.

Interested Directors and Officers

Name (Age)	Position(s) (Length of Service)	Principal Occupation(s) During the Past 5 Years	Other Directorships Held
Robert S. Kapito^a (53)	Director (since 2009).	President and Director, BlackRock, Inc. (since 2006 and 2007, respectively); Vice Chairman of BlackRock, Inc. and Head of BlackRock's Portfolio Management Group (since its formation in 1998) and BlackRock's predecessor entities (since 1988); Trustee, University of Pennsylvania (since 2009); Chairman, Hope & Heroes Children's Cancer Fund (since 2002); President of the Board of Directors, Periwinkle Theatre for Youth (since 1983).	Trustee of iShares Trust (since 2009); Director of BlackRock, Inc. (since 2007).
Michael Latham^b (45)	Director (since 2010); President (since 2007).	Global Chief Executive Officer of iShares, BTC (since 2010); Managing Director, BTC (since 2009); Head of Americas iShares, Barclays Global Investors ("BGI") (2007-2009); Director and Chief Financial Officer of Barclays Global Investors International, Inc. (2005-2009); Chief Operating Officer of the Intermediary Investor and Exchange Traded Products Business of BGI (2003-2007).	Trustee of iShares Trust (since 2010).

^a Robert S. Kapito is deemed to be an "interested person" (as defined in the 1940 Act) of the Company due to his affiliations with BlackRock, Inc.

^b Michael Latham is deemed to be an "interested person" (as defined in the 1940 Act) of the Company due to his affiliations with BlackRock, Inc. and its affiliates.

Director and Officer Information (Unaudited) (Continued)

iSHARES®, INC.

Independent Directors

Name (Age)	Position(s) (Length of Service)	Principal Occupation(s) During the Past 5 Years	Other Directorships Held
George G.C. Parker (71)	Director (since 2000); Independent Chairman (since 2010).	Dean Witter Distinguished Professor of Finance, Emeritus, Stanford University; Graduate School of Business (since 1994).	Trustee of iShares Trust (since 2002); Independent Chairman of iShares Trust (since 2010); Director of Continental Airlines Inc. (since 1996); Director of Community First Financial Group (since 1995); Director of Tejon Ranch Company (since 1999); Director of Threshold Pharmaceuticals (since 2004); Director of NETGEAR, Inc. (since 2007).
Darrell Duffie (56)	Director (since 2008).	Professor, Stanford University: Graduate School of Business (since 1984).	Trustee of iShares Trust (since 2008); Director of Moody's Corp. (since 2008).
Cecilia H. Herbert (61)	Director (since 2005).	Director (since 1998) and President (since 2007) of the Board of Directors, Catholic Charities CYO; Trustee of Pacific Select Funds (2004-2005); Trustee (since 2005) and Chair of the Finance and Investment Committees (since 2006) of the Thacher School; Chair of Investment Committee, Archdiocese of San Francisco (1994-2005).	Trustee of iShares Trust (since 2005); Director, Forward Funds (34 portfolios) (since 2009).
Charles A. Hurty (67)	Director (since 2005).	Retired; Partner, KPMG LLP (1968-2001).	Trustee of iShares Trust (since 2005); Director of GMAM Absolute Return Strategy Fund (1 portfolio) (since 2002); Director of Citigroup Alternative Investments Multi-Adviser Hedge Fund Portfolios LLC (1 portfolio) (since 2002).
John E. Kerrigan (55)	Director (since 2005).	Chief Investment Officer, Santa Clara University (since 2002).	Trustee of iShares Trust (since 2005).
John E. Martinez (49)	Director (since 2003).	Director of Real Estate Equity Exchange (since 2005).	Trustee of iShares Trust (since 2003); Chairman, Independent Review Committee, Canadian iShares Funds (since 2007).

Director and Officer Information (Unaudited) (Continued)

iSHARES®, INC.

