

ANNUAL REPORT AND AUDITED
FINANCIAL STATEMENTS
iSHARES IV PLC

iShares[®]
by BLACKROCK[®]

FOR THE YEAR ENDED
31 MAY 2015

Contents

General information	3
Background	5
Investment Manager's report	10
Chairman's Statement	22
Board of Directors	24
Corporate Governance Statement	25
Audit Committee Report	31
Statement of Directors' Responsibilities	35
Directors' Report	37
Statement of the Custodian's Responsibilities	39
Custodian's report to the shareholders	40
Independent Auditors' report	41

Financial Statements

Financial statements of the Company

Accounting policies	46
Financial instruments and risks	51
Income statement	71
Statement of changes in net assets attributable to redeemable participating shareholders	71
Balance sheet	72
Notes to the financial statements	73

Fund primary statements and notes, schedules of investments and unaudited schedules of material purchases and sales:

iShares \$ Short Duration Corporate Bond UCITS ETF	79
iShares \$ Short Duration High Yield Corporate Bond UCITS ETF	102
iShares \$ Treasury Bond 20+yr UCITS ETF	117
iShares \$ Ultrashort Bond UCITS ETF	123
iShares £ Ultrashort Bond UCITS ETF	136
iShares Euro Government Bond 20yr Target Duration UCITS ETF	146
iShares Euro Ultrashort Bond UCITS ETF	153
iShares iBonds Sep 2018 USD Corporate UCITS ETF	166
iShares MSCI China A UCITS ETF	175
iShares MSCI EMU Large Cap UCITS ETF	188
iShares MSCI EMU Mid Cap UCITS ETF	198
iShares MSCI Europe Momentum Factor UCITS ETF	208
iShares MSCI Europe Quality Factor UCITS ETF	217
iShares MSCI Europe Size Factor UCITS ETF	227
iShares MSCI Europe Value Factor UCITS ETF	240
iShares MSCI France UCITS ETF	251
iShares MSCI Russia Capped Swap	259
iShares MSCI World Momentum Factor UCITS ETF	263
iShares MSCI World Quality Factor UCITS ETF	277
iShares MSCI World Size Factor UCITS ETF	290
iShares MSCI World Value Factor UCITS ETF	313

Contents (continued)

Financial Statements (continued)

Fund primary statements and notes, schedules of investments and unaudited schedules of material purchases and sales (continued):

iShares S&P CNX Nifty India Swap	328
iShares S&P GSCI Dynamic Roll Agriculture Swap	332
iShares S&P GSCI Dynamic Roll Commodity Swap	336
iShares S&P GSCI Dynamic Roll Energy Swap	340
iShares S&P GSCI Dynamic Roll Industrial Metals Swap	344
iShares US Equity Buyback Achievers UCITS ETF	348
Disclaimers	356

This annual report and audited financial statements (the “Report and Accounts”) may be translated into other languages. Any such translation shall only contain the same information and have the same meaning as the English language Report and Accounts. To the extent that there is any inconsistency between the English language Report and Accounts and the Report and Accounts in another language, the English language Report and Accounts will prevail, except to the extent (and only to the extent) that it is required by law of any jurisdiction where the shares are sold, that in an action based upon disclosure in a Report and Accounts in a language other than English, the language of the Report and Accounts on which such action is based shall prevail. Any disputes as to the terms of the Report and Accounts, regardless of the language of the Report and Accounts, shall be governed by and construed in accordance with the laws of Ireland.

General information

Board of Directors¹

Paul McNaughton (Chairman) (Irish)
Paul McGowan (Irish)
Cora O'Donohoe (Irish - British Resident)
Barry O'Dwyer (Irish)
Karen Prooth (British)

Audit Committee Members

Paul McGowan (Chairman)
Paul McNaughton

Nomination Committee Members

Paul McNaughton (Chairman)
Paul McGowan
Barry O'Dwyer

Manager

BlackRock Asset Management Ireland Limited

Registered office:

J.P. Morgan House
International Financial Services Centre
Dublin 1
Ireland

Administrator

State Street Fund Services (Ireland) Limited
78 Sir John Rogerson's Quay
Dublin 2
Ireland

Registrar²

Computershare Investor Services (Ireland) Limited
Heron House
Corrig Road
Sandyford Industrial Estate
Dublin 18
Ireland

Registrar³

State Street Fund Services (Ireland) Limited
78 Sir John Rogerson's Quay
Dublin 2
Ireland

Paying Agent⁴

Citibank N.A., London Branch

Registered office:

Citigroup Centre
25 Canada Square
Canary Wharf
London E14 5LB
England

Company Secretary

Chartered Corporate Services
Taney Hall
Eglington Terrace
Dundrum
Dublin 14
Ireland

Investment Manager and Promoter

BlackRock Advisors (UK) Limited

Registered office:

12 Throgmorton Avenue
London EC2N 2DL
England

Sub-Investment Managers⁵

BlackRock Financial Management, Inc.
40 East 52nd Street
New York
NY 10022
United States

BlackRock (Singapore) Limited

20 Anson Road
#18-01
Singapore 079912
Singapore

Custodian

State Street Custodial Services (Ireland) Limited
78 Sir John Rogerson's Quay
Dublin 2
Ireland

¹ All Directors are non-executive Directors.

² Registrar for all Funds except iShares MSCI China A UCITS ETF.

³ Registrar for Funds which settle through an International Central Securities Depository ("ICSD"), iShares MSCI China A UCITS ETF only.

⁴ The entity appointed to act as paying agent to iShares MSCI China A UCITS ETF only.

⁵ The Investment Manager has sub-delegated certain portfolio management functions in respect of iShares \$ Short Duration Corporate Bond UCITS ETF, iShares \$ Short Duration High Yield Corporate Bond UCITS ETF, iShares \$ Treasury Bond 20+yr UCITS ETF, iShares \$ Ultrashort Bond UCITS ETF, iShares £ Ultrashort Bond UCITS ETF, iShares Euro Government Bond 20yr Target Duration UCITS ETF, iShares Euro Ultrashort Bond UCITS ETF and iShares iBonds Sep 2018 USD Corporate UCITS ETF.

General information (continued)

PRC Sub-Custodian⁶

The Hong Kong and Shanghai Banking Corporation Limited
1 Queen's Road Central
Hong Kong
China

RQFII Custodian⁶

HSBC Bank (China) Co Ltd
33th Floor, HSBC Building
Shanghai ifc
8 Century Avenue
Pudong
Shanghai
China 200120

Registered office of the Company

J.P. Morgan House
International Financial Services Centre
Dublin 1
Ireland

Legal Advisors to the Company

as to Irish Law:

William Fry
2 Grand Canal Square, Dublin 2
Ireland

Independent Auditors

PricewaterhouseCoopers
Chartered Accountants and Registered Auditors
One Spencer Dock
North Wall Quay
Dublin 1
Ireland

Representative in Switzerland

BlackRock Asset Management Schweiz AG
Bahnhofstrasse 39
8001 Zurich
Switzerland

Paying Agent in Switzerland

JPMorgan Chase Bank
National Association
Columbus, Zurich Branch
Dreikönigstrasse 21
8002 Zurich
Switzerland

German Paying and Information Agent

Commerzbank AG
Theodor-Heuss-Allee 50
60486 Frankfurt am Main
Germany

Austrian Paying and Information Agent

UniCredit Bank Austria AG
Attn: 8398/Custody
Julius Tandler Platz 3
1090 Vienna
Austria

⁶ PRC Sub-Custodian and RQFII Custodian relate to iShares MSCI China A UCITS ETF only.

Background

iShares IV public limited company (the "Company") is organised as an open-ended investment Company with variable capital. The Company was incorporated in Ireland on 3 July 2009 with limited liability and segregated liability between its Funds and is organised under the laws of Ireland as a Public Limited Company ("plc") pursuant to the Companies Act 2014 and the European Communities (Undertaking for Collective Investment in Transferable Securities) Regulations, 2011 (as amended) (the "UCITS Regulations") and is regulated by the Central Bank of Ireland.

The Company is structured as an umbrella Fund and comprises separate Funds ("Funds") of the Company.

The term "Fund" shall be deemed to mean either a Fund of the Company, or if the context so requires, the Manager or its delegate acting for the account of the relevant Fund. The term "BlackRock" is used to represent BlackRock Advisors (UK) Limited. The investment objectives and policies of each Fund are set out in the prospectus and the relevant supplemental prospectus.

Changes to the Company

The Company commenced securities lending in June 2014. Please see note 19 in the notes to the financial statements of the Company for details of securities lending.

During the year, the Company launched the following Funds:

Fund	Launch date
iShares MSCI France UCITS ETF	8 September 2014
iShares MSCI World Momentum Factor UCITS ETF	6 October 2014
iShares MSCI World Quality Factor UCITS ETF	6 October 2014
iShares MSCI World Size Factor UCITS ETF	6 October 2014
iShares MSCI World Value Factor UCITS ETF	6 October 2014
iShares MSCI Europe Momentum Factor UCITS ETF	19 January 2015
iShares MSCI Europe Quality Factor UCITS ETF	19 January 2015
iShares MSCI Europe Size Factor UCITS ETF	19 January 2015
iShares MSCI Europe Value Factor UCITS ETF	19 January 2015
iShares \$ Treasury Bond 20+yr UCITS ETF	21 January 2015
iShares Euro Government Bond 20yr Target Duration UCITS ETF	21 January 2015
iShares US Equity Buyback Achievers UCITS ETF	3 February 2015
iShares iBonds Sep 2018 USD Corporate UCITS ETF	11 March 2015
iShares MSCI China A UCITS ETF	13 April 2015

A prospectus was issued on 6 October 2014 and a further updated prospectus on 11 March 2015 and 29 May 2015.

A supplement relating to iShares MSCI France UCITS ETF was issued on 15 August 2014.

Supplements relating to iShares MSCI Europe Momentum Factor UCITS ETF, iShares MSCI Europe Quality Factor UCITS ETF, iShares MSCI Europe Size Factor UCITS ETF and iShares MSCI Europe Value Factor UCITS ETF were issued on 24 October 2014.

A supplement relating to iShares US Equity Buyback Achievers UCITS ETF was issued on 20 November 2014.

A supplement relating to iShares MSCI China A UCITS ETF was issued on 11 March 2015.

The TER's of iShares \$ Ultrashort Bond UCITS ETF, iShares £ Ultrashort Bond UCITS ETF and iShares Euro Ultrashort Bond UCITS ETF were discounted from 0.20 to 0.09 on 5 March 2015.

Effective 6 October 2014, the Investment Manager changed the methodology used to calculate global exposure from relative Value at Risk ("VaR") to the commitment approach. The Investment Manager has concluded that the commitment approach is a more suitable methodology based on the Funds' investment strategies and risk profiles. The commitment approach is a methodology that aggregates the underlying market or notional value of financial derivative instruments to determine the global exposure of the Fund.

Background (continued)

Changes to the Company (continued)

In accordance with the UCITS notices, global exposure for a fund utilising the commitment approach must not exceed 100% of the Fund's net asset value ("NAV"). The change in methodology does not change the way in which the Funds are managed. As disclosed under the Market Risk section, the Investment Manager will continue to report VaR and other relevant metrics to the Board of Directors on a quarterly basis for risk management purposes.

As communicated to shareholders in the shareholder letter dated 4 September 2014, effective 20 October 2014, iShares MSCI EMU Large Cap UCITS ETF (Lux) and iShares MSCI EMU Mid Cap UCITS ETF (Lux) ("Merging Funds") merged into iShares MSCI EMU Large Cap UCITS ETF and iShares MSCI EMU Mid Cap UCITS ETF ("Receiving Funds") respectively, the exchange ratio used to calculate the number of shares in the Receiving Funds issued to former unitholders of the Merging Funds was 4.0574178 and 2.6197281 respectively.

Renminbi qualified foreign institutional investor

Under current law issued from the Peoples Republic of China ("PRC") and subject to minor exceptions, investors based in certain jurisdictions outside the PRC may apply to the China Securities Regulatory Commission ("CSRC") for status as a Renminbi Qualified Foreign Institutional Investor ("RQFII"). Once an entity is licensed as a RQFII, it will be allocated a certain amount of RQFII Quota (investment quota issued by China's State Administration of Foreign Exchange ("SAFE") to invest directly in China A Shares).

The Investment Manager has been licensed as a RQFII and as at 11 March 2015 has been granted an allocation of RQFII Quota for allocation across multiple funds under its management. No direct investment in China A Shares may be made by BlackRock Advisors (UK) Limited (the "Investment Manager") for the iShares MSCI China A UCITS ETF without an allocation of RQFII Quota.

The capacity of iShares MSCI China A UCITS ETF to make investments in China A shares depends on several factors, including sufficient RQFII Quota being granted by SAFE to the Investment Manager (including any additional RQFII Quota when needed) and allocated by the Investment Manager for use by the Fund, as well as the ability of the Investment Manager to maintain its RQFII Licence. The Investment Manager has the flexibility to allocate its RQFII Quota across multiple funds under its management from time to time. As such, the Fund will not have exclusive use of a specified amount of RQFII Quota and will rely on the Investment Manager's management and allocation of such quota between different funds.

Fund details

There were 21 Funds in operation at 31 May 2015. The investment objective of the Funds is to track or replicate the benchmark indices listed in the table below:

Fund	Benchmark Index	Investment Management Approach*
iShares \$ Short Duration Corporate Bond UCITS ETF	Markit iBoxx USD Liquid Investment Grade 0-5 Index	Non-replicating
iShares \$ Short Duration High Yield Corporate Bond UCITS ETF	Markit iBoxx USD Liquid High Yield 0-5 Capped Index	Non-replicating
iShares \$ Treasury Bond 20+yr UCITS ETF	Barclays U.S. 20+ Year Treasury Bond Index	Non-replicating
iShares \$ Ultrashort Bond UCITS ETF	Markit iBoxx USD Liquid Investment Grade Ultrashort Index	Non-replicating
iShares £ Ultrashort Bond UCITS ETF	Markit iBoxx GBP Liquid Investment Grade Ultrashort Index	Non-replicating
iShares Euro Government Bond 20yr Target Duration UCITS ETF	Markit iBoxx EUR Eurozone 20yr Target Duration Index	Non-replicating
iShares Euro Ultrashort Bond UCITS ETF	Markit iBoxx EUR Liquid Investment Grade Ultrashort Index	Non-replicating
iShares iBonds Sep 2018 USD Corporate UCITS ETF	Barclays September 2018 Maturity US Corporate Index	Non-replicating
iShares MSCI China A UCITS ETF	MSCI China A International Index	Non-replicating
iShares MSCI EMU Large Cap UCITS ETF	MSCI EMU Large Cap Index	Replicating

* Please refer to the Investment Manager's report for further information on replicating and non-replicating Funds.

Background (continued)

Fund details (continued)

Fund	Benchmark Index	Investment Management Approach*
iShares MSCI EMU Mid Cap UCITS ETF	MSCI EMU Mid Cap Index	Replicating
iShares MSCI Europe Momentum Factor UCITS ETF	MSCI Europe Momentum Index	Non-replicating
iShares MSCI Europe Quality Factor UCITS ETF	MSCI Europe Sector Neutral Quality Index	Non-replicating
iShares MSCI Europe Size Factor UCITS ETF	MSCI Europe Mid-Cap Equal weighted Index	Non-replicating
iShares MSCI Europe Value Factor UCITS ETF	MSCI Europe Enhanced Value Index	Non-replicating
iShares MSCI France UCITS ETF	MSCI France Index	Replicating
iShares MSCI World Momentum Factor UCITS ETF	MSCI World Momentum Index	Non-replicating
iShares MSCI World Quality Factor UCITS ETF	MSCI World Sector Neutral Quality Index	Non-replicating
iShares MSCI World Size Factor UCITS ETF	MSCI World Mid-Cap Equally weighted Index	Non-replicating
iShares MSCI World Value Factor UCITS ETF	MSCI World Enhanced Value Index	Non-replicating
iShares US Equity Buyback Achievers UCITS ETF	Nasdaq US Buyback Achievers™ Select Index	Non-replicating

* Please refer to the Investment Manager's report for further information on replicating and non-replicating Funds.

All figures relating to each Fund are shown in the relevant functional currency. The financial statements of the Company are presented in British Pounds. These Funds are Exchange Traded Funds ("ETFs"), which provide the flexibility of a share with the diversification of a Fund. They can be bought and sold like any other share listed on a stock exchange, but provide instant exposure to many companies or various financial instruments relevant to the Fund and its benchmark index.

PEA Eligibility (Plan d'Epargne en Actions)

The Plan d'Epargne en Actions ("PEA") is a French equity savings plan intended to encourage French tax resident individuals to invest in European equities. Due to their eligibility to the PEA, the Funds listed below invest on a permanent basis at least 75% of their assets in securities and rights eligible to the PEA, issued by companies established in a Member State of the European Union or in Iceland and Norway and subject to corporate income, or an equivalent, tax.

As at 31 May 2015, the below Funds had the following percentage of their assets invested in eligible PEA assets:

Fund	% Invested in European PEA eligible shares
iShares MSCI EMU Large Cap UCITS ETF	93.34
iShares MSCI EMU Mid Cap UCITS ETF	95.33
iShares MSCI France UCITS ETF	93.67

Stock exchange listings

The Company maintained a primary listing on the London Stock Exchange ("LSE").

As of 31 May 2015, the Funds are traded on the following exchanges:

Fund	Base Currency*	London Stock Exchange	Borsa Italiana	Deutsche Börse**	NYSE Euronext Amsterdam	SIX Swiss Exchange
iShares \$ Short Duration Corporate Bond UCITS ETF	\$	✓	-	✓	✓	✓
iShares \$ Short Duration High Yield Corporate Bond UCITS ETF	\$	✓	✓	✓	✓	✓
iShares \$ Treasury Bond 20+yr UCITS ETF	\$	✓	-	✓	-	✓

* All €, \$ and £ base currency Funds are denominated in Euro, United States Dollar and British Pounds respectively.

** Funds trade on the Deutsche Börse Xetra XTF Funds Platform of the Frankfurt Stock Exchange.

Background (continued)

Stock exchange listings (continued)

Fund	Base Currency*	London Stock Exchange	Borsa Italiana	Deutsche Börse**	NYSE Euronext Amsterdam	SIX Swiss Exchange
iShares \$ Ultrashort Bond UCITS ETF	\$	✓	-	✓	✓	✓
iShares £ Ultrashort Bond UCITS ETF	£	✓	-	-	-	-
iShares Euro Government Bond 20yr Target Duration UCITS ETF	€	✓	-	✓	-	✓
iShares Euro Ultrashort Bond UCITS ETF	€	✓	✓	✓	✓	✓
iShares iBonds Sep 2018 USD Corporate UCITS ETF	\$	✓	-	-	-	-
iShares MSCI China A UCITS ETF	\$	✓	-	✓	-	-
iShares MSCI EMU Large Cap UCITS ETF	€	✓	✓	✓	-	✓
iShares MSCI EMU Mid Cap UCITS ETF	€	✓	✓	✓	-	✓
iShares MSCI Europe Momentum Factor UCITS ETF	€	✓	✓	✓	-	✓
iShares MSCI Europe Quality Factor UCITS ETF	€	✓	✓	✓	-	✓
iShares MSCI Europe Size Factor UCITS ETF	€	✓	✓	✓	-	✓
iShares MSCI Europe Value Factor UCITS ETF	€	✓	✓	✓	-	✓
iShares MSCI France UCITS ETF	€	✓	-	✓	-	✓
iShares MSCI World Momentum Factor UCITS ETF	\$	✓	✓	✓	-	✓
iShares MSCI World Quality Factor UCITS ETF	\$	✓	✓	✓	-	✓
iShares MSCI World Size Factor UCITS ETF	\$	✓	✓	✓	-	✓
iShares MSCI World Value Factor UCITS ETF	\$	✓	✓	✓	-	✓
iShares US Equity Buyback Achievers UCITS ETF	\$	✓	-	✓	-	✓

* All €, \$ and £ base currency Funds are denominated in Euro, United States Dollar and British Pounds respectively.

** Funds trade on the Deutsche Börse Xetra XTF Funds Platform of the Frankfurt Stock Exchange.

Transactions with connected parties

The UCITS Notices published by the Central Bank of Ireland states that any transaction carried out with a UCITS by a promoter, manager, trustee, investment adviser and/or associated or group companies of these ("connected parties") must be carried out as if negotiated at arm's length. Transactions must be in the best interests of the shareholders.

The Board of Directors are satisfied that there are arrangements (evidenced by written procedures) in place, to ensure that the obligations set out in the UCITS Notices are applied to all transactions with connected parties; and the Board is satisfied that transactions with connected parties entered into during the year complied with this obligation.

Total expense ratio

The total expense ratio ("TER") shown below expresses the sum of all fees, operating costs and expenses, with the exception of direct trading costs, charged to each Fund's assets as a percentage of the average Fund assets based on a twelve month period ended 31 May 2015.

Fund	TER (%)
iShares \$ Short Duration Corporate Bond UCITS ETF	0.20
iShares \$ Short Duration High Yield Corporate Bond UCITS ETF	0.45
iShares \$ Treasury Bond 20+yr UCITS ETF*	0.20
iShares \$ Ultrashort Bond UCITS ETF	0.16**
iShares £ Ultrashort Bond UCITS ETF	0.17**
iShares Euro Government Bond 20yr Target Duration UCITS ETF*	0.15
iShares Euro Ultrashort Bond UCITS ETF	0.14**

* As this Fund launched during the year, the fees, operating costs and expenses used to calculate the TER have been annualised.

** The TER for this fund is currently discounted from 0.20 to 0.09, the TER shown is the effective TER.

Background (continued)

Total expense ratio (continued)

Fund	TER (%)
iShares iBonds Sep 2018 USD Corporate UCITS ETF*	0.10
iShares MSCI China A UCITS ETF*	0.65
iShares MSCI EMU Large Cap UCITS ETF	0.49
iShares MSCI EMU Mid Cap UCITS ETF	0.49
iShares MSCI Europe Momentum Factor UCITS ETF*	0.25
iShares MSCI Europe Quality Factor UCITS ETF*	0.25
iShares MSCI Europe Size Factor UCITS ETF*	0.25
iShares MSCI Europe Value Factor UCITS ETF*	0.25
iShares MSCI France UCITS ETF*	0.25
iShares MSCI World Momentum Factor UCITS ETF*	0.30
iShares MSCI World Quality Factor UCITS ETF*	0.30
iShares MSCI World Size Factor UCITS ETF*	0.30
iShares MSCI World Value Factor UCITS ETF*	0.30
iShares US Equity Buyback Achievers UCITS ETF*	0.55

* As this Fund launched during the year, the fees, operating costs and expenses used to calculate the TER have been annualised.

Investment Manager's report

INVESTMENT OBJECTIVE

The investment objective of the Funds is to track or replicate the benchmark indices listed in the Background section.

FUND PERFORMANCE*

The performance of the Funds for the year under review is shown below:

Fund	Fund return for the year ended 31/05/2015 %	Benchmark return for the year ended 31/05/2015 %	Fund return for the year ended 31/05/2014 %	Benchmark return for the year ended 31/05/2014 %
iShares \$ Short Duration Corporate Bond UCITS ETF	1.19	1.40	1.81	1.99
iShares \$ Short Duration High Yield Corporate Bond UCITS ETF	0.81	1.03	3.82	3.75
iShares \$ Treasury Bond 20+yr UCITS ETF**	(7.42)	(7.37)	N/A	N/A
iShares \$ Ultrashort Bond UCITS ETF	0.32	0.51	0.28	0.41
iShares £ Ultrashort Bond UCITS ETF	0.60	0.74	0.48	0.57
iShares Euro Government Bond 20yr Target Duration UCITS ETF**	0.03	0.10	N/A	N/A
iShares Euro Ultrashort Bond UCITS ETF	0.41	0.51	0.37	0.45
iShares iBonds Sep 2018 USD Corporate UCITS ETF**	0.76	0.83	N/A	N/A
iShares MSCI China A UCITS ETF**	17.15	17.89	N/A	N/A
iShares MSCI EMU Large Cap UCITS ETF	14.93	14.88	15.65	15.64
iShares MSCI EMU Mid Cap UCITS ETF	15.89	15.89	14.79	15.18
iShares MSCI Europe Momentum Factor UCITS ETF**	14.12	13.90	N/A	N/A
iShares MSCI Europe Quality Factor UCITS ETF**	16.52	16.35	N/A	N/A
iShares MSCI Europe Size Factor UCITS ETF**	17.84	17.59	N/A	N/A
iShares MSCI Europe Value Factor UCITS ETF**	15.14	14.93	N/A	N/A
iShares MSCI France UCITS ETF**	15.36	14.63	N/A	N/A
iShares MSCI Russia Capped Swap ***	N/A	N/A	13.15	14.04
iShares MSCI World Momentum Factor UCITS ETF**	10.51	10.70	N/A	N/A
iShares MSCI World Quality Factor UCITS ETF**	8.31	8.51	N/A	N/A
iShares MSCI World Size Factor UCITS ETF**	9.74	9.85	N/A	N/A
iShares MSCI World Value Factor UCITS ETF**	8.42	8.51	N/A	N/A
iShares S&P CNX Nifty India Swap***	N/A	N/A	(5.89)	(5.26)
iShares S&P GSCI Dynamic Roll Agriculture Swap***	N/A	N/A	(9.10)	(8.73)
iShares S&P GSCI Dynamic Roll Commodity Swap***	N/A	N/A	2.59	3.01
iShares S&P GSCI Dynamic Roll Energy Swap***	N/A	N/A	4.85	5.28
iShares S&P GSCI Dynamic Roll Industrial Metals Swap***	N/A	N/A	(3.13)	(2.75)
iShares US Equity Buyback Achievers UCITS ETF**	3.92	4.05	N/A	N/A

* Fund performance is shown net of fees and expenses (TER).

** As this Fund launched during the year, performance figures are shown from launch date to 31 May 2015.

*** As this Fund closed on 24 October 2013, performance figures are shown from 1 June 2013 to closure date. Closure dates are shown in the income statements of the relevant Funds.

The Fund return figures are the aggregated net monthly returns and are based on the average published pricing NAV for the financial year under review. Due to accounting policy requirements under Irish accounting standards which apply to the financial statements, there may be slight differences between the NAV per share as recorded in the financial statements and the published pricing NAV per share. The returns are net of management fees.

Past performance may not necessarily be repeated and future performance may vary.

Investment Manager's report (continued)

TRACKING DIFFERENCE

Tracking difference is defined as the difference in returns between a fund and its benchmark index.

For physically replicating funds, the investment management approach is to buy a portfolio of securities that as far as practicable consist of the securities that make up the benchmark index, in similar proportion to the weights represented in the benchmark index.

For non-replicating funds, the investment management approach aims to match the main risk characteristics of the benchmark index by investing in a portfolio that is primarily made up of securities that represent the benchmark index. The objective is to generate a return which is as close as practicable to the total return of the index net of transaction costs and gross of fees and other costs.

Cash management, efficient portfolio management techniques including securities lending, transaction costs from rebalancing and currency hedging can have an impact on tracking difference. Importantly, these impacts can be either positive or negative depending on the underlying circumstances.

In addition to the above, the Funds may also have a tracking difference due to withholding tax suffered by the Funds on any income received from its investments. The level and quantum of tracking difference arising due to withholding taxes depends on various factors such as any reclaims filed on behalf of the Funds with various tax authorities, any benefits obtained by the Funds under a tax treaty or any securities lending activities carried out by the Funds.

The table below compares the realised Fund performance against the performance of the relevant benchmark index during the year ended 31 May 2015. An explanation for the difference gross of TER is provided.

Fund	Fund return for the year ended 31/05/2015 %	Benchmark return for the year ended 31/05/2015 %	Tracking difference net of TER %	TER %	Tracking difference gross of TER %	Explanation of the tracking difference
iShares \$ Short Duration Corporate Bond UCITS ETF	1.19	1.40	(0.21)	0.20	(0.01)	The Fund performed in line with the index before costs (TER).
iShares \$ Short Duration High Yield Corporate Bond UCITS ETF	0.81	1.03	(0.22)	0.45	0.23	The outperformance of the Fund was due to sampling techniques employed.
iShares \$ Treasury Bond 20+yr UCITS ETF*	(7.42)	(7.37)	(0.05)	0.07	0.02	The Fund performed in line with the index before costs (TER).
iShares \$ Ultrashort Bond UCITS ETF**	0.32	0.51	(0.19)	0.16	(0.03)	The Fund performed in line with the index before costs (TER).
iShares £ Ultrashort Bond UCITS ETF**	0.60	0.74	(0.14)	0.17	0.03	The Fund performed in line with the index before costs (TER).
iShares Euro Government Bond 20yr Target Duration UCITS ETF*	0.03	0.10	(0.07)	0.05	(0.02)	The Fund performed in line with the index before costs (TER).
iShares Euro Ultrashort Bond UCITS ETF**	0.41	0.51	(0.10)	0.14	0.04	The Fund performed in line with the index before costs (TER).
iShares iBonds Sep 2018 USD Corporate UCITS ETF*	0.76	0.83	(0.07)	0.02	(0.05)	The Fund performed in line with the index before costs (TER).
iShares MSCI China A UCITS ETF*	17.15	17.89	(0.74)	0.09	(0.65)	The underperformance of the Fund was due to sampling techniques employed.

* As this Fund launched during the year, the TER is the effective TER from launch date to year end date.

** As the TER of this Fund was discounted during the year, the TER shown is the effective TER for the year.

Investment Manager's report (continued)

TRACKING DIFFERENCE (continued)

Fund	Fund return for the year ended 31/05/2015 %	Benchmark return for the year ended 31/05/2015 %	Tracking difference net of TER %	TER %	Tracking difference gross of TER %	Explanation of the tracking difference
iShares MSCI EMU Large Cap UCITS ETF	14.93	14.88	0.05	0.49	0.54	The outperformance of the Fund was due to differences in the tax rates applied to dividends received in the Fund versus the tax rate assumed in the total return calculation of the benchmark.
iShares MSCI EMU Mid Cap UCITS ETF	15.89	15.89	0.00	0.49	0.49	The outperformance of the Fund was due to differences in the tax rates applied to dividends received in the Fund versus the tax rate assumed in the total return calculation of the benchmark.
iShares MSCI Europe Momentum Factor UCITS ETF*	14.12	13.90	0.22	0.09	0.31	The outperformance of the Fund was due to differences in the tax rates applied to dividends received in the Fund versus the tax rate assumed in the total return calculation of the benchmark.
iShares MSCI Europe Quality Factor UCITS ETF*	16.52	16.35	0.17	0.09	0.26	The outperformance of the Fund was due to differences in the tax rates applied to dividends received in the Fund versus the tax rate assumed in the total return calculation of the benchmark.
iShares MSCI Europe Size Factor UCITS ETF*	17.84	17.59	0.25	0.09	0.34	The outperformance of the Fund was due to differences in the tax rates applied to dividends received in the Fund versus the tax rate assumed in the total return calculation of the benchmark.
iShares MSCI Europe Value Factor UCITS ETF*	15.14	14.93	0.21	0.09	0.30	The outperformance of the Fund was due to differences in the tax rates applied to dividends received in the Fund versus the tax rate assumed in the total return calculation of the benchmark.
iShares MSCI France UCITS ETF*	15.36	14.63	0.73	0.18	0.91	The outperformance of the Fund was due to differences in the tax rates applied to dividends received in the Fund versus the tax rate assumed in the total return calculation of the benchmark.
iShares MSCI World Momentum Factor UCITS ETF*	10.51	10.70	(0.19)	0.19	0.00	The Fund performed in line with the index before costs (TER).
iShares MSCI World Quality Factor UCITS ETF*	8.31	8.51	(0.20)	0.19	(0.01)	The Fund performed in line with the index before costs (TER).

*As this Fund launched during the year, the TER is the effective TER from launch date to year end date.

Investment Manager's report (continued)

TRACKING DIFFERENCE (continued)

Fund	Fund return for the year ended 31/05/2015 %	Benchmark return for the year ended 31/05/2015 %	Tracking difference net of TER %	TER %	Tracking difference gross of TER %	Explanation of the tracking difference
iShares MSCI World Size Factor UCITS ETF*	9.74	9.85	(0.11)	0.19	0.08	The outperformance of the Fund was due to differences in the tax rates applied to dividends received in the Fund versus the tax rate assumed in the total return calculation of the benchmark.
iShares MSCI World Value Factor UCITS ETF*	8.42	8.51	(0.09)	0.19	0.10	The outperformance of the Fund was due to differences in the tax rates applied to dividends received in the Fund versus the tax rate assumed in the total return calculation of the benchmark.
iShares US Equity Buyback Achievers UCITS ETF*	3.92	4.05	(0.13)	0.18	0.05	The Fund performed in line with the index before costs (TER).

*As this Fund launched during the year, the TER is the effective TER from launch date to year end date.

TRACKING ERROR

Realised tracking error is the annualised standard deviation of the difference in monthly returns between a fund and its benchmark index. Tracking error shows the consistency of the returns relative to the benchmark index over a defined period of time.

Anticipated tracking error is based on the expected volatility of differences between the returns of a fund and the returns of its benchmark index.

For physically replicating funds, the investment management approach is to buy a portfolio of securities that as far as practicable consist of the securities that make up the benchmark index, in similar proportion to the weights represented in the benchmark index.

For non-replicating funds, the investment management approach aims to match the main risk characteristics of the benchmark index by investing in a portfolio that is primarily made up of securities that represent the benchmark index. The objective is to generate a return which is as close as practicable to the total return of the index net of transaction costs and gross of fees and other costs.

Cash management, efficient portfolio management techniques including securities lending, transaction costs from rebalancing and currency hedging can have an impact on tracking error as well as the return differential between a fund and its benchmark index. Importantly, these impacts can be either positive or negative depending on the underlying circumstances.

In addition to the above, the Funds may also have a tracking error due to withholding tax suffered by the Funds on any income received from its investments. The level and quantum of tracking error arising due to withholding taxes depends on various factors such as any reclaims filed by the Funds with various tax authorities, any benefits obtained by the Funds under a tax treaty or any securities lending activities carried out by the Funds.

The following table compares the anticipated tracking error of the Funds (disclosed in the prospectus on an ex ante basis) against the actual realised tracking error of the Funds as at 31 May 2015. An explanation of the difference is provided. The realised tracking error is annualised and calculated using data from the preceding 36 month observation period. Where a fund has not been trading for 36 months, the annualised tracking error since inception has been presented.

Investment Manager's report (continued)

TRACKING ERROR (continued)

Fund	Anticipated tracking error %	Realised tracking error %	Explanation for difference
iShares \$ Short Duration Corporate Bond UCITS ETF	up to 0.30	0.09	The Fund has tracked its benchmark index within its anticipated tracking error.
iShares \$ Short Duration High Yield Corporate Bond UCITS ETF	up to 0.45	0.20	The Fund has tracked its benchmark index within its anticipated tracking error.
iShares \$ Treasury Bond 20+yr UCITS ETF	up to 0.08	0.07	The Fund has tracked its benchmark index within its anticipated tracking error.
iShares \$ Ultrashort Bond UCITS ETF	up to 0.10	0.06	The Fund has tracked its benchmark index within its anticipated tracking error.
iShares £ Ultrashort Bond UCITS ETF	up to 0.10	0.05	The Fund has tracked its benchmark index within its anticipated tracking error.
iShares Euro Government Bond 20yr Target Duration UCITS ETF	up to 0.20	0.05	The Fund has tracked its benchmark index within its anticipated tracking error.
iShares Euro Ultrashort Bond UCITS ETF	up to 0.10	0.05	The Fund has tracked its benchmark index within its anticipated tracking error.
iShares iBonds Sep 2018 USD Corporate UCITS ETF	up to 0.40	0.11	The Fund has tracked its benchmark index within its anticipated tracking error.
iShares MSCI China A UCITS ETF	up to 2.00	0.89	The Fund has tracked its benchmark index within its anticipated tracking error.
iShares MSCI EMU Large Cap UCITS ETF	up to 0.25	0.25	The Fund has tracked its benchmark index within its anticipated tracking error.
iShares MSCI EMU Mid Cap UCITS ETF	up to 0.30	0.31	The tracking error of the Fund is due to differences in the tax rates applied to dividends received in the Fund versus the tax rate assumed in the total return calculation of the benchmark.
iShares MSCI Europe Momentum Factor UCITS ETF	up to 0.10	0.19	The tracking error of the Fund is due to differences in the tax rates applied to dividends received in the Fund versus the tax rate assumed in the total return calculation of the benchmark.
iShares MSCI Europe Quality Factor UCITS ETF	up to 0.10	0.11	The tracking error of the Fund is due to differences in the tax rates applied to dividends received in the Fund versus the tax rate assumed in the total return calculation of the benchmark.
iShares MSCI Europe Size Factor UCITS ETF	up to 0.10	0.17	The tracking error of the Fund is due to differences in the tax rates applied to dividends received in the Fund versus the tax rate assumed in the total return calculation of the benchmark.
iShares MSCI Europe Value Factor UCITS ETF	up to 0.10	0.26	The tracking error of the Fund is due to differences in the tax rates applied to dividends received in the Fund versus the tax rate assumed in the total return calculation of the benchmark.

Investment Manager's report (continued)

TRACKING ERROR (continued)

Fund	Anticipated tracking error %	Realised tracking error %	Explanation for difference
iShares MSCI France UCITS ETF	up to 0.10	0.41	The tracking error of the Fund is due to differences in the tax rates applied to dividends received in the Fund versus the tax rate assumed in the total return calculation of the benchmark.
iShares MSCI World Momentum Factor UCITS ETF	up to 0.10	0.18	The tracking error of the Fund is due to differences in the tax rates applied to dividends received in the Fund versus the tax rate assumed in the total return calculation of the benchmark.
iShares MSCI World Quality Factor UCITS ETF	up to 0.10	0.08	The Fund has tracked its benchmark index within its anticipated tracking error.
iShares MSCI World Size Factor UCITS ETF	up to 0.10	0.15	The tracking error of the Fund is due to differences in the tax rates applied to dividends received in the Fund versus the tax rate assumed in the total return calculation of the benchmark.
iShares MSCI World Value Factor UCITS ETF	up to 0.10	0.12	The tracking error of the Fund is due to differences in the tax rates applied to dividends received in the Fund versus the tax rate assumed in the total return calculation of the benchmark.
iShares US Equity Buyback Achievers UCITS ETF	up to 0.15	0.20	The Fund's return history is too short to give a statistically significant tracking error.

Investment Manager's report (continued)

CALENDAR YEAR PERFORMANCE

The performance of the Funds, on a calendar year basis, is shown below:

Fund	Launch Date	2015 01/01/2015 to 31/05/2015		2014 01/01/2014 to 31/12/2014		2013 01/01/2013 to 31/12/2013		2012 01/01/2012 to 31/12/2012	
		Fund %	Benchmark %	Fund %	Benchmark %	Fund %	Benchmark %	Fund %	Benchmark %
iShares \$ Short Duration Corporate Bond UCITS ETF*	Oct-13	1.15	1.25	1.33	1.59	0.53	0.54	N/A	N/A
iShares \$ Short Duration High Yield Corporate Bond UCITS ETF*	Oct-13	2.69	2.81	0.19	0.32	1.72	1.65	N/A	N/A
iShares \$ Treasury Bond 20+yr UCITS ETF*	Jan-15	(7.42)	(7.37)	N/A	N/A	N/A	N/A	N/A	N/A
iShares \$ Ultrashort Bond UCITS ETF*	Oct-13	0.26	0.32	0.23	0.46	0.11	0.15	N/A	N/A
iShares £ Ultrashort Bond UCITS ETF*	Oct-13	0.21	0.25	0.71	0.88	0.16	0.18	N/A	N/A
iShares Euro Government Bond 20yr Target Duration UCITS ETF*	Jan-15	0.03	0.10	N/A	N/A	N/A	N/A	N/A	N/A
iShares Euro Ultrashort Bond UCITS ETF*	Oct-13	0.13	0.17	0.55	0.68	0.09	0.11	N/A	N/A
iShares iBonds Sep 2018 USD Corporate UCITS ETF*	Mar-15	0.76	0.83	N/A	N/A	N/A	N/A	N/A	N/A
iShares MSCI China A UCITS ETF*	Apr-15	17.15	17.89	N/A	N/A	N/A	N/A	N/A	N/A
iShares MSCI EMU Large Cap UCITS ETF*	Sep-13	16.97	16.78	4.44	4.42	8.81	8.94	N/A	N/A
iShares MSCI EMU Mid Cap UCITS ETF*	Sep-13	20.81	20.57	3.63	3.86	6.26	6.58	N/A	N/A
iShares MSCI Europe Momentum Factor UCITS ETF*	Jan-15	14.12	13.90	N/A	N/A	N/A	N/A	N/A	N/A
iShares MSCI Europe Quality Factor UCITS ETF*	Jan-15	16.52	16.35	N/A	N/A	N/A	N/A	N/A	N/A
iShares MSCI Europe Size Factor UCITS ETF*	Jan-15	17.84	17.59	N/A	N/A	N/A	N/A	N/A	N/A
iShares MSCI Europe Value Factor UCITS ETF*	Jan-15	15.14	14.93	N/A	N/A	N/A	N/A	N/A	N/A
iShares MSCI France UCITS ETF*	Sep-14	19.59	19.06	(3.53)	(3.72)	N/A	N/A	N/A	N/A
iShares MSCI Russia Capped Swap**	Sep-10	N/A	N/A	N/A	N/A	3.86	5.34	12.15	13.66
iShares MSCI World Momentum Factor UCITS ETF*	Oct-14	6.27	6.43	3.98	4.01	N/A	N/A	N/A	N/A
iShares MSCI World Quality Factor UCITS ETF*	Oct-14	5.58	5.67	2.59	2.69	N/A	N/A	N/A	N/A
iShares MSCI World Size Factor UCITS ETF*	Oct-14	7.61	7.65	1.98	2.04	N/A	N/A	N/A	N/A
iShares MSCI World Value Factor UCITS ETF*	Oct-14	7.56	7.59	0.80	0.86	N/A	N/A	N/A	N/A
iShares S&P CNX Nifty India Swap**	Sep-10	N/A	N/A	N/A	N/A	(7.50)	(6.43)	24.69	25.86

* Where a Fund's launch date is within a performance period, figures are shown from the launch date to the end of the relevant period.