Independent Directors (Continued)

Name (Age)	Position(s) (Length of Service)	Principal Occupation(s) During the Past 5 Years	Other Directorships Held
Robert H. Silver (55)	Director (since 2007).	President and Co-Founder of The Bravitas Group, Inc. (since 2006); Member, Non-Investor Advisory Board of Russia Partners II, LP (since 2006); President and Chief Operating Officer (2003-2005) and Director (1999-2005) of UBS Financial Services, Inc.; President and Chief Executive Officer of UBS Services USA, LLC (1999-2005); Managing Director, UBS America, Inc. (2000-2005); Director and Vice Chairman of the YMCA of Greater NYC (since 2001); Broadway Producer (since 2006); Co-Founder and Vice President of Parentgiving Inc. (since 2008); Director and Member of the Audit and Compensation Committee of EPAM Systems, Inc. (2006-2009).	Trustee of iShares Trust (since 2007).

Director and Officer Information (Unaudited) (Continued)

iSHARES®, INC.

Officers

Name (Age)	Position(s) (Length of Service)	Principal Occupation(s) During the Past 5 Years
Geoffrey D. Flynn (53)	Executive Vice President and Chief Operating Officer (since 2008).	Managing Director, BTC (since 2009); Chief Operating Officer, U.S. iShares, BGI (2007-2009); President, Van Kampen Investors Services (2003-2007); Managing Director, Morgan Stanley (2002-2007); President, Morgan Stanley Trust, FSB (2002-2007).
Eilleen M. Clavere (58)	Secretary (since 2007).	Director, BTC (since 2009); Director of Legal Administration of Intermediary Investor Business of BGI (2006-2009); Legal Counsel and Vice President of Atlas Funds, Atlas Advisers, Inc. and Atlas Securities, Inc. (2005-2006); Counsel of Kirkpatrick & Lockhart LLP (2001-2005).
Jack Gee (51)	Treasurer and Chief Financial Officer (since 2008).	Managing Director, BTC (since 2009); Senior Director of Fund Administration of Intermediary Investor Business of BGI (2009); Director of Fund Administration of Intermediary Investor Business of BGI (2004-2009).
Patrick O'Connor (43)	Vice President (since 2007).	Managing Director, BTC (since 2009); Head of iShares Portfolio Management, BGI (2006-2009); Senior Portfolio Manager, BGI (1999-2006).
Amy Schioldager (48)	Executive Vice President (since 2007).	Managing Director, BTC (since 2009); Global Head of Index Equity, BGI (2008-2009); Global Head of U.S. Indexing, BGI (2006-2008); Head of Domestic Equity Portfolio Management, BGI (2001-2006).
Ira P. Shapiro (47)	Vice President and Chief Legal Officer (since 2007).	Managing Director, BTC (since 2009); Associate General Counsel, BGI (2004-2009).
Lee Sterne (45)	Vice President (since 2007).	Managing Director, BTC (since 2009); Head of U.S. Fixed Income Index and iShares, BGI (2007-2009); Senior Portfolio Manager, BGI (2004-2007).
Matt Tucker (38)	Vice President (since 2007).	Managing Director, BTC (since 2009); Director of Fixed Income Investment Strategy, BGI (2009); Head of U.S. Fixed Income Investment Solutions, BGI (2005-2008); Fixed Income Investment Strategist, BGI (2003-2005).

Notes:

Notes:

Notes:

The iShares® Family of Funds

The following is a list of iShares Funds being offered, along with their respective exchange trading symbols. **Please call 1-800-iShares (1-800-474-2737) to obtain a prospectus for any iShares Fund. The prospectus contains more complete information, including charges, expenses, investment objectives and risk factors that should be carefully considered to determine if the Fund(s) are an appropriate investment for you. Read the prospectus(es) carefully before investing. Investing involves risk, including possible loss of principal.**