** Where a Fund's closure date is within a performance period, figures are shown from the start of the period to closure date.

Investment Manager's report (continued)

CALENDAR YEAR PERFORMANCE (continued)

Fund	Launch Date	2015 01/01/2015 to 31/05/2015		2014 01/01/2014 to 31/12/2014		2013 01/01/2013 to 31/12/2013		2012 01/01/2012 to 31/12/2012	
		Fund	Benchmark	Fund	Benchmark	Fund	Benchmark	Fund	Benchmark
		%	%	%	%	%	%	%	%
iShares S&P GSCI Dynamic Roll Agriculture Swap*/**	Jan-12	N/A	N/A	N/A	N/A	(14.95)	(14.22)	1.31	2.27
iShares S&P GSCI Dynamic Roll Commodity Swap*/**	Jan-12	N/A	N/A	N/A	N/A	(3.95)	(3.17)	(1.16)	(0.28)
iShares S&P GSCI Dynamic Roll Energy Swap*/**	Jan-12	N/A	N/A	N/A	N/A	(0.05)	0.75	(1.57)	(0.73)
iShares S&P GSCI Dynamic Roll Industrial Metals Swap*/**	Jan-12	N/A	N/A	N/A	N/A	(12.53)	(11.85)	1.95	2.79
iShares US Equity Buyback Achievers UCITS ETF*	Feb-15	3.92	4.05	N/A	N/A	N/A	N/A	N/A	N/A

* Where a Fund's launch date is within a performance period, figures are shown from the launch date to the end of the relevant period.

** Where a Fund's closure date is within a performance period, figures are shown from the start of the period to closure date.

The Fund return figures are the aggregated net monthly returns and are based on the average published pricing NAV for the financial period under review. Due to accounting policy requirements under Irish accounting standards which apply to the financial statements, there may be slight differences between the NAV per share as recorded in the financial statements and the published pricing NAV per share. The returns are net of management fees.

Past performance may not necessarily be repeated and future performance may vary.

Investment Manager's report (continued)

MARKET REVIEW

Equities

Global equities

This market review summary covers iShares MSCI World Momentum Factor UCITS ETF, iShares MSCI World Quality Factor UCITS ETF, iShares MSCI World Size Factor UCITS ETF and iShares MSCI World Value Factor UCITS ETF.

Following a decline during the third quarter of 2014, global equities subsequently rallied amid growing conviction that the global economic outlook was improving, ending the Company's review year with solid gains.

Although global equities made modest gains in June 2014, market volatility picked up early in the third quarter of 2014 in the aftermath of the loss of the Malaysia Airlines jet over eastern Ukraine in July 2014. Despite concerns that the more stringent sanctions imposed on Russia could stall the Eurozone's muted economic recovery, global equities made progress in August 2014 amid optimism that the US economy was recovering strongly from its earlier weather related slowdown. However, with investor conviction remaining relatively low amid deepening conflict in the Middle East and worries over the potential spread of Ebola, equities fell sharply in volatile trading in early October 2014 as a bout of weaker economic data raised concerns over the global growth outlook, particularly in the Eurozone and the Far East. Meanwhile, although the US economy was growing strongly, concerns that the US Federal Reserve (the "Fed") was moving closer to raising interest rates also impacted on sentiment. Nevertheless, the introduction of new economic support measures in Japan and China, and growing confidence that the European Central Bank ("ECB") would embark on a quantitative easing ("QE") stimulus programme, helped global equities to reverse the declines later in the fourth quarter of 2014. The slide in oil prices during the second half of the year also helped sentiment towards global equities amid confidence that lower energy related costs would boost consumers' spending power and lower companies' operating costs.

Global equities' firm tone extended into 2015, helped by the ECB's January 2015 announcement of a larger than expected QE package. Although sporadic concerns persisted that the strength of the jobs market could persuade US policymakers to raise interest rates as soon as mid-2015, despite the ongoing slowdown in US economic growth, the effect was largely offset by stronger Japanese growth and signs that economic activity in the Eurozone may have been picking up even before the launch of QE. Generally supportive corporate earnings newsflow and growing optimism over the outlook for the global economy helped global equities to make further progress during the remainder of the first quarter of 2015. However, having pushed to new review year highs in early April 2015, global equities subsequently eased during the final weeks of the review year amid concerns over the growing possibility that Greece could exit the Eurozone and the prospect that US interest rates could rise as soon as the third quarter of 2015.

European equities

This market review summary covers iShares MSCI EMU Large Cap UCITS ETF, iShares MSCI EMU Mid Cap UCITS ETF, iShares MSCI Europe Momentum Factor UCITS ETF, iShares MSCI Europe Quality Factor UCITS ETF, iShares MSCI Europe Size Factor UCITS ETF, iShares MSCI Europe Value Factor UCITS ETF and iShares MSCI France UCITS ETF.

European equities delivered strong gains over the Company's review year, significantly outperforming relative to wider global stock markets.

European bourses lost ground early in the review year, underperforming their global peers amid fears over the impact on trade with Russia as tougher sanctions were imposed following the loss of the passenger jet over Ukraine. Meanwhile, with concerns over the region's ongoing economic malaise continuing, the ECB followed June's 0.25% interest rate cut with the introduction of a negative deposit rate to encourage banks to lend. Having grown by 0.30% in the first quarter of 2014, the Eurozone economy grew by just 0.10% during the April to June 2014 period, while rising deflationary risks fuelled speculation that the ECB could yet launch a QE programme. Extending their underperformance compared to wider global equities during the third quarter of 2014, European equities followed their global peers sharply lower in October 2014 as global growth concerns deepened.

Investment Manager's report (continued)

MARKET REVIEW (continued)

Equities (continued)

European equities (continued)

However, with investors' remaining largely unmoved by the ECB's cutting of interest rates to 0.05% in September 2014 and stated plans to introduce a limited private asset repurchase programme, more positive comments from senior ECB officials over the prospects for QE helped European equities to rally broadly in line with their global peers during the final quarter of 2014. Nevertheless, sentiment remained mixed as the election of an anti-austerity Syriza led government in Greece brought a return of political uncertainties to the Eurozone. Meanwhile, against a backdrop of sluggish economic activity and sliding oil prices, inflation finally turned negative in December 2014, falling to (0.20%), compared to 0.30% in November 2014.

With the single currency zone slipping deeper into deflation in January 2015, as inflation slipped to (0.60%), the ECB announced a larger than expected, potentially open ended €60 billion per month QE package, helping European equities to perform very strongly during the first quarter of 2015, and for the remainder of the review year. News that the region's economy had grown by a better than expected 0.30% during the final quarter of 2014 and confirmation that the Eurozone's four month spell of deflation ended as inflation rose to 0% in April 2015 also helped sentiment. Despite some ongoing concerns over the prospect of a US interest rate rise and fears that any breakdown in talks between Greece and its creditors could hasten the country's exit from the single currency, broadly positive global economic news raised optimism over the earnings growth prospects for European listed companies. Confirmation that the Eurozone economy grew by 0.40% during the first quarter of 2015, matching its best performance since early 2011, helped European equities to end the Company's review year on a positive note.

EMU mid caps outperformed their larger peers, driven by optimism that QE will bolster the earnings prospects for domestically focused mid and small cap companies. Since the iShares MSCI France UCITS ETF's inception in early September 2014, French equities outperformed their wider peers amid hopes that QE will help to bolster the country's sluggish economy.

US equities

This market review summary covers iShares US Equity Buyback Achievers UCITS ETF.

US equities produced positive returns over the Company's review year, albeit that the gains lagged behind those of wider global equity markets.

US stocks made modest progress early in the review year, cheered by growing confidence that the economy was recovering strongly from its weather related first quarter of 2014 slowdown. With the strength of the jobs and housing markets helping the economy to grow by a robust 4.60% on an annualised basis during the second quarter of 2014, compared to a (2.10%) contraction in the first quarter of 2014, US equities' progress extended into mid-September 2014. Following a short lived setback in early October 2014 as global growth concerns heightened, US equities regained their lost ground during the remainder of 2014, cheered by generally positive corporate earnings reports and news that economic growth picked up to a very robust 5% in the third quarter of 2014. Nevertheless, despite the strength of the jobs market, hopes that a subsequent slowdown in US economic activity, with growth slowing to 2.20% in the fourth quarter of 2014, could convince the Fed to delay any rise in US interest rates until late 2015, helped US equities to set new all-time highs in February 2015.

Following the launch of the iShares US Equity Buyback Achievers UCITS ETF in February 2015, US equities produced largely flat returns over the remainder of the Company's review year. Although corporate earnings remained largely positive, trading updates increasingly reflected the impact of dollar strength on international earnings. Meanwhile, US equities' returns relative to their international peers also reflected the relatively large US energy sector in an environment of relatively subdued oil prices compared to a year earlier, despite the partial recovery of global energy prices in early 2015. Nevertheless, despite underperforming over the year as a whole, US stocks ended the review year on a firm note as a slowdown in economic growth, to just 0.20% in the first quarter of 2015, later revised to a (0.70%) contraction, prompted some hopes that the Fed could yet delay the first interest rate rise until late 2015, with any subsequent increases likely to be very gradual.

Since the Fund's launch, Buyback Achiever stocks underperformed the wider US market, weighed by disappointing returns from IT stocks TiVo Inc and Polycom Inc.

Investment Manager's report (continued)

MARKET REVIEW (continued)

Equities (continued)

Chinese equities

This market review summary covers iShares MSCI China A UCITS ETF.

Chinese equities produced strong gains over the review year. Despite the ongoing slowdown in the domestic economy, with growth slipping from 7.50% on a year on year basis during the second quarter of 2014 to a six year low of 7% during the first quarter of 2015, optimism that the improving global economic environment would drive demand for China's exports underpinned market sentiment. Confidence that the Chinese authorities' efforts to manage the economy with new support measures, including interest rate reductions in November 2014 and February 2015 that took official borrowing costs from 6% to 5.35%, to underpin credit demand and soothe worries over the health of the property market also helped the market to make progress.

Since the Fund's inception on 13 April 2015, Chinese equities recorded significant rises during the remainder of the Company's review year, despite some ongoing indications that the country's economic growth prospects were deteriorating. Chinese equities benefitted from a range of technical and regulatory changes by the country's market authorities, such as the lifting of restrictions in the number of trading accounts individuals were permitted to hold.

Following the end of the Company's review year, Chinese equities performed poorly, surrendering their gains made since the turn of the year by early July as worries over the country's economic growth outlook intensified.

Fixed Income

Government bonds

This market review summary covers iShares \$ Treasury Bond 20+yr UCITS ETF and iShares Euro Government Bond 20yr Target Duration UCITS ETF.

European government bonds produced strong returns over the Company's review year, driven by the pronounced fall in inflation, the single currency zone's disappointing economic environment and the launch of the ECB's larger than expected QE programme. Long dated euro-denominated government bonds significantly outperformed their shorter dated peers, reflecting growing confidence that interest rates and inflation will remain lower for longer than many investors had previously anticipated.

US Treasury bonds produced negative returns over the review year, as the improving US economic backdrop broadly lessened the appeal of fixed interest assets, despite subdued inflation amid ongoing weakness in oil prices. Although the robust nature of the US economic recovery during the second and third quarters of 2014 weighed to some extent on sentiment towards US government debt as investors favoured risk based assets, such as credit and equities, US Treasuries' weakness was briefly halted in late January amid signs that the US economic recovery was losing momentum. However, yields subsequently rebounded to their January 2015 levels on the view that the slowdown would prove temporary, with policymakers increasingly likely to raise interest rates early in the second half of 2015 against the backdrop of a strong employment market. The market's weaker tone continued during the final weeks of the review period as confidence grew in the sustainability of the economic recovery, with the Fed attributing the early 2015 slowdown to transitory factors, such as extreme winter weather.

Corporate bonds

This market review summary covers iShares \$ Short Duration Corporate Bond UCITS ETF, iShares \$ Short Duration High Yield Corporate Bond UCITS ETF, iShares \$ Ultrashort Bond UCITS ETF, iShares £ Ultrashort Bond UCITS ETF, iShares Euro Ultrashort Bond UCITS ETF and iShares iBonds Sep 2018 USD Corporate UCITS ETF.

Short dated credit produced positive returns over the Company's review year, albeit that gains were modest relative to the performance of longer dated corporate debt.

Investment Manager's report (continued)

MARKET REVIEW (continued)

Fixed Income (continued)

Corporate bonds (continued)

Investment grade credit markets made modest progress during the first half of the review year, with optimism that falling oil prices would continue to subdue inflationary pressures helping credit to deliver positive returns. Relatively limited levels of new supply helped British Pound denominated debt to perform well relative to US Dollar and Euro issues. With the firm US and UK economies providing scope for earlier than expected interest rate rises, particularly in the US, short dated US Dollar and British Pound denominated credit broadly outperformed their longer dated counterparts. Nevertheless, credit generally underperformed relative to government debt early in the review year, reflecting concerns that credit spreads had previously tightened to levels that underplayed geopolitical and economic risks.

Despite growing confidence that the improving global economic outlook would help to bolster company profits, thereby helping corporate to service their debt burdens, credit's underperformance relative to government debt continued during the second half of the review year. Having underperformed relative to British Pound and Euro based debt in late 2014, US Dollar denominated credit performed relatively well in early 2015, reflecting US Dollar based credit's relatively high exposure to borrowers in the energy industry against the backdrop of a modest recovery in oil prices. A partial recovery in sentiment towards the energy sector was also a factor in the relatively strong performance of short dated US Dollar denominated high yield debt during the second half of the review year.

BlackRock Advisors (UK) Limited

June 2015

Chairman's Statement

The Board of iShares IV plc (the "Company") considers corporate governance matters and adherence to codes of best practice to be of the utmost importance. As Chairman of the Board, I believe that it has operated effectively throughout the year and that its role and its composition are well defined, appropriate and support the long term development of the Company.

Overview of the Company

The Company is incorporated in Ireland as a public limited company pursuant to the Companies Act 2014 (the "Companies Act") and the European Communities (Undertakings for Collective Investment in Transferable Securities) Regulations 2011 (as amended) (the "UCITS Regulations") and is regulated by the Central Bank of Ireland.

The Company is an exchange traded fund ("ETF"). The Funds of the Company pursue strategies of either tracking or replicating the performance of a benchmark index in order to deliver the objectives of each fund.

The Company's sole objective is the collective investment in transferable securities and by its nature it operates a delegated model under which the Board exercises overall central management and control over its activities. The management and administration is delegated to BlackRock Asset Management Ireland Limited (the "Manager") which, in turn has appointed BlackRock Advisors (UK) Limited (the "Investment Manager") as the Investment Manager and Promoter. The Manager has delegated the administration of the Company and its Funds to State Street Fund Services (Ireland) Limited (the "Administrator") including the calculation of the daily net asset value, and the preparation of the financial statements of the Company subject to the overall supervision of the Directors and the Manager, while Computershare Investor Services (Ireland) Limited has been appointed registrar of the Company with the exception of iShares MSCI China A UCITS ETF which settles through an ICSD and has appointed State Street Fund Services (Ireland) Limited as registrar, see further details in the general information section. The Company has appointed State Street Custodial Services (Ireland) Limited (the "Custodian") as Custodian of the assets with responsibility for the safe keeping of such assets, pursuant to the UCITS Regulations. As part of its fiduciary responsibility to the Company, the Custodian provides a certain level of ongoing oversight to the Company, pursuant to the Custodian Agreement as well as reporting on the conduct of the Company in each annual accounting period as set out in the Statement of the Custodian's Responsibilities.

In accordance with Guidance Note 4/07 on the Organisation of Management Companies issued by the Central Bank of Ireland, the Board of the Manager has identified BlackRock personnel who monitor and control the management functions as outlined therein. These BlackRock personnel report to the Board of the Manager and the Company on a regular basis. The management functions delegated by the Manager are subject to appropriate reporting and ratification procedures, which are designed to ensure that the appropriate reports are received in a timely fashion such that the Manager and the Board can discharge their duties, as part of the governance framework put in place by the Manager and the Company. The Board reviews risk reporting on a regular basis together with an annual review of internal controls and risk management from the Manager.

The Board

The Board comprises five Directors, two of whom are independent. The members of the Board were chosen for their range of skills and experience. Paul McGowan has extensive experience in the area of tax, financial services and corporate governance, Karen Prooth has over twenty years' experience in the asset management industry, Cora O'Donohoe has considerable experience in the area of portfolio management, Barry O'Dwyer has extensive knowledge and experience in corporate governance and I have over 25 years' experience in the banking and finance, fund management and securities processing industries.

Matters relating to the Company during the year

There were 21 funds in operation at 31 May 2015. During the year there were fourteen new fund launches. Details of these fund launches can be found in the Background section.

As communicated to shareholders in the shareholder letter dated 4 September 2014, effective 20 October 2014, iShares MSCI EMU Large Cap UCITS ETF (Lux), a sub-fund of iShares (Lux) merged into iShares MSCI EMU Large Cap UCITS ETF, the exchange ratio used to calculate the number of shares in the Receiving Fund issued to former unitholders of the Merging Fund was 4.0574178. iShares MSCI EMU Mid Cap UCITS ETF (Lux), a sub-fund of iShares (Lux) merged into iShares MSCI EMU Mid Cap UCITS ETF, the exchange ratio used to calculate the number of shares in the Receiving Fund issued to former unitholders of the Merging Fund was 2.6197281.

Chairman's Statement (continued)

Matters relating to the Company during the year (continued)

Effective 6 October 2014, the Investment Manager changed the methodology used to calculate global exposure from VaR to the commitment approach. The Investment Manager has concluded that the commitment approach is a more suitable methodology for calculating global exposure based on the Funds' investment strategies and risk profiles.

It is the opinion of the Board that all Funds have performed in line with their objectives and that any tracking differences have been explained in the Investment Manager's report. Additional information on the Funds' performance can be found in the Investment Manager's report.

Paul McNaughton
Chairman

29 September 2015

Board of Directors

Paul McNaughton (Irish) Chairman of the Board, Independent non-executive Director, member of the Audit Committee and Nomination Committee (appointed 31 March 2013): Mr McNaughton has over 25 years' experience in the Banking/Finance, Fund Management and Securities Processing Industries. In addition Mr McNaughton spent 10 years with IDA (Ireland) both in Dublin and in the USA marketing Ireland as a location for multinational investment. He went on to establish Bank of Ireland's IFSC Fund's business before joining Deutsche Bank to establish their funds business in Ireland. He was overall Head of Deutsche Bank's Offshore Funds business, including their hedge fund administration businesses primarily based in Dublin and the Cayman Islands, before assuming the role of Global Head of Deutsche's Fund Servicing business worldwide. Mr McNaughton left Deutsche Bank in August 2004 after leading the sale of Deutsche's Global Custody and Funds businesses to State Street Bank and now acts as an advisor and non-executive director for several investment companies and other financial entities in Ireland including several alternative/hedge fund entities. Mr McNaughton holds an Honours Economics Degree from Trinity College Dublin. He was the founding Chairman of the Irish Funds Industry Association ("IFIA") and a member of the Irish Government Task Force on Mutual Fund Administration. He was instrumental in the growth of the funds business in Ireland both for traditional and alternative asset classes.

Paul McGowan (Irish) – Chairman of the Audit Committee, Independent non-executive Director, Senior Independent Director and Member of the Nomination Committee (appointed 31 March 2013): Mr McGowan was a financial services tax partner in KPMG (Ireland) for more than 25 years and was Global Head of Financial Services Tax for KPMG (International). He is a former Chairman of both the Irish Funds Industry Association and the IFSC Funds Working Group. He currently holds a number of non-executive directorships including Chairman of AEGON Ireland Plc and Coronation Capital Ltd and is a Director of Epoch Investments Fund Plc. He was appointed to the EU Arbitration Panel on transfer pricing by the Irish Government. Mr McGowan is a Fellow of the Institute of Chartered Accountants in Ireland and holds a business studies degree from Trinity College Dublin and a Diploma in Corporate Financial Management from Harvard Business School.

Cora O'Donohoe (Irish nationality, British resident) Non-Executive Director (appointed 31 March 2013): Mrs O'Donohoe is a Managing Director of BlackRock. She was, until recently, head of the portfolio management team in BlackRock's Index Equity Group in Europe where she was responsible for the portfolio management teams that manage the institutional and iShares product range. She is currently involved in supporting the Index business in EMEA and represents the business in a number of areas including being responsible for the integration of the investment technology platform and product

operating model. Mrs O'Donohoe's service with the firm dates back to 1995, including her years with Barclays Global Investors (BGI), which merged with BlackRock in 2009. At BGI, she was head of portfolio management for the Index Equity team. Previously, Mrs O'Donohoe was an Executive Director at Goldman Sachs. Mrs O'Donohoe earned a BA degree in History and English from University College Dublin.

Barry O'Dwyer (Irish) Non-Executive Director and member of the Nomination Committee (appointed 3 July 2009): Mr O'Dwyer is the Head of Funds Governance for BlackRock's European open-ended fund range and is the Chief Operating Officer for BlackRock's Irish business. He serves as a Director on a number of BlackRock corporate, fund, and management companies in Ireland, Luxembourg, Switzerland and Germany and on BlackRock's UK Life company. He is a Board Director of Financial Services Ireland and a member of the Strategic group for An Taoiseach's Clearing House Group. He joined BlackRock Advisors (UK) Limited in 1999 as head of risk management and moved to his present role in 2006. Prior to joining BlackRock Advisors (UK) Limited, Mr O'Dwyer worked as risk manager at Gartmore Investment Management and at HypoVereinsbank and National Westminster Bank. Mr O'Dwyer graduated from Trinity College Dublin with a degree in Business Studies and Economics in 1991. He holds a Chartered Association of Certified Accountants qualification and an MBA from London City University Business School.

Karen Prooth (British) Non-Executive Director (appointed 31 March 2013): Ms Prooth is a Managing Director at BlackRock and is the Chief Operating Officer ("COO") of iShares in EMEA, BlackRock's Exchange Traded Funds (ETF) business. She has over twenty years' experience in the asset management industry. Ms Prooth joined Barclays Global Investors ("BGI" now BlackRock) in 2007. Prior to joining BGI, Ms Prooth spent 17 years at JP Morgan Asset Management ("JP Morgan") where she was a Managing Director in a number of roles including COO of the International Equity and Balanced business and Head of Risk for EMEA. She was also a Trustee Director of the JP Morgan Chase Pension Plan and a member of the Pension Plan Investment Committee. Prior to her time at JP Morgan, she was a quantitative analyst at Prudential Portfolio Managers. Ms Prooth graduated from the University of Leeds with first class honours in Mathematics and Operational Research in 1986.

Corporate Governance Statement

Introduction

The Board of the Company (an umbrella open-ended investment company with variable capital and having segregated liability between its funds (an “Investment Company”)), is committed to maintaining the highest standards of corporate governance and is accountable to shareholders for the governance of the Company’s affairs. The Company is subject to the United Kingdom Listing Authority Listing Rules (the “UKLA Listing Rules”) as they apply to overseas open-ended investment funds under Chapter 16 of the UKLA Listing Rules, and applicable chapters of the Financial Conduct Authority (“FCA”) Disclosure and Transparency Rules; available at <http://www.fca.org.uk> (the “DTR Rules”). The Company is subject to the governance standards set out in the UK Corporate Governance Code (the “Code”) issued by the Financial Reporting Council in September 2012. The Company is also subject to corporate governance practices imposed by the Central Bank of Ireland (the “Central Bank”) in their UCITS Notices and Guidance Notes which can be obtained from the Central Bank’s website at <http://www.centralbank.ie/regulation/industry-sectors/funds/ucits/Pages/default.aspx> and are available for inspection at the registered office of the Company.

The Board has considered the principles and recommendations of the Code and has put in place a framework for corporate governance which it believes both adheres to best practice and is appropriate for the Company, given the nature of its structure as an Investment Company.

The Code is published by the Financial Reporting Council (FRC) and is available to download from <http://www.frc.org.uk>. The Company has also voluntarily adopted the Irish Funds Industry Association Corporate Governance Code for Collective Investment Schemes and Management Companies (Dec 2011) (the “IFIA Code”) and, in addition, refers to this Code for the period under review. The IFIA Code can be obtained from the IFIA website at <http://www.irishfunds.ie/media-centre/news-archive/67-corporate-governance-code-and-faqs/>.

The sole objective of the Company is the collective investment in transferable securities and/or other liquid financial assets referred to in Regulation 68 of the UCITS Regulations of capital raised from the public and which operates on the principle of risk spreading. The Articles of Association of the Company provide that the Company may offer separate classes of shares, each representing interests in a fund comprising a distinct portfolio of investments. The shares of each fund are issued on different terms and conditions to those of the other funds. The specific investment objectives and policies of each fund are formulated by the Directors at the time of the creation of the Fund and any change to a fund’s investment objective and/or material change to the investment policy of a fund is subject to the prior consent of Shareholders evidenced by either a majority vote at a meeting of Shareholders of a fund or by written consent of all the Shareholders. The Funds of the Company are exchange traded funds and pursue strategies of either tracking or replicating the performance of a benchmark index in order to deliver the objectives of each fund.

This statement summarises the corporate governance structure and processes in place for the Company for the period under review.

Compliance

The Board has made the appropriate disclosures in this report to ensure the Company meets its continuing obligations pursuant to the UKLA Listing Rules and the DTR Rules. It should be noted that as an Investment Company all of the Company’s day-to-day management and administration is delegated to BlackRock group companies such as the Manager and the Investment Manager and other third party service providers. The Company has no employees and the Directors are all non-executive. The Board recognises that the shareholders of the Company invest into a regulated Investment Company and considers that the governance structure and operational processes in place for the Company are suitable for an Investment Company.

The Board considers that the Company has complied with the relevant provisions contained within the Code throughout this accounting period except, as explained below, where departure from the Code is considered appropriate given the Company’s position as an Investment Company. This Corporate Governance Statement, together with the Statement of Directors’ Responsibilities, describes how the main principles of the Code are applied to the Company.

The Code includes provisions relating to:

- (i) the appointment and role of the Chief Executive;
- (ii) executive Directors’ remuneration;
- (iii) the need for an internal audit function; and
- (iv) the need to establish a Remuneration Committee.

Corporate Governance Statement (continued)

Compliance (continued)

Due to the nature of its structure as an Investment Company, the Board does not consider these provisions appropriate to the Company. Therefore the Company was not compliant with these provisions during and post the period under review.

The Code also includes provisions for the re-election of Directors by shareholders with which the Company was not in compliance during the period under review. The Board is currently considering a re-election policy in line with the Code.

The Board considers that the Company has been in full compliance with the IFIA Code during the period under review.

Board composition

The Board currently consists of five non-executive Directors, two of whom are independent. The Board is committed to maintaining an appropriate balance of skills, experience, independence and knowledge amongst its members.

In accordance with the Code, the Board has carried out an assessment based on the independence requirements set out therein and has determined that, in its judgement the Chairman, Mr Paul McNaughton, and Mr Paul McGowan are independent within the meaning of those requirements. They are independent of the Manager, the Investment Manager and other third party service providers such as the Administrator and Custodian. The Board has also considered and is satisfied that the presence of two non-executive independent Directors (including the Chairman) is an appropriate balance for the Board. The Board has appointed Mr Paul McGowan as the Senior Independent Director.

The Directors' biographies, collectively demonstrate a breadth of investment knowledge, business and financial skills which enable them to provide effective strategic leadership, oversight and proper governance of the Company.

Delegation of responsibilities

The Directors of the Company have delegated the following areas of responsibility:

Management and Administration

The Directors of the Company have delegated the investment management, distribution and administration of the Company and its Funds to the Manager. The Manager has delegated the management of the investment portfolio and distribution of the Company's shares to the Investment Manager. The Investment Manager operates under guidelines determined by the Company and as detailed in the Company's prospectus and the various supplementary prospectuses relating to the Company's Funds. The Investment Manager has direct responsibility for the decisions relating to the day-to-day running of the Company's Funds and is accountable to the Board of the Manager and the Company for the investment performance of the Funds.

The Company has appointed State Street Custodial Services (Ireland) Limited as the Custodian of its assets, which has responsibility for safe-keeping of such assets, pursuant to the UCITS Regulations.

The Manager has delegated the administration of the Company and its Funds to the Administrator including the calculation of the daily net asset value, and the preparation of the financial statements of the Company subject to the overall supervision of the Board and the Manager.

The Board of the Company has established a Nominations Committee and an Audit Committee. The Directors of the Company have delegated certain functions to these committees. Please see the "Committees of the Board" section in this Corporate Governance Statement for further details.

Insurance

The Company has maintained appropriate Directors' and Officers' liability insurance cover throughout the year.

Corporate Governance Statement (continued)

Board's responsibilities

The Board meets monthly and also on an ad hoc basis as required. All Directors are expected to attend each meeting and the attendance at board and committee meetings during the year is set out on the following page. Directors are provided with relevant papers in advance of each meeting. In addition, electronic copies of meeting papers and other relevant information are available to Directors. If a Director is unable to attend a meeting, they will still receive the supporting papers.

The Board reserves to itself decisions relating to the determination of investment policy and objectives, any change in investment strategy, the appointment and removal of the Company Secretary and entering into any material contracts. The Board also approves the prospectus, circulars to shareholders, listing particulars and other relevant legal documentation. A formal schedule of matters specifically reserved for decision by the Board is maintained.

Any Director who resigns his/her position is obliged to confirm to the Board and the Central Bank that the resignation is not connected with any issues with or claims against the Company. Furthermore, any Director who has concerns about the running of the Company or a proposed course of action may provide a written statement to the Chairman outlining his/her concerns for circulation to the Board or alternatively may have his/her concerns formally recorded in the minutes of a board meeting. There were no resignations during the period under review.

The Board has responsibility for ensuring that the Company keeps proper accounting records which disclose with reasonable accuracy at any time the financial position of the Company and which enable it to ensure that the financial statements comply with the Companies Act and relevant accounting standards. It is the Board's responsibility to present a balanced and understandable assessment of the Company's financial position, which extends to interim financial statements and other reports made available to shareholders and the public. The Board is also responsible for safeguarding the assets of the Company and for taking reasonable steps in the prevention and detection of fraud and other irregularities.

The Directors have access to the advice and services of the Company Secretary, external counsel and the resources of the Investment Manager should they be needed. Where necessary, in the furtherance of their duties, the Board and individual Directors may seek independent professional advice at the expense of the Manager.

Directors' induction and training

Prior to his/her appointment, each new Director receives a full and formal tailored induction incorporating relevant information regarding the Company and his/her duties and responsibilities as a Director. In addition, a new Director is required to spend some time with representatives of the Investment Manager so that the new Director will become familiar with the various processes which the Investment Manager considers necessary for the performance of his/her duties and responsibilities to the Company.

The Company's policy is to encourage Directors to keep up to date with developments relevant to the Company. The Directors have attended and will continue to attend updates and briefings run by the Investment Manager and which are relevant to the Company. The Directors also receive regular briefings from, amongst others, PricewaterhouseCoopers Ireland (the "External Auditors"), investment strategists, custodians and legal advisors regarding any proposed product developments or changes in laws or regulations that could affect the Company. The Board is supplied with information in a timely manner and in a form and of a quality appropriate to enable it to discharge its duties. The training needs of the Directors are evaluated as part of the annual performance evaluation of the Board. Further information in respect of performance evaluation is provided below.

Performance evaluation

The Board formally reviews its performance on an annual basis and an appraisal system has been implemented for the Board, its supporting Committees and the individual Directors, including the Chairman. This evaluation process assists in identifying individual Directors training and development needs. The Board is satisfied with the robustness of the appraisal system and considers the current review and evaluation process adequate. The Board evaluation for 2014 was completed on 26 November 2014 and the 2015 Board evaluation is scheduled to be completed in the fourth quarter of 2015.

Corporate Governance Statement (continued)

Committees of the Board

Nominations Committee

The Board has established a Nominations Committee comprising a majority of independent Directors. The Nominations Committee comprises of Mr Paul McNaughton (Chairman), Mr Paul McGowan and Mr Barry O'Dwyer. The key objective of the Nominations Committee is to ensure the Board comprises individuals with the appropriate balance of skills, experience, independence and knowledge appropriate to the Company to ensure that it is effective in discharging its responsibilities and oversight of all matters relating to corporate governance.

The terms of reference of the Nominations Committee are available upon request.

Although there were no new appointments to the Board, the Nominations Committee met twice during the period under review in order to review the progress and results of the Board's performance evaluation process. The Board has, subject to the approval of the Central Bank, the final decision on the appointment of new Directors.

The Articles of Association provide that retiring Directors are eligible for re-appointment by the other Directors every three years. The Board is currently reviewing its policy on director re-election.

Board Diversity

The Nominations Committee, together with the Board, acknowledges the importance of diversity to enhance its operation. During the selection process the Board and Nominations Committee are committed to selecting those with diversity of business skills, experience and gender and candidates for appointment are considered based on these attributes. They will ensure that all selection decisions are based on merit and that recruitment is fair and non-discriminatory. The Board has not set specific targets in respect of gender diversity but acknowledges its importance and currently has a female representation of 40%.

Audit Committee

The Company has established an Audit Committee which reports directly to the Board and meets regularly throughout the year in order to discharge its duties. Further information on how the Audit Committee carried out its duties during the period under review is contained in the Audit Committee report.

The Board considered that all of the members of the Audit Committee were suitably qualified and had sufficient experience to discharge their responsibilities effectively. Furthermore, Paul McGowan is a qualified accountant with relevant experience in financial matters as they pertain to investment companies.

The number of Board and Audit Committee meetings and their attendance by members are set out on the table below:

Attendance Record

	Board 1 June 2014 to 31 May 2015		Audit Committee of the Company 1 June 2014 to 31 May 2015	
	A*	B*	A*	B*
Barry O'Dwyer	12	11	N/A	N/A
Paul McNaughton	12	12	9	9
Paul McGowan	12	12	9	9
Karen Prooth	12	11	N/A	N/A
Cora O'Donohoe	12	10	N/A	N/A

* Column A indicates the number of meetings held during the year the Director was a member of the Board or Committee and was eligible to attend. Column B indicates the number of meetings attended.

1. There were twelve scheduled and no ad-hoc Board meetings held during the year.
2. There were nine scheduled and no ad-hoc Audit Committee meetings held during the year.

Corporate Governance Statement (continued)

Internal Control and Risk Management

The Board is responsible for the risk management and internal controls of the Company and for reviewing their effectiveness, for ensuring that financial information published or used within the business is reliable, and for regularly monitoring compliance with regulations governing the operation of the Company. Certain of these responsibilities have been delegated to the Audit Committee as outlined in the Audit Committee report. The system is designed to manage rather than eliminate the risk of failure to achieve the Company's business objectives and can only provide reasonable and not absolute assurance against material misstatement or loss and relies on the operating controls established by the service providers. The Board is also responsible for overseeing the management of the most significant risks through the regular review of risk exposures and related key controls.

The Board reviews the Company's principal risks and the control processes over the risks identified. The control processes cover financial, operational, compliance and risk management, and are embedded in the operations of the Manager, the Investment Manager and other third party service providers including the Administrator and the Custodian. There is a monitoring and reporting process to review these controls, which has been in place throughout the period under review and up to the date of this report.

The Board is responsible for establishing and maintaining adequate internal control and risk management systems of the Company in relation to the financial reporting process. The Company has procedures in place to ensure all relevant accounting records are properly maintained and are readily available, including production of annual and half-yearly financial statements. These procedures include appointing the Administrator to maintain the accounting records of the Company independently of the Investment Manager and the Custodian. The annual and half-yearly financial statements of the Company are required to be approved by the Board of Directors of the Company and filed with the Central Bank and the London Stock Exchange. The financial statements are prepared in accordance with accounting standards generally accepted in Ireland, the Companies Act 2014 and the European Communities (Undertakings for Collective Investment in Transferable Securities) Regulations 2011 (as amended). The accounting information given in the annual report is required to be audited. The External Auditors' report, including any qualifications, is reproduced in full in the annual report of the Company.

Monitoring and review activities

There are procedures designed for monitoring the system of internal control and risk management and to capture and evaluate any failings or weaknesses. Should a case be categorised by the Board as significant, procedures exist to ensure that necessary action is taken to remedy the failings.

During the financial year under review the Custodian reported to the Board on a quarterly basis.

The Board receives a report from the Custodian on the internal controls of the custodial operations of the Company. The Manager receives a report from the Administrator on the internal controls of the administrative operations of the Company and the Administrator reports to the Board on an annual basis.

Review of effectiveness

The Board has reviewed the effectiveness of the internal control and risk management systems (including financial, operational and compliance controls) in accordance with the Code for the year under review and up to the date of approval of the financial statements. The Board is not aware of any significant failings or weaknesses in internal control arising during this review. Had there been any such failings or weaknesses, the Board confirms that necessary action would have been taken to remedy them.

Going Concern

The going concern statement is set out in the Directors' Report.

Remuneration

The Company is an Investment Company and has no employees or executive Directors. The Board believes that the principles of Section D of the Code relating to remuneration do not apply to the Company, except as outlined below, as the Company has no executive Directors. No Director past or present has any entitlement to pensions, and the Company has not awarded any share options or long-term performance incentives to any of them. No element of Directors' remuneration is performance-related.

Corporate Governance Statement (continued)

Remuneration (continued)

Those Directors who are also employees of the BlackRock group are not entitled to receive a Director's fee. All other Directors have fees paid to them which are set out in service contracts with the Investment Manager. The Board believes that the level of remuneration for those Directors who take a fee properly reflects the time commitment and responsibilities of their roles. The maximum amount of remuneration payable to the Directors is determined by the Board and is set out in the prospectus of the Company.

The terms of the aforementioned service contracts are for one year and include an assessment of the time commitment expected of each Director. The Directors also have a continuing obligation to ensure they have sufficient time to discharge their duties. The detail of each Director's, including the Chairman's, other appointments and commitments are made available to the Board for inspection and all new appointments or significant commitments require the prior approval of the Investment Manager. The Directors, who are employees of the BlackRock group, have executed letters of appointment which include an assessment of the time commitment expected. Extracts of the service contracts as they relate to the Company and letters of appointment are available for inspection on request and at each AGM.

Communication with Shareholders

The Company is an Investment Company and the shareholders invest in its range of funds in order to, inter alia, gain exposure to the expertise of the Investment Manager and its investment strategies. Given the nature of the Company, it is not necessary or desirable for the Chairman or any of the other Directors to discuss investment strategy with shareholders. Furthermore, the Manager has appointed the Investment Manager as distributor and it is this entity which is tasked with actively managing the relationship between the Company and its shareholders.

The Board reviews monthly reports on shareholder communications and in addition, the Board reviews reports from the Manager's compliance function which include updates on shareholder complaints.

The Board is responsible for convening the annual general meeting (the "AGM") and all other general meetings of the Company. All shareholders have the opportunity to attend and vote at general meetings. Notice of general meetings is issued in accordance with the Companies Act and the Articles of Association of the Company and notice of the annual general meeting is sent out at least 21 clear days in advance of the meeting and any item not of an entirely routine nature is explained in a covering circular. All substantive matters put before a general meeting are dealt with by way of separate resolution. Proxy voting figures are noted by the chairman of the general meeting and the results of each general meeting, including the number of votes withheld, will be announced and made available on the iShares website shortly after the meeting.

General meetings are managed and run by the Company Secretary. Strategic issues and all operational matters of a material nature are determined by the Board. If the shareholders wish to engage on matters relating to the management of the Company then invariably they will wish to discuss these matters or meet with the Investment Manager.

However, the Board will accept requests to make individual Directors available to shareholders. One of the independent Directors is always available to attend general meetings. The Chairman of the Audit and Nominations Committees will be available to attend general meetings and to answer questions, if required, while the Senior Independent Director will be also available to liaise with shareholders, where required.

Every holder of participating shares present in person or by proxy who votes on a show of hands is entitled to one vote. On a poll, every holder of participating shares present in person or by proxy is entitled to one vote in respect of each share held by him. The poll may be demanded by the chairman of a general meeting or at least five members present in person or by proxy or by any holder or holders of shares present in person or by proxy representing at least one tenth of the shares in issue having the right to vote at such meeting.

Audit Committee Report

The Company is an Exchange Traded Fund ("ETF") and by its nature it operates a delegated model under which the Board exercises overall central management and control over its activities. The management and administration is delegated to BlackRock Asset Management Ireland Limited (the "Manager") which, in turn has appointed BlackRock Advisors (UK) Limited (the "Investment Manager") as the Investment Manager and Promoter. The Manager has delegated the administration of the Company and its Funds to State Street Fund Services (Ireland) Limited (the "Administrator") including the calculation of the daily net asset value, and the preparation of the financial statements of the Company subject to the overall supervision of the Directors and the Manager, while Computershare Investor Services (Ireland) Limited has been appointed registrar of the Company with the exception of iShares MSCI China A UCITS ETF which settle through an ICSD and have appointed State Street Fund Services (Ireland) Limited as registrar, see further details in the general information section. The Company has appointed State Street Custodial Services (Ireland) Limited (the "Custodian") as Custodian of the assets which has responsibility for the safe keeping of such assets, pursuant to the UCITS Regulations and as part of its fiduciary responsibility to the Company the Custodian provides a certain level of ongoing oversight to the Company, pursuant to the Custodian Agreement as well as reporting on the conduct of the Company in each annual accounting period as set out in the Statement of the Custodian's Responsibilities.

In accordance with Guidance Note 4/07 on the Organisation of Management Companies issued by the Central Bank of Ireland the Board of the Manager has identified BlackRock personnel who monitor and control the management functions as outlined therein. These BlackRock personnel report to the Board of the Manager and the Company on a regular basis. The management functions delegated by the Manager are subject to appropriate reporting and ratification procedures, which are designed to ensure that the appropriate reports are received in a timely fashion such that the Manager and the Board can discharge its duties, as part of the governance framework put in place by the Manager and the Company. The Board reviews risk reporting on a regular basis together with an annual review of internal controls and risk management from the Manager.

The Board has established an Audit Committee whose roles and responsibilities are detailed below. The Audit Committee comprises of Paul McGowan (Chairman) and Paul McNaughton.

Roles and Responsibilities

The main responsibilities of the Audit Committee include considering and recommending to the Board for approval the contents of the interim and annual financial statements, and providing an opinion as to whether the annual financial statements, taken as a whole, are fair, balanced and understandable and provide the information necessary for shareholders to assess the Company's performance, business model and strategy. The Audit Committee also reviews related information presented within the financial statements, including statements concerning internal controls and risk management from its delegates. In addition, the Audit Committee is responsible for approving the audit fees of the External Auditor, conducting a review of the External Auditors' report on the annual financial statements and reviewing and forming an opinion on the effectiveness of the external audit process and audit quality. Other duties include reviewing the appropriateness of the Company's accounting policies, reviewing the requirement for an internal audit function and reviewing the Investment Manager's internal audit activities in so far as they relate to the Company and the Manager.

There are formal terms of reference in place for the Audit Committee. The terms of reference of the Audit Committee are available to shareholders on request.

The Audit Committee meets at least three times a year and has met nine times during the reporting period. These additional meetings were to consider various items including updates in the regulatory environment as they relate to the financial statements of the Company, updates on the Company's accounting policies and progress reports on the audit. The significant issues considered by the Audit Committee in relation to the financial statements are discussed below and overleaf.

Financial Statements

The Audit Committee reviewed the interim financial statements, annual financial statements and the audit findings presentation from the External Auditors.

Significant issues considered in relation to the financial statements

During the year, the Audit Committee considered the following significant issues in relation to the financial statements.

1. Valuation

The Board has in place a hierarchical structure for the pricing of every asset class of the Company which details the primary, secondary and tertiary pricing sources (the "Pricing Hierarchy"). The Administrator has been appointed for the purposes of valuing each asset class of the Company.

Audit Committee Report (continued)

Roles and Responsibilities (continued)

Significant issues considered in relation to the financial statements (continued)

1. Valuation (continued)

The Administrator follows the Pricing Hierarchy in this regard. During the year under review, monthly reporting was provided by the Investment Manager in which any exceptions to this process were identified and investigated and referred to the Audit Committee. No significant exceptions to valuation of the assets were noted during the year under review except investments whose values are based on unobservable inputs and are classified within level 3. See page 69 for further details.

2. Existence

In order to gain comfort on the existence of the assets of the Company, a daily reconciliation of all asset classes is performed by the Administrator between their records and the separate records held by counterparties, the Custodian and the Investment Manager. During the year under review, any material exceptions identified by these reconciliations were reported on a monthly basis by the Investment Manager and quarterly by the Administrator and Custodian. The Custodian also provided a report in relation to the oversight of its global sub-custodian and global custody network and any exceptional items regarding existence of assets of the Company were referred for consideration by the Audit Committee. No significant exceptions to the existence of the assets were noted during the year under review.

3. Investment Performance

The Board received and considered regular presentations from the Investment Manager throughout the year which detailed the performance of the Funds. In addition the Manager has appointed BlackRock personnel with responsibility for monitoring the investment policies, investment strategies and performance of the Company. Reporting in respect of this is provided to the Board on a monthly basis. Any exceptional items regarding investment performance were referred to the Audit Committee. The performance of the Funds together with the tracking difference and tracking error is detailed in the Investment Manager's report. No significant exceptions in respect of the investment performance of the Funds were noted during the year under review.

4. Risk of Management Override

The Custodian and Administrator provided reports to the Board on an annual basis on the controls in place to minimise the risk of management override. In addition to this, the Manager has reviewed the Statement on Service Organisational Control (the "SOC1") prepared by the Custodian and Administrator to further ensure that the relevant control procedures were in place to minimise the risk of management override. The SOC1 of the Investment Manager is also presented annually for review. Any exceptions noted were referred to the Audit Committee for further review. No significant exceptions in respect of the risk of management override were noted during the year under review.

5. Financial Instruments and Risks

The Board receives regular risk summary reports from the Manager on the risks faced by the Company. In addition the Manager has appointed BlackRock personnel, who monitor and report to the Manager on a monthly basis, and who have responsibility for risk management and operational risks. Any exceptions noted were referred to the Audit Committee for further review. No significant exceptions in respect of financial instruments and risks were noted during the year under review.

6. Developments in Corporate Governance

In September 2014 the FRC revised the Code. The new Code applies to accounting periods beginning on or after 1 October 2014. The new requirements are currently being evaluated by the Board and the Audit Committee and will be reflected in the financial statements for the year end 31 May 2016.

7. Companies Act 2014

In relation to the Corporate Governance Statement, the auditors are not presently able to provide an opinion concerning the content or the consistency of the information contained within this statement due to the fact that, as a result of an oversight, the Statutory Instrument 83 of 2010 European Communities (Directive 2006/46/EC) (Amendment) Regulations 2010 ('Statutory Instrument 83 of 2010') was omitted from being transposed into the Companies Act 2014. We understand that this omission will be addressed in the near future by the Department of Jobs, Enterprise and Innovation and will be included in the next update/amendment to the Companies Act. Please be assured that had the provisions Statutory Instrument 83 of 2010 been included in the Companies Act 2014, the auditors would have no additional matters to report. This has been addressed in the Independent Auditors' report in the section 'Other matter'.

Audit Committee Report (continued)

Fair, Balanced and Understandable

The production and audit of the financial statements is a comprehensive process requiring input from a number of different contributors. Following the adoption of the revised version of the Code by the Company, the Board requested that the Audit Committee advises on whether it believes the financial statements, taken as a whole, are fair, balanced and understandable and provide the information necessary for shareholders to assess the Company's performance, business model and strategy. In doing so the Audit Committee has given consideration to the following:

- ▶ The comprehensive reviews that are undertaken at different levels in the production process of the financial statements, by the Manager and the Administrator;
- ▶ The comprehensive review also undertaken during the production process by the Investment Manager;
- ▶ The comprehensive review undertaken by the Audit Committee that aimed to ensure consistency, overall balance and appropriate disclosure;
- ▶ The controls that are in place at the Investment Manager, the Administrator and Custodian, to ensure the completeness and accuracy of the Company's financial records and the security of the Company's assets;
- ▶ The existence of satisfactory SOC1 control reports reviewing the effectiveness of the internal controls of the Investment Manager, the Administrator and the Custodian; and
- ▶ The timely identification and resolution of any significant audit risks, process errors or control breaches that may have impacted the Company's Net Assets Value ("NAV") and accounting records and how successfully any issues in respect of areas of accounting judgement were identified and resolved.

As a result of the work performed, the Audit Committee has concluded that the financial statements for the year ended 31 May 2015, taken as a whole, are fair, balanced and understandable and provide the information necessary for shareholders to assess the Company's performance, business model and strategy. The Audit Committee has reported on these findings to the Board and recommended the approval of the financial statements to the Board. The Board's conclusions in this respect are set out in the Statement of Directors' Responsibilities.

External Auditor

To assess the effectiveness of the external audit, members of the Audit Committee work closely with the Investment Manager and the Manager to obtain a good understanding of the progress and efficiency of the audit.

Feedback in relation to the audit process and also the efficiency of the Investment Manager and the Manager in performing their role is also sought from relevant involved parties, notably the audit partner and audit team. The External Auditor is invited to attend the Audit Committee meetings at which the annual financial statements are considered.

PricewaterhouseCoopers Ireland, in their capacity as statutory auditor, has acted as the External Auditor since the Company was incorporated in July 2009 and the lead audit partner rotates every five years to assure independence. The Company is not a FTSE350 entity and thus the requirement to put the external audit contract out to tender at least every ten years does not apply. To form a conclusion with regard to the independence of the External Auditor, the Audit Committee considers whether their skills and experience make them a suitable supplier of non-audit services and whether there are safeguards in place to ensure that there is no threat to their objectivity and independence in the conduct of the audit resulting from the provision of such services. During the year the External Auditor performed other assurance services relating to merger exchange ratios as required by Regulation 60 of Statutory Instrument ("S.I.") No 352/2011. The audit and assurance services fees are disclosed in note 5 of the financial statements of the Company.

On an annual basis, the External Auditor reviews the independence of its relationship with the Company and reports this to the Board. The Audit Committee also receives information about policies and processes for maintaining independence and monitoring compliance with relevant requirements from the Company's External Auditors, including information on the rotation of audit partners and staff, details of any relationships between the audit firm and its staff and the Company as well as an overall confirmation from the External Auditors of their independence and objectivity.

Audit Committee Report (continued)

External Auditor (continued)

As a result of its review, the Audit Committee has concluded that PricewaterhouseCoopers Ireland, as External Auditor, is independent of the Company. The Audit Committee has therefore recommended to the Board that a resolution be put to shareholders for the re-appointment of the External Auditor, at the Annual General Meeting of the Company.

The Audit Committee has conducted a review of independence of the External Auditor and has in place a pre-approval policy on the engagement of the External Auditor to supply non-audit services.

Internal Audit

The Board considers it appropriate for the Company not to have its own internal audit function as all of the management and administration of the Company is delegated to the Manager, Investment Manager, Administrator and Custodian. The internal audit report prepared by the Investment Manager is provided to the Audit Committee on a quarterly basis.

Whistleblowing Policy

The Investment Manager has a “Whistleblowing” policy under which its staff, in confidence, may raise concerns about possible improprieties in matters of financial reporting or other matters insofar as they may affect the Company. As the Company does not have any employees, the Board review this policy on an annual basis and have adopted this policy as the Company’s “Whistleblowing” policy.

Audit Committee Effectiveness

The performance of the Audit Committee is reviewed at least annually. The Audit Committee evaluation for 2014 was completed on 26 November 2014.

Paul McGowan
Chairman of the Audit Committee

29 September 2015

Statement of Directors' Responsibilities

The Directors are responsible for preparing the annual report and the financial statements in accordance with Irish law and the European Communities (Undertakings for Collective Investment in Transferable Securities) Regulations 2011 (as amended) (the "UCITS Regulations").

Irish law requires the Directors to prepare financial statements for each financial year that give a true and fair view of the Company's assets, liabilities and financial position as at the end of the financial year and of the profit or loss of the Company for the financial year. Under that law the Directors have prepared the financial statements in accordance with Generally Accepted Accounting Practice in Ireland (accounting standards issued by the Financial Reporting Council and promulgated by the Institute of Chartered Accountants in Ireland and Irish law).

Under Irish law, the Directors shall not approve the financial statements unless they are satisfied that they give a true and fair view of the Company's assets, liabilities and financial position as at the end of the financial year and the profit or loss of the Company for the financial year.

In preparing these financial statements, the Directors are required to:

- ▶ select suitable accounting policies and then apply them consistently;
- ▶ make judgements and estimates that are reasonable and prudent;
- ▶ state whether the financial statements have been prepared in accordance with applicable accounting standards and identify the standards in question, subject to any material departures from those standards being disclosed and explained in the notes to the financial statements; and
- ▶ prepare the financial statements on the going concern basis unless it is inappropriate to presume that the Company will continue in business.

The Directors are responsible for keeping adequate accounting records that are sufficient to:

- ▶ correctly record and explain the transactions of the Company;
- ▶ enable, at any time, the assets, liabilities, financial position and profit or loss of the Company to be determined with reasonable accuracy; and
- ▶ enable the Directors to ensure that the financial statements comply with the Companies Act 2014 and enable those financial statements to be audited.

The measures taken by the Directors to secure compliance with the Company's obligation to keep adequate accounting records are the appointment of State Street Fund Services (Ireland) Limited for the purpose of maintaining adequate accounting records. Accordingly, the accounting records are kept at the following address on behalf of State Street Fund Services (Ireland) Limited:

State Street Fund Services (Ireland) Limited
78 Sir John Rogerson's Quay
Dublin 2
Ireland

The Directors are also responsible for safeguarding the assets of the Company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

The Directors have entrusted the assets of the Company to the Custodian for safekeeping in accordance with the Memorandum and Articles of Association of the Company. In this regard the Directors have appointed State Street Custodial Services (Ireland) Limited as Custodian pursuant to the terms of a Custodian Agreement. The address at which this business is conducted is as follows:

State Street Custodial Services (Ireland) Limited
78 Sir John Rogerson's Quay
Dublin 2
Ireland

Statement of Directors' Responsibilities (continued)

Under applicable law and regulations, the Directors are also responsible for preparing a corporate governance statement that complies with that law and those regulations.

The financial statements are published on the www.iShares.com website. The Directors, together with the Manager and BlackRock Advisors (UK) Limited are responsible for the maintenance and integrity of the financial information included on this website. Legislation in the Republic of Ireland governing the presentation and dissemination of the financial statements may differ from legislation in other jurisdictions.

The Directors confirm to the best of their knowledge, that:

- ▶ The financial statements are prepared in accordance with accounting standards generally accepted in Ireland, the Companies Act 2014 and the European Communities (Undertakings for Collective Investment in Transferable Securities) Regulations 2011 (as amended) and disclose with reasonable accuracy the financial position of the Company and give a true and fair view of the assets, liabilities and financial position of the Company;
- ▶ The financial statements include a fair review of the development and performance of the business and the position of the Company together with a description of the principal risks and uncertainties that it faces.

The UK Corporate Governance Code (the "Code") also requires Directors to ensure that the financial statements are fair, balanced and understandable and provide the information necessary for shareholders to assess the Company's performance, business model and strategy. In order to reach a conclusion on this matter, the Board of Directors have requested that the Audit Committee advise on whether they consider that the financial statements fulfil these requirements. The process by which the Audit Committee has reached these conclusions is set out in the Audit Committee report. As a result, the Directors have concluded that the financial statements for the year ended 31 May 2015, taken as a whole, are fair, balanced and understandable and provide the information necessary for shareholders to assess the Company's performance, business model and strategy.

On behalf of the Board of Directors

Paul McNaughton
Director

Date: 29 September 2015

Paul McGowan
Director

Date: 29 September 2015

Directors' Report

The Directors present the financial statements for the year from 1 June 2014 to 31 May 2015.

The financial statements have been prepared in accordance with applicable Irish law and Generally Accepted Accounting Practice in Ireland including the accounting standards issued by the Financial Reporting Council and published by the Institute of Chartered Accountants in Ireland and comply with the Companies Act 2014 and the European Communities (Undertakings for Collective Investment in Transferable Securities) Regulations 2011 (as amended) (the "UCITS Regulations").

Review of Business and Future Developments

The Company is an umbrella investment Company with variable capital and having segregated liability between its Funds. The sole objective for which the Company is established is the collective investment in transferable securities under UCITS Regulations.

The specific investment objectives and policies, as set out in the Investment Manager's report, of each Fund are formulated by Directors at the time of the creation of the Fund. Investors in a fund are expected to be informed investors who have taken professional advice, are able to bear capital and income risk, and should view investment in a fund as a medium to long term investment. A description of the Funds, market review and market outlook can be found in the Background section and the Investment Manager's report. Market review encompasses tracking error and tracking difference disclosures which are key metrics as to how well the Funds have been managed against their benchmark indices.

Risk management objectives and policies

The financial instruments and risks facing the Company are set out on pages 51 to 70. The Company's corporate governance statement is set out on pages 25 to 30.

Results and Dividends

The results and dividends for the year are set out in the income statement on page 71.

Subsequent Events

The subsequent events which have occurred since the balance sheet date are set out in note 21 of the notes to the financial statements of the Company.

Directors' and Company Secretary's Interests and Related Party Transactions

The Directors and Company Secretary had no interest in the shares of the Company during the year ended 31 May 2015 other than those disclosed in the related party transactions note, note 18 of the financial statements of the Company.

No Director had at any time during the year, a material interest in any contract of significance, during or at the end of the year in relation to the business of the Company.

All related party transactions are set out in note 18 of the notes to the financial statements of the Company.

Board of Directors

The Board of Directors of the Company and their biographies are set out on page 24.

Statement of Directors' Responsibilities

The Statement of Directors' Responsibilities in respect of the financial statements is set out on pages 35 and 36.

Going Concern

The financial statements of the Company have been prepared on a going concern basis. The Company is able to meet all of its liabilities from its assets. The performance, marketability and risks of the Funds are reviewed on a regular basis throughout the year to ensure that the Funds will continue on a going concern basis. Therefore the Directors believe that the Company will continue in operational existence for the foreseeable future and is financially sound. The Directors are satisfied that, at the time of approving the financial statements, it is appropriate to adopt the going concern basis in preparing the financial statements of the Company.

Directors' Report (continued)

Independent Auditors

The Directors recommend the re-appointment of the auditors, PricewaterhouseCoopers Ireland, in accordance with section 383 of the Companies Act 2014.

On behalf of the Board of Directors

Paul McNaughton
Director

Date: 29 September 2015

Paul McGowan
Director

Date: 29 September 2015

Statement of the Custodian's Responsibilities

As outlined in UCITS Notice 4, the Custodian is required to:

1. Ensure that the sale, issue, repurchase, redemption and cancellation of shares effected by or on behalf of the Company are carried out in accordance with the Act including conditions imposed by the Central Bank of Ireland and in accordance with the Articles of Association;
2. Ensure that the value of shares is calculated in accordance with the Articles of Association;
3. Carry out the instructions of the Company unless they conflict with the Act and/or the Memorandum and Articles of Association;
4. Ensure that in transactions involving the Company's assets, any consideration is remitted to it within time limits which are acceptable market practice in the context of a particular transaction;
5. Ensure that the Company's income is applied in accordance with the Articles of Association; and
6. Enquire into the conduct of the Company in each annual accounting period and report thereon to the shareholders. The Custodian's report shall be delivered to the Company in good time to enable the Company to include a copy of the report in its Annual Report. The Custodian's report shall state whether, in the Custodian's opinion, the Company has been managed in that period:
 - i) In accordance with the limitations imposed on the investment and borrowing powers of the Company and the Custodian by the Memorandum and Articles of Association and by the Central Bank of Ireland under its powers granted to the Central Bank of Ireland by the Act; and
 - ii) Otherwise in accordance with the provisions of the Memorandum and Articles of Association and the Act.

If the Company does not comply with (i) or (ii) above, the Custodian must state why this is the case and outline the steps which the Custodian has taken to rectify the situation.

7. Notify the Central Bank of Ireland promptly of any material breach of the UCITS Regulations, conditions imposed by the Central Bank of Ireland or provisions of the prospectus with regard to the Company.

The duties provided for above may not be delegated by the Custodian to a third party. These duties must be carried out in the State.

Custodian's report to the shareholders

We have enquired into the conduct of iShares IV plc ('the Company') for the year ended 31 May 2015, in our capacity as Custodian to the Company.

This report including the opinion has been prepared for and solely for the shareholders in the Company as a body, in accordance with the Central Bank's UCITS Notice 4, and for no other purpose. We do not, in giving this opinion, accept or assume responsibility for any other purpose or to any other person to whom this report is shown.

Responsibilities of the Custodian

Our duties and responsibilities are outlined in the Central Bank's UCITS Notice 4. One of those duties is to enquire into the conduct of the Company in each annual accounting period and report thereon to the shareholders.

Our report shall state whether, in our opinion, the Company has been managed in that period in accordance with the provisions of the Company's Memorandum and Articles of Association and the UCITS Regulations. It is the overall responsibility of the Company to comply with these provisions. If the Company has not so complied, we as Custodian must state why this is the case and outline the steps which we have taken to rectify the situation.

Basis of Custodian opinion

The Custodian conducts such reviews as it, in its reasonable opinion, considers necessary in order to comply with its duties as outlined in UCITS Notice 4 and to ensure that, in all material respects, the Company has been managed:

- (i) In accordance with the limitations imposed on its investment and borrowing powers by the provisions of its constitutional documentation and the appropriate regulations; and
- (ii) Otherwise in accordance with the Company's constitutional documentation and the appropriate regulations.

Opinion

In our opinion, the Company has been managed during the year, in all material respects:

- (i) In accordance with the limitations imposed on the investment and borrowing powers of the Company by the Memorandum & Articles of Association and by the European Communities (Undertakings for Collective Investment in Transferable Securities) Regulations 2011 (as amended), and
- (ii) Otherwise in accordance with the provisions of the Memorandum & Articles of Association and the UCITS Regulations.

For and on behalf of

State Street Custodial Services (Ireland) Limited
78 Sir John Rogerson's Quay
Dublin 2
Ireland

Date: 29 September 2015



Independent Auditors' report to the members of iShares IV plc (the "Company")

Report on the financial statements

Our opinion

In our opinion the financial statements:

- ▶ give a true and fair view of the Company's and Funds' (as detailed on pages 6 and 7) assets, liabilities and financial position as at 31 May 2015 and of their results for the year then ended;
- ▶ have been properly prepared in accordance with Generally Accepted Accounting Practice in Ireland; and
- ▶ have been properly prepared in accordance with the requirements of the Companies Act 2014 and the European Communities (Undertakings for Collective Investment in Transferable Securities) Regulations 2011 (as amended).

What we have audited

The financial statements, which are prepared by the Directors of iShares IV plc, comprise:

- ▶ the Company and Funds' Balance sheets as at 31 May 2015;
- ▶ the Company and Funds' Income statements for the year then ended;
- ▶ the Company and Funds' Statements of changes in net assets attributable to redeemable participating shareholders for the year then ended;
- ▶ the Schedule of investments for each of the Funds as at 31 May 2015;
- ▶ the Financial instruments and risks which are presented separately and are an integral part of the notes to the financial statements;
- ▶ the Accounting policies; and
- ▶ the Notes to the financial statements for the Company and for each of its Funds which include other explanatory information.

The financial reporting framework that has been applied in the preparation of the financial statements is Irish law and accounting standards issued by the Financial Reporting Council and promulgated by the Institute of Chartered Accountants in Ireland (Generally Accepted Accounting Practice in Ireland).

Our audit approach

Overview



Materiality

- ▶ Overall materiality: 50 basis points of Net Asset Value ("NAV") at 31 May 2015 for each of the Company's Funds.

Audit scope

- ▶ The Company is an open-ended investment company with variable capital and engages BlackRock Asset Management Ireland Limited (the "Manager") to manage certain duties and responsibilities with regards to the day-to-day management of the Company.
- ▶ We tailored the scope of our audit taking into account the types of investments within the Company, the involvement of the third parties referred to overleaf, the accounting processes and controls, and the industry in which the Company operates. We look at each Fund at an individual level.

Areas of focus

- ▶ Existence of financial assets at fair value through profit or loss.
- ▶ Valuation of financial assets at fair value through profit or loss.



Independent Auditors' report to the members of iShares IV plc (the "Company") (continued)

The scope of our audit and our areas of focus

We conducted our audit in accordance with International Standards on Auditing (UK and Ireland) ("ISAs (UK & Ireland)").

We designed our audit by determining materiality and assessing the risks of material misstatement in the financial statements. In particular, we looked at where the Directors made subjective judgements, for example the selection of pricing sources to value the investment portfolio. As in all of our audits, we also addressed the risk of management override of internal controls, including evaluating whether there was evidence of bias by the Directors that may represent a risk of material misstatement due to fraud.

The risks of material misstatement that had the greatest effect on our audit, including the allocation of our resources and effort, are identified as "areas of focus" in the table below together with an explanation of how we tailored our audit to address these specific areas. This is not a complete list of all risks identified by our audit.

Area of focus	How our audit addressed the area of focus
<i>Existence of financial assets at fair value through profit or loss</i> The financial assets at fair value through profit or loss included in the Balance Sheet of each Fund are held in the Fund's name at 31 May 2015. We focused on this area because it represents the principal element of the financial statements.	We obtained independent confirmation from the Custodian and counterparties of the investment portfolio held at 31 May 2015, agreeing the amounts held to the accounting records.
<i>Valuation of financial assets at fair value through profit or loss</i> The financial assets at fair value through profit or loss included in the Balance Sheet of each Fund at 31 May 2015 are valued at fair value in line with Generally Accepted Accounting Practice in Ireland. We focused on this area because it represents the principal element of the financial statements.	We tested the investment portfolios by independently agreeing the valuation of investments to third party vendor sources.

How we tailored the audit scope

As at the year-end there are 21 Funds operating. The Company's Balance sheet, Income statement and the Statement of changes in net assets attributable to redeemable participating shareholders are an aggregation of the positions and results of the 21 Funds.

The Directors control the affairs of the Company and are responsible for the overall investment policy which is determined by them.

The Manager has delegated certain responsibilities to BlackRock Advisors (UK) Limited (the 'Investment Manager') and to State Street Fund Services (Ireland) Limited (the 'Administrator'). The financial statements, which remain the responsibility of the Directors, are prepared on their behalf by the Administrator. The Company has appointed State Street Custodial Services (Ireland) Limited (the "Custodian") to act as Custodian of the Company's assets.

In establishing the overall approach to our audit we assessed the risk of material misstatement at a Fund level, taking into account the nature, likelihood and potential magnitude of any misstatement. As part of our risk assessment, we considered the Company's interaction with the Administrator, and we assessed the control environment in place at the Administrator.



Independent Auditors' report to the members of iShares IV plc (the "Company") (continued)

Materiality

The scope of our audit is influenced by our application of materiality. We set certain quantitative thresholds for materiality. These, together with qualitative considerations, helped us to determine the scope of our audit and the nature, timing and extent of our audit procedures and to evaluate the effect of misstatements, both individually and on the financial statements as a whole.

Based on our professional judgement, we determined materiality for each of the Company's Funds as follows:

Overall materiality and how we determined it	50 basis points (2014: 50 basis points) of Net Asset Value ("NAV") at the year end for each of the Company's Funds.
Rationale for benchmark applied	We have applied this benchmark because the main objective of the Company is to provide investors with a total return at a Fund level, taking account the capital and income returns.

We agreed with the Audit Committee that we would report to them misstatements identified during our audit above 5 basis points (2014: 5 basis points) of each Fund's NAV, for NAV per share impacting differences, as well as misstatements below that amount that, in our view, warranted reporting for qualitative reasons.

Other required reporting

Consistency of other information

Companies Act 2014 opinion

In our opinion the information given in the Directors' Report is consistent with the financial statements.

ISAs (UK & Ireland) reporting

Under ISAs (UK & Ireland) we are required to report to you if, in our opinion:

<ul style="list-style-type: none">▶ information in the Annual Report is:<ul style="list-style-type: none">- materially inconsistent with the information in the audited financial statements; or- apparently materially incorrect based on, or materially inconsistent with, our knowledge of the Company acquired in the course of performing our audit; or- is otherwise misleading.▶ the statement given by the Directors on pages 35 and 36, in accordance with provision C.1.1 of the UK Corporate Governance Code (the "Code"), that they consider the Annual Report taken as a whole to be fair, balanced and understandable and provides the information necessary for members to assess the Company and Funds' performance, business model and strategy is materially inconsistent with our knowledge of the Company acquired in the course of performing our audit.▶ the section of the Annual Report on pages 31 to 34, as required by provision C.3.8 of the Code, describing the work of the Audit Committee does not appropriately address matters communicated by us to the Audit Committee.	<p>We have no exceptions to report arising from this responsibility.</p> <p>We have no exceptions to report arising from this responsibility.</p> <p>We have no exceptions to report arising from this responsibility.</p>
---	--

Directors' remuneration

Under the Companies Act 2014 we are required to report to you if, in our opinion, the disclosure of Directors' remuneration and transactions specified by sections 305 to 312 of that Act have not been made. We have no exceptions to report arising from this responsibility.



Independent Auditors' report to the members of iShares IV plc (the "Company") (continued)

Corporate governance statement

Under the United Kingdom Listing Authority Listing Rules we are required to review the part of the Corporate Governance Statement relating to the Company's compliance with ten provisions of the UK Corporate Governance Code ('the Code'). We have nothing to report having performed our review.

Other matters on which we are required to report by the Companies Act 2014

- ▶ We have obtained all the information and explanations which we consider necessary for the purposes of our audit.
 - ▶ In our opinion the accounting records of the Company were sufficient to permit the financial statements to be readily and properly audited.
 - ▶ The financial statements are in agreement with the accounting records.
-

Other matter

SI83 of 2010 "European Communities (Directive 2006/46/EC)(Amendment) Regulations 2010" has been revoked by the Companies Act 2014 without replacing regulation 5 of those regulations with an equivalent section in the Act. Consequently, we are unable to report under the requirements of Section 1373(7) of the Companies Act 2014.

Had regulation 5 of SI83 of 2010 replaced section 1373(7) of the Companies Act 2014, there would be no additional matters to report. The information required to be included in the corporate governance statement by section 1373 of the Companies Act 2014 is referenced in the Directors' Report and we have reported on the consistency of the information included in the Directors' Report with the financial statements above.

Responsibilities for the financial statements and the audit

Our responsibilities and those of the Directors

As explained more fully in the Statement of Directors' Responsibilities set out on pages 35 and 36, the Directors are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view.

Our responsibility is to audit and express an opinion on the financial statements in accordance with Irish law and ISAs (UK & Ireland). Those standards require us to comply with the Auditing Practices Board's Ethical Standards for Auditors.

This report, including the opinions, has been prepared for and only for the Company's members as a body in accordance with section 391 of the Companies Act 2014 and for no other purpose. We do not, in giving these opinions, accept or assume responsibility for any other purpose or to any other person to whom this report is shown or into whose hands it may come save where expressly agreed by our prior consent in writing.

What an audit of financial statements involves

An audit involves obtaining evidence about the amounts and disclosures in the financial statements sufficient to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or error. This includes an assessment of:

- ▶ whether the accounting policies are appropriate to the Company's circumstances and have been consistently applied and adequately disclosed;
- ▶ the reasonableness of significant accounting estimates made by the Directors; and
- ▶ the overall presentation of the financial statements.

We primarily focus our work in these areas by assessing the Directors' judgements against available evidence, forming our own judgements, and evaluating the disclosures in the financial statements.



Independent Auditors' report to the members of iShares IV plc (the "Company") (continued)

What an audit of financial statements involves (continued)

We test and examine information, using sampling and other auditing techniques, to the extent we consider necessary to provide a reasonable basis for us to draw conclusions. We obtain audit evidence through testing the effectiveness of controls, substantive procedures or a combination of both.

In addition, we read all the financial and non-financial information in the Annual Report to identify material inconsistencies with the audited financial statements and to identify any information that is apparently materially incorrect based on, or materially inconsistent with, the knowledge acquired by us in the course of performing the audit. If we become aware of any apparent material misstatements or inconsistencies we consider the implications for our report.

Jonathan O'Connell
for and on behalf of PricewaterhouseCoopers
Chartered Accountants and Statutory Audit Firm
Dublin
Ireland
29 September 2015

Accounting policies*

Basis of Preparation

The Company's financial statements have been prepared on the going concern basis and in accordance with Generally Accepted Accounting Practice in Ireland (accounting standards issued by the Financial Reporting Council and promulgated by the Institute of Chartered Accountants in Ireland and the Companies Act 2014) and the provisions of the European Communities (Undertakings for Collective Investment in Transferable Securities) Regulations, 2011 (as amended) (the "UCITS Regulations").

The Company's financial statements have been prepared under the historical cost convention as modified by the revaluation of financial assets and financial liabilities held at fair value through profit or loss.

The preparation of the financial statements in accordance with Irish Generally Accepted Accounting Practice ("Irish GAAP") requires management to make estimates and assumptions that affect the reported amount of assets and liabilities and the reported amount of income and expenses during the year. Actual results could differ from those estimates. Details of any critical accounting estimates and judgements are set out in section b) in this accounting policies section.

The information required by Financial Reporting Standard ("FRS") 3, "Reporting Financial Performance", to be included in a statement of total recognised gains and losses and reconciliation of movements in shareholders' funds, is, in the opinion of the Directors, contained in the income statement and the statement of changes in net assets attributable to redeemable participating shareholders of the Company.

The Company has availed of the exemption available to open-ended investment funds under FRS 1 (revised) "Cash Flow Statements" and is not presenting a cash flow statement.

All references to net assets throughout this document refer to net assets attributable to redeemable participating shareholders unless otherwise stated.

New standards issued but not yet adopted

In 2012, 2013 and 2014 the Financial Reporting Council (FRC) revised Financial Reporting Standards in the United Kingdom and Republic of Ireland. The revisions fundamentally reformed financial reporting, replacing the extant standards with a number of new Financial Reporting Standards. The new standards relevant to the Company are FRS 102: the Financial Reporting Standard applicable in the UK and Republic of Ireland and FRS 104: Interim Financial Reporting. FRS 102 and FRS 104 are effective for accounting periods beginning on or after 1 January 2015 with early adoption permitted.

The Company does not plan to early adopt FRS 102. FRS 104 for interim financial reporting will be applicable to the Company's interim

report for the period ended 30 November 2015. The Manager is currently evaluating the new standard to determine the impact it will have on the Company's financial statements.

The significant accounting policies adopted by the Company are:

a) Investments

Classification of investments

The Company classifies its investments as financial assets or financial liabilities at fair value through profit or loss. The category of financial assets through profit or loss comprises financial instruments designated by the Investment Manager, at inception, as being at fair value through profit or loss.

Financial assets and financial liabilities designated at fair value through profit or loss at inception are those that are managed and their performance evaluated on a fair value basis in accordance with the documented investment strategy. Derivatives are classified as held for trading.

Recognition/derecognition of investments

Purchases and sales of investments are accounted for on the date the trade transaction takes place. Investments are derecognised when the rights to receive cashflows from the investments have expired or the risks and rewards of ownership have all been substantially transferred. Realised gains and losses on disposals are calculated using the average cost method and are reflected as net gains/(losses) on financial assets/liabilities at fair value through profit or loss in the income statement.

Initial measurement of investments

Financial assets and financial liabilities at fair value through profit or loss are initially recognised at fair value. Gains and losses arising from changes in the fair value of the financial assets or financial liabilities are presented in the income statement in the year in which they arise. Transaction costs on purchases and sales of investments are included in the net gains/(losses) on financial assets/liabilities at fair value through profit or loss in the income statement.

Valuation of investments

The estimation of fair value, after initial recognition, is determined as follows:

i) Listed investments

Investments which are quoted, listed, traded or dealt on a market or exchange are based on quoted prices which, for the purpose of the financial statements, is the closing bid-market price for financial assets and the closing ask market price for financial liabilities, as at the year end date, on the relevant market or exchange which is normally the principal market or exchange for such investments.

* The accounting policies are an integral part of the notes to the financial statements.

Accounting policies* (continued)

a) Investments (continued)

Valuation of investments (continued)

ii) Collective investment schemes ("CIS")

The Investment Manager may also pursue the Fund's investment objective by allocating the Fund's assets to other UCITS collective investment schemes that are managed by the Investment Manager or one of its affiliates.

The fair value of any investment which is a unit of participation in a CIS shall be calculated by reference to the unaudited net asset value, on the valuation date of such unit of participation as calculated by the administrator of the CIS and in accordance with the requirements of the scheme of which the relevant investment is a unit of participation.

There is no management fee attributable to any investments that are made into CISs that are managed by the Investment Manager or one of its affiliates.

The investments are either made through a non-fee paying share class or there is a rebate of the management fee attributable to the CIS.

iii) Futures contracts

A futures contract is a contract, traded on an exchange, to buy or sell a certain underlying instrument at a certain date in the future, at a specified price.

Initial margin deposits are made to the relevant brokers upon entering into future contracts and are generally made in margin cash. The cash balances held as margin at the reporting date are included in current assets/liabilities in the balance sheet.

The changes in value of futures contracts are recognised as unrealised gains or losses by marking-to-market the value of the contract at the balance sheet date. Changes in the futures contracts' value are settled daily with the exchange by paying or receiving a variation margin amount. Changes in unrealised gains or losses are recognised in the income statement. When the contract is closed, the difference between the proceeds from (or cost of) the closing transactions and the original transaction is recorded as a realised gain or loss in the income statement.

b) Critical accounting estimates and judgements

The preparation of financial statements in conformity with Irish GAAP requires the use of certain critical accounting estimates. It also requires management to exercise its judgement in the process of applying the Company's accounting policies.

The estimates and associated judgements are based on historical experience and various other factors that are believed to be reasonable under the circumstances, the results of which form the basis of making the judgements about carrying values of assets and liabilities that are not readily apparent from other sources. Actual results may differ from these estimates.

Management makes estimates and assumptions concerning the future. The resulting accounting estimates will, by definition, seldom equal the actual results.

i) Prices calculated in consultation with the Manager

A number of securities were valued by the administrator in consultation with the Manager in the absence of year end vendor prices. The total value of securities valued using a price calculated by the investment manager as at 31 May 2015 and 31 May 2014 is less than 1% of the net asset value of the applicable Funds with the exception of iShares MSCI China A UCITS ETF. This Fund was not in operation at the year ended 31 May 2014. Please refer to note d) Valuation of financial instruments of the Financial instruments and risks section for further details.

c) Income

i) Dividend income

Dividend income is recognised when the securities are declared ex-dividend. Dividend income is shown gross of any non-reclaimable withholding tax, which is disclosed separately in the income statement.

ii) Bond interest income

Bond interest income is accrued on a daily basis using the effective interest method.

iii) Bank interest income

Bank interest income is recognised as income on an effective interest method.

iv) Amortisation/accretion of premium/discounts on purchase of interest-bearing investments

Premiums or discounts on the purchase of fixed and variable interest rate investments are amortised over the life of the investment on an effective interest method.

v) Securities lending income

Securities lending income is earned from lending securities owned by the Fund to a number of third party borrowers. Securities lending income is accounted for on an accruals basis.

* The accounting policies are an integral part of the notes to the financial statements.

Accounting policies* (continued)

d) Fees and expenses

Expenses are accounted for on an accruals basis with the exception of transaction charges relating to the acquisition and realisation of investments which are charged as incurred. Bank interest expense is accrued on a daily basis using the effective interest method.

e) Transaction costs

Transaction costs are incremental costs that are directly attributable to the acquisition, issue or disposal of a financial asset or financial liability.

An incremental cost is one that would not have been incurred if the entity had not acquired, issued or disposed of the financial instrument. When a financial asset or financial liability is recognised initially, it is measured at its fair value through profit or loss, plus transaction costs that are directly attributable to the acquisition or issue of the financial asset or financial liability.

Transaction costs on purchases or sales of financial assets or financial liabilities are included in net gains/(losses) on financial assets at fair value through profit or loss in the income statement of the Fund. Separately identifiable transaction costs are disclosed in note 10 of the notes to the financial statements of the Company.

Custody transaction costs are not separately identifiable as they form part of the total expense ratio of the Fund. The Manager is responsible for discharging all operational expenses of the Fund, see note 4 of the notes to the financial statements of the Company for more details.

f) Distributions

Dividend expenses are accounted for as finance costs. The Directors may declare distributions for each distributing Fund in respect of each financial period. Dividends will normally be declared quarterly, semi-annually or such other times as the Directors deem appropriate.

iShares \$ Short Duration Corporate Bond UCITS ETF, iShares \$ Short Duration High Yield Corporate Bond UCITS ETF, iShares \$ Treasury Bond 20+yr UCITS ETF, iShares \$ Ultrashort Bond UCITS ETF, iShares £ Ultrashort Bond UCITS ETF, iShares Euro Government Bond 20yr Target Duration UCITS ETF, iShares Euro Ultrashort Bond UCITS ETF and iShares iBonds Sep 2018 USD Corporate UCITS ETF are distributing funds, all other Funds are accumulating and do not declare a dividend.