	Trading Symbol		Trading Symbol
iShares Russell Domestic Index Funds		iShares Domestic Specialty Index Funds	
iShares Russell 3000	IWV	iShares S&P U.S. Preferred Stock	PFF
iShares Russell 3000 Growth	IWZ	iShares Dow Jones Select Dividend	DVY
iShares Russell 3000 Value	IWW	iShares North American Sector/Subsector Index Funds	
iShares Russell Top 200	IWL	iShares S&P North American Technology Sector	IGM
iShares Russell Top 200 Growth	IWY	iShares S&P North American Technology-Multimedia Networking	IGN
iShares Russell Top 200 Value	IWX	iShares S&P North American Technology- Semiconductors	IGW
iShares Russell 1000	IWB	iShares S&P North American Technology-Software	IGV
iShares Russell 1000 Growth	IWF	iShares S&P North American Natural Resources Sector	IGE
iShares Russell 1000 Value	IWD	iShares Domestic Sector Index Funds	
iShares Russell Midcap	IWR	iShares Dow Jones U.S. Basic Materials Sector	IYM
iShares Russell Midcap Growth	IWP	iShares Dow Jones U.S. Consumer Goods Sector	IYK
iShares Russell Midcap Value	IWS	iShares Dow Jones U.S. Consumer Services Sector	IYC
iShares Russell 2000	IWM	iShares Dow Jones U.S. Energy Sector	IYE
iShares Russell 2000 Growth	IWO	iShares Dow Jones U.S. Financial Sector	IYF
iShares Russell 2000 Value	IWN	iShares Dow Jones U.S. Healthcare Sector	IYH
iShares Russell Microcap	IWC	iShares Dow Jones U.S. Industrial Sector	IYJ
iShares S&P Domestic Index Funds		iShares Dow Jones U.S. Technology Sector	IYW
iShares S&P 1500	ISI	iShares Dow Jones U.S. Telecommunications Sector	IYZ
iShares S&P 100	OEF	iShares Dow Jones U.S. Utilities Sector	IDU
iShares S&P 500	IVV	iShares Domestic Subsector Index Funds	
iShares S&P 500 Growth	IVV	iShares Dow Jones Transportation Average	IYT
iShares S&P 500 Value	IVE	iShares Dow Jones U.S. Aerospace & Defense	ITA
iShares S&P MidCap 400	IJH	iShares Dow Jones U.S. Broker-Dealers	IAI
iShares S&P MidCap 400 Growth	IJK	iShares Dow Jones U.S. Financial Services	IYG
iShares S&P MidCap 400 Value	IJJ	iShares Dow Jones U.S. Healthcare Providers	IHF
iShares S&P SmallCap 600	IJR	iShares Dow Jones U.S. Home Construction	ITB
iShares S&P SmallCap 600 Growth	IJT	iShares Dow Jones U.S. Insurance	IAK
iShares S&P SmallCap 600 Value	IJS	iShares Dow Jones U.S. Medical Devices	IHI
iShares Morningstar Domestic Index Funds		iShares Dow Jones U.S. Oil & Gas Exploration & Production	IEO
iShares Morningstar Large Core	JKD	iShares Dow Jones U.S. Oil Equipment & Services	IEZ
iShares Morningstar Large Growth	JKE	iShares Dow Jones U.S. Pharmaceuticals	IHE
iShares Morningstar Large Value	JKF	iShares Dow Jones U.S. Regional Banks	IAT
iShares Morningstar Mid Core	JKG	iShares Nasdaq Biotechnology	IBB
iShares Morningstar Mid Growth	JKH	iShares Domestic Real Estate Index Funds	
iShares Morningstar Mid Value	JKI	iShares Cohen & Steers Realty Majors	ICF
iShares Morningstar Small Core	JKJ	iShares Dow Jones U.S. Real Estate	IYR
iShares Morningstar Small Growth	JKK	iShares FTSE NAREIT Real Estate 50	FTY
iShares Morningstar Small Value	JKL	iShares FTSE NAREIT Industrial/Office Capped	FIO
iShares Dow Jones Domestic Index Fund		iShares FTSE NAREIT Mortgage Plus Capped	REM
iShares Dow Jones U.S.	IYY	iShares FTSE NAREIT Residential Plus Capped	REZ
iShares MSCI Domestic Index Fund		iShares FTSE NAREIT Retail Capped	RTL
iShares MSCI USA	EUSA	iShares Target Risk Index Funds	
iShares MSCI Socially Responsible Index Funds		iShares S&P Conservative Allocation	AOK
iShares MSCI KLD 400 Social	DSI	iShares S&P Moderate Allocation	AOM
iShares MSCI USA ESG Select Social	KLD	iShares S&P Growth Allocation	AOR
iShares NYSE Domestic Index Funds		iShares S&P Aggressive Allocation	AOA
iShares NYSE Composite	NYC		
iShares NYSE 100	NY		

The iShares® Family of Funds (Continued)

	Trading Symbol		Trading Symbol
iShares International Country Index Funds		iShares Target Date Index Funds	
iShares FTSE China (HK Listed)	FCHI	iShares S&P Target Date Retirement Income	TGR
iShares FTSE/Xinhua China 25	FXI	iShares S&P Target Date 2010	TZD
iShares MSCI Australia	EWA	iShares S&P Target Date 2015	TZE
iShares MSCI Austria Investable Market	EWO	iShares S&P Target Date 2020	TZG
iShares MSCI Belgium Investable Market	EWK	iShares S&P Target Date 2025	TZI
iShares MSCI Brazil	EWZ	iShares S&P Target Date 2030	TZL
iShares MSCI Brazil Small Cap	EWZS	iShares S&P Target Date 2035	TZO
iShares MSCI Canada	EWC	iShares S&P Target Date 2040	TZV
iShares MSCI Chile Investable Market	ECH		
iShares MSCI China Small Cap	ECNS	iShares Global Index Funds	
iShares MSCI France	EWQ	iShares MSCI ACWI	ACWI
iShares MSCI Germany	EWG	iShares S&P Global 100	IOO
iShares MSCI Hong Kong	EWH	iShares MSCI Kokusai	TOK
iShares S&P India Nifty 50	INDY		
iShares MSCI Indonesia Investable Market	EIDO	iShares International/Global Sector Index Funds	
iShares MSCI Ireland Capped Investable Market	EIRL	iShares MSCI ACWI ex US Consumer Discretionary Sector	AXDI
iShares MSCI Israel Capped Investable Market	EIS	iShares MSCI ACWI ex US Consumer Staples Sector	AXSL
iShares MSCI Italy	EWI	iShares MSCI ACWI ex US Energy Sector	AXEN
iShares MSCI Japan	EWJ	iShares MSCI ACWI ex US Financials Sector	AXFN
iShares MSCI Japan Small Cap	SCJ	iShares MSCI ACWI ex US Health Care Sector	AXHE
iShares S&P/TOPIX 150	ITF	iShares MSCI ACWI ex US Industrials Sector	AXID
iShares MSCI Malaysia	EWM	iShares MSCI ACWI ex US Information Technology Sector	AXIT
iShares MSCI Mexico Investable Market	EWX	iShares MSCI ACWI ex US Materials Sector	AXMT
iShares MSCI Netherlands Investable Market	EWN	iShares MSCI ACWI ex US Telecommunication Services Sector	AXTE
iShares MSCI New Zealand Investable Market	ENZL	iShares MSCI ACWI ex US Utilities Sector	AXUT
iShares MSCI All Peru Capped	EPU	iShares MSCI Emerging Markets Financials Sector	EMFN
iShares MSCI Philippines Investable Market	EPHE	iShares MSCI Emerging Markets Materials Sector	EMMT
iShares MSCI Poland Investable Market	EPOL	iShares MSCI Europe Financials Sector	EUFN
iShares MSCI Singapore	EWS	iShares MSCI Far East Financials Sector	FEFN
iShares MSCI South Africa	EZA	iShares S&P Global Consumer Discretionary Sector	RXI
iShares MSCI South Korea	EWY	iShares S&P Global Consumer Staples Sector	KXI
iShares MSCI Spain	EWP	iShares S&P Global Energy Sector	IXC
iShares MSCI Sweden	EWD	iShares S&P Global Financials Sector	IXG
iShares MSCI Switzerland	EWL	iShares S&P Global Healthcare Sector	IXJ
iShares MSCI Taiwan	EWT	iShares S&P Global Industrials Sector	EXI
iShares MSCI Thailand Investable Market	THD	iShares S&P Global Materials Sector	MXI
iShares MSCI Turkey Investable Market	TUR	iShares S&P Global Technology Sector	IXN
iShares MSCI United Kingdom	EWU	iShares S&P Global Telecommunications Sector	IXP
		iShares S&P Global Utilities Sector	JXI
iShares International Index Funds		iShares International/Global Theme Based and Specialty Index Funds	
iShares MSCI ACWI ex US	ACWX	iShares Dow Jones International Select Dividend	IDV
iShares MSCI EAFE	EFA	iShares S&P Emerging Markets Infrastructure	EMIF
iShares MSCI EAFE Growth	EFG	iShares S&P Global Clean Energy	ICLN
iShares MSCI EAFE Value	EFV	iShares S&P Global Infrastructure	IGF
iShares MSCI EAFE Small Cap	SCZ	iShares S&P Global Nuclear Energy	NUCL
iShares FTSE Developed Small Cap ex-North America	IFSM	iShares S&P Global Timber & Forestry	WOOD
iShares MSCI Emerging Markets	EEM		
iShares MSCI Emerging Markets Eastern Europe	ESR	iShares U.S. Multisector Bond Funds	
iShares MSCI BRIC	BKF	iShares Barclays Aggregate	AGG
iShares MSCI EMU	EZU	iShares Barclays Government/Credit	GBF
iShares MSCI All Country Asia ex Japan	AAXJ	iShares Barclays Intermediate Government/Credit	GVI
iShares MSCI Pacific ex-Japan	EPP	iShares 10+ Year Government/Credit	GLJ
iShares S&P Asia 50	AIA		
iShares S&P Europe 350	IEV	iShares U.S. Government Bond Funds	
iShares S&P Latin America 40	ILF	iShares Barclays Short Treasury	SHV
		iShares Barclays 1-3 Year Treasury	SHY
iShares International/Global Real Estate Index Funds		iShares Barclays 3-7 Year Treasury	IEI
iShares S&P Developed ex-U.S. Property	WPS	iShares Barclays 7-10 Year Treasury	IEF
iShares FTSE EPRA/NAREIT Developed Real Estate ex-U.S.	IFGL	iShares Barclays 10-20 Year Treasury	TLH
iShares FTSE EPRA/NAREIT Developed Asia	IFAS	iShares Barclays 20+ Year Treasury	TLT
iShares FTSE EPRA/NAREIT Developed Europe	IFEU	iShares Barclays TIPS	TIP
iShares FTSE EPRA/NAREIT North America	IFNA	iShares Barclays Agency	AGZ