As of 31 May 2015 and 31 May 2014, all of the Funds in operation have adopted UK Reporting Fund Status.

g) Redeemable participating shares

Subscriptions and redemptions are accounted for on the day the trade transaction takes place.

Redeemable participating shares are redeemable at the option of the shareholders and are classified as financial liabilities. Any distributions on these shares are recognised in the income statement as finance costs.

The redeemable participating shares can be redeemed for cash equal to a proportionate share of the NAV calculated in accordance with the Company's prospectus. The redeemable participating share is valued at the redemption amount that is payable at the balance sheet date if the shareholder exercised their right to put the shares back to the Company.

The fair value of the financial liabilities for the redeemable participating shares is the redemption amount per share, calculated as the NAV per share less any associated duties and charges and any redemption fee which is payable on the shares redeemed. Any potential duties and charges are at the discretion of the Board of Directors.

h) Foreign currency

i) Functional and presentation currency

The presentation currency of the Company's financial statements is British Pounds.

Foreign currency items included in the Funds' financial statements are measured in the Funds' functional currency which is shown in the following table. The presentation currency of the Funds' financial statements is the same as the functional currency.

Fund	Currency
iShares \$ Short Duration Corporate Bond UCITS ETF	\$
iShares \$ Short Duration High Yield Corporate Bond UCITS ETF	\$
iShares \$ Treasury Bond 20+yr UCITS ETF	\$
iShares \$ Ultrashort Bond UCITS ETF	\$
iShares £ Ultrashort Bond UCITS ETF	£
iShares Euro Government Bond 20yr Target Duration UCITS ETF	€
iShares Euro Ultrashort Bond UCITS ETF	€
iShares iBonds Sep 2018 USD Corporate UCITS ETF	\$
iShares MSCI China A UCITS ETF	\$
iShares MSCI EMU Large Cap UCITS ETF	€

* The accounting policies are an integral part of the notes to the financial statements.

Accounting policies* (continued)

h) Foreign currency (continued)

i) Functional and presentation currency (continued)

Fund	Currency
iShares MSCI EMU Mid Cap UCITS ETF	€
iShares MSCI Europe Momentum Factor UCITS ETF	€
iShares MSCI Europe Quality Factor UCITS ETF	€
iShares MSCI Europe Size Factor UCITS ETF	€
iShares MSCI Europe Value Factor UCITS ETF	€
iShares MSCI France UCITS ETF	€
iShares MSCI World Momentum Factor UCITS ETF	\$
iShares MSCI World Quality Factor UCITS ETF	\$
iShares MSCI World Size Factor UCITS ETF	\$
iShares MSCI World Value Factor UCITS ETF	\$
iShares US Equity Buyback Achievers UCITS ETF	\$

ii) Transactions and balances

Transactions in foreign currencies are translated into the functional currency of each Fund at the foreign currency exchange rate in effect at the date of the transaction.

Subscriptions and redemptions of shares in foreign currencies are translated at the foreign currency exchange rate in effect at the date of the transaction. Foreign currency assets and liabilities, including investments, are translated at the exchange rate prevailing at year end. The foreign exchange gain or loss based on the translation of the investments, as well as the gain or loss arising on the translation of other assets and liabilities, is included in net gains/(losses) on financial assets/liabilities at fair value through profit or loss in the income statement.

i) Receivables

Receivables are recognised initially at fair value plus transaction costs that are directly attributable to their acquisition. They are subsequently measured at amortised cost using the effective interest method less provision for impairment.

Dividend tax reclaim receivables are accounted for on the dividend ex-date. The carrying amount of receivables approximates to their fair value.

j) Payables

Payables are recognised initially at fair value and subsequently stated at amortised cost. The difference between proceeds and the amount payable is recognised over the period of the payable using the effective interest method.

The carrying amount of payables approximates to their fair value.

k) Cash and cash equivalents

Cash and cash equivalents may include deposits held on call with banks and other short-term highly liquid investments with original maturities of three months or less. Bank overdrafts are classified as liabilities.

l) Collateral

For collateral received from counterparties other than cash, a disclosure of the value of collateral provided is made in the notes to the financial statements.

m) Adjustment to align to the valuation methodology as set out in the prospectus

The accounting policy of the Company, for the purpose of compliance with FRS 26 "Financial Instruments: Recognition and Measurement", is to value its investments at the relevant fair value at the balance sheet date. Fair value is considered to be the relevant closing bid market price on the balance sheet date.

Any difference between the valuation methodology stated in the financial statements and the valuation methodology indicated in the prospectus results in an adjustment between the net assets as per the financial statements and the dealing NAV.

Net assets attributable to redeemable participating shareholders represent a liability on the balance sheet, and are reflected at the redemption amount that would be payable at the balance sheet date, if the shareholder exercised their right to redeem shares in the Funds. The redemption amount is based on the number of shares in issue at the balance sheet date multiplied by the price per share.

Consequently, the differences described above adjust the carrying amount of the net assets attributable to shareholders and the cumulative differences are included in "Adjustment to align to the valuation methodology as set out in the prospectus" on the balance sheet. Further details are set out in note 9 in the financial statements of the Company.

n) Equalisation on distributions

Equalisation arrangements are applied in the case of shares in the Company. These arrangements are intended to ensure that the income distribution per share is not affected by changes in the number of shares in issue during the year.

To ensure that each shareholder receives the same rate of distribution per share, the buying price of each share contains an amount called equalisation.

* The accounting policies are an integral part of the notes to the financial statements.

Accounting policies* (continued)

n) Equalisation on distributions (continued)

This is equivalent to the net of distributable income less expenses accrued in the Company at the time of purchase/sale.

As part of the distribution payment, the average amount of this equalisation is returned to shareholders who subscribed to or redeemed from the Company during the year. The equalisation element of the distribution is treated as a repayment of capital.

For tax and accounting purposes, the Manager implements income and equalisation arrangements, to ensure that the level of income derived from investments is not affected by the issue, conversion or redemption of units during the accounting period.

Equalisation income and/or expense amounts are included in note 6 in the notes to the financial statements of the Company.

o) Comparative period

Certain prior year figures have been reclassified to correspond to current year presentation.

* The accounting policies are an integral part of the notes to the financial statements.

Financial instruments and risks*

The Company's investment activities expose it to the various types of risk which are associated with the financial instruments and markets in which it invests. The following information is not intended to be a comprehensive summary of all risks and investors should refer to the prospectus and supplements for a more detailed discussion of the risks inherent in investing in the Company.

The Directors of the Company review quarterly investment performance reports and receive semi-annual presentations which cover the Company's performance and risk profile during the year. The Directors have delegated certain duties and responsibilities to the Manager with regard to the day-to-day management of the Company. The Manager has in turn delegated the day-to-day administration of the investment programme to the Investment Manager. The Investment Manager is also responsible for ensuring that the Funds are managed within the terms of their investment guidelines and limits set out in the prospectus and supplements. The Board reserves to itself the investment performance and product risk monitoring and oversight and delegates to the Manager responsibility for the monitoring and oversight of regulatory and operational risk for the Funds. The Board has delegated the daily risk management to key risk management personnel of the Manager. The Manager has appointed a Risk Manager who has responsibility for the daily risk management process with assistance from key risk management personnel of the Investment Manager, including members of the Risk and Quantitative Analysis Group ("RQA") which is a centralised group which performs an independent risk management function. The RQA group independently identifies, measures and monitors investment risk. RQA track the actual risk management practices being deployed across the different Funds. By breaking down the components of the process, RQA have the ability to determine if the appropriate risk management processes are in place across the Funds. This captures the risk management tools employed, how the levels of risk are controlled, ensuring risk/return is considered in portfolio construction and reviewing outcomes.

Change to global exposure calculation methodology

Under the UCITS notices issued by the Central Bank of Ireland, the Investment Manager is required to employ a risk management methodology which enables it to accurately monitor, manage and calculate the global exposure of the Funds. Prior to 6 October 2014 the Investment Manager used a methodology known as relative VaR to calculate global exposure.

Effective 6 October 2014, the Investment Manager changed the methodology used to calculate global exposure from relative VaR to the commitment approach as disclosed in the Background section.

The Investment Manager has concluded that the commitment approach is a more suitable methodology for calculating global

exposure based on the Funds' investment strategies and risk profiles.

The commitment approach is a methodology that aggregates the underlying market or notional value of financial derivative instruments to determine the global exposure of the Fund. In accordance with the UCITS notices, global exposure for a fund utilising the commitment approach must not exceed 100% of the Fund's NAV.

The change in methodology does not change the way in which the Funds are managed. As disclosed under the Market Risk section, the Investment Manager will continue to report VaR and other relevant metrics to the Board of Directors on a quarterly basis for risk management purposes.

The principal risk exposure of the Funds is set out as follows:

a) Market risk

Market risk arises mainly from uncertainty about future values of financial instruments influenced by other price, currency and interest rate movements. It represents the potential loss the Funds may suffer through holding market positions in the face of market movements. The Funds are exposed to market risk by virtue of their investments in equities, rights, bonds, CISs and futures contracts.

There is no assurance that each benchmark index will continue to be calculated on the basis described in the prospectus or that they will not be amended significantly. The past performance of each benchmark index is not necessarily a guide to future performance.

A key metric the RQA Group uses to measure market risk is VaR which encompasses price, currency and interest rate risk. The RQA Group is a centralised group which performs an independent risk management function. The group independently identifies, measures and monitors investment risk.

VaR is a statistical risk measure that estimates the potential portfolio loss from adverse market moves in an ordinary market environment. VaR analysis reflects the interdependencies between risk variables, unlike a traditional sensitivity analysis.

The VaR calculations are based on a confidence level of 99% with a holding period of not greater than 1 month (20 days) and a historical observation period of not less than 1 year (250 days) where relevant. A VaR number is defined at a specified probability and a specified time horizon. A 99% 1 month VaR means that the expectation is that 99% of the time over a 1 month period the Fund will lose less than this number in percentage terms. Therefore, higher VaR numbers indicate higher risk.

* The information relating to financial instruments and risks is an integral part of the notes to the financial statements.

Financial instruments and risks* (continued)

a) Market risk (continued)

It is noted that the use of VaR methodology has limitations, namely assumptions that risk factor returns are normally distributed and that the use of historical market data as a basis for estimating future events does not encompass all possible scenarios, particularly those that are of an extreme nature and that the use of a specified confidence level (e.g. 99%) does not take into account losses that occur beyond this level.

There is some probability that the loss could be greater than the VaR amounts. These limitations and the nature of the VaR measure mean that the Fund can neither guarantee that losses will not exceed the VaR amounts indicated, nor that losses in excess of the VaR amounts will not occur more frequently.

The 1 month VaR as at 31 May 2015 and 31 May 2014 based on a 99% confidence level is outlined in the table below:

Fund	31 May 2015 %	31 May 2014 %
iShares \$ Short Duration Corporate Bond UCITS ETF	0.83	0.70
iShares \$ Short Duration High Yield Corporate Bond UCITS ETF	1.54	0.56
iShares \$ Treasury Bond 20+yr UCITS ETF**	9.93	N/A
iShares \$ Ultrashort Bond UCITS ETF	0.06	0.06
iShares £ Ultrashort Bond UCITS ETF	0.06	0.05
iShares Euro Government Bond 20yr Target Duration UCITS ETF**	13.51	N/A
iShares Euro Ultrashort Bond UCITS ETF	0.06	0.08
iShares iBonds Sep 2018 USD Corporate UCITS ETF**	0.89	N/A
iShares MSCI China A UCITS ETF**	16.96	N/A
iShares MSCI EMU Large Cap UCITS ETF	10.71	8.74
iShares MSCI EMU Mid Cap UCITS ETF	10.51	8.87
iShares MSCI Europe Momentum Factor UCITS ETF**	8.96	N/A
iShares MSCI Europe Quality Factor UCITS ETF**	8.99	N/A
iShares MSCI Europe Size Factor UCITS ETF**	9.34	N/A
iShares MSCI Europe Value Factor UCITS ETF**	9.77	N/A
iShares MSCI France UCITS ETF**	10.75	N/A

** This Fund launched during the year ended 31 May 2015.

Fund	31 May 2015 %	31 May 2014 %
iShares MSCI World Momentum Factor UCITS ETF**	7.96	N/A
iShares MSCI World Quality Factor UCITS ETF**	8.04	N/A
iShares MSCI World Size Factor UCITS ETF**	8.33	N/A
iShares MSCI World Value Factor UCITS ETF**	8.64	N/A
iShares US Equity Buyback Achievers UCITS ETF**	8.67	N/A

** This Fund launched during the year ended 31 May 2015.

i) Market risk arising from other price risk

Other price risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market prices (other than those arising from interest rate risk or currency risk), whether those changes are caused by factors specific to the individual financial instrument or its issuer, or factors affecting similar financial instruments traded in the market.

The Funds are exposed to market price risk arising from their investments in equities, rights, bonds, CISs and futures contracts. The movements in the prices of these investments result in movements in the performance of the Funds. The investment concentrations within the portfolio are disclosed in the schedules of investments by investment type.

Investment into the Institutional Cash Series Plc ("ICS") Institutional Euro Liquidity Fund and ICS Institutional US Dollar Liquidity Fund exposes the Funds to the net asset value of the underlying fund. This is monitored by the Investment Manager by understanding the investment objectives of the underlying fund as well as its internal control policies and regular risk and performance reporting. The investments into the CISs are all investments into related party Funds. These CISs are subject to the same control procedures the Investment Manager employs for the Fund.

The investment objectives of the ICS Institutional Euro Liquidity Fund and ICS Institutional US Dollar Liquidity Fund is to maximise current income consistent with preservation of principal and liquidity by the maintenance of a portfolio of high quality short term "money market" instruments.

* The information relating to financial instruments and risks is an integral part of the notes to the financial statements.

Financial instruments and risks* (continued)

a) Market risk (continued)

i) Market risk arising from other price risk (continued)

In pursuit of their investment objective, the ICS Institutional Euro Liquidity Fund and ICS Institutional US Dollar Liquidity Fund may invest in a broad range of transferable securities such as securities, instruments and obligations that may be available in the relevant markets. These types of securities, instruments and obligations may be issued by any issuers, but shall be denominated in the base currency of the underlying Fund.

For iShares MSCI China A UCITS ETF, the existence of a liquid trading market may depend on whether there is a readily available supply of, and corresponding demand for, China A Shares. The price at which China A Shares may be purchased or sold by the Fund, upon any rebalancing activities or otherwise, and the Net Asset Value of the Fund may be adversely affected if trading markets for the China A Shares are limited or absent. Market volatility and settlement difficulties in the China A Shares markets may result in significant fluctuation in the prices of securities traded on such markets and may consequently increase the volatility of the Net Asset Value of the Fund.

The Investment Manager manages the Funds' market risk on a daily basis in accordance with the Fund's investment objective.

The investment objective of the Funds is to provide investors with a total return, taking into account the capital and income returns, which reflect the total returns of the respective benchmark. The Fund's performance is correlated to its benchmark. The correlation of the Funds' performance against the benchmark is a metric monitored by key management personnel.

The tables below outline the exposure to foreign currency risk as at 31 May 2015:

31 May 2015

Foreign currency exposure	Gross foreign currency exposure	Forward currency contracts	Net foreign currency exposure	% of Net Assets
iShares MSCI China A UCITS ETF	\$'000	\$'000	\$'000	%
CNY	64,435	-	64,435	100
Total exposure to foreign currencies	64,435	-	64,435	100
 iShares MSCI EMU Large Cap UCITS ETF	 €'000	 €'000	 €'000	 %
GBP	23	-	23	0.01
USD	12	-	12	0.01
Total exposure to foreign currencies	35	-	35	0.02

ii) Market risk arising from foreign currency risk

Foreign currency risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in foreign exchange rates.

The Funds may invest in securities, which as far as possible and practicable, consist of the component securities of the benchmark index of each Fund, and which may be denominated in currencies other than its reporting currency. Consequently, each Fund is exposed to the risk of currency fluctuations between the base currency of the benchmark index and the base currency of the constituent securities of the benchmark index.

The Funds, in line with their benchmarks, are unhedged and are therefore exposed to foreign currency risk.

For iShares MSCI China A UCITS ETF, the onshore Renminbi is the official currency of the PRC and is the currency of denomination for all financial transactions between individuals, state and corporations in the PRC. Hong Kong is the first jurisdiction to allow for the accumulation of Renminbi deposits outside the PRC. Since June 2010, the offshore market for Renminbi is traded officially and regulated jointly by the Hong Kong Monetary Authority and the People's Bank of China (Hong Kong) Limited ("PBOC"). While both onshore Renminbi ("CNY") and offshore Renminbi ("CNH") are the same currency, the onshore and offshore markets in which they are traded are largely separate and independent and the movement of currency from one market to the other is highly restricted. CNY and CNH are traded at different rates and any movement may not be in the same direction. As a result the Fund may be exposed to the exchange rate differences between CNH and CNY and foreign exchange transaction costs associated with converting from CNH to CNY and vice versa.

* The information relating to financial instruments and risks is an integral part of the notes to the financial statements

Financial instruments and risks* (continued)

a) Market risk (continued)

ii) Market risk arising from foreign currency risk (continued)

31 May 2015

Foreign currency exposure	Gross foreign currency exposure	Forward currency contracts	Net foreign currency exposure	% of Net Assets
iShares MSCI EMU Mid Cap UCITS ETF	€'000	€'000	€'000	%
GBP	15	-	15	0.01
Total exposure to foreign currencies	15	-	15	0.01
 iShares MSCI Europe Momentum Factor UCITS ETF	 €'000	 €'000	 €'000	 %
CHF	7,941	-	7,941	18.36
DKK	4,354	-	4,354	10.07
GBP	9,845	-	9,845	22.76
NOK	676	-	676	1.56
SEK	3,231	-	3,231	7.47
Total exposure to foreign currencies	26,047	-	26,047	60.22
 iShares MSCI Europe Quality Factor UCITS ETF	 €'000	 €'000	 €'000	 %
CHF	1,368	-	1,368	15.48
DKK	703	-	703	7.96
GBP	4,030	-	4,030	45.61
NOK	88	-	88	1.00
SEK	452	-	452	5.12
Total exposure to foreign currencies	6,641	-	6,641	75.17
 iShares MSCI Europe Size Factor UCITS ETF	 €'000	 €'000	 €'000	 %
CHF	696	-	696	7.82
DKK	321	-	321	3.61
GBP	2,566	-	2,566	28.82
NOK	163	-	163	1.83
SEK	605	-	605	6.80
Total exposure to foreign currencies	4,351	-	4,351	48.88
 iShares MSCI Europe Value Factor UCITS ETF	 €'000	 €'000	 €'000	 %
CHF	1,033	-	1,033	8.85
DKK	289	-	289	2.47
GBP	3,353	-	3,353	28.71
NOK	142	-	142	1.22
SEK	362	-	362	3.10
USD	16	-	16	0.14
Total exposure to foreign currencies	5,195	-	5,195	44.49
 iShares MSCI France UCITS ETF	 €'000	 €'000	 €'000	 %
USD	1	-	1	0.01
Total exposure to foreign currencies	1	-	1	0.01

* The information relating to financial instruments and risks is an integral part of the notes to the financial statements.

Financial instruments and risks* (continued)

a) Market risk (continued)

ii) Market risk arising from foreign currency risk (continued)

31 May 2015

Foreign currency exposure	Gross foreign currency exposure	Forward currency contracts	Net foreign currency exposure	% of Net Assets
iShares MSCI World Momentum Factor UCITS ETF	\$'000	\$'000	\$'000	%
AUD	136	-	136	0.49
CAD	1,096	-	1,096	3.95
CHF	1,001	-	1,001	3.61
DKK	484	-	484	1.74
EUR	592	-	592	2.13
GBP	493	-	493	1.78
HKD	165	-	165	0.59
ILS	191	-	191	0.69
JPY	2,469	-	2,469	8.90
NOK	18	-	18	0.06
NZD	18	-	18	0.06
SEK	107	-	107	0.39
SGD	23	-	23	0.08
Total exposure to foreign currencies	6,793	-	6,793	24.47
iShares MSCI World Quality Factor UCITS ETF	\$'000	\$'000	\$'000	%
AUD	619	-	619	2.85
CAD	449	-	449	2.07
CHF	1,226	-	1,226	5.65
DKK	562	-	562	2.59
EUR	1,160	-	1,160	5.34
GBP	2,536	-	2,536	11.67
HKD	929	-	929	4.28
JPY	422	-	422	1.94
NOK	75	-	75	0.35
SEK	278	-	278	1.28
SGD	138	-	138	0.64
Total exposure to foreign currencies	8,394	-	8,394	38.66
iShares MSCI World Size Factor UCITS ETF	\$'000	\$'000	\$'000	%
AUD	1,150	-	1,150	4.67
CAD	1,196	-	1,196	4.86
CHF	520	-	520	2.11
DKK	243	-	243	0.99
EUR	3,401	-	3,401	13.80
GBP	1,884	-	1,884	7.65
HKD	430	-	430	1.75
ILS	161	-	161	0.65
JPY	5,580	-	5,580	22.65
NOK	123	-	123	0.50
NZD	174	-	174	0.71
SEK	453	-	453	1.84
SGD	328	-	328	1.33
Total exposure to foreign currencies	15,643	-	15,643	63.51

* The information relating to financial instruments and risks is an integral part of the notes to the financial statements

Financial instruments and risks* (continued)

a) Market risk (continued)

ii) Market risk arising from foreign currency risk (continued)

31 May 2015

Foreign currency exposure	Gross foreign currency exposure	Forward currency contracts	Net foreign currency exposure	% of Net Assets
iShares MSCI World Value Factor UCITS ETF	\$'000	\$'000	\$'000	%
AUD	139	-	139	0.57
CAD	357	-	357	1.47
CHF	212	-	212	0.87
DKK	246	-	246	1.01
EUR	4,130	-	4,130	17.03
GBP	2,271	-	2,271	9.36
HKD	475	-	475	1.96
ILS	302	-	302	1.25
JPY	6,787	-	6,787	27.98
NOK	111	-	111	0.46
SEK	58	-	58	0.24
SGD	158	-	158	0.65
Total exposure to foreign currencies	15,246	-	15,246	62.85

The following Funds had a foreign currency exposure of less than 500 of the Funds' functional currency for the year ended 31 May 2015 or all assets and liabilities of the Fund were held in the functional currency: iShares \$ Short Duration Corporate Bond UCITS ETF, iShares \$ Short Duration High Yield Corporate Bond UCITS ETF, iShares \$ Treasury Bond 20+yr UCITS ETF, iShares \$ Ultrashort Bond UCITS ETF, iShares £ Ultrashort Bond UCITS ETF, iShares Euro Government Bond 20yr Target Duration UCITS ETF, iShares Euro Ultrashort Bond UCITS ETF, iShares iBonds Sep 2018 USD Corporate UCITS ETF and iShares US Equity Buyback Achievers UCITS ETF.

The Funds had no direct exposure to foreign currency risk at the year ended 31 May 2014.

iii) Market risk arising from interest rate risk

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates.

All of the Funds are exposed to interest rate risk through their cash holdings including margin cash held with brokers. The Funds listed in the following tables are also exposed to interest rate risk through their investments in bonds where the value of these securities may fluctuate as a result of a change in interest rates. The Funds that invest in CISs have an indirect exposure to those investments that are held by the CISs.

The Funds also have indirect exposure to interest rate risk through investments into futures contracts, whereby the value of the underlying asset may fluctuate as a result of a change in interest rates.

Movements in the prices of these investments are derived from movements in market interest rates and issuer credit-worthiness. Issuer credit-worthiness and credit spreads are monitored by the Investment Manager regularly. The securities in which the Funds invest will generally have a minimum rating of investment grade from a ratings agency as set out in the investment policy of the Funds.

The following table outlines the exposure to significant interest rate risk as at 31 May 2015 and 31 May 2014 whereby short term financial assets and financial liabilities are those with a residual maturity date of less than one year and long term financial assets and financial liabilities are those with a residual maturity date of greater than one year:

31 May 2015

Exposure to interest rate risk	Floating interest rate	Fixed interest rate	Non-interest bearing	Total
iShares \$ Short Duration Corporate Bond UCITS ETF	\$'000	\$'000	\$'000	\$'000
Short term financial assets	196	58,949	6,575	65,720
Long term financial assets	500	314,150		314,650
Short term financial liabilities	-	-	(1,860)	(1,860)
Long term financial liabilities	-	-	-	-
Net asset value	696	373,099	4,715	378,510

* The information relating to financial instruments and risks is an integral part of the notes to the financial statements.

Financial instruments and risks* (continued)

a) Market risk (continued)

iii) Market risk arising from interest rate risk (continued)

31 May 2015

Exposure to interest rate risk	Floating interest rate	Fixed interest rate	Non-interest bearing	Total
iShares \$ Short Duration High Yield Corporate Bond UCITS ETF				
	\$'000	\$'000	\$'000	\$'000
Short term financial assets	-	17,450	24,960	42,410
Long term financial assets	-	237,086	-	237,086
Short term financial liabilities	(294)	-	(13,144)	(13,438)
Long term financial liabilities	-	-	-	-
Net asset value	(294)	254,536	11,816	266,058
iShares \$ Treasury Bond 20+yr UCITS ETF				
	\$'000	\$'000	\$'000	\$'000
Short term financial assets	282	-	438	720
Long term financial assets	-	36,573	-	36,573
Short term financial liabilities	-	-	(232)	(232)
Long term financial liabilities	-	-	-	-
Net asset value	282	36,573	206	37,061
iShares \$ Ultrashort Bond UCITS ETF				
	\$'000	\$'000	\$'000	\$'000
Short term financial assets	10,827	60,377	6,422	77,626
Long term financial assets	31,655	-	-	31,655
Short term financial liabilities	-	-	(372)	(372)
Long term financial liabilities	-	-	-	-
Net asset value	42,482	60,377	6,050	108,909
iShares £ Ultrashort Bond UCITS ETF				
	£'000	£'000	£'000	£'000
Short term financial assets	34,341	83,603	1,422	119,366
Long term financial assets	31,066	-	-	31,066
Short term financial liabilities	-	-	(506)	(506)
Long term financial liabilities	-	-	-	-
Net asset value	65,407	83,603	916	149,926
iShares Euro Government Bond 20yr Target Duration UCITS ETF				
	€'000	€'000	€'000	€'000
Short term financial assets	11	-	576	587
Long term financial assets	-	4,930	-	4,930
Short term financial liabilities	-	-	(528)	(528)
Long term financial liabilities	-	-	-	-
Net asset value	11	4,930	48	4,989
iShares Euro Ultrashort Bond UCITS ETF				
	€'000	€'000	€'000	€'000
Short term financial assets	32,595	85,117	8,495	126,207
Long term financial assets	39,672	1,565	-	41,237
Short term financial liabilities	-	-	(4,500)	(4,500)
Long term financial liabilities	-	-	-	-
Net asset value	72,267	86,682	3,995	162,944

* The information relating to financial instruments and risks is an integral part of the notes to the financial statements

Financial instruments and risks* (continued)

a) Market risk (continued)

iii) Market risk arising from interest rate risk (continued)

31 May 2015

Exposure to interest rate risk	Floating interest rate	Fixed interest rate	Non-interest bearing	Total
iShares iBonds Sep 2018 USD Corporate UCITS ETF	\$'000	\$'000	\$'000	\$'000
Short term financial assets	408	-	495	903
Long term financial assets	-	50,132	-	50,132
Short term financial liabilities	-	-	(176)	(176)
Long term financial liabilities	-	-	-	-
Net asset value	408	50,132	319	50,859

31 May 2014

Exposure to interest rate risk	Floating interest rate	Fixed interest rate	Non-interest bearing	Total
iShares \$ Short Duration Corporate Bond UCITS ETF	\$'000	\$'000	\$'000	\$'000
Short term financial assets	25	6,536	3,804	10,365
Long term financial assets	-	42,467	-	42,467
Short term financial liabilities	-	-	(1,260)	(1,260)
Long term financial liabilities	-	-	-	-
Net asset value	25	49,003	2,544	51,572
iShares \$ Short Duration High Yield Corporate Bond UCITS ETF	\$'000	\$'000	\$'000	\$'000
Short term financial assets	92	6,796	6,877	13,765
Long term financial assets	-	86,632	-	86,632
Short term financial liabilities	-	-	(3,271)	(3,271)
Long term financial liabilities	-	-	-	-
Net asset value	92	93,428	3,606	97,126
iShares \$ Ultrashort Bond UCITS ETF	\$'000	\$'000	\$'000	\$'000
Short term financial assets	2,544	14,185	1,440	18,169
Long term financial assets	6,826	559	-	7,385
Short term financial liabilities	-	-	(26)	(26)
Long term financial liabilities	-	-	-	-
Net asset value	9,370	14,744	1,414	25,528
iShares £ Ultrashort Bond UCITS ETF	£'000	£'000	£'000	£'000
Short term financial assets	10,972	33,772	2,738	47,482
Long term financial assets	20,588	-	-	20,588
Short term financial liabilities	-	-	(166)	(166)
Long term financial liabilities	-	-	-	-
Net asset value	31,560	33,772	2,572	67,904
iShares Euro Ultrashort Bond UCITS ETF	€'000	€'000	€'000	€'000
Short term financial assets	3,614	8,950	2,045	14,609
Long term financial assets	5,551	-	-	5,551
Short term financial liabilities	-	-	(139)	(139)
Long term financial liabilities	-	-	-	-
Net asset value	9,165	8,950	1,906	20,021

* The information relating to financial instruments and risks is an integral part of the notes to the financial statements.

Financial instruments and risks* (continued)

b) Counterparty credit risk

Counterparty credit risk is the risk that the counterparty of a financial transaction will fail to fulfil an obligation or commitment that it has entered into with the Funds.

A number of the Funds invest into sovereign and corporate debt. This exposes the Funds to the risk that the issuer of the bonds may default on interest or principal payments. To manage this risk, the Investment Manager invests in a wide range of securities, subject to the investment objectives of each Fund and monitors the credit ratings of the investments as disclosed in the schedules of investments.

The ratings of the debt securities are continually monitored by the BlackRock Portfolio Management Group ("PMG").

The Funds are exposed to counterparty credit risk from the parties with which they trade and will bear the risk of settlement default. Counterparty credit risk to the Funds arises from transactions to purchase or sell futures contracts, equities, bonds, rights and CISs (through their underlying holdings).

Counterparty credit risk is monitored and managed by BlackRock's RQA Counterparty & Concentration Risk Team. The team is headed by BlackRock's Chief Credit Officer who reports to the Global Head of RQA. Credit authority resides with the Chief Credit Officer and selected team members to whom specific credit authority has been delegated.

As such, counterparty approvals may be granted by the Chief Credit Officer or by identified RQA Credit Risk Officers who have been formally delegated authority by the Chief Credit Officer.

The BlackRock RQA Counterparty & Concentration Risk Team completes a formal review of each new counterparty, monitors and reviews all approved counterparties on an ongoing basis and maintains an active oversight of counterparty exposures and the collateral management process.

The Fund's holdings in futures contracts expose the Funds to counterparty credit risk. The exposure is limited by trading the contracts through a clearing house. The Fund's exposure to counterparty credit risk on contracts, in which they currently have a gain position, is reduced by such gains received in cash from the counterparty under the daily mark-to-market mechanism on exchange traded futures contracts (variation margin).

The Fund's exposure to counterparty credit risk on contracts in which they currently have a loss position is equal to the amount of margin posted to the counterparty which has not been transferred to the exchange under the daily mark-to-market mechanism. The counterparty for futures contracts is Barclay's Bank Plc with the

exception of iShares US Equity Buyback Achievers UCITS ETF which is Goldman Sachs International. The lowest long term credit rating of any one counterparty as at 31 May 2015 is A (31 May 2014: A-) (Standard and Poor's rating).

Margin is paid or received on futures contracts to cover any exposure by the counterparty or the Funds to each other. "Margin cash account" on the balance sheet consists of margin receivable (asset) from or payable (liability) to the Fund's clearing brokers and various counterparties.

All transactions in listed securities are settled/paid for upon delivery using approved brokers. The risk of default is considered minimal, as delivery of securities sold is only made once the broker has received payment. Payment is made on a purchase once the securities have been received by the broker. The trade will fail if either party fails to meet its obligation.

Counterparty credit risk arising on transactions with brokers relates to transactions awaiting settlement. Risk relating to unsettled transactions is considered small due to the short settlement period involved and the high credit quality of the brokers used. The Funds monitor the credit rating and financial position of the brokers used to further mitigate this risk.

The Funds are indirectly exposed to the counterparty credit risk within each CIS from the parties with whom each CIS trades. Each CIS is subject to the same control procedures that the Investment Manager employs on all the Funds.

The Fund's Custodian is State Street Custodial Services (Ireland) Limited (the "Custodian"). The majority of the investments are held by same at year end. Investments are segregated from the assets of the Custodian, with ownership rights remaining with the Funds. Bankruptcy or insolvency of the Custodian may cause the Fund's rights with respect to its investments held by the Custodian to be delayed or limited. The maximum exposure to this risk is the amount of long investments disclosed in the valuation of financial instruments tables.

The Custodian has appointed State Street Bank and Trust Company (the "Sub-Custodian") as its global Sub-Custodian. Substantially all of the cash of the Funds are held with the Sub-Custodian.

The Funds' cash balances are held by the Sub-Custodian in its account together with its own cash balances and with those cash balances that are held on behalf of other clients. The Funds' cash balances are separately identified within the records of the Sub-Custodian. In respect of the cash held by the Sub-Custodian or other depositaries it appoints, the Funds are exposed to the counterparty credit risk of the Sub-Custodian or those depositaries.

* The information relating to financial instruments and risks is an integral part of the notes to the financial statements

Financial instruments and risks* (continued)

b) Counterparty credit risk (continued)

In the event of the insolvency or bankruptcy of the Sub-Custodian or other depositaries, the Funds will be treated as a general creditor of the Sub-Custodian or the depositaries.

To mitigate the Fund's exposure to the Custodian, the Investment Manager employs specific procedures to ensure that the Custodian is a reputable institution and that the counterparty credit risk is acceptable to the Funds. The Funds only transact with Custodians that are regulated entities subject to prudential supervision, or with "high credit ratings" assigned by international credit rating agencies.

The long term credit rating of the parent company of the Custodian and Sub-Custodian, State Street Corporation, as at 31 May 2015 is A+ (31 May 2014 A+) (Standard and Poor's rating).

Any China A Shares acquired by iShares MSCI China A UCITS ETF through the RQFII Quota of the Investment Manager will be maintained by the PRC Sub-custodian through its delegate, the RQFII Custodian. Cash will be held in Renminbi cash account(s) with the RQFII Custodian on deposit, in accordance with the RQFII Custodian Agreement. These securities account(s) and Renminbi cash account(s) for iShares MSCI China A UCITS ETF in the PRC will be maintained in accordance with the relevant rules and regulations. While the non-cash assets held in such securities account(s) are segregated from the assets of the Investment Manager and belong solely to iShares MSCI China A UCITS ETF (as beneficial owner), it is possible that this position may be interpreted by the PRC authorities differently in the future.

The cash of iShares MSCI China A UCITS ETF held by the RQFII Custodian will be held on deposit (as banker) and will, in practice, not be segregated but will be a debt owing from the RQFII Custodian to the Fund as a depositor. Such cash will be co-mingled with cash belonging to other clients of the RQFII Custodian. In the event of the insolvency of the RQFII Custodian, the Fund will not have any proprietary rights to the cash deposited in the cash account opened with the RQFII Custodian, and the Fund will become an unsecured creditor of the RQFII Custodian, ranking equally with all other unsecured creditors. iShares MSCI China A UCITS ETF may face difficulties and/or encounter delays in recovering such debt, or may not be able to recover it in full or at all, in which case the Fund will lose some or all of its cash.

The long term credit rating of PRC Sub-Custodian and RQFII Custodian (HSBC Bank (China) Co Ltd) as at 31 May 2015 is AA- (Standard and Poor's rating). Comparative credit ratings are not disclosed as the PRC Sub-Custodian and RQFII Custodian were only relevant at the year ended 31 May 2015.

The Investment Manager selects brokers in the PRC ("PRC Broker(s)") to execute transactions for the Fund in markets in the PRC. There is a possibility that the Investment Manager may only appoint one PRC Broker for each of the Shenzhen Stock Exchange and the Shanghai Stock Exchange, which may be the same broker. While PRC regulation allows for up to three PRC Brokers to be appointed for each of the Shenzhen and Shanghai stock exchanges, as a matter of practice, it is likely that that only one PRC Broker will be appointed in respect of each stock exchange in the PRC as a result of the regulatory requirement in the PRC that securities are sold through the same PRC Broker through which they were originally purchased.

If the Investment Manager is unable to use the relevant broker in the PRC, the Investment Manager would be unable to purchase China A Shares and as such, the operation of iShares MSCI China A UCITS ETF would be adversely affected and may cause shares in the Fund to trade at a premium or discount to the Fund's NAV or be unable to track the Benchmark Index.

There is also a risk that iShares MSCI China A UCITS ETF may suffer losses from the default, insolvency or disqualification of a PRC Broker. In such event, the Fund may be adversely affected in the execution of transactions through such PRC Broker. As a result, the NAV of the Fund may also be adversely affected. To mitigate the Fund's exposure to the PRC Broker(s), the Investment Manager employs specific procedures to ensure that each PRC Broker selected is a reputable institution and that the credit risk is acceptable to the Fund.

In order to further mitigate the Fund's counterparty credit risk exposure to the Sub-Custodian or depositary banks, the Funds may enter into additional arrangements such as the placing of residual cash in a money market CIS for example Institutional Cash Series Plc ("ICS").

ICS is a BlackRock umbrella fund and an open-ended investment company with variable capital incorporated in Ireland and having segregated liability between its funds. ICS is authorised as an undertaking for collective investment in transferable securities (UCITS).

Prior to the dividend payment date for the distributing funds, cash equal to the dividend payable by the Funds to shareholders will be transferred from the Fund's cash accounts with the Custodian to client asset accounts held with Computershare Investor Services (Ireland) Limited ("Computershare"). For these Funds (detailed in the General Information section), Computershare act as the Registrar and is responsible for making dividend payments to shareholders invested in distributing funds and it will do so out of the monies held in client asset accounts.

* The information relating to financial instruments and risks is an integral part of the notes to the financial statements.

Financial instruments and risks* (continued)

b) Counterparty credit risk (continued)

While dividend monies are held with Computershare in the form of cash, the Funds will have counterparty credit risk exposure to Computershare and any depositary bank with which Computershare maintains cash accounts for the benefit of the Funds.

State Street Fund Services (Ireland) Limited acts as Registrar for iShares MSCI China A UCITS ETF. The Paying Agent for iShares MSCI China A UCITS ETF is Citibank. iShares MSCI China A UCITS ETF is an accumulating Fund and as a result does not make dividend payments to shareholders.

The Funds have sought to mitigate its counterparty credit risk exposure to Computershare in terms of dividend monies by agreeing with Computershare that the cash accounts held with Computershare would be operated as client asset accounts in accordance with the requirements of the Central Bank of Ireland and Computershare's authorisation under the European Communities (Markets in Financial Instruments Directive) Regulations 2007 (MiFID).

In order to further mitigate the Fund's counterparty credit risk exposure to depositary banks with which dividend monies are held, the Funds have put in place arrangements with Computershare to invest some or all of the dividend monies in money market CIS's (which may include CIS's managed by the Manager and/or its affiliates) during part of the period in which dividend monies are held with Computershare pending payment to shareholders.

These arrangements include Computershare holding the units in the money market CIS's for the benefit of the Funds on a segregated basis, separate from Computershare's own assets. This is because, while securities may be ring-fenced in segregated accounts, cash is usually held by depositary banks on a commingled basis and, in the

event of insolvency of a depositary bank, a cash account holder would usually be treated as a general creditor of the depositary bank.

The CIS's with which dividend monies may be invested may comprise funds in ICS which invest in money market instruments. ICS holds these distribution monies for a short duration pending payment to shareholders. Residual cash held by the Funds was also invested in ICS during the year.

The Funds engage in securities lending activities which expose the Funds to counterparty credit risk. The maximum exposure to each Fund is equal to the value of the securities loaned in accordance with note 19 of the notes to the financial statements of the Company.

To mitigate this risk, the Funds receive securities as collateral (financial instruments) equal to a certain percentage above the value of the securities loaned and BlackRock provides the Funds with indemnification against borrower default as disclosed in note 19.

The securities lending borrowers that received securities on loan during the year included: Citigroup Inc, JP Morgan Chase & Co and UBS AG.

The carrying value of financial assets together with cash best represents the Fund's gross maximum exposure to counterparty credit risk at the reporting date, before including the effect of International Swaps and Derivatives Association, Inc. ("ISDA") master agreements and close-out netting, which would reduce the overall counterparty credit risk exposure.

Cash held as security by the counterparty to derivative contracts is subject to the counterparty credit risk of the counterparty. There were no past due or impaired assets as at 31 May 2015 and 31 May 2014.

The following tables detail the credit rating profile of the debt securities held by the Funds as at 31 May 2015 and 31 May 2014.

31 May 2015

	Currency	AAA '000	AA '000	A '000	BBB '000	BB '000	B and below '000	Total '000
iShares \$ Short Duration Corporate Bond UCITS ETF	\$	4,670	75,523	191,465	101,941	-	-	373,599
iShares \$ Short Duration High Yield Corporate Bond UCITS ETF	\$	-	-	-	22,297	128,380	103,859	254,536
iShares \$ Treasury Bond 20+yr UCITS ETF	\$	-	36,573	-	-	-	-	36,573
iShares \$ Ultrashort Bond UCITS ETF	\$	1,102	29,655	53,688	18,358	-	-	102,803
iShares £ Ultrashort Bond UCITS ETF	£	45,678	54,491	39,990	8,789	-	-	148,948
iShares Euro Government Bond 20yr Target Duration UCITS ETF	€	1,496	3,434	-	-	-	-	4,930
iShares Euro Ultrashort Bond UCITS ETF	€	-	14,984	95,179	47,419	1,332	-	158,914
iShares iBonds Sep 2018 USD Corporate UCITS ETF	\$	500	9,784	28,662	11,186	-	-	50,132

* The information relating to financial instruments and risks is an integral part of the notes to the financial statements

Financial instruments and risks* (continued)

b) Counterparty credit risk (continued)

31 May 2014

	Currency	AAA '000	AA '000	A '000	BBB '000	BB '000	B and below '000	Total '000
iShares \$ Short Duration Corporate Bond UCITS ETF	\$	459	10,271	25,643	12,630	-	-	49,003
iShares \$ Short Duration High Yield Corporate Bond UCITS ETF	\$	-	-	-	3,085	48,505	41,838	93,428
iShares \$ Ultrashort Bond UCITS ETF	\$	403	8,111	12,272	3,315	-	-	24,101
iShares £ Ultrashort Bond UCITS ETF	£	19,508	27,509	13,791	4,490	-	-	65,298
iShares Euro Ultrashort Bond UCITS ETF	€	-	2,359	9,858	5,888	-	-	18,105

c) Liquidity risk

Liquidity risk is the risk that the Funds will encounter difficulties in meeting obligations associated with financial liabilities.

Liquidity risk to the Funds arises from the redemption requests of investors and the liquidity of the underlying investments the Funds are invested in. The Funds' shareholders may redeem their shares on the close of any daily dealing deadline for cash equal to a proportionate share of the Funds' NAV. The Funds are therefore potentially exposed to the liquidity risk of meeting the shareholders' redemptions and may need to sell assets at prevailing market prices to meet liquidity demands. It is also exposed to the liquidity risk of daily margin calls on derivatives.

Liquidity risk is minimised by holding sufficient liquid investments which can be readily realised to meet liquidity demands. To manage this risk, if redemption requests on any dealing day represent 10% or more of the shares in issue in respect of any Fund, the Manager may, in its discretion, refuse to redeem any shares in excess of 10% (at any time including after the cut-off time on the dealing day). Any request for redemptions on such dealing day shall be reduced rateably and the redemption requests shall be treated as if they were received on each subsequent dealing day until all shares to which the original request related have been redeemed. Any deferred redemption requests shall be treated in priority to any redemption requests received on subsequent dealing days. In any event settlement for redemptions will normally be made within fourteen days of the day on which the redemption request is made.

The Fund's liquidity risk is managed on a daily basis by the Investment Manager in accordance with established policies and procedures in place. The portfolio managers review daily forward looking cash reports which project cash obligations. These reports allow them to manage their cash obligations.

For iShares MSCI China A UCITS ETF, there may be additional liquidity risk surrounding the repatriations of Renminbi by RQFIIs which are currently permitted once a day and are not currently subject to any lock-up restrictions or prior regulatory approval, however, there are restrictions on the movement of onshore Renminbi offshore. There is no assurance that PRC rules and regulations will not change or that repatriation restrictions will not be imposed in the future. Any restrictions on repatriation imposed may have an adverse effect on iShares MSCI China A UCITS ETFs ability to meet redemption requests. The PBOC is the only clearing bank for offshore Renminbi in Hong Kong. The remittance of Renminbi funds into the PRC and the repatriation of Renminbi funds out of the PRC is dependent on the operational systems and procedures developed by the PBOC for such purposes and there is no assurance that there will not be delays in remittance and/or repatriation which are outside of the control of the Company. iShares MSCI China A UCITS ETF is also dependant on the Custodian and the RQFII Custodian properly carrying out any required remittance of Renminbi into and out of the PRC.

The liquidity of iShares MSCI China A UCITS ETF will also be impacted by any temporary or permanent suspensions of particular stocks imposed from time to time by the Shanghai and/or Shenzhen Stock Exchanges or as a result of any regulatory or governmental intervention in relation to particular stocks or the markets. In addition, companies listed on the Shanghai and/or Shenzhen Stock Exchanges may also halt (i.e. voluntarily suspend) trading of their securities on the stock exchanges. Any such suspension may make it difficult for the Fund to acquire or liquidate positions in the relevant stocks. The Shanghai and Shenzhen Stock Exchanges currently apply a daily limit, set at 10%, of the amount of fluctuation permitted in the prices of China A Shares during a single trading day. The daily limit refers to price movements only and does not restrict trading within the relevant limit.

* The information relating to financial instruments and risks is an integral part of the notes to the financial statements.

Financial instruments and risks* (continued)

c) Liquidity risk (continued)

There can be no assurance that a liquid market on an exchange would exist for any particular China A Share or for any particular time. Any limit imposed on a stock held by the Fund may limit the ability of the Fund to invest in or liquidate positions in the relevant stock thereby potentially impacting on the Net Asset Value of the Fund and increasing tracking error.

If trading of particular China onshore securities held by iShares MSCI China A UCITS ETF are suspended (whether by the PRC stock exchanges or voluntarily by the issuers), the Fund will not be able to sell the suspended securities in order to meet redemptions. In such circumstances, the Fund is likely to sell a larger proportion of non-suspended securities to meet redemptions. Similarly, in such circumstances, the Fund will also not be able to purchase suspended securities to meet subscriptions and is likely to purchase a larger proportion of non-suspended securities to meet subscriptions. The continuation of such suspensions, especially in circumstances where redemptions exceed subscriptions or vice versa, could result in the Fund's investment portfolio deviating increasingly from the constituents and weighting of its Benchmark Index. This could increase the tracking error risk of the Fund, which is the risk that the performance of the Fund deviates increasingly from the performance of its Benchmark Index.

Such circumstances may cause the shares of the Fund to trade at a significant premium or discount to the Net Asset Value on any stock exchange on which they are admitted for trading.

All financial liabilities of the Funds held at the years ended 31 May 2015 and 31 May 2014 fall due within one month, with the exception of those disclosed in the following table:

As at 31 May 2015

Fund	Currency	3 Months to 1 Year '000
iShares US Equity Buyback Achievers UCITS ETF		
- Futures contracts	\$	(1)

d) Valuation of financial instruments

FRS 29 "Financial Instruments: Disclosures" requires the Company to classify fair value measurements using a fair value hierarchy that reflects the significance of inputs used in making the measurements.

The Company's accounting policies on fair value measurement are discussed in section a) in the Accounting Policies.

The fair value hierarchy has the following levels:

Level 1 – Quoted market price in an active market for an identical instrument.

A financial instrument is regarded as quoted in an active market if quoted prices are readily and regularly available from an exchange, dealer, broker, industry group, pricing service, or regulatory agency and those prices represent actual and regularly occurring market transactions on an arm's length basis.

Level 2 – Valuation techniques used to price securities based on observable inputs. This category includes instruments valued using: quoted market prices in active markets for similar instruments; quoted prices for similar instruments in markets that are considered less than active; or other valuation techniques where all significant inputs are directly or indirectly observable from market data.

Valuation techniques used for non-standardised financial instruments such as over-the-counter derivatives, include the use of comparable recent arm's length transactions, reference to other instruments that are substantially the same, discounted cash flow analysis, option pricing models and other valuation techniques commonly used by market participants making the maximum use of market inputs and relying as little as possible on entity-specific inputs.

Level 3 – Valuation techniques using significant unobservable inputs. This category includes all instruments where the valuation technique includes inputs not based on observable data and the unobservable inputs could have a significant impact on the instrument's valuation.

This category includes instruments that are valued based on quoted prices for similar instruments where significant unobservable adjustments or assumptions are required to reflect differences between the instruments and instruments for which there is no active market.

The level in the fair value hierarchy within which the fair value measurement is categorised in its entirety is determined on the basis of the lowest level input that is significant to the fair value measurement in its entirety.

For this purpose, the significance of an input is assessed against the fair value measurement in its entirety. If a fair value measurement uses observable inputs that require significant adjustment based on unobservable inputs, that measurement is a level 3 measurement.

Assessing the significance of a particular input to the fair value measurement in its entirety requires judgement, considering factors specific to the asset or liability.

* The information relating to financial instruments and risks is an integral part of the notes to the financial statements

Financial instruments and risks* (continued)

d) Valuation of financial instruments (continued)

The determination of what constitutes observable requires significant judgement by the Investment Manager.

The Investment Manager considers observable data to be that market data that is readily available, regularly distributed or updated, reliable and verifiable, not proprietary, and provided by independent sources that are actively involved in the relevant market.

The following is an analysis of the Funds' financial assets and financial liabilities measured at fair value as at 31 May 2015 and 31 May 2014:

31 May 2015

	Level 1	Level 2	Level 3	Total
iShares \$ Short Duration Corporate Bond UCITS ETF	\$'000	\$'000	\$'000	\$'000
Financial assets at fair value through profit or loss				
- Debt securities	-	373,599	-	373,599
- UCITS collective investment schemes	-	3,491	-	3,491
Total	-	377,090	-	377,090
iShares \$ Short Duration High Yield Corporate Bond UCITS ETF	\$'000	\$'000	\$'000	\$'000
Financial assets at fair value through profit or loss				
- Debt securities	-	254,536	-	254,536
- UCITS collective investment schemes	-	14,952	-	14,952
Total	-	269,488	-	269,488
iShares \$ Treasury Bond 20+yr UCITS ETF	\$'000	\$'000	\$'000	\$'000
Financial assets at fair value through profit or loss				
- Debt securities	-	36,573	-	36,573
Total	-	36,573	-	36,573
iShares \$ Ultrashort Bond UCITS ETF	\$'000	\$'000	\$'000	\$'000
Financial assets at fair value through profit or loss				
- Debt securities	-	102,803	-	102,803
- UCITS collective investment schemes	-	5,875	-	5,875
Total	-	108,678	-	108,678
iShares £ Ultrashort Bond UCITS ETF	£'000	£'000	£'000	£'000
Financial assets at fair value through profit or loss				
- Debt securities	-	148,948	-	148,948
Total	-	148,948	-	148,948
iShares Euro Government Bond 20yr Target Duration UCITS ETF	€'000	€'000	€'000	€'000
Financial assets at fair value through profit or loss				
- Debt securities	-	4,930	-	4,930
Total	-	4,930	-	4,930
iShares Euro Ultrashort Bond UCITS ETF	€'000	€'000	€'000	€'000
Financial assets at fair value through profit or loss				
- Debt securities	-	158,914	-	158,914
- UCITS collective investment schemes	-	6,965	-	6,965
Total	-	165,879	-	165,879

* The information relating to financial instruments and risks is an integral part of the notes to the financial statements.

Financial instruments and risks* (continued)

d) Valuation of financial instruments (continued)

31 May 2015

	Level 1	Level 2	Level 3	Total
iShares iBonds Sep 2018 USD Corporate UCITS ETF	\$'000	\$'000	\$'000	\$'000
Financial assets at fair value through profit or loss				
- Debt securities	-	50,132	-	50,132
Total	-	50,132	-	50,132
iShares MSCI China A UCITS ETF	\$'000	\$'000	\$'000	\$'000
Financial assets at fair value through profit or loss				
- Equity securities	66,436	843	2,014	69,293
Total	66,436	843	2,014	69,293
iShares MSCI EMU Large Cap UCITS ETF	€'000	€'000	€'000	€'000
Financial assets at fair value through profit or loss				
- Equity securities	219,836	-	-	219,836
Total	219,836	-	-	219,836
Financial liabilities at fair value through profit or loss				
- Futures contracts	(10)	-	-	(10)
Total	(10)	-	-	(10)
iShares MSCI EMU Mid Cap UCITS ETF	€'000	€'000	€'000	€'000
Financial assets at fair value through profit or loss				
- Equity securities^	272,347	-	-	272,347
-Rights	547	-	-	547
- Futures contracts	2	-	-	2
Total	272,896	-	-	272,896
iShares MSCI Europe Momentum Factor UCITS ETF	€'000	€'000	€'000	€'000
Financial assets at fair value through profit or loss				
- Equity securities	42,755	-	-	42,755
-Rights**	-	-	-	-
- Futures contracts**	-	-	-	-
Total	42,755	-	-	42,755
Financial liabilities at fair value through profit or loss				
- Futures contracts	(3)	-	-	(3)
Total	(3)	-	-	(3)
iShares MSCI Europe Quality Factor	€'000	€'000	€'000	€'000
Financial assets at fair value through profit or loss				
- Equity securities	8,768	-	-	8,768
Total	8,768	-	-	8,768
Financial liabilities at fair value through profit or loss				
- Futures contracts	(1)	-	-	(1)
Total	(1)	-	-	(1)

^ Level 3 securities which are less than €500 are rounded to zero.

** Level 1 amounts less than €500 are rounded to zero.

* The information relating to financial instruments and risks is an integral part of the notes to the financial statements

Financial instruments and risks* (continued)

d) Valuation of financial instruments (continued)

31 May 2015

	Level 1	Level 2	Level 3	Total
iShares MSCI Europe Size Factor UCITS ETF	€'000	€'000	€'000	€'000
Financial assets at fair value through profit or loss				
- Equity securities	8,686	-	-	8,686
-Rights	14	-	-	14
- Futures contracts**	-	-	-	-
Total	8,700	-	-	8,700
Financial liabilities at fair value through profit or loss				
- Futures contracts	(1)	-	-	(1)
Total	(1)	-	-	(1)
iShares MSCI Europe Value Factor UCITS ETF	€'000	€'000	€'000	€'000
Financial assets at fair value through profit or loss				
- Equity securities	11,426	-	-	11,426
-Rights	4	-	-	4
Total	11,430	-	-	11,430
Financial liabilities at fair value through profit or loss				
- Futures contracts**	-	-	-	-
Total	-	-	-	-
iShares MSCI France UCITS ETF	€'000	€'000	€'000	€'000
Financial assets at fair value through profit or loss				
- Equity securities	8,572	-	-	8,572
- Futures contracts**	-	-	-	-
Total	8,572	-	-	8,572
iShares MSCI World Momentum Factor UCITS ETF	\$'000	\$'000	\$'000	\$'000
Financial assets at fair value through profit or loss				
- Equity securities	27,324	-	-	27,324
-Rights**	-	-	-	-
Total	27,324	-	-	27,324
Financial liabilities at fair value through profit or loss				
- Futures contracts	(2)	-	-	(2)
Total	(2)	-	-	(2)
iShares MSCI World Quality Factor UCITS ETF	\$'000	\$'000	\$'000	\$'000
Financial assets at fair value through profit or loss				
- Equity securities	21,448	-	-	21,448
Total	21,448	-	-	21,448
Financial liabilities at fair value through profit or loss				
- Futures contracts	(3)	-	-	(3)
Total	(3)	-	-	(3)

** Level 1 amounts less than 500 are rounded to zero.

* The information relating to financial instruments and risks is an integral part of the notes to the financial statements.

Financial instruments and risks* (continued)

d) Valuation of financial instruments (continued)

31 May 2015

	Level 1	Level 2	Level 3	Total
iShares MSCI World Size Factor UCITS ETF	\$'000	\$'000	\$'000	\$'000
Financial assets at fair value through profit or loss				
- Equity securities	24,339	-	-	24,339
-Rights	10	-	-	10
Total	24,349	-	-	24,349
Financial liabilities at fair value through profit or loss				
- Futures contracts	(2)	-	-	(2)
Total	(2)	-	-	(2)
 iShares MSCI World Value Factor UCITS ETF	 \$'000	 \$'000	 \$'000	 \$'000
Financial assets at fair value through profit or loss				
- Equity securities	23,456	147	-	23,603
-Rights	2	-	-	2
- Futures contracts	2	-	-	2
Total	23,460	147	-	23,607
Financial liabilities at fair value through profit or loss				
- Futures contracts	(1)	-	-	(1)
Total	(1)	-	-	(1)
 iShares US Equity Buyback Achievers UCITS ETF	 \$'000	 \$'000	 \$'000	 \$'000
Financial assets at fair value through profit or loss				
- Equity securities	10,360	-	-	10,360
Total	10,360	-	-	10,360
Financial liabilities at fair value through profit or loss				
- Futures contracts	(1)	-	-	(1)
Total	(1)	-	-	(1)

31 May 2014

	Level 1	Level 2	Level 3	Total
iShares \$ Short Duration Corporate Bond UCITS ETF	\$'000	\$'000	\$'000	\$'000
Financial assets at fair value through profit or loss				
- Debt securities	-	49,003	-	49,003
- UCITS collective investment schemes	-	3,300	-	3,300
Total	-	52,303	-	52,303
 iShares \$ Short Duration High Yield Corporate Bond UCITS ETF	 \$'000	 \$'000	 \$'000	 \$'000
Financial assets at fair value through profit or loss				
- Debt securities	-	93,428	-	93,428
- UCITS collective investment schemes	-	3,295	-	3,295
Total	-	96,723	-	96,723

* The information relating to financial instruments and risks is an integral part of the notes to the financial statements

Financial instruments and risks* (continued)

d) Valuation of financial instruments (continued)

31 May 2014

	Level 1	Level 2	Level 3	Total
iShares \$ Ultrashort Bond UCITS ETF	\$'000	\$'000	\$'000	\$'000
Financial assets at fair value through profit or loss				
- Debt securities	-	24,101	-	24,101
- UCITS collective investment schemes	-	1,265	-	1,265
Total	-	25,366	-	25,366
iShares £ Ultrashort Bond UCITS ETF	£'000	£'000	£'000	£'000
Financial assets at fair value through profit or loss				
- Debt securities	-	65,298	-	65,298
- UCITS collective investment schemes	-	1,879	-	1,879
Total	-	67,177	-	67,177
iShares Euro Ultrashort Bond UCITS ETF	€'000	€'000	€'000	€'000
Financial assets at fair value through profit or loss				
- Debt securities	-	18,105	-	18,105
- UCITS collective investment schemes	-	1,765	-	1,765
Total	-	19,870	-	19,870
iShares MSCI EMU Large Cap UCITS ETF	€'000	€'000	€'000	€'000
Financial assets at fair value through profit or loss				
- Equity securities	5,679	-	-	5,679
- Rights	1	-	-	1
- Futures contracts	1	-	-	1
Total	5,681	-	-	5,681
iShares MSCI EMU Mid Cap UCITS ETF	€'000	€'000	€'000	€'000
Financial assets at fair value through profit or loss				
- Equity securities	50,410	-	-	50,410
- Rights	22	-	-	22
- Futures contracts	13	-	-	13
Total	50,445	-	-	50,445
Financial liabilities at fair value through profit or loss				
- Futures contracts	(1)	-	-	(1)
Total	(1)	-	-	(1)

* The information relating to financial instruments and risks is an integral part of the notes to the financial statements.

Financial instruments and risks* (continued)

d) Valuation of financial instruments (continued)

Investments whose values are based on quoted market prices in active markets and therefore classified within level 1. These include active listed equities, rights and exchange traded derivatives. The Fund does not adjust the quoted price for these instruments.

Financial instruments that trade in markets that are not considered to be active but are valued based on quoted market prices, dealer quotations or alternative pricing sources supported by observable inputs are classified within level 2. These include bonds, CISs and equity securities on iShares MSCI China A UCITS ETF and iShares MSCI World Value Factor UCITS ETF that were suspended at year end but resumed trading shortly after the year end.

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.

The following table presents the movement in level 3 instruments for the year ended 31 May 2015.

	Balance at beginning of year \$'000	Realised gains/(losses) \$'000	Purchases \$'000	Sales \$'000	Transfers into level 3 \$'000	Transfers out of level 3 \$'000	Net change in unrealised appreciation/ (depreciation) from investments still held at end of year \$'000	Balance at end of year \$'000
iShares MSCI China A UCITS ETF								
Assets:								
Equities	-	-	-	-	2,014	-	-	2,014

A reconciliation of level 3 investments is presented when the Fund had a significant amount of level 3 investments at the beginning and/or end of the year in relation to net assets.

e) Global exposure

In accordance with UCITS notices issued by the Central Bank of Ireland, the Manager is required to employ a risk management process which enables it to accurately monitor and manage the global exposure of the Funds to financial derivative instruments ("FDI").

Effective 6 October 2014, global exposure is measured using the commitment approach to measure the global exposure of the Funds and manage the potential loss to the Funds due to market risk.

The commitment approach is a methodology that aggregates the underlying market or notional value of FDI to determine the global exposure of the Fund.

There were no significant transfers between level 1 and 2 during the current year.

There were no transfers between level 1 and 2 in the prior year.

Investments whose values are based on unobservable inputs are classified within level 3. These include equities on iShares MSCI China A UCITS ETF that were suspended at year end and equities on iShares MSCI EMU Mid Cap UCITS ETF that were suspended and equities that are priced at zero at year end. The Company has used specific valuation techniques to determine the fair value of these securities.

The total market value of level 3 securities are deemed insignificant for iShares MSCI EMU Mid Cap UCITS ETF for the purposes of presenting a level 3 roll forward table.

In accordance with the UCITS notices, global exposure for a fund utilising the commitment approach must not exceed 100% of the Fund's NAV.

The exposures to FDI at year end are marked on the relevant Fund's schedule of investments. For the year ended 31 May 2015, global exposure is measured using the commitment approach for all funds.

Prior to 6 October 2014 global exposure was measured using the VaR approach for all funds.

The following table details the highest, lowest and average utilisation of the VaR limit, expressed as a percentage of the respective relative VaR regulatory limit, for the year ended 31 May 2014. For relative VaR, the VaR of the Fund's portfolio will not exceed twice the VaR of the reference portfolio. Utilisation refers to the level of risk taken in this context.

* The information relating to financial instruments and risks is an integral part of the notes to the financial statements

Financial instruments and risks* (continued)

e) Global exposure (continued)

31 May 2014

Fund	Market Risk Approach	Reference portfolio	Highest utilisation of the VaR limit %	Lowest utilisation of the VaR limit %	Average utilisation of the VaR limit %
iShares \$ Short Duration Corporate Bond UCITS ETF	Relative VaR	Markit iBoxx USD Liquid Investment Grade 0-5 Index	50.57	47.73	48.69
iShares \$ Short Duration High Yield Corporate Bond UCITS ETF	Relative VaR	Markit iBoxx USD Liquid High Yield 0-5 Capped Index	55.56	50.33	52.83
iShares \$ Ultrashort Bond UCITS ETF	Relative VaR	Markit iBoxx USD Liquid Investment Grade Ultrashort Index	54.59	41.68	47.36
iShares £ Ultrashort Bond UCITS ETF	Relative VaR	Markit iBoxx GBP Liquid Investment Grade Ultrashort Index	65.39	49.72	56.24
iShares Euro Ultrashort Bond UCITS ETF	Relative VaR	Markit iBoxx EUR Liquid Investment Grade Ultrashort Index	59.58	45.91	51.98
iShares MSCI EMU Large Cap UCITS ETF	Relative VaR	MSCI EMU Large Cap Index	50.03	49.62	49.94
iShares MSCI EMU Mid Cap UCITS ETF	Relative VaR	MSCI EMU Mid Cap Index	50.50	49.50	50.06
iShares MSCI Russia Capped Swap	Relative VaR	MSCI Russia Capped Index	50.00	50.00	50.00
iShares S&P CNX Nifty India Swap	Relative VaR	S&P CNX Nifty	50.00	50.00	50.00
iShares S&P GSCI Dynamic Roll Agriculture Swap	Relative VaR	S&P GSCI Agriculture Dynamic Roll Capped Component Index	50.00	50.00	50.00
iShares S&P GSCI Dynamic Roll Commodity Swap	Relative VaR	S&P GSCI Dynamic Roll Capped Commodity 35/20 Index	50.00	50.00	50.00
iShares S&P GSCI Dynamic Roll Energy Swap	Relative VaR	S&P GSCI Energy Dynamic Roll Capped Commodity Index	50.00	50.00	50.00
iShares S&P GSCI Dynamic Roll Industrial Metals Swap	Relative VaR	S&P GSCI Industrial Metals Dynamic Roll Capped Commodity Index	50.00	50.00	50.00

f) Leverage

Leveraged derivative positions can therefore increase Fund volatility.

The use of derivatives may expose Funds to a higher degree of risk. In particular, derivative contracts can be highly volatile, and the amount of initial margin is generally small relative to the size of the contract so that transactions may be leveraged in terms of market exposure.

For the year ended 31 May 2014 where global exposure is measured using VaR, the leverage is calculated on a gross exposure basis, by taking the sum of the notional values of the derivatives used by a fund, without netting, and is expressed as a percentage of the NAV.

A relatively small market movement may have a potentially larger impact on derivatives than on non-derivative instruments.

Disclosed in the following table is the average leverage employed during the year ended 31 May 2014 for the applicable Funds:

Fund	Average leverage employed during the year ended 31 May 2014
iShares MSCI Russia Capped Swap**	100.00
iShares S&P CNX Nifty India Swap**	100.00
iShares S&P GSCI Dynamic Roll Agriculture Swap**	100.00
iShares S&P GSCI Dynamic Roll Commodity Swap**	100.00
iShares S&P GSCI Dynamic Roll Energy Swap**	100.00
iShares S&P GSCI Dynamic Roll Industrial Metals Swap**	100.00

** This Fund closed on 24 October 2013.

* The information relating to financial instruments and risks is an integral part of the notes to the financial statements.

INCOME STATEMENT

For the year ended 31 May 2015

	Note	Year ended 31 May 2015 £'000	Year ended 31 May 2014 £'000
Operating income	2	17,739	1,970
Net gains on financial assets/liabilities at fair value through profit or loss	3	80,967	1,638
Total gains		98,706	3,608
Operating expenses	4	(2,362)	(457)
Net operating profit		96,344	3,151
Finance costs:			
Distributions to redeemable participating shareholders	6	(7,644)	(977)
Interest expense	7	(2)	-
Total finance costs		(7,646)	(977)
Net profit for the financial year before tax		88,698	2,174
Non-reclaimable withholding tax		(773)	(58)
Net profit for the financial year after tax		87,925	2,116
Adjustment to align to the valuation methodology as set out in the prospectus	9	204	47
Increase in net assets attributable to redeemable participating shareholders from operations		88,129	2,163

There are no recognised gains or losses arising in the year other than those dealt with in the income statement. In arriving at the results of the financial year, all amounts relate to continuing operations for the year ended 31 May 2015. For the year ended 31 May 2014 all amounts relate to continuing operations except for amounts relating to discontinued operations on the Swap Funds which closed on 24 October 2013.

STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO REDEEMABLE PARTICIPATING SHAREHOLDERS

For the year ended 31 May 2015

	Year ended 31 May 2015 £'000	Year ended 31 May 2014 £'000
Net assets attributable to redeemable participating shareholders at the beginning of the year	234,666	93,890
Notional foreign exchange adjustment*	(9,214)	(11,659)
Increase in net assets attributable to redeemable participating shareholders from operations	88,129	2,163
Share transactions:		
Proceeds from issue of redeemable participating shares	857,715	261,908
Payments on redemption of redeemable participating shares	(76,316)	(111,636)
Transfer due to merger into the Company**	256,622	-
Increase in net assets resulting from share transactions	1,038,021	150,272
Net assets attributable to redeemable participating shareholders at the end of the year	1,351,602	234,666

* The notional foreign exchange adjustment arises from the retranslation of the net assets at the beginning of the year using the exchange rate as at the 31 May 2015. The average rate for the year is applied to income statement items and share transactions (see note 17).

** Please see details of Fund Merger in the Background section.

The accompanying notes form an integral part of these financial statements.

BALANCE SHEET

As at 31 May 2015

	Note	31 May 2015 £'000	31 May 2014 £'000
CURRENT ASSETS			
Cash and cash equivalents		7,577	584
Margin cash account		289	23
Receivables	12	42,944	5,323
Financial assets at fair value through profit or loss	13	1,350,667	232,968
Total current assets		1,401,477	238,898
CURRENT LIABILITIES			
Bank overdraft		(194)	-
Payables	14	(43,845)	(2,845)
Distributions payable to redeemable participating shareholders		(6,070)	(1,433)
Financial liabilities at fair value through profit or loss	13	(17)	(1)
Total current liabilities excluding net assets attributable to redeemable participating shareholders		(50,126)	(4,279)
Net assets attributable to redeemable participating shareholders		1,351,351	234,619
Adjustment to align to the valuation methodology as set out in the prospectus	9	251	47
Net asset value attributable to redeemable participating shareholders at the end of the year		1,351,602	234,666

The accompanying notes form an integral part of these financial statements.

Approved on behalf of the Board of Directors

Paul McNaughton
Director

Paul McGowan
Director

Date: 29 September 2015

Date: 29 September 2015

NOTES TO THE FINANCIAL STATEMENTS

For the year ended 31 May 2015

1. ACCOUNTING POLICIES, FINANCIAL INSTRUMENTS AND RISKS

The accounting policies are set out on pages 46 to 50. The financial instruments and risks are set out on pages 51 to 70.

2. OPERATING INCOME

	Year ended 31 May 2015 £'000	Year ended 31 May 2014 £'000
Deposit interest income	34	7
Dividend income	9,114	673
Bond interest income	8,513	1,290
Securities lending income	78	-
	17,739	1,970

3. NET GAINS ON FINANCIAL ASSETS/LIABILITIES AT FAIR VALUE THROUGH PROFIT OR LOSS

	Year ended 31 May 2015 £'000	Year ended 31 May 2014 £'000
Net gains on investments in securities at fair value through profit or loss	80,843	1,609
Net gains on futures contracts	127	15
Net losses on other investments	(3)	-
Net gains on total return swaps	-	14
	80,967	1,638

4. OPERATING EXPENSES

	Year ended 31 May 2015 £'000	Year ended 31 May 2014 £'000
Management fees	(2,362)	(457)
	(2,362)	(457)

5. MANAGEMENT FEES

Fees earned by the Manager during the year and balances outstanding as at 31 May 2015 and 31 May 2014 are disclosed in note 4 and note 14 respectively.

Management fees (inclusive of investment management fees):

The Manager is entitled to an annual fee at rates not exceeding those set out on the following table. These rates are the maximum fee rates as at 31 May 2015:

Fund	Maximum fee rate (% of NAV)
iShares \$ Short Duration Corporate Bond UCITS ETF	0.20
iShares \$ Short Duration High Yield Corporate Bond UCITS ETF	0.45
iShares \$ Treasury Bond 20+yr UCITS ETF*	0.20
iShares \$ Ultrashort Bond UCITS ETF**	0.16
iShares £ Ultrashort Bond UCITS ETF**	0.17
iShares Euro Government Bond 20yr Target Duration UCITS ETF*	0.15
iShares Euro Ultrashort Bond UCITS ETF**	0.14
iShares iBonds Sep 2018 USD Corporate UCITS ETF*	0.10
iShares MSCI China A UCITS ETF*	0.65
iShares MSCI EMU Large Cap UCITS ETF	0.49
iShares MSCI EMU Mid Cap UCITS ETF	0.49
iShares MSCI Europe Momentum Factor UCITS ETF*	0.25
iShares MSCI Europe Quality Factor UCITS ETF*	0.25
iShares MSCI Europe Size Factor UCITS ETF*	0.25
iShares MSCI Europe Value Factor UCITS ETF*	0.25
iShares MSCI France UCITS ETF*	0.25
iShares MSCI World Momentum Factor UCITS ETF*	0.30
iShares MSCI World Quality Factor UCITS ETF*	0.30
iShares MSCI World Size Factor UCITS ETF*	0.30
iShares MSCI World Value Factor UCITS ETF*	0.30
iShares US Equity Buyback Achievers UCITS ETF*	0.55

* Fund launched during the year ended 31 May 2015.

** The TER of this fund was discounted from 0.20 to 0.09 on 5 March 2015.

The Company employs an "all in one" fee structure for its Funds, with each Fund paying all of its fees, operating costs and expenses (and its due proportion of any costs and expenses allocated to it) as a single flat fee (the "Total Expense Ratio" or "TER"). The TER is calculated in accordance with the Committee of European Securities Regulators ("CESR") guidelines on the methodology for calculation of the ongoing charges figure in the Key Investor Information Document.

The Manager is responsible for discharging all operational expenses, including but not limited to fees and expenses of the Directors, Investment Manager, Custodian, Administrator, Transfer Agent and Registrar from the amounts received by the Manager from the Total Expense Ratio. Such operational expenses include regulatory and audit fees but exclude transaction costs and extraordinary legal costs.

Directors' fees will not exceed the sum of €40,000 per annum per Director without the approval of the Board of Directors.

NOTES TO THE FINANCIAL STATEMENTS (continued)

For the year ended 31 May 2015

5. MANAGEMENT FEES (continued)

In the event a fund's costs and expenses in connection with the operation of the Fund exceed the stated TER, the Manager will discharge any excess amount out of its own assets. The establishment costs of the Company have been paid by the Manager.

The following fees were included in management fees during the year:

	Year ended 31 May 2015 €'000	Year ended 31 May 2014 €'000
Directors' fees	(27)	(27)
Audit fees (including expenses) relating to the audit of the annual financial statements	(131)	(70)
Other assurance services fee (including expenses) relating to Fund merger	(11)	-

There were no other assurance, tax, advisory or non audit fees other than the audit fees disclosed above paid to PricewaterhouseCoopers in Dublin, Ireland as the Statutory Auditor of the Company as no other services were provided. The other assurance services relate to merger exchange ratios as required by Regulation 60 of Statutory Instrument ("S.I.") No 352/2011.

Whilst it is anticipated that the TER borne by a fund shall not exceed the amounts set out above during the life of a fund, such amounts may need to be increased. Any such increase will be subject to the prior approval of the shareholders of the relevant Fund evidenced either by a majority vote at a meeting of shareholders or by a written resolution of all of the shareholders.

As disclosed above, no commissions, discounts, brokerages or other special terms have been granted or are payable by the Company in connection with the issue or sale of any capital of the Company.

6. DISTRIBUTIONS TO REDEEMABLE PARTICIPATING SHAREHOLDERS

The Company may declare and pay dividends on any distributing class of shares in the Company.

Distributions declared during the year were as follows:

	Year ended 31 May 2015 €'000	Year ended 31 May 2014 €'000
November 2013	-	117
February 2014	-	43
May 2014	-	1,482
August 2014	187	-

	Year ended 31 May 2015 €'000	Year ended 31 May 2014 €'000
November 2014	3,175	-
February 2015	596	-
May 2015	5,870	-
	9,828	1,642
Equalisation income	(2,243)	(674)
Equalisation expense	59	9
	7,644	977

7. INTEREST EXPENSE

	Year ended 31 May 2015 €'000	Year ended 31 May 2014 €'000
Bank interest	(2)	-
	(2)	-

8. TAXATION

Under current law and practice, the Company qualifies as an investment undertaking as defined in Section 739B of the Taxes Consolidation Act, 1997, as amended. On that basis it is not chargeable to Irish tax on its income or gains. However, Irish tax may arise on the occurrence of a "chargeable event".

A chargeable event includes any distribution payments to shareholders or any encashment, redemption, cancellation or transfer of shares and the holding of shares at the end of each eight year period beginning with the acquisition of such shares.

No Irish tax will arise on the Company in respect of chargeable events in respect of:

- A shareholder who is neither Irish resident nor ordinarily resident in Ireland for tax purposes, at the time of the chargeable event, provided appropriate valid declarations in accordance with the provisions of the Taxes Consolidation Act, 1997, as amended, are held by the Company; or the Company has been authorised by the Irish Revenue to make gross payments in the absence of appropriate declarations; and
- Certain exempted Irish tax resident shareholders who have provided the Company with the necessary signed Annual declarations; and
- Any transaction (which might otherwise be a chargeable event) in relation to shares held in a recognised clearing system as designated by order of the Irish Revenue Commissioners (such as CREST) will not constitute a chargeable event. It is the current intention of the Directors that all the shares in the Company will be held in Crest or another recognised clearing system.

NOTES TO THE FINANCIAL STATEMENTS (continued)

For the year ended 31 May 2015

8. TAXATION (continued)

Dividends, interest and capital gains (if any) received on investments by the Company may be subject to withholding taxes imposed by the country from which the investment income/gains are received and such taxes may not be recoverable by the Company or its shareholders.

9. ADJUSTMENT TO ALIGN TO THE VALUATION METHODOLOGY AS SET OUT IN THE PROSPECTUS

The adjustment between the financial statements net asset value and the valuation methodology set out in the prospectus is shown below:

	Year ended 31 May 2015 £'000	Year ended 31 May 2014 £'000
Balance brought forward	47	-
Adjustment to align to the valuation methodology as set out in the prospectus	204	47
Total adjustment for the year	204	47
Balance carried forward	251	47

Further details are set out in the accounting policies note m).

10. TRANSACTION COSTS

In order to achieve its investment objective, a fund will incur transaction costs in relation to trading activity on its portfolio. Disclosed in the following table are separately identifiable transaction costs incurred by the Company for the years ended 31 May 2015 and 31 May 2014. These include all brokers' commission, settlement fees, stamp duties and broker fees charges on equities, exchange traded futures contracts and some fixed income investments.

	Year ended 31 May 2015 £'000	Year ended 31 May 2014 £'000
Transaction costs	(214)	(52)

Not all transaction costs are separately identifiable. For some fixed income investments, transaction costs will be included in the purchase and sales price of the investment and not separately disclosed. Transaction costs on total return swaps are not separately identifiable for the year ended 31 May 2014 as the spread costs are not paid in cash but included in the value of the swap. The portfolio transaction costs are not included in the TER.

11. SHARE CAPITAL

The issued and fully paid redeemable participating share capital is at all times equal to the net asset value of the Company. Redeemable participating shares are redeemable at the shareholders' option and are classified as financial liabilities.

Redeemable Participating Shares - issued and fully paid

	31 May 2015 No. of Shares	31 May 2014 No. of Shares
Number of redeemable participating shares:		
Balance at the beginning of year	4,606,745	6,328,495
Issued during the year	61,508,864	5,741,745
Transfer due to merger	13,006,173	-
Redeemed during the year	(4,856,704)	(7,463,495)
Balance at the end of year	74,265,078	4,606,745

Authorised

The authorised share capital of the Company is £2 divided into 2 Subscriber Shares of a par value of £1 each and 500 billion participating shares of no par value.

Subscriber shares

The 2 Subscriber Shares are currently in issue and are held by the Manager or nominees of the Manager. They do not form part of the net asset value of the Company. They are thus disclosed in the financial statements by way of this note only. In the opinion of the Directors this disclosure reflects the nature of the Company's investment business.

12. RECEIVABLES

	31 May 2015 £'000	31 May 2014 £'000
Financial assets:		
Sale of securities awaiting settlement	33,526	1,561
Deposit interest receivable	2	1
Dividend income receivable	795	118
Securities lending income receivable	20	-
Bond interest income receivable	8,339	2,192
Tax reclaim receivable	262	18
Distributions payable held with registrar*	-	1,433
	42,944	5,323

* This relates to distribution monies that have been transferred from the Company's accounts held with its custodian, State Street Custodial Services (Ireland) Limited, to client asset accounts held with Computershare to fund distributions payable to holders of redeemable participating shares.

NOTES TO THE FINANCIAL STATEMENTS (continued)

For the year ended 31 May 2015

13. FINANCIAL ASSETS/LIABILITIES AT FAIR VALUE THROUGH PROFIT OR LOSS

	31 May 2015 £'000	31 May 2014 £'000
Financial assets:		
Investment in equities	526,834	45,630
Investment in bonds	802,476	179,307
Investment in rights	414	19
Investment in UCITS collective investment schemes	20,940	8,001
Unrealised gains on futures contracts	3	11
	1,350,667	232,968
Financial liabilities:		
Unrealised losses on futures contracts	(17)	(1)
	(17)	(1)

14. PAYABLES

	31 May 2015 £'000	31 May 2014 £'000
Purchase of securities awaiting settlement	(40,089)	(2,787)
Payable for fund shares repurchased	(3,445)	-
Management fees payable	(311)	(58)
	(43,845)	(2,845)

15. SOFT COMMISSIONS

There were no soft commissions arrangements entered into by the Investment Manager on behalf of the Company during the years ended 31 May 2015 and 31 May 2014 other than those disclosed in the financial statements of the Funds.