The iShares® Family of Funds (Continued)

	Trading Symbol		Trading Symbol
iShares U.S. Credit Bond Funds		iShares AMT-Free Municipal Bond Funds	
iShares Barclays Credit	CFT	iShares S&P National AMT-Free Municipal	MUB
iShares Barclays 1-3 Year Credit	CSJ	iShares S&P Short Term National AMT-Free Municipal	SUB
iShares Barclays Intermediate Credit	CIU	iShares S&P California AMT-Free Municipal	CMF
iShares iBoxx \$ Investment Grade Corporate	LQD	iShares S&P New York AMT-Free Municipal	NYF
iShares 10+ Year Credit	CLY	iShares 2012 S&P AMT-Free Municipal Series	MUAA
iShares iBoxx \$ High Yield Corporate	HYG	iShares 2013 S&P AMT-Free Municipal Series	MUAB
		iShares 2014 S&P AMT-Free Municipal Series	MUAC
		iShares 2015 S&P AMT-Free Municipal Series	MUAD
		iShares 2016 S&P AMT-Free Municipal Series	MUAE
		iShares 2017 S&P AMT-Free Municipal Series	MUAF
		iShares U.S. Securitized Bond Fund	
		iShares Barclays MBS	MBB
		iShares International Bond Funds	
		iShares JPMorgan USD Emerging Markets	EMB
		iShares S&P/Citigroup International Treasury	IGOV
		iShares S&P/Citigroup 1-3 Year International Treasury	ISHG