16. COMMITMENTS AND CONTINGENT LIABILITIES

There were no significant commitments or contingent liabilities at the years ended 31 May 2015 and 31 May 2014 other than those disclosed in the financial statements of the Funds.

17. EXCHANGE RATES

The rates of exchange ruling at 31 May 2015 and 31 May 2014 were:

		31 May 2015	31 May 2014
GBP1=	EUR	1.3918	1.2292
	USD	1.5260	1.6774

		31 May 2015	31 May 2014
EUR1=	CHF	1.0342	-
	DKK	7.4603	-
	GBP	0.7185	-
	NOK	8.5490	-
	SEK	9.3672	-
	USD	1.0964	1.3646
USD1=	AUD	1.3064	-
	CAD	1.2483	-
	CHF	0.9434	-
	CNY	6.1985	-
	DKK	6.8047	-
	EUR	0.9121	-
	GBP	0.6553	-
	HKD	7.7516	-
	ILS	3.8695	-
	JPY	124.0950	-
	NOK	7.7977	-
	NZD	1.4054	-
	SEK	8.5440	-
	SGD	1.3489	-

The average rates of exchange for the years ended 31 May 2015 and 31 May 2014 were:

		31 May 2015	31 May 2014
GBP1=	EUR	1.3020	1.1931
	USD	1.5865	1.6154

18. RELATED PARTY TRANSACTIONS

Parties are considered to be related if one party has the ability to control the other party or is able to exercise significant influence over the other party, in making financial or operational decisions.

The following entities were related parties to the Company during the year ended 31 May 2015:

Board of Directors of the Company

Manager: BlackRock Asset Management
Ireland Limited

Investment Manager,
Promoter and securities

lending agent: BlackRock Advisors (UK) Limited
Sub-Investment Managers: BlackRock Financial Management, Inc.
BlackRock (Singapore) Limited

NOTES TO THE FINANCIAL STATEMENTS (continued)

For the year ended 31 May 2015

18. RELATED PARTY TRANSACTIONS (continued)

The ultimate holding Company of the Manager, Investment Manager, Sub-Investment Managers and securities lending agent is BlackRock Inc., a company incorporated in Delaware USA. PNC Financial Services Group, Inc. ("PNC"), is a substantial shareholder in BlackRock Inc. PNC did not provide any services to the Company in the years ended 31 May 2015 and 31 May 2014.

When arranging transactions in securities for the Company, affiliates of PNC may provide securities brokerage, foreign exchange, banking and other services, or may act as principal, on their usual terms and may benefit therefrom. Commissions have been paid to brokers and agents in accordance with the relevant market practice and the benefit of any bulk or other commission discounts or cash commissions rebates provided by brokers or agents have been passed on to the Company. The services of PNC companies could have been used by the Investment Manager where it is considered appropriate to do so provided that their commissions and other terms of business are generally comparable with those available from unassociated brokers and agents in the markets concerned, and this is consistent with the above policy of obtaining best net results.

Fees paid to the Manager during the year, the nature of these transactions and the balances outstanding at the year end are disclosed in note 4, 5 and 14 respectively. Securities lending income earned by the funds is disclosed in note 2 and 19.

Details of soft commission arrangements with related parties are disclosed in note 15.

The Company had no shareholders with holdings of voting shares greater than 20% or any shareholders who are considered to be related parties as at the year ended 31 May 2015.

31 May 2014

Total % of shares held by funds managed by the BlackRock Group or held by affiliates of BlackRock Inc.	Number of investors holding 20% or more of the voting shares in issue who are not affiliates of BlackRock Group or BlackRock Inc.	Total % of units held by shareholders holding 20% or more of the voting shares in issue who are not affiliates of BlackRock Group or BlackRock Inc.
Nil	1	41.68

All related party transactions were carried out at arm's length in the ordinary course of business. The terms and returns received by the related parties in making the investments were no more favourable than those received by other investors investing into the same share classes.

Barry O'Dwyer is a non-executive Director of the Manager.

With the exception of Paul McGowan and Paul McNaughton, all Directors are also employees of the BlackRock Group.

The Directors of the Company and the Manager who are also employees of the BlackRock Group are not entitled to receive Directors' fees.

Each of the Directors of the Company at the year-end also serves on the Board of a number of BlackRock Funds.

Computershare Investor Services (Ireland) Limited can invest distribution monies in Institutional Cash Series Plc ("ICS"), a BlackRock umbrella fund and open-ended investment company with variable capital incorporated in Ireland. ICS holds these distribution monies for a short duration pending payment to shareholders. Residual cash held by the Funds was also invested in ICS during the year.

Investments in Funds managed by BlackRock Asset Management Ireland Limited are disclosed in the valuation of financial instruments tables. No management fees are incurred as a result of any of the investments in ICS.

Significant holdings

The following investors

- i) are funds managed by the BlackRock Group or are affiliates of BlackRock Inc. or
- ii) are investors (other than those listed in (i) above) who held more than 20% of the voting shares in issue in the Company and are as a result, considered to be related parties to the Company

No provisions have been recognised by the Funds against amounts due from related parties at the year end date (31 May 2014: Nil).

No amounts have been written off in the year in respect of amounts due to or from related parties (31 May 2014: Nil).

NOTES TO THE FINANCIAL STATEMENTS (continued)

For the year ended 31 May 2015

18. RELATED PARTY TRANSACTIONS (continued)

No commitments secured or unsecured or guarantees have been entered into with related parties during the year (31 May 2014: Nil).

19. EFFICIENT PORTFOLIO MANAGEMENT

The Company may, subject to the conditions and within the limits from time to time laid down by the Central Bank of Ireland and the prospectus, engage in securities lending and employ techniques and instruments relating to transferable securities for efficient portfolio management purposes.

The securities lending agent appointed pursuant to the securities lending agreement is BlackRock Advisors (UK) Limited which is a related party to the Company.

The Funds benefit from a borrower default indemnity provided by BlackRock Inc. The indemnity allows for full replacement of securities lent. BlackRock Inc. bears all operational costs directly related to securities loan transactions as well as the cost of indemnification against borrower default.

During the year the Company engaged in securities lending. The Company receives either cash collateral or securities as collateral, as determined within the schedule, for a value in excess of the market value of the securities loaned. As at the 31 May 2015 the collateral consists of securities admitted to or dealt on a regulated market.

The collateral is registered and held in the name of BlackRock Advisors (UK) Limited on behalf of the Funds in any or all of the following collateral agents and central securities depositories: JP Morgan Chase, Bank of New York Mellon Corporation, Euroclear or CREST, depending on the type of collateral the counterparty needs to give as per the schedule in order to cover the required value of exposure. Further details can be found on page 61.

The Investment Manager monitors the fair value of the securities loaned and additional collateral is obtained, if necessary.

Securities lending income is split between the Fund and the securities lending agent in a ratio of 62.5:37.5 in favour of the Fund, with all operational costs borne out of the securities lending agents share.

The securities lending income earned during the year, the value of securities on loan at the year end and the value of collateral held at the year end for the Company is shown below:

	31 May 2015 £'000
Income earned during the year	78
Value of securities on loan at year end	17,979
Value of collateral held on behalf of the Company at year end	19,797

Please see note 20 for more information on financial derivative instruments.

20. FINANCIAL DERIVATIVE INSTRUMENTS

The Company may buy and sell financial derivative instruments. See further details in note 3 of the financial statements of the Company and the Fund's Schedule of Investments.

21. SUBSEQUENT EVENTS

As communicated to shareholders in the shareholder letter dated 18 May 2015, effective 21 September 2015, the settlement of trading in shares of all Funds within iShares IV plc will be centralised in an International Central Securities Depository ("ICSD") structure. Currently iShares MSCI China A UCITS ETF is the only Fund using the ICSD structure.

The following Funds launched on 8 September 2015:

iShares FactorSelect MSCI USA UCITS ETF
iShares FactorSelect MSCI World UCITS ETF
iShares FactorSelect MSCI Europe UCITS ETF

Other than the above there have been no events subsequent to the year end which in the opinion of the Directors of the Company may have had an impact on the financial statements for the year ended 31 May 2015.

iShares \$ Short Duration Corporate Bond UCITS ETF

INCOME STATEMENT

For the year ended 31 May 2015

	Note	Year ended 31 May 2015 \$'000	Period from 17 October 2013 to 31 May 2014 \$'000
Operating income	2	3,048	250
Net gains on financial assets/liabilities at fair value through profit or loss	3	195	295
Total gains		3,243	545
Operating expenses	4	(407)	(37)
Net operating profit		2,836	508
Finance costs:			
Distributions to redeemable participating shareholders	6	(2,646)	(179)
Total finance costs		(2,646)	(179)
Net profit for the financial year/period		190	329
Non-reclaimable withholding tax		(20)	-
Net profit for the financial year/period after tax		170	-
Increase in net assets attributable to redeemable participating shareholders from operations		170	329

There are no recognised gains or losses arising in the year/period other than those dealt with in the income statement. In arriving at the results of the financial year/period, all amounts relate to continuing operations.

STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO REDEEMABLE PARTICIPATING SHAREHOLDERS

For the year ended 31 May 2015

	Year ended 31 May 2015 \$'000	Period from 17 October 2013 to 31 May 2014 \$'000
Net assets attributable to redeemable participating shareholders at the beginning of the year/period	51,572	-
Increase in net assets attributable to redeemable participating shareholders from operations	170	329
Share transactions:		
Proceeds from issue of redeemable participating shares	336,853	51,243
Payments on redemption of redeemable participating shares	(10,085)	-
Increase in net assets resulting from share transactions	326,768	51,243
Net assets attributable to redeemable participating shareholders at the end of the year/period	378,510	51,572

The accompanying notes form an integral part of these financial statements.

iShares \$ Short Duration Corporate Bond UCITS ETF

BALANCE SHEET

As at 31 May 2015

	Note	31 May 2015 \$'000	31 May 2014 \$'000
CURRENT ASSETS			
Cash and cash equivalents		196	25
Receivables	10	3,084	504
Financial assets at fair value through profit or loss	11	377,090	52,303
Total current assets		380,370	52,832
CURRENT LIABILITIES			
Payables	12	(574)	(1,143)
Distributions payable to redeemable participating shareholders	6	(1,286)	(117)
Total current liabilities excluding net assets attributable to redeemable participating shareholders		(1,860)	(1,260)
Net asset value attributable to redeemable participating shareholders at the end of the year/period		378,510	51,572

The accompanying notes form an integral part of these financial statements. Details of the NAV per share are set out in note 9.

iShares \$ Short Duration Corporate Bond UCITS ETF

NOTES TO THE FINANCIAL STATEMENTS

For the year ended 31 May 2015

1. ACCOUNTING POLICIES, FINANCIAL INSTRUMENTS AND RISKS, TAX, SOFT COMMISSIONS AND EXCHANGE RATES

The accounting policies are set out on pages 46 to 50. The financial instruments and risks are set out on pages 51 to 70. The notes relating to tax, soft commissions and exchange rates are set out in the notes on pages 73 to 78.

2. OPERATING INCOME

	Year ended 31 May 2015 \$'000	Period from 17 October 2013 to 31 May 2014 \$'000
Deposit interest income	11	-
Bond interest income	3,037	250
	3,048	250

3. NET GAINS ON FINANCIAL ASSETS/LIABILITIES AT FAIR VALUE THROUGH PROFIT OR LOSS

	Year ended 31 May 2015 \$'000	Period from 17 October 2013 to 31 May 2014 \$'000
Net gains on investments in securities held at fair value through profit or loss	195	295
	195	295

4. OPERATING EXPENSES

	Year ended 31 May 2015 \$'000	Period from 17 October 2013 to 31 May 2014 \$'000
Management fees	(407)	(37)
	(407)	(37)

5. MANAGEMENT FEES

Fees earned by the Manager during the year and balances outstanding as at 31 May 2015 and 31 May 2014 are disclosed in note 4 and note 12 respectively.

Please refer to note 5 of the financial statements of the Company for each Fund's management fee rate.

The Manager is responsible for discharging, from this fee, all fees of the Investment Manager, the Administrator and the Custodian and any distributing agent appointed by the distributor through whom the shares will be marketed, together with all reasonable out of pocket expenses of such service providers, (including sub-custodial fees and expenses, which will be at normal commercial rates) and transaction related charges of the Administrator and Custodian). The Manager will also be responsible for discharging from its fee for each share class an attributable proportion of the organisational and operating expenses, including audit and directors fees, of the Company. The fee will be accrued daily based on the daily net asset value of the share classes and will be paid monthly in arrears. Where the actual fees and costs incurred exceed the amount paid to the Manager, the excess will be discharged by the Manager from its own assets.

The Fund employs an "all in one" fee structure, paying all of its fees, operating costs and expenses (and its due proportion of any costs and expenses allocated to it) as a single flat fee (the "Total Expense Ratio" or "TER"). The TER is calculated in accordance with the Committee of European Securities Regulators ("CESR") guidelines on the methodology for calculation of the ongoing charges figure in the Key Investor Information Document.

Total fees paid to the Manager as a percentage of the average Fund assets for the year/period were as follows:

	TER % 31 May 2015	TER % 31 May 2014
	0.20	0.20

6. DISTRIBUTIONS TO REDEEMABLE PARTICIPATING SHAREHOLDERS

The Company may declare and pay distributions to Redeemable Participating Shareholders on any distributing class of shares in the Company. The Company intends to declare distributions to redeemable participating shareholders for each distributing Fund, in respect of each financial year/period, which are generally equal to the total income of the Fund net of expenses for that financial year/period.

iShares \$ Short Duration Corporate Bond UCITS ETF

NOTES TO THE FINANCIAL STATEMENTS (continued)

For the year ended 31 May 2015

6. DISTRIBUTIONS TO REDEEMABLE PARTICIPATING SHAREHOLDERS (continued)

Distributions declared during the year/period were as follows:

	Year ended 31 May 2015 \$'000	Period from 17 October 2013 to 31 May 2014 \$'000
November 2013	-	32
February 2014	-	70
May 2014	-	117
August 2014	296	-
November 2014	603	-
February 2015	945	-
May 2015	1,286	-
	3,130	219
Equalisation income	(502)	(40)
Equalisation expense	18	-
	2,646	179

7. TRANSACTION COSTS

Transaction costs on this Fund are not separately identifiable for the year ended 31 May 2015 and the period ended 31 May 2014. Please refer to note 10 of the financial statements of the Company for further details.

8. SHARE CAPITAL

The issued and fully paid redeemable participating share capital is at all times equal to the net asset value of the Fund. Redeemable participating shares are redeemable at the shareholders' option and are classified as financial liabilities.

	31 May 2015 No. of Shares	31 May 2014 No. of Shares
Number of redeemable participating shares:		
Balance at the beginning of year/period	510,500	-
Issued during the year/period	3,340,797	510,500
Redeemed during the year/period	(100,000)	-
Balance at the end of year/period	3,751,297	510,500

9. NET ASSETS ATTRIBUTABLE TO REDEEMABLE PARTICIPATING SHAREHOLDERS

	No. of Shares
Shares in issue	
As at 31 May 2015	3,751,297
As at 31 May 2014	510,500

	\$'000
Net asset value	
As at 31 May 2015	378,510
As at 31 May 2014	51,572

Net asset value per share	
As at 31 May 2015	\$100.90
As at 31 May 2014	\$101.02

10. RECEIVABLES

	31 May 2015 \$'000	31 May 2014 \$'000
Deposit interest receivable	1	-
Bond income receivable	3,083	387
Distributions payable held with registrar*	-	117
	3,084	504

* Further details are set out in note 12 on page 75.

11. FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS

	31 May 2015 \$'000	31 May 2014 \$'000
Financial assets:		
Investment in bonds	373,599	49,003
Investment in UCITS collective investment schemes	3,491	3,300
	377,090	52,303

12. PAYABLES

	31 May 2015 \$'000	31 May 2014 \$'000
Purchase of securities awaiting settlement	(514)	(1,135)
Management fees payable	(60)	(8)
	(574)	(1,143)

13. COMMITMENTS AND CONTINGENT LIABILITIES

There were no significant commitments or contingent liabilities at the year ended 31 May 2015 and period ended 31 May 2014, other than those disclosed in note 16 of the financial statements of the Company.

14. RELATED PARTY TRANSACTIONS

The related parties are set out in note 18 of the financial statements of the Company.

iShares \$ Short Duration Corporate Bond UCITS ETF

NOTES TO THE FINANCIAL STATEMENTS (continued)

For the year ended 31 May 2015

15. FINANCIAL DERIVATIVE INSTRUMENTS

The Fund may buy and sell financial derivative instruments. See further details in note 20 of the financial statements of the Company and the Fund's Schedule of Investments.

16. SUBSEQUENT EVENTS

Please refer to note 21 of the financial statements of the Company.

iShares \$ Short Duration Corporate Bond UCITS ETF

SCHEDULE OF INVESTMENTS

As at 31 May 2015

Holding	Investment	Fair value \$'000	% of net asset value
Transferable Securities Admitted to an Official Stock Exchange Listing or traded on a Regulated Market			
Bonds			
Australia			
Corporate bonds: AA- rating			
750,000	Australia & New Zealand Banking Group Ltd 1.25% 10/01/2017	754	0.20
500,000	Australia & New Zealand Banking Group Ltd 1.25% 13/06/2017	502	0.13
250,000	Australia & New Zealand Banking Group Ltd 2.25% 13/06/2019	253	0.07
250,000	Commonwealth Bank of Australia 1.125% 13/03/2017	250	0.07
250,000	Commonwealth Bank of Australia 1.9% 18/09/2017	254	0.07
500,000	Commonwealth Bank of Australia 2.3% 06/09/2019	505	0.13
500,000	Commonwealth Bank of Australia 2.3% 12/03/2020	501	0.13
500,000	Commonwealth Bank of Australia 2.5% 20/09/2018	514	0.13
250,000	National Australia Bank Ltd 0.9% 20/01/2016	251	0.07
300,000	National Australia Bank Ltd 1.3% 25/07/2016	302	0.08
250,000	National Australia Bank Ltd 2.3% 25/07/2018	255	0.07
250,000	National Australia Bank Ltd 2.75% 09/03/2017	258	0.07
250,000	Westpac Banking Corp 0.95% 12/01/2016	251	0.07
200,000	Westpac Banking Corp 1.05% 25/11/2016	200	0.05
100,000	Westpac Banking Corp 1.125% 25/09/2015	100	0.03
450,000	Westpac Banking Corp 1.2% 19/05/2017	451	0.12
250,000	Westpac Banking Corp 1.55% 25/05/2018	250	0.06
500,000	Westpac Banking Corp 1.6% 12/01/2018	503	0.13
365,000	Westpac Banking Corp 2.25% 17/01/2019	371	0.10
400,000	Westpac Banking Corp 3% 04/08/2015	401	0.10
1,000,000	Westpac Banking Corp 3% 09/12/2015	1,013	0.27
400,000	Westpac Banking Corp 4.875% 19/11/2019	446	0.12
Corporate bonds: A+ rating			
275,000	BHP Billiton Finance USA Ltd 1.625% 24/02/2017	278	0.07
600,000	BHP Billiton Finance USA Ltd 1.875% 21/11/2016	608	0.16
500,000	BHP Billiton Finance USA Ltd 2.05% 30/09/2018	508	0.14
300,000	BHP Billiton Finance USA Ltd 6.5% 01/04/2019	350	0.09

Holding	Investment	Fair value \$'000	% of net asset value
Australia (cont)			
Corporate bonds: A- rating			
750,000	Rio Tinto Finance USA Ltd 2.5% 20/05/2016	761	0.20
200,000	Rio Tinto Finance USA Ltd 6.5% 15/07/2018	228	0.06
400,000	Rio Tinto Finance USA Ltd 9% 01/05/2019	504	0.13
Total Australia		11,822	3.12
Bermuda			
Corporate bonds: AA- rating			
650,000	Novartis Securities Investment Ltd 5.125% 10/02/2019	729	0.19
Corporate bonds: BBB- rating			
100,000	Weatherford International Ltd 6% 15/03/2018	107	0.03
50,000	Weatherford International Ltd 9.625% 01/03/2019	59	0.02
Total Bermuda		895	0.24
Canada			
Corporate bonds: AA- rating			
200,000	Royal Bank of Canada 0.8% 30/10/2015	200	0.05
425,000	Royal Bank of Canada 0.85% 08/03/2016	426	0.11
600,000	Royal Bank of Canada 1.2% 23/01/2017	603	0.16
250,000	Royal Bank of Canada 1.4% 13/10/2017	251	0.07
650,000	Royal Bank of Canada 1.45% 09/09/2016	655	0.17
75,000	Royal Bank of Canada 1.5% 16/01/2018	75	0.02
300,000	Royal Bank of Canada 2.15% 15/03/2019	304	0.08
500,000	Royal Bank of Canada 2.15% 06/03/2020	504	0.13
160,000	Royal Bank of Canada 2.2% 27/07/2018	163	0.04
100,000	Royal Bank of Canada 2.3% 20/07/2016	102	0.03
450,000	Royal Bank of Canada 2.875% 19/04/2016	459	0.12
600,000	Toronto-Dominion Bank 1.125% 02/05/2017	601	0.16
200,000	Toronto-Dominion Bank 1.4% 30/04/2018	200	0.05
500,000	Toronto-Dominion Bank 1.625% 13/03/2018	504	0.13
250,000	Toronto-Dominion Bank 2.125% 02/07/2019	253	0.07
550,000	Toronto-Dominion Bank 2.25% 05/11/2019	557	0.15
510,000	Toronto-Dominion Bank 2.375% 19/10/2016	521	0.14
300,000	Toronto-Dominion Bank 2.5% 14/07/2016	306	0.08

iShares \$ Short Duration Corporate Bond UCITS ETF

SCHEDULE OF INVESTMENTS (continued)

As at 31 May 2015

Investment	Fair value \$'000	% of net asset value	Investment	Fair value \$'000	% of net asset value
Bonds (cont)			Canada (cont)		
Canada (cont)			Corporate bonds: BBB+ rating (cont)		
Corporate bonds: AA- rating (cont)			200,000 Husky Energy Inc 7.25% 15/12/2019	236	0.06
175,000 Toronto-Dominion Bank 2.625% 10/09/2018	181	0.05	200,000 Rogers Communications Inc 6.8% 15/08/2018	230	0.06
400,000 Total Capital Canada Ltd 1.45% 15/01/2018	402	0.11	50,000 Thomson Reuters Corp 0.875% 23/05/2016	50	0.01
Corporate bonds: A+ rating			600,000 Thomson Reuters Corp 1.3% 23/02/2017	600	0.16
100,000 Bank of Montreal 0.8% 06/11/2015	100	0.03	200,000 Thomson Reuters Corp 4.7% 15/10/2019	220	0.06
850,000 Bank of Montreal 1.3% 15/07/2016	856	0.23	52,000 Thomson Reuters Corp 6.5% 15/07/2018	59	0.02
300,000 Bank of Montreal 1.3% 14/07/2017	301	0.08	Corporate bonds: BBB rating		
195,000 Bank of Montreal 1.4% 10/04/2018	195	0.05	100,000 Agrium Inc 6.75% 15/01/2019	115	0.03
100,000 Bank of Montreal 1.45% 09/04/2018	100	0.03	Corporate bonds: BBB- rating		
500,000 Bank of Montreal 2.375% 25/01/2019	510	0.13	150,000 Barrick Gold Corp 6.95% 01/04/2019	175	0.05
100,000 Bank of Montreal 2.5% 11/01/2017	102	0.03	150,000 Talisman Energy Inc 7.75% 01/06/2019	174	0.05
400,000 Bank of Nova Scotia 0.75% 09/10/2015	400	0.11	175,000 Teck Resources Ltd 3% 01/03/2019	174	0.04
100,000 Bank of Nova Scotia 1.1% 13/12/2016	100	0.03	Total Canada	17,574	4.64
100,000 Bank of Nova Scotia 1.25% 11/04/2017	100	0.03			
500,000 Bank of Nova Scotia 1.3% 21/07/2017	501	0.13	Cayman Islands		
500,000 Bank of Nova Scotia 1.375% 15/07/2016	504	0.13	Corporate bonds: BBB- rating		
500,000 Bank of Nova Scotia 1.375% 18/12/2017	502	0.13	25,000 Seagate HDD Cayman 3.75% 15/11/2018	26	0.01
450,000 Bank of Nova Scotia 1.45% 25/04/2018	450	0.12	Total Cayman Islands	26	0.01
300,000 Bank of Nova Scotia 2.05% 07/10/2015	301	0.08			
50,000 Bank of Nova Scotia 2.05% 30/10/2018	51	0.01	France		
500,000 Bank of Nova Scotia 2.05% 05/06/2019	502	0.13	Corporate bonds: AA rating		
50,000 Canadian Imperial Bank of Commerce 0.9% 01/10/2015	50	0.01	150,000 Sanofi 1.25% 10/04/2018	150	0.04
100,000 Canadian Imperial Bank of Commerce 1.35% 18/07/2016	101	0.03	525,000 Sanofi 2.625% 29/03/2016	535	0.14
170,000 Canadian Imperial Bank of Commerce 1.55% 23/01/2018	171	0.04	Corporate bonds: AA- rating		
200,000 Canadian Imperial Bank of Commerce 2.35% 11/12/2015	202	0.05	150,000 Total Capital International SA 0.75% 25/01/2016	150	0.04
Corporate bonds: A rating			175,000 Total Capital International SA 1% 12/08/2016	176	0.05
50,000 Canadian National Railway Co 5.55% 01/03/2019	57	0.01	250,000 Total Capital International SA 1% 10/01/2017	251	0.07
100,000 ConocoPhillips Canada Funding Co I 5.625% 15/10/2016	106	0.03	150,000 Total Capital International SA 1.5% 17/02/2017	152	0.04
250,000 National Bank of Canada 1.5% 26/06/2015	250	0.07	350,000 Total Capital International SA 1.55% 28/06/2017	354	0.09
Corporate bonds: A- rating			100,000 Total Capital International SA 2.1% 19/06/2019	101	0.03
375,000 Suncor Energy Inc 6.1% 01/06/2018	420	0.11	75,000 Total Capital International SA 2.125% 10/01/2019	76	0.02
375,000 TransCanada PipeLines Ltd 0.75% 15/01/2016	375	0.10	525,000 Total Capital SA 2.125% 10/08/2018	537	0.14
300,000 TransCanada PipeLines Ltd 1.875% 12/01/2018	303	0.08	350,000 Total Capital SA 2.3% 15/03/2016	355	0.09
150,000 TransCanada PipeLines Ltd 6.5% 15/08/2018	171	0.04	50,000 Total Capital SA 3% 24/06/2015	50	0.01
Corporate bonds: BBB+ rating			Corporate bonds: A+ rating		
250,000 Canadian Natural Resources Ltd 5.7% 15/05/2017	269	0.07	450,000 BNP Paribas SA 1.375% 17/03/2017	451	0.12
200,000 Cenovus Energy Inc 5.7% 15/10/2019	224	0.06	600,000 BNP Paribas SA 2.375% 14/09/2017	612	0.16

iShares \$ Short Duration Corporate Bond UCITS ETF

SCHEDULE OF INVESTMENTS (continued)

As at 31 May 2015

Investment	Fair value \$'000	% of net asset value	Investment	Fair value \$'000	% of net asset value
Bonds (cont)			Japan (cont)		
France (cont)			Corporate bonds: A+ rating		
Corporate bonds: A+ rating (cont)			250,000 Sumitomo Mitsui Banking Corp 0.9% 18/01/2016	250	0.07
200,000 BNP Paribas SA 2.375% 21/05/2020	200	0.05	500,000 Sumitomo Mitsui Banking Corp 1.35% 11/07/2017	499	0.13
125,000 BNP Paribas SA 2.4% 12/12/2018	127	0.03	250,000 Sumitomo Mitsui Banking Corp 1.8% 18/07/2017	252	0.07
750,000 BNP Paribas SA 2.7% 20/08/2018	771	0.21	250,000 Sumitomo Mitsui Banking Corp 2.25% 11/07/2019	251	0.07
775,000 BNP Paribas SA 3.6% 23/02/2016	791	0.21	500,000 Sumitomo Mitsui Banking Corp 2.45% 10/01/2019	509	0.13
Corporate bonds: A rating			500,000 Sumitomo Mitsui Banking Corp 2.45% 16/01/2020	506	0.13
250,000 BPCE SA 1.625% 10/02/2017	251	0.07	Corporate bonds: A- rating		
250,000 BPCE SA 2.25% 27/01/2020	251	0.07	442,000 ORIX Corp 5% 12/01/2016	452	0.12
500,000 BPCE SA 2.5% 10/12/2018	512	0.13	Corporate bonds: BBB+ rating		
500,000 Societe Generale SA 2.75% 12/10/2017	514	0.13	400,000 Nomura Holdings Inc 2% 13/09/2016	404	0.11
Corporate bonds: BBB+ rating			700,000 Nomura Holdings Inc 2.75% 19/03/2019	713	0.19
450,000 Orange SA 2.125% 16/09/2015	452	0.12	300,000 Nomura Holdings Inc 6.7% 04/03/2020	356	0.09
200,000 Orange SA 2.75% 14/09/2016	204	0.05	Total Japan	4,292	1.13
100,000 Orange SA 2.75% 06/02/2019	103	0.03			
250,000 Orange SA 5.375% 08/07/2019	282	0.08	Luxembourg		
Total France	8,408	2.22	Corporate bonds: A rating		
Germany			382,000 Covidien International Finance SA 6% 15/10/2017	424	0.11
Corporate bonds: A/*- rating			Corporate bonds: A- rating		
500,000 Deutsche Bank AG 1.35% 30/05/2017	499	0.13	100,000 Tyco Electronics Group SA 6.55% 01/10/2017	112	0.03
600,000 Deutsche Bank AG 1.4% 13/02/2017	601	0.16	Corporate bonds: BBB- rating		
680,000 Deutsche Bank AG 1.875% 13/02/2018	681	0.18	800,000 Actavis Funding SCS 1.85% 01/03/2017	805	0.21
550,000 Deutsche Bank AG 2.5% 13/02/2019	558	0.15	875,000 Actavis Funding SCS 2.35% 12/03/2018	885	0.24
450,000 Deutsche Bank AG 3.25% 11/01/2016	457	0.12	350,000 Actavis Funding SCS 2.45% 15/06/2019	350	0.09
300,000 Deutsche Bank AG 6% 01/09/2017	329	0.09	515,000 Actavis Funding SCS 3% 12/03/2020	523	0.14
Total Germany	3,125	0.83	Total Luxembourg	3,099	0.82
Ireland					
Corporate bonds: BBB/*- rating			Netherlands		
250,000 Perrigo Co Plc 2.3% 08/11/2018	251	0.07	Corporate bonds: AA/*- rating		
Total Ireland	251	0.07	300,000 Shell International Finance BV 0.9% 15/11/2016	301	0.08
Italy			250,000 Shell International Finance BV 1.125% 21/08/2017	251	0.07
Corporate bonds: BBB- rating			400,000 Shell International Finance BV 1.9% 10/08/2018	406	0.11
200,000 Intesa Sanpaolo SpA 2.375% 13/01/2017	202	0.05	1,050,000 Shell International Finance BV 2% 15/11/2018	1,070	0.28
700,000 Intesa Sanpaolo SpA 3.125% 15/01/2016	707	0.19	195,000 Shell International Finance BV 2.125% 11/05/2020	196	0.05
200,000 Intesa Sanpaolo SpA 3.875% 16/01/2018	209	0.05	475,000 Shell International Finance BV 3.1% 28/06/2015	476	0.13
200,000 Intesa Sanpaolo SpA 3.875% 15/01/2019	209	0.06	40,000 Shell International Finance BV 4.3% 22/09/2019	44	0.01
Total Italy	1,327	0.35	300,000 Shell International Finance BV 4.375% 25/03/2020	333	0.09
Japan					
Corporate bonds: AA- rating					
100,000 Nippon Telegraph & Telephone Corp 1.4% 18/07/2017	100	0.02			

iShares \$ Short Duration Corporate Bond UCITS ETF

SCHEDULE OF INVESTMENTS (continued)

As at 31 May 2015

Investment	Fair value \$'000	% of net asset value	Investment	Fair value \$'000	% of net asset value
Bonds (cont)			Spain (cont)		
Netherlands (cont)			Corporate bonds: BBB rating (cont)		
Corporate bonds: A+ rating			525,000 Telefonica Emisiones SAU 6.421% 20/06/2016	554	0.14
300,000 Cooperatieve Centrale Raiffeisen- Boerenleenbank BA 1.7% 19/03/2018	302	0.08	Total Spain	2,101	0.55
550,000 Cooperatieve Centrale Raiffeisen- Boerenleenbank BA 2.125% 13/10/2015	553	0.14			
550,000 Cooperatieve Centrale Raiffeisen- Boerenleenbank BA 2.25% 14/01/2019	558	0.15	Sweden		
300,000 Cooperatieve Centrale Raiffeisen- Boerenleenbank BA 2.25% 14/01/2020	302	0.08	Corporate bonds: AA- rating		
325,000 Cooperatieve Centrale Raiffeisen- Boerenleenbank BA 3.375% 19/01/2017	337	0.09	750,000 Svenska Handelsbanken AB 2.5% 25/01/2019	767	0.20
Corporate bonds: A- rating			500,000 Svenska Handelsbanken AB 2.875% 04/04/2017	516	0.14
250,000 Aegon NV 4.625% 01/12/2015	255	0.07	750,000 Svenska Handelsbanken AB 3.125% 12/07/2016	770	0.20
400,000 Diageo Finance BV 5.3% 28/10/2015	407	0.11	Total Sweden	2,053	0.54
150,000 Koninklijke Philips NV 5.75% 11/03/2018	167	0.04			
Corporate bonds: BBB+ rating			Switzerland		
325,000 Deutsche Telekom International Finance BV 5.75% 23/03/2016	337	0.09	Corporate bonds: A rating		
300,000 Deutsche Telekom International Finance BV 6.75% 20/08/2018	347	0.09	550,000 Credit Suisse 1.375% 26/05/2017	551	0.14
Corporate bonds: BBB rating			250,000 Credit Suisse 1.7% 27/04/2018	249	0.07
450,000 LyondellBasell Industries NV 5% 15/04/2019	496	0.13	1,250,000 Credit Suisse 2.3% 28/05/2019	1,252	0.33
Total Netherlands	7,138	1.89	415,000 UBS AG 1.375% 01/06/2017	415	0.11
			500,000 UBS AG 1.375% 14/08/2017	499	0.13
Norway			250,000 UBS AG 1.8% 26/03/2018	250	0.07
Corporate bonds: AA- rating			250,000 UBS AG 2.35% 26/03/2020	250	0.07
425,000 Statoil ASA 1.8% 23/11/2016	430	0.11	750,000 UBS AG 2.375% 14/08/2019	755	0.20
200,000 Statoil ASA 1.95% 08/11/2018	203	0.05	700,000 UBS AG 5.75% 25/04/2018	778	0.20
600,000 Statoil ASA 3.125% 17/08/2017	626	0.17	Corporate bonds: BBB rating		
400,000 Statoil ASA 5.25% 15/04/2019	451	0.12	750,000 Credit Suisse 5.4% 14/01/2020	837	0.22
Total Norway	1,710	0.45	200,000 Credit Suisse 6% 15/02/2018	221	0.06
			200,000 UBS AG 5.875% 15/07/2016	210	0.06
Panama			Total Switzerland	6,267	1.66
Corporate bonds: BBB+ rating					
50,000 Carnival Corp 1.875% 15/12/2017	50	0.01	United Kingdom		
Total Panama	50	0.01	Corporate bonds: A+ rating		
			650,000 AstraZeneca Plc 5.9% 15/09/2017	719	0.19
Spain			760,000 GlaxoSmithKline Capital Plc 1.5% 08/05/2017	768	0.20
Corporate bonds: BBB rating			Corporate bonds: A rating		
200,000 BBVA US Senior SAU 4.664% 09/10/2015	202	0.05	450,000 BP Capital Markets Plc 1.375% 10/05/2018	448	0.12
250,000 Telefonica Emisiones SAU 3.192% 27/04/2018	259	0.07	750,000 BP Capital Markets Plc 1.674% 13/02/2018	755	0.20
400,000 Telefonica Emisiones SAU 5.877% 15/07/2019	456	0.12	350,000 BP Capital Markets Plc 1.846% 05/05/2017	355	0.10
575,000 Telefonica Emisiones SAU 6.221% 03/07/2017	630	0.17	350,000 BP Capital Markets Plc 2.237% 10/05/2019	354	0.09
			725,000 BP Capital Markets Plc 2.241% 26/09/2018	739	0.20
			450,000 BP Capital Markets Plc 2.248% 01/11/2016	458	0.12

iShares \$ Short Duration Corporate Bond UCITS ETF

SCHEDULE OF INVESTMENTS (continued)

As at 31 May 2015

Investment	Fair value \$'000	% of net asset value	Investment	Fair value \$'000	% of net asset value
Bonds (cont)			United Kingdom (cont)		
United Kingdom (cont)			Corporate bonds: BBB- rating		
200,000 BP Capital Markets Plc 2.521% 15/01/2020	204	0.05	550,000 Royal Bank of Scotland Group Plc 1.875% 31/03/2017	550	0.15
150,000 BP Capital Markets Plc 3.125% 01/10/2015	151	0.04	275,000 Royal Bank of Scotland Group Plc 2.55% 18/09/2015	276	0.07
450,000 BP Capital Markets Plc 3.2% 11/03/2016	459	0.12	Total United Kingdom	17,669	4.67
Corporate bonds: A rating (cont)			United States		
Corporate bonds: A/*- rating			Corporate bonds: AAA rating		
400,000 Abbey National Treasury Services Plc 2.375% 16/03/2020	402	0.11	150,000 Exxon Mobil Corp 0.921% 15/03/2017	150	0.04
350,000 Abbey National Treasury Services Plc 3.05% 23/08/2018	364	0.10	950,000 Exxon Mobil Corp 1.819% 15/03/2019	959	0.25
400,000 Abbey National Treasury Services Plc 4% 27/04/2016	412	0.11	500,000 Exxon Mobil Corp 1.912% 06/03/2020	503	0.13
700,000 Barclays Bank Plc 5% 22/09/2016	736	0.19	200,000 Johnson & Johnson 1.65% 05/12/2018	203	0.06
900,000 Barclays Bank Plc 5.125% 08/01/2020	1,014	0.27	200,000 Johnson & Johnson 1.875% 05/12/2019	202	0.05
750,000 Barclays Bank Plc 6.75% 22/05/2019	881	0.23	325,000 Johnson & Johnson 2.15% 15/05/2016	330	0.09
300,000 Lloyds Bank Plc 1.75% 16/03/2018	301	0.08	550,000 Johnson & Johnson 5.15% 15/07/2018	616	0.16
375,000 Lloyds Bank Plc 1.75% 14/05/2018	376	0.10	275,000 Microsoft Corp 1.625% 25/09/2015	276	0.07
200,000 Lloyds Bank Plc 2.35% 05/09/2019	201	0.05	300,000 Microsoft Corp 1.625% 06/12/2018	303	0.08
300,000 Lloyds Bank Plc 2.4% 17/03/2020	302	0.08	600,000 Microsoft Corp 1.85% 12/02/2020	604	0.16
550,000 Lloyds Bank Plc 4.875% 21/01/2016	564	0.15	300,000 Microsoft Corp 2.5% 08/02/2016	304	0.08
Corporate bonds: A- rating			200,000 Microsoft Corp 4.2% 01/06/2019	220	0.06
550,000 Diageo Capital Plc 1.125% 29/04/2018	546	0.14	Corporate bonds: AA+ rating		
150,000 Diageo Capital Plc 5.5% 30/09/2016	159	0.04	350,000 Apple Inc 0.45% 03/05/2016	350	0.09
275,000 Diageo Capital Plc 5.75% 23/10/2017	303	0.08	1,675,000 Apple Inc 1% 03/05/2018	1,663	0.44
450,000 Rio Tinto Finance USA Plc 1.375% 17/06/2016	452	0.12	200,000 Apple Inc 1.05% 05/05/2017	201	0.05
50,000 Rio Tinto Finance USA Plc 2% 22/03/2017	51	0.01	150,000 Apple Inc 2.1% 06/05/2019	153	0.04
775,000 Rio Tinto Finance USA Plc 2.25% 14/12/2018	783	0.21	500,000 Apple Inc FRN 06/05/2020	500	0.13
Corporate bonds: A-/*- rating			600,000 General Electric Capital Corp 1% 08/01/2016	602	0.16
300,000 Royal Bank of Scotland Plc 3.95% 21/09/2015	303	0.08	450,000 General Electric Capital Corp 1.25% 15/05/2017	453	0.12
250,000 Royal Bank of Scotland Plc 4.375% 16/03/2016	256	0.07	375,000 General Electric Capital Corp 1.5% 12/07/2016	379	0.10
Corporate bonds: BBB+ rating			250,000 General Electric Capital Corp 1.6% 20/11/2017	253	0.07
350,000 Vodafone Group Plc 1.5% 19/02/2018	348	0.09	500,000 General Electric Capital Corp 1.625% 02/07/2015	500	0.13
275,000 Vodafone Group Plc 1.625% 20/03/2017	276	0.07	30,000 General Electric Capital Corp 1.625% 02/04/2018	30	0.01
350,000 Vodafone Group Plc 5.45% 10/06/2019	392	0.10	700,000 General Electric Capital Corp 2.2% 09/01/2020	706	0.19
650,000 Vodafone Group Plc 5.625% 27/02/2017	697	0.19	750,000 General Electric Capital Corp 2.25% 09/11/2015	756	0.20
Corporate bonds: BBB rating			400,000 General Electric Capital Corp 2.3% 27/04/2017	409	0.11
250,000 Barclays Plc 2.75% 08/11/2019	253	0.07	775,000 General Electric Capital Corp 2.3% 14/01/2019	791	0.21
500,000 British Telecommunications Plc 2.35% 14/02/2019	506	0.13	100,000 General Electric Capital Corp 2.9% 09/01/2017	103	0.03
500,000 British Telecommunications Plc 5.95% 15/01/2018	555	0.15	400,000 General Electric Capital Corp 3.35% 17/10/2016	414	0.11

iShares \$ Short Duration Corporate Bond UCITS ETF

SCHEDULE OF INVESTMENTS (continued)