The iShares Funds that are registered with the United States Securities and Exchange Commission under the Investment Company Act of 1940 as iShares, Inc. and iShares Trust ("Funds") are distributed in the U.S. by SEI Investments Distribution Co. ("SEI"). iShares® is a registered trademark of BlackRock Institutional Trust Company, N.A. The Funds are not sponsored, endorsed, issued, sold or promoted by Cohen & Steers Capital Management, Inc., Dow Jones & Company, Inc., European Public Real Estate Association ("EPRA®"), FTSE International Limited ("FTSE"), FTSE/Xinhua Index Limited ("FXI"), iBoxx®, JPMorgan Chase & Co., MSCI Inc., Morningstar Inc., The NASDAQ OMX Group, Inc., National Association of Real Estate Investment Trusts ("NAREIT"), New York Stock Exchange, Inc., Russell Investment Group or Standard & Poor's, nor are they sponsored, endorsed or issued by Barclays Capital. None of these companies make any representation regarding the advisability of investing in the Funds. Neither SEI, nor BlackRock Institutional Trust Company, N.A., nor any of their affiliates, are affiliated with the companies listed above. FXI does not make any warranty regarding the FTSE/Xinhua Index. All rights in the FTSE/Xinhua Index vest in FXI. Neither FTSE nor NAREIT makes any warranty regarding the FTSE NAREIT Real Estate 50/Residential/Retail/Mortgage or Industrial/Office Index; all rights vest in NAREIT. Neither FTSE nor NAREIT makes any warranty regarding the FTSE EPRA/NAREIT Developed Real Estate ex-US/North America/Europe/Asia Index; all rights vest in FTSE, NAREIT and EPRA. All rights in the FTSE Developed Small Cap ex-North America Index vest in FTSE. "FTSE" is a trade- and servicemark of London Stock Exchange and The Financial Times Limited; "Xinhua" is a trade- and servicemark of Xinhua Financial Network Limited.

An investment in the Fund(s) is not a deposit of a bank and it is not insured or guaranteed by the Federal Deposit Insurance Corporation or any other government agency. This advertising section does not constitute part of the 2010 Annual Report.

iS-3594-1010

Dear iShares Shareholder:

Electronic delivery is the easiest, most convenient way to receive reporting on your iShares holdings. In addition, it's a way we can all care for our environment. To that end, we are pleased to offer shareholder reports and prospectuses online.

Once you have enrolled, you will no longer receive shareholder reports and prospectuses in the mail. Instead, you will receive e-mail notifications announcing that the shareholder report or prospectus has been posted on the iShares website at www.iShares.com and is available to be viewed or downloaded.

To sign up for electronic delivery, please follow these simple steps:

1. Go to www.icsdelivery.com.
2. From the main page, select the first letter of your brokerage firm's name.
3. Select your brokerage institution from the list that follows. If your brokerage firm is not listed, electronic delivery may not be available. Please contact your brokerage firm or financial adviser.
4. Fill out the appropriate information and provide the e-mail address where you would like your notifications sent.

Your information and e-mail address will be kept confidential and only used to deliver documents to you. If at any time you are not satisfied, you can cancel electronic delivery at www.icsdelivery.com and once again receive physical delivery of your materials. If you have any questions, please contact your brokerage firm or financial adviser.

For more information:

~~WWW.ISHARES.COM~~

1-800-iShares (1-800-474-2737)

This report is intended for the Funds' shareholders. It may not be distributed to prospective investors unless it is preceded or accompanied by the current prospectus.

Investing involves risk, including possible loss of principal.

The iShares Funds are distributed by SEI Investments Distribution Co. (SEI).

The iShares Funds are not sponsored, endorsed, issued, sold or promoted by MSCI Inc., nor does this company make any representation regarding the advisability of investing in the iShares Funds. Neither SEI, nor BlackRock Institutional Trust Company, N.A., nor any of their affiliates, are affiliated with the company listed above.

A description of the policies that the Funds use to determine how to vote proxies relating to portfolio securities and information about how the Funds voted proxies relating to portfolio securities during the most recent twelve-month period ending June 30 is available without charge, upon request, by calling toll-free 1-800-474-2737; on the Funds' website at www.iShares.com; and on the U.S. Securities and Exchange Commission (SEC) website at www.sec.gov.

The Funds file their complete schedules of portfolio holdings with the SEC for the first and third quarters of each fiscal year on Form N-Q. The Funds' Forms N-Q are available on the SEC's website or may be reviewed and copied at the SEC's Public Reference Room in Washington, D.C. Information on the operation of the Public Reference Room may be obtained by calling 1-800-SEC-0330. The Funds also disclose their complete schedules of portfolio holdings on a monthly basis on the Funds' website.

Certain financial information required by regulations or listing exchange rules in jurisdictions outside the U.S. in which iShares Funds are cross-listed may be publicly filed in those jurisdictions. This information is available upon request by calling 1-800-474-2737.

©2010 BlackRock Institutional Trust Company, N.A. All rights reserved. iShares® is a registered trademark of BlackRock Institutional Trust Company, N.A. All other trademarks, servicemarks, or registered trademarks are the property of their respective owners.

IS-AR-83-0810



BLACKROCK