As at 31 May 2015

Investment	Fair value \$'000	% of net asset value	Investment	Fair value \$'000	% of net asset value
Bonds (cont)			United States (cont)		
United States (cont)			Corporate bonds: AA+ rating (cont)		
285,000 General Electric Capital Corp 3.5% 29/06/2015	286	0.08	300,000 Pfizer Inc 1.5% 15/06/2018	302	0.08
500,000 General Electric Capital Corp 5.4% 15/02/2017	537	0.14	750,000 Pfizer Inc 2.1% 15/05/2019	762	0.20
1,350,000 General Electric Capital Corp 5.625% 15/09/2017	1,484	0.39	525,000 Pfizer Inc 6.2% 15/03/2019	608	0.16
710,000 General Electric Capital Corp 5.625% 01/05/2018	795	0.21	900,000 Wal-Mart Stores Inc 0.6% 11/04/2016	901	0.24
600,000 General Electric Capital Corp 6% 07/08/2019	698	0.18	970,000 Wal-Mart Stores Inc 1% 21/04/2017	974	0.26
200,000 General Electric Co 0.85% 09/10/2015	200	0.05	330,000 Wal-Mart Stores Inc 1.125% 11/04/2018	330	0.09
1,650,000 General Electric Co 5.25% 06/12/2017	1,814	0.48	400,000 Wal-Mart Stores Inc 1.5% 25/10/2015	402	0.11
Corporate bonds: AA rating			50,000 Wal-Mart Stores Inc 1.95% 15/12/2018	51	0.01
475,000 Berkshire Hathaway Finance Corp 0.95% 15/08/2016	477	0.12	100,000 Wal-Mart Stores Inc 4.125% 01/02/2019	109	0.03
350,000 Berkshire Hathaway Finance Corp 1.3% 15/05/2018	349	0.09	Corporate bonds: AA- rating		
750,000 Berkshire Hathaway Finance Corp 1.6% 15/05/2017	760	0.20	50,000 3M Co 1% 26/06/2017	50	0.01
250,000 Berkshire Hathaway Finance Corp 5.4% 15/05/2018	279	0.07	585,000 3M Co 1.375% 29/09/2016	591	0.16
150,000 Berkshire Hathaway Inc 1.55% 09/02/2018	151	0.04	200,000 Amazon.com Inc 0.65% 27/11/2015	200	0.05
150,000 Berkshire Hathaway Inc 2.1% 14/08/2019	152	0.04	50,000 Amazon.com Inc 1.2% 29/11/2017	50	0.01
250,000 Berkshire Hathaway Inc 2.2% 15/08/2016	255	0.07	200,000 Amazon.com Inc 2.6% 05/12/2019	204	0.05
400,000 Chevron Corp 0.889% 24/06/2016	401	0.11	950,000 Cisco Systems Inc 1.1% 03/03/2017	955	0.25
125,000 Chevron Corp 1.104% 05/12/2017	125	0.03	750,000 Cisco Systems Inc 2.125% 01/03/2019	763	0.20
200,000 Chevron Corp 1.365% 02/03/2018	201	0.05	900,000 Cisco Systems Inc 4.45% 15/01/2020	1,000	0.27
1,050,000 Chevron Corp 1.718% 24/06/2018	1,063	0.28	325,000 Cisco Systems Inc 4.95% 15/02/2019	363	0.10
750,000 Chevron Corp 1.961% 03/03/2020	752	0.20	325,000 Cisco Systems Inc 5.5% 22/02/2016	337	0.09
600,000 Chevron Corp 2.193% 15/11/2019	610	0.16	450,000 Eli Lilly & Co 1.95% 15/03/2019	455	0.12
100,000 Coca-Cola Co 0.75% 01/11/2016	100	0.03	100,000 Eli Lilly & Co 5.2% 15/03/2017	108	0.03
300,000 Coca-Cola Co 1.15% 01/04/2018	299	0.08	750,000 International Business Machines Corp 0.45% 06/05/2016	750	0.20
325,000 Coca-Cola Co 1.65% 01/11/2018	328	0.09	200,000 International Business Machines Corp 1.125% 06/02/2018	200	0.05
825,000 Coca-Cola Co 1.8% 01/09/2016	837	0.22	200,000 International Business Machines Corp 1.25% 08/02/2018	200	0.05
150,000 Genentech Inc 4.75% 15/07/2015	151	0.04	200,000 International Business Machines Corp 1.875% 15/05/2019	201	0.05
35,000 Genzyme Corp 3.625% 15/06/2015	35	0.01	350,000 International Business Machines Corp 1.95% 22/07/2016	356	0.09
350,000 Google Inc 2.125% 19/05/2016	355	0.09	400,000 International Business Machines Corp 1.95% 12/02/2019	405	0.11
150,000 Lubrizol Corp 8.875% 01/02/2019	186	0.05	100,000 International Business Machines Corp 2% 05/01/2016	101	0.03
300,000 Merck & Co Inc 0.7% 18/05/2016	301	0.08	1,100,000 International Business Machines Corp 5.7% 14/09/2017	1,214	0.32
250,000 Merck & Co Inc 1.1% 31/01/2018	250	0.07	150,000 International Business Machines Corp 8.375% 01/11/2019	191	0.05
600,000 Merck & Co Inc 1.85% 10/02/2020	600	0.16	435,000 Oracle Corp 1.2% 15/10/2017	436	0.12
200,000 Merck & Co Inc 2.25% 15/01/2016	202	0.05	550,000 Oracle Corp 2.25% 08/10/2019	558	0.15
150,000 Merck Sharp & Dohme Corp 5% 30/06/2019	169	0.04	1,025,000 Oracle Corp 2.375% 15/01/2019	1,049	0.28
300,000 Pfizer Inc 0.9% 15/01/2017	301	0.08	200,000 Oracle Corp 5% 08/07/2019	224	0.06
325,000 Pfizer Inc 1.1% 15/05/2017	326	0.09	300,000 Oracle Corp 5.25% 15/01/2016	309	0.08
			275,000 Oracle Corp 5.75% 15/04/2018	309	0.08
			100,000 Procter & Gamble Co 0.75% 04/11/2016	100	0.03
			2,500,000 Procter & Gamble Co 1.45% 15/08/2016	2,526	0.67
			50,000 Procter & Gamble Co 1.6% 15/11/2018	50	0.01

iShares \$ Short Duration Corporate Bond UCITS ETF

SCHEDULE OF INVESTMENTS (continued)

As at 31 May 2015

Investment	Fair value \$'000	% of net asset value	Investment	Fair value \$'000	% of net asset value
Bonds (cont)			United States (cont)		
United States (cont)			Corporate bonds: A+ rating (cont)		
Corporate bonds: AA- rating (cont)			250,000	Bank of New York Mellon Corp 2.15% 24/02/2020	251 0.07
250,000	Procter & Gamble Co 1.9% 01/11/2019	252 0.07	100,000	Bank of New York Mellon Corp 2.2% 15/05/2019	101 0.03
175,000	Procter & Gamble Co 3.15% 01/09/2015	176 0.05	500,000	Bank of New York Mellon Corp 2.3% 11/09/2019	507 0.13
300,000	Toyota Motor Credit Corp 0.875% 17/07/2015	300 0.08	200,000	Bank of New York Mellon Corp 2.95% 18/06/2015	200 0.05
650,000	Toyota Motor Credit Corp 1.125% 16/05/2017	653 0.17	350,000	Bristol-Myers Squibb Co 0.875% 01/08/2017	349 0.09
200,000	Toyota Motor Credit Corp 1.25% 05/10/2017	201 0.05	125,000	Costco Wholesale Corp 0.65% 07/12/2015	125 0.03
300,000	Toyota Motor Credit Corp 1.45% 12/01/2018	301 0.08	850,000	Costco Wholesale Corp 1.125% 15/12/2017	851 0.22
400,000	Toyota Motor Credit Corp 2% 15/09/2016	407 0.11	115,000	Costco Wholesale Corp 1.75% 15/02/2020	115 0.03
900,000	Toyota Motor Credit Corp 2% 24/10/2018	913 0.24	300,000	Costco Wholesale Corp 5.5% 15/03/2017	325 0.09
325,000	Toyota Motor Credit Corp 2.05% 12/01/2017	332 0.09	150,000	GlaxoSmithKline Capital Inc 0.7% 18/03/2016	150 0.04
175,000	Toyota Motor Credit Corp 2.1% 17/01/2019	177 0.05	511,000	GlaxoSmithKline Capital Inc 5.65% 15/05/2018	574 0.15
600,000	Toyota Motor Credit Corp 2.125% 18/07/2019	606 0.16	50,000	Illinois Tool Works Inc 0.9% 25/02/2017	50 0.01
180,000	Toyota Motor Credit Corp 2.15% 12/03/2020	181 0.05	100,000	Illinois Tool Works Inc 1.95% 01/03/2019	101 0.03
200,000	Toyota Motor Credit Corp 2.8% 11/01/2016	203 0.05	150,000	Illinois Tool Works Inc 6.25% 01/04/2019	173 0.05
200,000	Toyota Motor Credit Corp 3.2% 17/06/2015	200 0.05	960,000	Intel Corp 1.35% 15/12/2017	965 0.25
650,000	US Bank NA 1.35% 26/01/2018	651 0.17	100,000	Intel Corp 1.95% 01/10/2016	102 0.03
500,000	US Bank NA 1.375% 11/09/2017	503 0.13	250,000	MUFG Union Bank NA 1.5% 26/09/2016	252 0.07
270,000	US Bank NA 2.125% 28/10/2019	273 0.07	250,000	MUFG Union Bank NA 2.625% 26/09/2018	257 0.07
Corporate bonds: A+ rating			550,000	MUFG Union Bank NA 3% 06/06/2016	561 0.15
300,000	Abbott Laboratories 2% 15/03/2020	301 0.08	200,000	Paccar Financial Corp 1.15% 16/08/2016	201 0.05
250,000	Abbott Laboratories 5.125% 01/04/2019	281 0.07	205,000	Qualcomm Inc 1.4% 18/05/2018	205 0.05
250,000	ACE INA Holdings Inc 2.6% 23/11/2015	252 0.07	130,000	Qualcomm Inc 2.25% 20/05/2020	130 0.03
400,000	American Honda Finance Corp 1.125% 07/10/2016	402 0.11	100,000	State Street Corp 1.35% 15/05/2018	100 0.03
500,000	American Honda Finance Corp 1.55% 11/12/2017	504 0.13	285,000	Stryker Corp 2% 30/09/2016	289 0.08
180,000	American Honda Finance Corp 2.125% 10/10/2018	183 0.05	200,000	Texas Instruments Inc 1% 01/05/2018	198 0.05
500,000	American Honda Finance Corp 2.15% 13/03/2020	502 0.13	250,000	Texas Instruments Inc 1.65% 03/08/2019	249 0.07
100,000	Bank of New York Mellon Corp 0.7% 23/10/2015	100 0.03	250,000	Texas Instruments Inc 1.75% 01/05/2020	247 0.07
900,000	Bank of New York Mellon Corp 1.35% 06/03/2018	900 0.24	200,000	Texas Instruments Inc 2.375% 16/05/2016	204 0.05
250,000	Bank of New York Mellon Corp 1.969% 20/06/2017	254 0.07	100,000	Unilever Capital Corp 0.85% 02/08/2017	100 0.03
125,000	Bank of New York Mellon Corp 2.1% 01/08/2018	127 0.03	450,000	Unilever Capital Corp 2.2% 06/03/2019	458 0.12
150,000	Bank of New York Mellon Corp 2.1% 15/01/2019	152 0.04	200,000	Unilever Capital Corp 2.75% 10/02/2016	203 0.05
			150,000	United Parcel Service Inc 5.125% 01/04/2019	169 0.04

iShares \$ Short Duration Corporate Bond UCITS ETF

SCHEDULE OF INVESTMENTS (continued)

As at 31 May 2015

Investment	Fair value \$'000	% of net asset value	Investment	Fair value \$'000	% of net asset value
Bonds (cont)			United States (cont)		
United States (cont)			Corporate bonds: A rating (cont)		
50,000 United Parcel Service Inc 5.5% 15/01/2018	55	0.01	550,000 Anheuser-Busch InBev Finance Inc 2.15% 01/02/2019	558	0.15
250,000 UnitedHealth Group Inc 0.85% 15/10/2015	250	0.07	350,000 Anheuser-Busch InBev Worldwide Inc 0.8% 15/07/2015	350	0.09
180,000 UnitedHealth Group Inc 1.4% 15/12/2017	181	0.05	450,000 Anheuser-Busch InBev Worldwide Inc 1.375% 15/07/2017	453	0.12
500,000 UnitedHealth Group Inc 2.3% 15/12/2019	507	0.13	150,000 Anheuser-Busch InBev Worldwide Inc 2.875% 15/02/2016	152	0.04
100,000 UnitedHealth Group Inc 6% 15/02/2018	112	0.03	700,000 Anheuser-Busch InBev Worldwide Inc 5.375% 15/01/2020	798	0.21
450,000 US Bancorp 1.95% 15/11/2018	458	0.12	100,000 Anheuser-Busch InBev Worldwide Inc 6.875% 15/11/2019	120	0.03
100,000 US Bancorp 2.2% 15/11/2016	102	0.03	950,000 Anheuser-Busch InBev Worldwide Inc 7.75% 15/01/2019	1,138	0.30
350,000 US Bancorp 2.2% 25/04/2019	356	0.09	225,000 Anthem Inc 1.25% 10/09/2015	225	0.06
100,000 US Bancorp 2.45% 27/07/2015	100	0.03	300,000 Anthem Inc 2.25% 15/08/2019	300	0.08
300,000 Wells Fargo & Co 1.15% 02/06/2017	300	0.08	50,000 Archer-Daniels-Midland Co 5.45% 15/03/2018	56	0.01
775,000 Wells Fargo & Co 1.25% 20/07/2016	779	0.21	250,000 Bank of America NA 1.25% 14/02/2017	251	0.07
150,000 Wells Fargo & Co 1.4% 08/09/2017	151	0.04	800,000 Bear Stearns Cos LLC 5.3% 30/10/2015	815	0.21
470,000 Wells Fargo & Co 1.5% 01/07/2015	470	0.12	30,000 Bear Stearns Cos LLC 6.4% 02/10/2017	33	0.01
700,000 Wells Fargo & Co 1.5% 16/01/2018	702	0.19	650,000 Bear Stearns Cos LLC 7.25% 01/02/2018	743	0.20
800,000 Wells Fargo & Co 2.1% 08/05/2017	815	0.22	100,000 Boeing Capital Corp 2.125% 15/08/2016	102	0.03
1,250,000 Wells Fargo & Co 2.125% 22/04/2019	1,261	0.33	500,000 Boeing Co 4.875% 15/02/2020	569	0.15
460,000 Wells Fargo & Co 2.15% 30/01/2020	460	0.12	200,000 Boeing Co 6% 15/03/2019	231	0.06
300,000 Wells Fargo & Co 2.625% 15/12/2016	308	0.08	600,000 Bottling Group LLC 5.125% 15/01/2019	669	0.18
1,950,000 Wells Fargo & Co 3.676% 15/06/2016	2,007	0.53	325,000 Bottling Group LLC 5.5% 01/04/2016	338	0.09
875,000 Wells Fargo & Co 5.625% 11/12/2017	964	0.25	250,000 Branch Banking & Trust Co 1.05% 01/12/2016	250	0.07
Corporate bonds: A+/*- rating			250,000 Branch Banking & Trust Co 1.35% 01/10/2017	250	0.07
50,000 Danaher Corp 2.3% 23/06/2016	51	0.01	300,000 Branch Banking & Trust Co 1.45% 03/10/2016	302	0.08
Corporate bonds: A rating			350,000 Caterpillar Financial Services Corp 1% 25/11/2016	351	0.09
625,000 AbbVie Inc 1.2% 06/11/2015	626	0.16	375,000 Caterpillar Financial Services Corp 1% 03/03/2017	376	0.10
600,000 AbbVie Inc 1.75% 06/11/2017	603	0.16	500,000 Caterpillar Financial Services Corp 1.25% 18/08/2017	502	0.13
250,000 AbbVie Inc 1.8% 14/05/2018	251	0.07	125,000 Caterpillar Financial Services Corp 1.25% 06/11/2017	125	0.03
1,250,000 AbbVie Inc 2% 06/11/2018	1,254	0.33	1,600,000 Caterpillar Financial Services Corp 2.25% 01/12/2019	1,624	0.43
70,000 AbbVie Inc 2.5% 14/05/2020	70	0.02	250,000 Caterpillar Financial Services Corp 7.05% 01/10/2018	293	0.08
475,000 Aetna Inc 1.5% 15/11/2017	477	0.13	100,000 Caterpillar Financial Services Corp 7.15% 15/02/2019	119	0.03
500,000 Aflac Inc 2.4% 16/03/2020	508	0.13	250,000 Charles Schwab Corp 1.5% 10/03/2018	251	0.07
150,000 Aflac Inc 2.65% 15/02/2017	154	0.04	1,250,000 ConocoPhillips 5.2% 15/05/2018	1,382	0.36
400,000 Amgen Inc 1.25% 22/05/2017	400	0.11	190,000 ConocoPhillips 5.75% 01/02/2019	216	0.06
150,000 Amgen Inc 2.125% 15/05/2017	153	0.04	200,000 ConocoPhillips Co 1.05% 15/12/2017	199	0.05
525,000 Amgen Inc 2.2% 22/05/2019	528	0.14			
100,000 Amgen Inc 2.3% 15/06/2016	102	0.03			
675,000 Amgen Inc 2.5% 15/11/2016	690	0.18			
100,000 Amgen Inc 5.7% 01/02/2019	113	0.03			
300,000 Amgen Inc 5.85% 01/06/2017	327	0.09			
250,000 Anheuser-Busch InBev Finance Inc 0.8% 15/01/2016	251	0.07			
300,000 Anheuser-Busch InBev Finance Inc 1.125% 27/01/2017	301	0.08			
50,000 Anheuser-Busch InBev Finance Inc 1.25% 17/01/2018	50	0.01			

iShares \$ Short Duration Corporate Bond UCITS ETF

SCHEDULE OF INVESTMENTS (continued)

As at 31 May 2015

Investment	Fair value \$'000	% of net asset value	Investment	Fair value \$'000	% of net asset value
Bonds (cont)			United States (cont)		
United States (cont)			Corporate bonds: A rating (cont)		
Corporate bonds: A rating (cont)					
1,300,000 Credit Suisse USA Inc 5.125% 15/08/2015	1,312	0.35	500,000 John Deere Capital Corp 1.55% 15/12/2017	505	0.13
50,000 Credit Suisse USA Inc 5.375% 02/03/2016	52	0.01	100,000 John Deere Capital Corp 1.85% 15/09/2016	102	0.03
250,000 Deere & Co 4.375% 16/10/2019	277	0.07	225,000 John Deere Capital Corp 1.95% 13/12/2018	228	0.06
200,000 Duke Energy Carolinas LLC 5.3% 01/10/2015	203	0.05	500,000 John Deere Capital Corp 2.05% 10/03/2020	502	0.13
500,000 Duke Energy Progress Inc 5.3% 15/01/2019	560	0.15	100,000 John Deere Capital Corp 2.25% 07/06/2016	102	0.03
150,000 El du Pont de Nemours & Co 1.95% 15/01/2016	151	0.04	1,200,000 JPMorgan Chase & Co 1.1% 15/10/2015	1,201	0.32
600,000 El du Pont de Nemours & Co 5.25% 15/12/2016	639	0.17	800,000 JPMorgan Chase & Co 1.35% 15/02/2017	803	0.21
50,000 El du Pont de Nemours & Co 5.75% 15/03/2019	57	0.01	1,250,000 JPMorgan Chase & Co 1.625% 15/05/2018	1,249	0.33
485,000 El du Pont de Nemours & Co 6% 15/07/2018	550	0.14	1,000,000 JPMorgan Chase & Co 1.7% 01/03/2018	1,004	0.26
350,000 EMC Corp 1.875% 01/06/2018	353	0.09	200,000 JPMorgan Chase & Co 2% 15/08/2017	203	0.05
100,000 General Dynamics Corp 1% 15/11/2017	100	0.03	300,000 JPMorgan Chase & Co 2.2% 22/10/2019	299	0.08
300,000 General Dynamics Corp 2.25% 15/07/2016	306	0.08	900,000 JPMorgan Chase & Co 2.25% 23/01/2020	897	0.24
450,000 Home Depot Inc 2% 15/06/2019	456	0.12	900,000 JPMorgan Chase & Co 2.35% 28/01/2019	913	0.24
150,000 Home Depot Inc 2.25% 10/09/2018	154	0.04	1,000,000 JPMorgan Chase & Co 3.15% 05/07/2016	1,023	0.27
675,000 Home Depot Inc 5.4% 01/03/2016	700	0.18	500,000 JPMorgan Chase & Co 3.4% 24/06/2015	501	0.13
200,000 Honeywell International Inc 5% 15/02/2019	224	0.06	300,000 JPMorgan Chase & Co 3.45% 01/03/2016	306	0.08
100,000 Honeywell International Inc 5.3% 01/03/2018	111	0.03	445,000 JPMorgan Chase & Co 6% 15/01/2018	495	0.13
250,000 HSBC Finance Corp 5% 30/06/2015	251	0.07	535,000 JPMorgan Chase & Co 6.3% 23/04/2019	617	0.16
500,000 HSBC Finance Corp 5.5% 19/01/2016	515	0.14	300,000 Kimberly-Clark Corp 6.125% 01/08/2017	332	0.09
100,000 HSBC USA Inc 1.3% 23/06/2017	100	0.03	250,000 Manufacturers & Traders Trust Co 1.25% 30/01/2017	250	0.07
200,000 HSBC USA Inc 1.5% 13/11/2017	200	0.05	500,000 Manufacturers & Traders Trust Co 2.1% 06/02/2020	497	0.13
200,000 HSBC USA Inc 1.625% 16/01/2018	201	0.05	350,000 MasterCard Inc 2% 01/04/2019	355	0.09
445,000 HSBC USA Inc 1.7% 05/03/2018	447	0.12	175,000 Medtronic Inc 1.375% 01/04/2018	175	0.05
100,000 HSBC USA Inc 2.25% 23/06/2019	100	0.03	500,000 Medtronic Inc 1.5% 15/03/2018	502	0.13
415,000 HSBC USA Inc 2.35% 05/03/2020	415	0.11	350,000 Medtronic Inc 2.625% 15/03/2016	355	0.09
200,000 HSBC USA Inc 2.375% 13/11/2019	201	0.05	150,000 Medtronic Inc 4.75% 15/09/2015	152	0.04
200,000 HSBC USA Inc 2.625% 24/09/2018	205	0.05	100,000 MidAmerican Energy Co 2.4% 15/03/2019	102	0.03
200,000 John Deere Capital Corp 0.75% 22/01/2016	200	0.05	250,000 MUFG Americas Holdings Corp 1.625% 09/02/2018	250	0.07
250,000 John Deere Capital Corp 0.95% 29/06/2015	250	0.07	50,000 Nucor Corp 5.85% 01/06/2018	56	0.01
200,000 John Deere Capital Corp 1.05% 11/10/2016	201	0.05	400,000 NYSE Holdings LLC 2% 05/10/2017	405	0.11
100,000 John Deere Capital Corp 1.05% 15/12/2016	100	0.03	225,000 Occidental Petroleum Corp 1.75% 15/02/2017	228	0.06
300,000 John Deere Capital Corp 1.125% 12/06/2017	301	0.08	100,000 Occidental Petroleum Corp 2.5% 01/02/2016	101	0.03
750,000 John Deere Capital Corp 1.35% 16/01/2018	753	0.20			

iShares \$ Short Duration Corporate Bond UCITS ETF

SCHEDULE OF INVESTMENTS (continued)

As at 31 May 2015

Investment	Fair value \$'000	% of net asset value	Investment	Fair value \$'000	% of net asset value
Bonds (cont)			United States (cont)		
United States (cont)			Corporate bonds: A/- rating		
Corporate bonds: A rating (cont)			50,000	Baker Hughes Inc 7.5% 15/11/2018	59 0.02
450,000	Occidental Petroleum Corp 4.125% 01/06/2016	465 0.12	273,000	eBay Inc 1.35% 15/07/2017	273 0.07
150,000	Oncor Electric Delivery Co LLC 6.8% 01/09/2018	174 0.05	150,000	eBay Inc 2.2% 01/08/2019	150 0.04
150,000	Philip Morris International Inc 1.125% 21/08/2017	150 0.04	300,000	Halliburton Co 1% 01/08/2016	300 0.08
200,000	Philip Morris International Inc 2.5% 16/05/2016	204 0.05	Corporate bonds: A-/*+ rating		
1,150,000	Philip Morris International Inc 5.65% 16/05/2018	1,291 0.34	150,000	Altera Corp 1.75% 15/05/2017	151 0.04
250,000	PNC Bank NA* 1.125% 27/01/2017	250 0.07	Corporate bonds: A- rating		
500,000	PNC Bank NA* 1.15% 01/11/2016	501 0.13	250,000	American Express Centurion Bank 0.875% 13/11/2015	250 0.07
250,000	PNC Bank NA* 1.3% 03/10/2016	251 0.07	700,000	American Express Credit Corp 1.125% 05/06/2017	699 0.18
250,000	PNC Bank NA* 1.5% 18/10/2017	251 0.07	435,000	American Express Credit Corp 1.75% 12/06/2015	435 0.11
750,000	PNC Bank NA* 1.5% 23/02/2018	751 0.20	250,000	American Express Credit Corp 2.125% 18/03/2019	252 0.07
500,000	PNC Bank NA* 2.2% 28/01/2019	505 0.13	750,000	American Express Credit Corp 2.25% 15/08/2019	756 0.20
550,000	PNC Bank NA* 2.25% 02/07/2019	555 0.15	300,000	American Express Credit Corp 2.375% 24/03/2017	307 0.08
150,000	Praxair Inc 4.5% 15/08/2019	165 0.04	320,000	American Express Credit Corp 2.375% 26/05/2020	321 0.08
250,000	Prudential Financial Inc 3% 12/05/2016	255 0.07	250,000	American Express Credit Corp 2.75% 15/09/2015	252 0.07
125,000	Prudential Financial Inc 4.75% 17/09/2015	127 0.03	900,000	American Express Credit Corp 2.8% 19/09/2016	923 0.24
800,000	Prudential Financial Inc 7.375% 15/06/2019	960 0.25	400,000	American International Group Inc 2.3% 16/07/2019	403 0.11
25,000	Simon Property Group LP 2.15% 15/09/2017	26 0.01	250,000	American International Group Inc 5.6% 18/10/2016	265 0.07
475,000	Simon Property Group LP 2.2% 01/02/2019	483 0.13	850,000	American International Group Inc 5.85% 16/01/2018	941 0.25
325,000	Simon Property Group LP 2.8% 30/01/2017	335 0.09	100,000	AmerisourceBergen Corp 1.15% 15/05/2017	100 0.03
250,000	Simon Property Group LP 5.65% 01/02/2020	288 0.08	100,000	Bank of America Corp 1.35% 21/11/2016	100 0.03
100,000	Simon Property Group LP 6.125% 30/05/2018	113 0.03	200,000	Bank of America Corp 1.5% 09/10/2015	201 0.05
100,000	St Jude Medical Inc 2.5% 15/01/2016	101 0.03	1,000,000	Bank of America Corp 1.7% 25/08/2017	1,004 0.26
450,000	Target Corp 2.3% 26/06/2019	459 0.12	780,000	Bank of America Corp 2% 11/01/2018	786 0.21
100,000	Target Corp 5.375% 01/05/2017	108 0.03	245,000	Bank of America Corp 2.25% 21/04/2020	243 0.06
300,000	Target Corp 5.875% 15/07/2016	316 0.08	1,400,000	Bank of America Corp 2.6% 15/01/2019	1,426 0.38
200,000	Target Corp 6% 15/01/2018	224 0.06	850,000	Bank of America Corp 2.65% 01/04/2019	866 0.23
200,000	Travelers Cos Inc 5.9% 02/06/2019	230 0.06	100,000	Bank of America Corp 3.7% 01/09/2015	101 0.03
675,000	United Technologies Corp 1.8% 01/06/2017	686 0.18	350,000	Bank of America Corp 3.75% 12/07/2016	360 0.09
700,000	United Technologies Corp 6.125% 01/02/2019	808 0.21	250,000	Bank of America Corp 3.875% 22/03/2017	261 0.07
100,000	Wachovia Corp 5.625% 15/10/2016	106 0.03	250,000	Bank of America Corp 4.75% 01/08/2015	252 0.07
125,000	Walt Disney Co 0.45% 01/12/2015	125 0.03	550,000	Bank of America Corp 5.3% 30/09/2015	558 0.15
550,000	Walt Disney Co 1.1% 01/12/2017	551 0.15			
200,000	Walt Disney Co 1.35% 16/08/2016	202 0.05			
600,000	Walt Disney Co 1.85% 30/05/2019	604 0.16			

iShares \$ Short Duration Corporate Bond UCITS ETF

SCHEDULE OF INVESTMENTS (continued)

As at 31 May 2015

Investment	Fair value \$'000	% of net asset value	Investment	Fair value \$'000	% of net asset value
Bonds (cont)			United States (cont)		
United States (cont)			Corporate bonds: A- rating (cont)		
Corporate bonds: A- rating (cont)			300,000 Eaton Corp 1.5% 02/11/2017	302	0.08
540,000 Bank of America Corp 5.65% 01/05/2018	596	0.16	600,000 Entergy Texas Inc 7.125% 01/02/2019	708	0.19
230,000 Bank of America Corp 5.75% 01/12/2017	252	0.07	100,000 EOG Resources Inc 2.95% 01/06/2015	100	0.03
500,000 Bank of America Corp 6.4% 28/08/2017	551	0.14	300,000 EOG Resources Inc 5.875% 15/09/2017	330	0.09
550,000 Bank of America Corp 6.5% 01/08/2016	583	0.15	300,000 ERP Operating LP 5.125% 15/03/2016	310	0.08
1,500,000 Bank of America Corp 6.875% 25/04/2018	1,707	0.45	150,000 ERP Operating LP 5.75% 15/06/2017	163	0.04
500,000 Bank of America Corp 6.875% 15/11/2018	578	0.15	250,000 Fifth Third Bank 1.45% 28/02/2018	249	0.07
25,000 Bank of America Corp 7.625% 01/06/2019	30	0.01	500,000 Fifth Third Bank 2.375% 25/04/2019	506	0.13
250,000 Bank of America NA 5.3% 15/03/2017	265	0.07	175,000 Gilead Sciences Inc 2.05% 01/04/2019	177	0.05
50,000 BB&T Corp 1.6% 15/08/2017	50	0.01	30,000 Gilead Sciences Inc 2.35% 01/02/2020	31	0.01
500,000 BB&T Corp 2.05% 19/06/2018	506	0.13	200,000 Goldman Sachs Group Inc 1.6% 23/11/2015	201	0.05
100,000 BB&T Corp 2.25% 01/02/2019	101	0.03	1,825,000 Goldman Sachs Group Inc 2.375% 22/01/2018	1,854	0.49
900,000 BB&T Corp 2.45% 15/01/2020	910	0.24	900,000 Goldman Sachs Group Inc 2.55% 23/10/2019	907	0.24
135,000 BB&T Corp 3.2% 15/03/2016	137	0.04	400,000 Goldman Sachs Group Inc 2.625% 31/01/2019	408	0.11
250,000 Boston Properties LP 5.875% 15/10/2019	288	0.08	475,000 Goldman Sachs Group Inc 2.9% 19/07/2018	490	0.13
350,000 Citigroup Inc 1.3% 01/04/2016	351	0.09	1,425,000 Goldman Sachs Group Inc 3.625% 07/02/2016	1,452	0.38
750,000 Citigroup Inc 1.3% 15/11/2016	751	0.20	898,000 Goldman Sachs Group Inc 3.7% 01/08/2015	903	0.24
200,000 Citigroup Inc 1.35% 10/03/2017	200	0.05	350,000 Goldman Sachs Group Inc 5.35% 15/01/2016	360	0.09
400,000 Citigroup Inc 1.55% 14/08/2017	400	0.11	500,000 Goldman Sachs Group Inc 5.375% 15/03/2020	562	0.15
300,000 Citigroup Inc 1.7% 25/07/2016	302	0.08	100,000 Goldman Sachs Group Inc 5.75% 01/10/2016	106	0.03
695,000 Citigroup Inc 1.8% 05/02/2018	697	0.18	528,000 Goldman Sachs Group Inc 5.95% 18/01/2018	584	0.15
1,125,000 Citigroup Inc 2.25% 07/08/2015	1,127	0.30	1,200,000 Goldman Sachs Group Inc 6.15% 01/04/2018	1,340	0.35
735,000 Citigroup Inc 2.4% 18/02/2020	735	0.19	450,000 Goldman Sachs Group Inc 6.25% 01/09/2017	495	0.13
1,067,000 Citigroup Inc 2.5% 26/09/2018	1,086	0.29	700,000 Goldman Sachs Group Inc 7.5% 15/02/2019	829	0.22
650,000 Citigroup Inc 2.5% 29/07/2019	657	0.17	200,000 JPMorgan Chase & Co 5.15% 01/10/2015	203	0.05
200,000 Citigroup Inc 2.55% 08/04/2019	203	0.05	400,000 KeyBank NA 1.65% 01/02/2018	401	0.11
100,000 Citigroup Inc 3.953% 15/06/2016	103	0.03	150,000 Lockheed Martin Corp 2.125% 15/09/2016	152	0.04
1,200,000 Citigroup Inc 4.45% 10/01/2017	1,259	0.33	100,000 Lowe's Cos Inc 1.625% 15/04/2017	101	0.03
600,000 Citigroup Inc 6% 15/08/2017	656	0.17	100,000 McDonald's Corp 2.2% 26/05/2020	100	0.03
750,000 Citigroup Inc 6.125% 21/11/2017	830	0.22	250,000 McDonald's Corp 5.35% 01/03/2018	276	0.07
800,000 Citigroup Inc 8.5% 22/05/2019	988	0.26	100,000 McDonald's Corp 5.8% 15/10/2017	110	0.03
250,000 Citizens Bank NA 1.6% 04/12/2017	251	0.07	225,000 MetLife Inc 1.756% 15/12/2017	228	0.06
500,000 Comcast Corp 5.15% 01/03/2020	569	0.15	250,000 MetLife Inc 5% 15/06/2015	250	0.07
225,000 Comcast Corp 5.7% 15/05/2018	253	0.07	600,000 MetLife Inc 6.75% 01/06/2016	635	0.17
125,000 Comcast Corp 5.85% 15/11/2015	128	0.03	200,000 MetLife Inc 7.717% 15/02/2019	241	0.06
600,000 Comcast Corp 5.875% 15/02/2018	672	0.18	500,000 Morgan Stanley 1.75% 25/02/2016	503	0.13
550,000 Comcast Corp 5.9% 15/03/2016	573	0.15			
175,000 Comcast Corp 6.3% 15/11/2017	196	0.05			
500,000 Comcast Corp 6.5% 15/01/2017	544	0.14			
250,000 Comerica Bank 5.75% 21/11/2016	267	0.07			
50,000 Consolidated Edison Co of New York Inc 7.125% 01/12/2018	59	0.01			
100,000 Eaton Corp 0.95% 02/11/2015	100	0.03			

iShares \$ Short Duration Corporate Bond UCITS ETF

SCHEDULE OF INVESTMENTS (continued)

As at 31 May 2015

Investment	Fair value \$'000	% of net asset value	Investment	Fair value \$'000	% of net asset value
Bonds (cont)			United States (cont)		
United States (cont)			Corporate bonds: A-/*- rating		
Corporate bonds: A- rating (cont)			125,000 Baxter International Inc 0.95% 01/06/2016	125	0.03
675,000 Morgan Stanley 1.875% 05/01/2018	678	0.18	200,000 Baxter International Inc 1.85% 15/01/2017	202	0.05
900,000 Morgan Stanley 2.125% 25/04/2018	910	0.24	175,000 Baxter International Inc 1.85% 15/06/2018	176	0.05
200,000 Morgan Stanley 2.375% 23/07/2019	201	0.05	495,000 Zimmer Holdings Inc 2% 01/04/2018	499	0.13
435,000 Morgan Stanley 2.5% 24/01/2019	441	0.12	Corporate bonds: BBB+ rating		
480,000 Morgan Stanley 2.65% 27/01/2020	485	0.13	50,000 21st Century Fox America Inc 6.9% 01/03/2019	59	0.02
1,100,000 Morgan Stanley 3.8% 29/04/2016	1,129	0.30	200,000 Altria Group Inc 2.625% 14/01/2020	201	0.05
950,000 Morgan Stanley 4.75% 22/03/2017	1,008	0.27	1,250,000 Altria Group Inc 4.125% 11/09/2015	1,262	0.33
350,000 Morgan Stanley 5.375% 15/10/2015	356	0.09	100,000 Altria Group Inc 9.25% 06/08/2019	127	0.03
750,000 Morgan Stanley 5.45% 09/01/2017	798	0.21	600,000 American Express Co 1.55% 22/05/2018	599	0.16
200,000 Morgan Stanley 5.55% 27/04/2017	216	0.06	100,000 American Express Co 5.5% 12/09/2016	106	0.03
950,000 Morgan Stanley 5.625% 23/09/2019	1,074	0.28	525,000 American Express Co 7% 19/03/2018	601	0.16
200,000 Morgan Stanley 5.75% 18/10/2016	212	0.06	160,000 Amphenol Corp 2.55% 30/01/2019	162	0.04
500,000 Morgan Stanley 5.95% 28/12/2017	552	0.15	150,000 Apache Corp 5.625% 15/01/2017	160	0.04
1,050,000 Morgan Stanley 6.625% 01/04/2018	1,188	0.31	650,000 AT&T Inc 0.8% 01/12/2015	650	0.17
750,000 Morgan Stanley 7.3% 13/05/2019	890	0.23	500,000 AT&T Inc 1.7% 01/06/2017	503	0.13
100,000 NBCUniversal Media LLC 2.875% 01/04/2016	102	0.03	650,000 AT&T Inc 2.3% 11/03/2019	655	0.17
300,000 NBCUniversal Media LLC 5.15% 30/04/2020	342	0.09	100,000 AT&T Inc 2.375% 27/11/2018	102	0.03
150,000 Nordstrom Inc 6.25% 15/01/2018	168	0.04	350,000 AT&T Inc 2.4% 15/08/2016	355	0.09
250,000 PepsiCo Inc 0.7% 13/08/2015	250	0.07	265,000 AT&T Inc 2.45% 30/06/2020	263	0.07
100,000 PepsiCo Inc 0.7% 26/02/2016	100	0.03	298,000 AT&T Inc 2.5% 15/08/2015	299	0.08
100,000 PepsiCo Inc 0.95% 22/02/2017	100	0.03	655,000 AT&T Inc 2.95% 15/05/2016	667	0.18
500,000 PepsiCo Inc 1.85% 30/04/2020	497	0.13	525,000 AT&T Inc 5.5% 01/02/2018	577	0.15
500,000 PepsiCo Inc 2.25% 07/01/2019	511	0.13	450,000 AT&T Inc 5.8% 15/02/2019	508	0.13
375,000 PepsiCo Inc 2.5% 10/05/2016	382	0.10	250,000 Becton Dickinson and Co 1.8% 15/12/2017	252	0.07
200,000 PepsiCo Inc 4.5% 15/01/2020	222	0.06	400,000 Becton Dickinson and Co 2.675% 15/12/2019	406	0.11
75,000 PepsiCo Inc 5% 01/06/2018	83	0.02	200,000 Becton Dickinson and Co 5% 15/05/2019	220	0.06
50,000 PepsiCo Inc 7.9% 01/11/2018	60	0.02	275,000 Berkshire Hathaway Energy Co 5.75% 01/04/2018	306	0.08
175,000 PNC Funding Corp* 2.7% 19/09/2016	178	0.05	300,000 Burlington Northern Santa Fe LLC 5.75% 15/03/2018	335	0.09
18,000 PPG Industries Inc 6.65% 15/03/2018	20	0.01	250,000 Capital One Bank USA NA 1.2% 13/02/2017	250	0.07
300,000 Precision Castparts Corp 0.7% 20/12/2015	300	0.08	500,000 Capital One Bank USA NA 2.15% 21/11/2018	503	0.13
50,000 Precision Castparts Corp 1.25% 15/01/2018	50	0.01	250,000 Capital One Bank USA NA 2.25% 13/02/2019	250	0.07
135,000 Sherwin-Williams Co 1.35% 15/12/2017	135	0.04	500,000 Capital One NA 1.5% 05/09/2017	499	0.13
100,000 Southern Co 1.95% 01/09/2016	101	0.03	315,000 Capital One NA 1.65% 05/02/2018	314	0.08
50,000 Southern Co 2.45% 01/09/2018	51	0.01	250,000 Capital One NA 2.4% 05/09/2019	250	0.07
200,000 SunTrust Bank 1.35% 15/02/2017	201	0.05	75,000 Celgene Corp 1.9% 15/08/2017	76	0.02
200,000 Sysco Corp 2.35% 02/10/2019	203	0.05	550,000 Celgene Corp 2.25% 15/05/2019	555	0.15
250,000 Vesey Street Investment Trust I 4.404% 01/09/2016	259	0.07			
50,000 Virginia Electric & Power Co 5.4% 30/04/2018	56	0.01			
200,000 Waste Management Inc 6.1% 15/03/2018	224	0.06			

iShares \$ Short Duration Corporate Bond UCITS ETF

SCHEDULE OF INVESTMENTS (continued)

As at 31 May 2015

Investment	Fair value \$'000	% of net asset value	Investment	Fair value \$'000	% of net asset value
Bonds (cont)			United States (cont)		
United States (cont)			Corporate bonds: BBB+ rating (cont)		
250,000 Citigroup Inc 5.5% 15/02/2017	266	0.07	250,000 Huntington National Bank 1.7% 26/02/2018	250	0.07
25,000 Computer Sciences Corp 6.5% 15/03/2018	28	0.01	100,000 Johnson Controls Inc 5.5% 15/01/2016	103	0.03
350,000 CRH America Inc 8.125% 15/07/2018	414	0.11	150,000 Kellogg Co 1.875% 17/11/2016	152	0.04
100,000 CSX Corp 6.25% 15/03/2018	113	0.03	300,000 Kellogg Co 4.45% 30/05/2016	311	0.08
150,000 CVS Health Corp 1.2% 05/12/2016	151	0.04	750,000 KeyCorp 2.3% 13/12/2018	761	0.20
275,000 CVS Health Corp 2.25% 05/12/2018	280	0.07	200,000 KeyCorp 3.75% 13/08/2015	201	0.05
350,000 CVS Health Corp 2.25% 12/08/2019	353	0.09	18,000 Lazard Group LLC 6.85% 15/06/2017	20	0.01
225,000 Devon Energy Corp 2.25% 15/12/2018	227	0.06	150,000 Macy's Retail Holdings Inc 5.9% 01/12/2016	160	0.04
375,000 Dominion Resources Inc 2.5% 01/12/2019	379	0.10	200,000 Magellan Midstream Partners LP 6.55% 15/07/2019	232	0.06
150,000 Dominion Resources Inc 6.4% 15/06/2018	170	0.05	50,000 McKesson Corp 0.95% 04/12/2015	50	0.01
165,000 Dr Pepper Snapple Group Inc 2.9% 15/01/2016	167	0.04	500,000 McKesson Corp 1.292% 10/03/2017	501	0.13
150,000 Duke Energy Corp 1.625% 15/08/2017	151	0.04	400,000 McKesson Corp 1.4% 15/03/2018	398	0.11
600,000 Duke Energy Corp 2.1% 15/06/2018	610	0.16	125,000 McKesson Corp 2.284% 15/03/2019	126	0.03
100,000 Ecolab Inc 1% 09/08/2015	100	0.03	250,000 McKesson Corp 3.25% 01/03/2016	255	0.07
275,000 Ecolab Inc 3% 08/12/2016	283	0.08	150,000 Medco Health Solutions Inc 2.75% 15/09/2015	151	0.04
225,000 Enterprise Products Operating LLC 1.25% 13/08/2015	225	0.06	500,000 Medco Health Solutions Inc 7.125% 15/03/2018	572	0.15
200,000 Enterprise Products Operating LLC 2.55% 15/10/2019	203	0.05	250,000 Monsanto Co 1.15% 30/06/2017	249	0.07
250,000 Enterprise Products Operating LLC 6.3% 15/09/2017	277	0.07	150,000 NextEra Energy Capital Holdings Inc 1.2% 01/06/2015	150	0.04
500,000 Enterprise Products Operating LLC 6.5% 31/01/2019	576	0.15	200,000 NextEra Energy Capital Holdings Inc 6% 01/03/2019	227	0.06
100,000 Express Scripts Holding Co 1.25% 02/06/2017	100	0.03	500,000 Norfolk Southern Corp 5.75% 01/04/2018	558	0.15
200,000 Express Scripts Holding Co 2.25% 15/06/2019	200	0.05	100,000 Norfolk Southern Corp 5.9% 15/06/2019	114	0.03
500,000 Express Scripts Holding Co 2.65% 15/02/2017	511	0.14	400,000 Omnicom Group Inc 5.9% 15/04/2016	417	0.11
364,000 Express Scripts Holding Co 3.125% 15/05/2016	372	0.10	325,000 Phillips 66 2.95% 01/05/2017	335	0.09
125,000 Fifth Third Bancorp 2.3% 01/03/2019	126	0.03	200,000 Plains All American Pipeline LP / PAA Finance Corp 2.6% 15/12/2019	201	0.05
350,000 Fifth Third Bancorp 3.625% 25/01/2016	356	0.09	150,000 Plains All American Pipeline LP / PAA Finance Corp 6.5% 01/05/2018	169	0.04
200,000 General Mills Inc 1.4% 20/10/2017	200	0.05	200,000 PNC Funding Corp* 5.25% 15/11/2015	204	0.05
250,000 General Mills Inc 2.2% 21/10/2019	250	0.07	150,000 Pride International Inc 8.5% 15/06/2019	179	0.05
150,000 General Mills Inc 5.65% 15/02/2019	169	0.05	100,000 Realty Income Corp 6.75% 15/08/2019	117	0.03
325,000 Goldman Sachs Group Inc 5.625% 15/01/2017	346	0.09	150,000 Republic Services Inc 3.8% 15/05/2018	159	0.04
50,000 HCP Inc 3.75% 01/02/2016	51	0.01	150,000 Republic Services Inc 5.5% 15/09/2019	169	0.05
325,000 HCP Inc 6% 30/01/2017	349	0.09	250,000 Sempra Energy 2.3% 01/04/2017	255	0.07
100,000 Humana Inc 7.2% 15/06/2018	116	0.03	300,000 Sempra Energy 2.4% 15/03/2020	301	0.08
250,000 Huntington National Bank 1.3% 20/11/2016	250	0.07	100,000 Sempra Energy 6.5% 01/06/2016	105	0.03
250,000 Huntington National Bank 1.375% 24/04/2017	250	0.07	150,000 Sempra Energy 9.8% 15/02/2019	191	0.05
			250,000 Southern Power Co 4.875% 15/07/2015	251	0.07
			300,000 SunTrust Banks Inc 2.35% 01/11/2018	304	0.08
			500,000 SunTrust Banks Inc 3.6% 15/04/2016	511	0.14
			100,000 Total System Services Inc 2.375% 01/06/2018	100	0.03

iShares \$ Short Duration Corporate Bond UCITS ETF

SCHEDULE OF INVESTMENTS (continued)

As at 31 May 2015

			Fair value	% of net				Fair value	% of net
Investment			\$'000	asset	Investment			\$'000	asset
			value	value				value	value
Bonds (cont)					United States (cont)				
United States (cont)					Corporate bonds: BBB rating (cont)				
Corporate bonds: BBB+ rating (cont)					300,000	Capital One Financial Corp 1% 06/11/2015	300	0.08	
200,000	Ventas Realty LP 1.55%	26/09/2016	201	0.05	250,000	Capital One Financial Corp 2.45% 24/04/2019	252	0.07	
500,000	Ventas Realty LP / Ventas Capital Corp 2.7%	01/04/2020	504	0.13	63,000	Capital One Financial Corp 6.75% 15/09/2017	70	0.02	
50,000	Ventas Realty LP / Ventas Capital Corp 4%	30/04/2019	53	0.01	200,000	CBS Corp 2.3%	15/08/2019	200	0.05
400,000	Verizon Communications Inc 0.7%	02/11/2015	400	0.11	250,000	Discover Bank 2%	21/02/2018	250	0.07
200,000	Verizon Communications Inc 1.1%	01/11/2017	196	0.05	25,000	Discovery Communications LLC 5.625% 15/08/2019	28	0.01	
800,000	Verizon Communications Inc 1.35%	09/06/2017	800	0.21	275,000	Dow Chemical Co 2.5%	15/02/2016	278	0.07
596,000	Verizon Communications Inc 2.5%	15/09/2016	607	0.16	675,000	Dow Chemical Co 8.55%	15/05/2019	830	0.22
350,000	Verizon Communications Inc 2.55%	17/06/2019	356	0.09	450,000	Eastman Chemical Co 2.4%	01/06/2017	459	0.12
800,000	Verizon Communications Inc 2.625%	21/02/2020	808	0.21	150,000	EQT Corp 6.5%	01/04/2018	166	0.04
625,000	Verizon Communications Inc 3.65%	14/09/2018	660	0.17	550,000	Exelon Generation Co LLC 2.95% 15/01/2020	557	0.15	
300,000	Verizon Communications Inc 6.35%	01/04/2019	347	0.09	100,000	Exelon Generation Co LLC 5.2% 01/10/2019	111	0.03	
Corporate bonds: BBB+/- rating					135,000	Exelon Generation Co LLC 6.2% 01/10/2017	149	0.04	
200,000	Hewlett-Packard Co 2.125%	13/09/2015	201	0.05	200,000	FedEx Corp 8%	15/01/2019	241	0.06
275,000	Hewlett-Packard Co 2.2%	01/12/2015	277	0.07	250,000	Fifth Third Bancorp 5.45%	15/01/2017	266	0.07
300,000	Hewlett-Packard Co 2.6%	15/09/2017	307	0.08	200,000	Fiserv Inc 2.7%	01/06/2020	200	0.05
300,000	Hewlett-Packard Co 2.65%	01/06/2016	305	0.08	325,000	Fiserv Inc 3.125%	15/06/2016	332	0.09
400,000	Hewlett-Packard Co 2.75%	14/01/2019	409	0.11	50,000	Fiserv Inc 6.8%	20/11/2017	56	0.01
635,000	Hewlett-Packard Co 3%	15/09/2016	650	0.17	250,000	Hess Corp 8.125%	15/02/2019	300	0.08
125,000	Hewlett-Packard Co 3.3%	09/12/2016	129	0.04	100,000	Ingersoll-Rand Global Holding Co Ltd 6.875%	15/08/2018	115	0.03
Corporate bonds: BBB/+ rating					250,000	International Paper Co 7.95% 15/06/2018	294	0.08	
275,000	DirecTV Holdings LLC / DirecTV Financing Co Inc 1.75%	15/01/2018	275	0.07	150,000	International Paper Co 9.375% 15/05/2019	188	0.05	
100,000	DirecTV Holdings LLC / DirecTV Financing Co Inc 2.4%	15/03/2017	102	0.03	90,000	JM Smucker Co 2.5%	15/03/2020	91	0.02
525,000	DirecTV Holdings LLC / DirecTV Financing Co Inc 3.5%	01/03/2016	534	0.14	100,000	Kohl's Corp 6.25%	15/12/2017	111	0.03
400,000	DirecTV Holdings LLC / DirecTV Financing Co Inc 5.2%	15/03/2020	445	0.12	350,000	Kraft Foods Group Inc 1.625% 04/06/2015	350	0.09	
200,000	DirecTV Holdings LLC / DirecTV Financing Co Inc 5.875%	01/10/2019	228	0.06	100,000	Kroger Co 2.3%	15/01/2019	101	0.03
Corporate bonds: BBB rating					200,000	Kroger Co 6.15%	15/01/2020	232	0.06
375,000	Anadarko Petroleum Corp 5.95%	15/09/2016	398	0.11	50,000	Kroger Co 6.4%	15/08/2017	55	0.01
725,000	Anadarko Petroleum Corp 6.375%	15/09/2017	803	0.21	375,000	Marathon Oil Corp 0.9%	01/11/2015	375	0.10
150,000	Anadarko Petroleum Corp 8.7%	15/03/2019	183	0.05	400,000	Marathon Oil Corp 6%	01/10/2017	438	0.12
500,000	Ares Capital Corp 3.875%	15/01/2020	510	0.13	200,000	Marathon Petroleum Corp 3.5% 01/03/2016	204	0.05	
					100,000	Mohawk Industries Inc 6.125% 15/01/2016	103	0.03	
					575,000	Mondelez International Inc 2.25% 01/02/2019	581	0.15	
					300,000	Mondelez International Inc 4.125% 09/02/2016	307	0.08	
					350,000	Mondelez International Inc 6.125% 01/02/2018	390	0.10	

iShares \$ Short Duration Corporate Bond UCITS ETF

SCHEDULE OF INVESTMENTS (continued)

As at 31 May 2015

Investment	Fair value \$'000	% of net asset value	Investment	Fair value \$'000	% of net asset value
Bonds (cont)			United States (cont)		
United States (cont)			Corporate bonds: BBB rating (cont)		
Corporate bonds: BBB rating (cont)			650,000	Walgreen Co 1.8% 15/09/2017	654 0.17
125,000	Mondelez International Inc 6.5% 11/08/2017	139 0.04	400,000	Walgreens Boots Alliance Inc 2.7% 18/11/2019	406 0.11
200,000	Murphy Oil Corp 2.5% 01/12/2017	201 0.05	260,000	Western Union Co 2.875% 10/12/2017	266 0.07
100,000	Nabors Industries Inc 6.15% 15/02/2018	108 0.03	250,000	Weyerhaeuser Co 7.375% 01/10/2019	297 0.08
300,000	Newmont Mining Corp 5.125% 01/10/2019	329 0.09	250,000	Williams Partners LP 5.25% 15/03/2020	279 0.07
268,000	Noble Energy Inc 8.25% 01/03/2019	321 0.09	250,000	Williams Partners LP / Williams Partners Finance Corp 7.25% 01/02/2017	273 0.07
500,000	Northrop Grumman Corp 1.75% 01/06/2018	502 0.13	350,000	Xerox Corp 2.75% 15/03/2019	355 0.09
171,000	Oneok Partners LP 3.25% 01/02/2016	173 0.05	400,000	Xerox Corp 2.95% 15/03/2017	410 0.11
600,000	Pacific Gas & Electric Co 5.625% 30/11/2017	657 0.17	250,000	Xerox Corp 6.35% 15/05/2018	281 0.07
50,000	Pacific Gas & Electric Co 8.25% 15/10/2018	60 0.02	200,000	Xylem Inc 3.55% 20/09/2016	206 0.05
500,000	Regions Financial Corp 2% 15/05/2018	500 0.13	Corporate bonds: BBB/*- rating		
225,000	Roper Technologies Inc 2.05% 01/10/2018	225 0.06	200,000	Kraft Foods Group Inc 2.25% 05/06/2017	203 0.05
300,000	Santander Bank NA 2% 12/01/2018	301 0.08	250,000	Kraft Foods Group Inc 5.375% 10/02/2020	281 0.07
500,000	Santander Holdings USA Inc 2.65% 17/04/2020	497 0.13	100,000	Kraft Foods Group Inc 6.125% 23/08/2018	113 0.03
350,000	Santander Holdings USA Inc 3.45% 27/08/2018	363 0.10	100,000	Symantec Corp 2.75% 15/06/2017	102 0.03
100,000	Scripps Networks Interactive Inc 2.75% 15/11/2019	100 0.03	300,000	Time Warner Cable Inc 5% 01/02/2020	323 0.09
100,000	Scripps Networks Interactive Inc 2.8% 15/06/2020	100 0.03	375,000	Time Warner Cable Inc 5.85% 01/05/2017	402 0.11
200,000	State Street Corp 4.956% 15/03/2018	216 0.06	650,000	Time Warner Cable Inc 6.75% 01/07/2018	729 0.19
725,000	Thermo Fisher Scientific Inc 1.3% 01/02/2017	725 0.19	130,000	Time Warner Cable Inc 8.25% 01/04/2019	154 0.04
100,000	Thermo Fisher Scientific Inc 2.25% 15/08/2016	101 0.03	600,000	Time Warner Cable Inc 8.75% 14/02/2019	717 0.19
200,000	Thermo Fisher Scientific Inc 2.4% 01/02/2019	202 0.05	Corporate bonds: BBB-/*+ rating		
325,000	Thermo Fisher Scientific Inc 3.2% 01/03/2016	331 0.09	200,000	NiSource Finance Corp 6.4% 15/03/2018	226 0.06
300,000	Time Warner Inc 2.1% 01/06/2019	300 0.08	50,000	NiSource Finance Corp 6.8% 15/01/2019	58 0.02
100,000	Time Warner Inc 3.15% 15/07/2015	100 0.03	Corporate bonds: BBB- rating		
500,000	Time Warner Inc 4.875% 15/03/2020	555 0.15	150,000	Actavis Inc 1.875% 01/10/2017	150 0.04
425,000	Time Warner Inc 5.875% 15/11/2016	454 0.12	250,000	Air Lease Corp 2.125% 15/01/2018	248 0.07
300,000	Tyson Foods Inc 2.65% 15/08/2019	306 0.08	250,000	Air Lease Corp 5.625% 01/04/2017	267 0.07
75,000	Tyson Foods Inc 6.6% 01/04/2016	79 0.02	200,000	American Electric Power Co Inc 1.65% 15/12/2017	200 0.05
200,000	Valero Energy Corp 6.125% 15/06/2017	219 0.06	825,000	American Tower Corp 3.4% 15/02/2019	852 0.23
250,000	Valero Energy Corp 6.125% 01/02/2020	288 0.08	85,000	American Tower Corp 4.5% 15/01/2018	91 0.02
75,000	Valero Energy Corp 9.375% 15/03/2019	93 0.02	300,000	Boston Scientific Corp 2.65% 01/10/2018	306 0.08
150,000	Viacom Inc 2.5% 01/09/2018	152 0.04	80,000	Boston Scientific Corp 2.85% 15/05/2020	80 0.02
200,000	Viacom Inc 5.625% 15/09/2019	224 0.06	150,000	Bunge Ltd Finance Corp 4.1% 15/03/2016	153 0.04
100,000	Viacom Inc 6.125% 05/10/2017	110 0.03	150,000	Bunge Ltd Finance Corp 8.5% 15/06/2019	183 0.05
300,000	Viacom Inc 6.25% 30/04/2016	314 0.08			
185,000	Voya Financial Inc 2.9% 15/02/2018	190 0.05			

iShares \$ Short Duration Corporate Bond UCITS ETF

SCHEDULE OF INVESTMENTS (continued)

As at 31 May 2015

Investment	Fair value \$'000	% of net asset value	Investment	Fair value \$'000	% of net asset value
Bonds (cont)			United States (cont)		
United States (cont)			Corporate bonds: BBB- rating (cont)		
100,000 Capital One Financial Corp 6.15% 01/09/2016	106	0.03	200,000 Kinder Morgan Energy Partners LP 3.5% 01/03/2016	204	0.05
100,000 CF Industries Inc 6.875% 01/05/2018	113	0.03	600,000 Kinder Morgan Energy Partners LP 5.95% 15/02/2018	662	0.18
200,000 Columbia Pipeline Group Inc 2.45% 01/06/2018	202	0.05	200,000 Kinder Morgan Finance Co LLC 6% 15/01/2018	217	0.06
100,000 ConAgra Foods Inc 1.3% 25/01/2016	100	0.03	300,000 Kinder Morgan Inc 2% 01/12/2017	299	0.08
600,000 ConAgra Foods Inc 1.9% 25/01/2018	599	0.16	400,000 Kinder Morgan Inc 3.05% 01/12/2019	403	0.11
225,000 Energy Transfer Partners LP 6.7% 01/07/2018	255	0.07	250,000 L-3 Communications Corp 3.95% 15/11/2016	259	0.07
75,000 Entergy Corp 4.7% 15/01/2017	78	0.02	200,000 L-3 Communications Corp 5.2% 15/10/2019	221	0.06
150,000 Exelon Corp 4.9% 15/06/2015	150	0.04	168,000 Lorillard Tobacco Co 3.5% 04/08/2016	172	0.05
200,000 Expedia Inc 7.456% 15/08/2018	229	0.06	100,000 Lorillard Tobacco Co 8.125% 23/06/2019	121	0.03
400,000 Ford Motor Credit Co LLC 1.5% 17/01/2017	400	0.11	50,000 Mylan Inc 1.35% 29/11/2016	50	0.01
700,000 Ford Motor Credit Co LLC 1.684% 08/09/2017	699	0.18	275,000 Mylan Inc 2.55% 28/03/2019	275	0.07
300,000 Ford Motor Credit Co LLC 1.724% 06/12/2017	299	0.08	200,000 Rowan Cos Inc 7.875% 01/08/2019	226	0.06
600,000 Ford Motor Credit Co LLC 2.375% 16/01/2018	607	0.16	100,000 SESI LLC 6.375% 01/05/2019	103	0.03
450,000 Ford Motor Credit Co LLC 2.375% 12/03/2019	451	0.12	300,000 Southern Natural Gas Co LLC 5.9% 01/04/2017	321	0.08
200,000 Ford Motor Credit Co LLC 2.459% 27/03/2020	199	0.05	200,000 Southwestern Energy Co 4.05% 23/01/2020	207	0.05
200,000 Ford Motor Credit Co LLC 2.5% 15/01/2016	202	0.05	150,000 Southwestern Energy Co 7.5% 01/02/2018	169	0.04
400,000 Ford Motor Credit Co LLC 3% 12/06/2017	410	0.11	100,000 Spectra Energy Capital LLC 8% 01/10/2019	120	0.03
550,000 Ford Motor Credit Co LLC 4.207% 15/04/2016	564	0.15	35,000 Synchrony Financial 1.875% 15/08/2017	35	0.01
200,000 Ford Motor Credit Co LLC 4.25% 03/02/2017	209	0.06	650,000 Synchrony Financial 3% 15/08/2019	662	0.18
300,000 Ford Motor Credit Co LLC 5% 15/05/2018	325	0.09	225,000 Weatherford International LLC 6.35% 15/06/2017	241	0.06
650,000 Ford Motor Credit Co LLC 8% 15/12/2016	714	0.19	150,000 Zoetis Inc 1.875% 01/02/2018	150	0.04
800,000 Ford Motor Credit Co LLC 8.125% 15/01/2020	989	0.26	Corporate bonds: BBB-/*- rating		
315,000 Freeport-McMoRan Inc 2.3% 14/11/2017	316	0.08	35,000 Staples Inc 2.75% 12/01/2018	35	0.01
650,000 Freeport-McMoRan Inc 2.375% 15/03/2018	650	0.17	Total United States		
625,000 International Lease Finance Corp 6.75% 01/09/2016	660	0.17		285,792	75.50
150,000 International Lease Finance Corp 7.125% 01/09/2018	169	0.04	Total bonds		
35,000 Jefferies Group LLC 3.875% 09/11/2015	35	0.01		373,599	98.70
175,000 Jefferies Group LLC 5.125% 13/04/2018	186	0.05	UCITS collective investment schemes		
150,000 Jefferies Group LLC 8.5% 15/07/2019	180	0.05	Ireland		
200,000 Kinder Morgan Energy Partners LP 2.65% 01/02/2019	200	0.05	3,490,841 Institutional Cash Series Plc - Institutional Euro Liquidity Fund*	3,491	0.92
			Total Ireland		
				3,491	0.92
			Total UCITS collective investment schemes		
				3,491	0.92

iShares \$ Short Duration Corporate Bond UCITS ETF

SCHEDULE OF INVESTMENTS (continued)

As at 31 May 2015

	Fair value \$'000	% of net asset value
Total value of investments	377,090	99.62
Cash[†]	196	0.05
Other net assets	1,224	0.33
Net asset value attributable to redeemable participating shareholders at the end of the year	378,510	100.00

[†] Substantially all cash positions are held with State Street Bank and Trust Company.

* Investments in related party.

All credit ratings are shown as at 31 May 2015.

Fixed and variable income securities are primarily classified by the country of incorporation of the issuer for corporate fixed and variable income securities. Collective Investment Schemes are primarily classified by the country of domicile of the CIS.

Analysis of total current assets gross of all liabilities	Fair value \$'000	% of total current assets
Transferable securities admitted to an official stock exchange listing or traded on a regulated market	373,599	98.22
UCITS collective investment schemes	3,491	0.92
Other assets	3,280	0.86
Total current assets	380,370	100.00

iShares \$ Short Duration Corporate Bond UCITS ETF

SCHEDULE OF MATERIAL PURCHASES AND SALES (unaudited)

For the year ended 31 May 2015

Holding	Investments	Proceeds \$'000	Holding	Investments	Cost \$'000
Sales			Purchases		
2,000,000	United States Treasury Note/Bond 1% 15/12/2017	1,999	2,400,000	Procter & Gamble Co 1.45% 15/08/2016	2,435
1,500,000	United States Treasury Note/Bond 1.25% 30/04/2019	1,495	2,000,000	United States Treasury Note/Bond 1% 15/12/2017	1,996
1,000,000	United States Treasury Note/Bond 0.875% 15/01/2018	1,001	1,800,000	Wells Fargo & Co 3.676% 15/06/2016	1,869
800,000	United States Treasury Note/Bond 1.5% 30/11/2019	798	1,500,000	Bank of America Corp 6.875% 25/04/2018	1,724
350,000	Transocean Inc 5.05% 15/12/2016	359	1,550,000	General Electric Capital Corp 5.625% 15/09/2017	1,722
300,000	General Electric Capital Corp 5.625% 15/09/2017	334	1,525,000	General Electric Co 5.25% 06/12/2017	1,697
300,000	Philip Morris International Inc 2.5% 16/05/2016	307	1,600,000	Caterpillar Financial Services Corp 2.25% 01/12/2019	1,626
300,000	Westpac Banking Corp 3% 09/12/2015	307	1,550,000	Bank of America Corp 2.6% 15/01/2019	1,571
300,000	Goldman Sachs Group Inc 2.625% 31/01/2019	304	1,525,000	Goldman Sachs Group Inc 2.375% 22/01/2018	1,548
300,000	Bank of America Corp 2.6% 15/01/2019	304	1,550,000	Apple Inc 1% 03/05/2018	1,530
300,000	Apple Inc FRN 07/02/2020	301	1,500,000	United States Treasury Note/Bond 1.25% 30/04/2019	1,511
300,000	Anheuser-Busch InBev Worldwide Inc 0.8% 15/07/2015	301	1,250,000	ConocoPhillips 5.2% 15/05/2018	1,398
300,000	AT&T Inc 0.9% 12/02/2016	300	1,200,000	Goldman Sachs Group Inc 6.15% 01/04/2018	1,354
325,000	Transocean Inc 3% 15/10/2017	300	1,300,000	Credit Suisse USA Inc 5.125% 15/08/2015	1,335
275,000	American Express Credit Corp 1.75% 12/06/2015	278	1,300,000	Westpac Banking Corp 3% 09/12/2015	1,330
250,000	US Bancorp 1.95% 15/11/2018	253	1,300,000	Citigroup Inc 2.25% 07/08/2015	1,316
200,000	Dow Chemical Co 8.55% 15/05/2019	251	1,250,000	Altria Group Inc 4.125% 11/09/2015	1,274
250,000	Rio Tinto Finance USA Plc 1.125% 20/03/2015	251	1,200,000	Citigroup Inc 4.45% 10/01/2017	1,270
250,000	International Business Machines Corp 0.55% 06/02/2015	250	1,250,000	Credit Suisse 2.3% 28/05/2019	1,256
200,000	MetLife Inc 6.75% 01/06/2016	216	1,250,000	Wells Fargo & Co 2.125% 22/04/2019	1,250

The UCITS notices issued by the Central Bank of Ireland require a Schedule of Portfolio changes during the year. These are defined as aggregate purchases of a security exceeding one per cent of the total value of purchases for the year and aggregate disposals greater than one per cent of the total value of sales. At a minimum the largest 20 purchases and 20 sales must be given or all purchases and sales if less than 20. A full listing of the portfolio changes for the year is available, upon request, at no cost from the Administrator.

iShares \$ Short Duration High Yield Corporate Bond UCITS ETF

INCOME STATEMENT

For the year ended 31 May 2015

	Note	Year ended 31 May 2015 \$'000	Period from 17 October 2013 to 31 May 2014 \$'000
Operating income	2	7,948	1,415
Net (losses)/gains on financial assets/liabilities at fair value through profit or loss	3	(5,454)	78
Total gains		2,494	1,493
Operating expenses	4	(733)	(136)
Net operating profit		1,761	1,357
Finance costs:			
Distributions to redeemable participating shareholders	7	(7,374)	(1,153)
Interest expense	6	(1)	-
Total finance costs		(7,375)	(1,153)
Net (loss)/profit for the financial year/period before tax		(5,614)	204
Non-reclaimable withholding tax		(35)	(9)
Net (loss)/profit for the financial year/period after tax		(5,649)	195
(Decrease)/increase in net assets attributable to redeemable participating shareholders from operations		(5,649)	195

There are no recognised gains or losses arising in the year/period other than those dealt with in the income statement. In arriving at the results of the financial year/period, all amounts relate to continuing operations.

STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO REDEEMABLE PARTICIPATING SHAREHOLDERS

For the year ended 31 May 2015

	Year ended 31 May 2015 \$'000	Period from 17 October 2013 to 31 May 2014 \$'000
Net assets attributable to redeemable participating shareholders at the beginning of the year/period	97,126	-
(Decrease)/increase in net assets attributable to redeemable participating shareholders from operations	(5,649)	195
Share transactions:		
Proceeds from issue of redeemable participating shares	187,639	96,931
Payments on redemption of redeemable participating shares	(13,058)	-
Increase in net assets resulting from share transactions	174,581	96,931
Net assets attributable to redeemable participating shareholders at the end of the year/period	266,058	97,126

The accompanying notes form an integral part of these financial statements.

iShares \$ Short Duration High Yield Corporate Bond UCITS ETF

BALANCE SHEET

As at 31 May 2015

	Note	31 May 2015 \$'000	31 May 2014 \$'000
CURRENT ASSETS			
Cash and cash equivalents		-	92
Receivables	11	10,008	3,582
Financial assets at fair value through profit or loss	12	269,488	96,723
Total current assets		279,496	100,397
CURRENT LIABILITIES			
Bank overdrafts		(294)	-
Payables	13	(6,868)	(1,316)
Distributions payable to redeemable participating shareholders	7	(6,276)	(1,955)
Total current liabilities excluding net assets attributable to redeemable participating shareholders		(13,438)	(3,271)
Net asset value attributable to redeemable participating shareholders at the end of the year/period		266,058	97,126

The accompanying notes form an integral part of these financial statements. Details of the NAV per share are set out in note 10.

iShares \$ Short Duration High Yield Corporate Bond UCITS ETF

NOTES TO THE FINANCIAL STATEMENTS

For the year ended 31 May 2015

1. ACCOUNTING POLICIES, FINANCIAL INSTRUMENTS AND RISKS, TAX, SOFT COMMISSIONS AND EXCHANGE RATES

The accounting policies are set out on pages 46 to 50. The financial instruments and risks are set out on pages 51 to 70. The notes relating to tax, soft commissions and exchange rates are set out in the notes on pages 73 to 78.

2. OPERATING INCOME

	Year ended 31 May 2015 \$'000	Period from 17 October 2013 to 31 May 2014 \$'000
Deposit interest income	9	2
Bond interest income	7,921	1,413
Securities lending income	18	-
	7,948	1,415

3. NET (LOSSES)/GAINS ON FINANCIAL ASSETS/LIABILITIES AT FAIR VALUE THROUGH PROFIT OR LOSS

	Year ended 31 May 2015 \$'000	Period from 17 October 2013 to 31 May 2014 \$'000
Net (losses)/gains on investments in securities held at fair value through profit or loss	(5,454)	78
	(5,454)	78

4. OPERATING EXPENSES

	Year ended 31 May 2015 \$'000	Period from 17 October 2013 to 31 May 2014 \$'000
Management fees	(733)	(136)
	(733)	(136)

5. MANAGEMENT FEES

Fees earned by the Manager during the year and balances outstanding as at 31 May 2015 and 31 May 2014 are disclosed in note 4 and note 13 respectively.

Please refer to note 5 of the financial statements of the Company for each Fund's management fee rate.

The Manager is responsible for discharging, from this fee, all fees of the Investment Manager, the Administrator and the Custodian and any distributing agent appointed by the distributor through whom the shares will be marketed, together with all reasonable out of pocket expenses of such service providers, (including sub-custodial fees and expenses, which will be at normal commercial rates) and transaction related charges of the Administrator and Custodian). The Manager will also be responsible for discharging from its fee for each share class an attributable proportion of the organisational and operating expenses, including audit and directors fees, of the Company. The fee will be accrued daily based on the daily net asset value of the share classes and will be paid monthly in arrears. Where the actual fees and costs incurred exceed the amount paid to the Manager, the excess will be discharged by the Manager from its own assets.

The Fund employs an "all in one" fee structure, paying all of its fees, operating costs and expenses (and its due proportion of any costs and expenses allocated to it) as a single flat fee (the "Total Expense Ratio" or "TER"). The TER is calculated in accordance with the Committee of European Securities Regulators ("CESR") guidelines on the methodology for calculation of the ongoing charges figure in the Key Investor Information Document.

Total fees paid to the Manager as a percentage of the average Fund assets for the year/period were as follows:

	TER % 31 May 2015	TER % 31 May 2014
	0.45	0.45

6. INTEREST EXPENSE

	Year ended 31 May 2015 \$'000	Period from 17 October 2013 to 31 May 2014 \$'000
Bank interest	(1)	-
	(1)	-

iShares \$ Short Duration High Yield Corporate Bond UCITS ETF

NOTES TO THE FINANCIAL STATEMENTS (continued)

For the year ended 31 May 2015

7. DISTRIBUTIONS TO REDEEMABLE PARTICIPATING SHAREHOLDERS

The Company may declare and pay distributions to Redeemable Participating Shareholders on any distributing class of shares in the Company. The Company intends to declare distributions to redeemable participating shareholders for each distributing Fund, in respect of each financial year/period, which are generally equal to the total income of the Fund net of expenses for that financial year/period.

Distributions declared during the year/period were as follows:

	Year ended 31 May 2015 \$'000	Period from 17 October 2013 to 31 May 2014 \$'000
November 2013	-	126
May 2014	-	1,955
November 2014	3,639	-
May 2015	6,276	-
	9,915	2,081
Equalisation income	(2,594)	(928)
Equalisation expense	53	-
	7,374	1,153

8. TRANSACTION COSTS

Transaction costs on this Fund are not separately identifiable for the year ended 31 May 2015 and period ended 31 May 2014. Please refer to note 10 of the financial statements of the Company for further details.

9. SHARE CAPITAL

The issued and fully paid redeemable participating share capital is at all times equal to the net asset value of the Fund. Redeemable participating shares are redeemable at the shareholders' option and are classified as financial liabilities.

Number of redeemable participating shares:	31 May 2015 No. of Shares	31 May 2014 No. of Shares
Balance at the beginning of year/period	963,145	-
Issued during the year/period	1,909,313	963,145
Redeemed during the year/period	(134,000)	-
Balance at the end of year/period	2,738,458	963,145

10. NET ASSETS ATTRIBUTABLE TO REDEEMABLE PARTICIPATING SHAREHOLDERS

	No. of Shares
Shares in issue	
As at 31 May 2015	2,738,458
As at 31 May 2014	963,145

	\$'000
Net asset value	
As at 31 May 2015	266,058
As at 31 May 2014	97,126

	\$'000
Net asset value per share	
As at 31 May 2015	\$97.16
As at 31 May 2014	\$100.84

11. RECEIVABLES

	31 May 2015 \$'000	31 May 2014 \$'000
Sale of securities awaiting settlement	5,517	-
Deposit interest receivable	1	-
Securities lending income receivable	4	-
Bond income receivable	4,486	1,627
Distributions payable held with registrar*	-	1,955
	10,008	3,582

* Further details are set out in note 12 on page 75.

12. FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS

	31 May 2015 \$'000	31 May 2014 \$'000
Financial assets:		
Investment in bonds	254,536	93,428
Investment in UCITS collective investment schemes	14,952	3,295
	269,488	96,723

13. PAYABLES

	31 May 2015 \$'000	31 May 2014 \$'000
Purchase of securities awaiting settlement	(1,521)	(1,281)
Payable for fund shares repurchased	(5,257)	-
Management fees payable	(90)	(35)
	(6,868)	(1,316)

iShares \$ Short Duration High Yield Corporate Bond UCITS ETF

NOTES TO THE FINANCIAL STATEMENTS (continued)

For the year ended 31 May 2015

14. COMMITMENTS AND CONTINGENT LIABILITIES

There were no significant commitments or contingent liabilities at the year ended 31 May 2015 and period ended 31 May 2014, other than those disclosed in note 16 of the financial statements of the Company.

15. RELATED PARTY TRANSACTIONS

The related parties are set out in note 18 of the financial statements of the Company.

16. EFFICIENT PORTFOLIO MANAGEMENT

The Fund may, subject to the conditions and within the limits from time to time laid down by the Central Bank of Ireland and the prospectus, engage in securities lending and employ techniques and instruments relating to transferable securities for efficient portfolio management purposes.

The securities lending agent appointed pursuant to the securities lending agreement is BlackRock Advisors (UK) Limited which is a related party to the Fund.

The Fund benefits from a borrower default indemnity provided by BlackRock Inc. The indemnity allows for full replacement of securities lent. BlackRock Inc. bears all operational costs directly related to securities loan transactions as well as the cost of indemnification against borrower default.

During the year the Fund engaged in securities lending. The Fund receives either cash collateral or securities as collateral, as determined within the schedule, for a value in excess of the market value of the securities loaned. As at 31 May 2015, there was no collateral held by the Fund. Collateral can consist of securities admitted to or dealt on a regulated market.

The collateral is registered and held in the name of BlackRock Advisors (UK) Limited on behalf of the Fund in any or all of the following collateral agents and central securities depositories: JP Morgan Chase, Bank of New York Mellon Corporation, Euroclear or CREST, depending on the type of collateral the counterparty needs to give as per the schedule in order to cover the required value of exposure. Further details can be found on page 61.

The Investment Manager monitors the fair value of the securities loaned and additional collateral is obtained, if necessary.

Securities lending income is split between the Fund and the securities lending agent in a ratio of 62.5:37.5 in favour of the Fund, with all operational costs borne out of the securities lending agents share.

The securities lending income earned during the year, the value of securities on loan at the year end and the value of collateral held at the year end for the Fund is shown below:

	31 May 2015 \$'000
Income earned during the year	18
Value of securities on loan at year end	-
Value of collateral held on behalf of the Fund at year end	-

Please see note 17 for more information on financial derivative instruments.

17. FINANCIAL DERIVATIVE INSTRUMENTS

The Fund may buy and sell financial derivative instruments. See further details in note 20 of the financial statements of the Company and the Fund's Schedule of Investments.

18. SUBSEQUENT EVENTS

Please refer to note 21 of the financial statements of the Company.

iShares \$ Short Duration High Yield Corporate Bond UCITS ETF

SCHEDULE OF INVESTMENTS

As at 31 May 2015

Holding	Investment	Fair value \$'000	% of net asset value
Transferable Securities Admitted to an Official Stock Exchange Listing or traded on a Regulated Market			
Bonds			
Australia			
Corporate bonds: B+ rating			
325,000	FMG Resources August 2006 Pty Ltd 8.25% 01/11/2019	300	0.11
Corporate bonds: B- rating			
125,000	Barmingo Finance Pty Ltd 9% 01/06/2018	118	0.05
Total Australia			
		418	0.16
Bermuda			
Corporate bonds: BB+ rating			
400,000	Aircastle Ltd 4.625% 15/12/2018	417	0.15
600,000	Aircastle Ltd 6.25% 01/12/2019	660	0.25
450,000	Aircastle Ltd 6.75% 15/04/2017	484	0.18
200,000	China Oil & Gas Group Ltd 5.25% 25/04/2018	204	0.08
Corporate bonds: BB- rating			
200,000	NCL Corp Ltd 5.25% 15/11/2019	207	0.08
Total Bermuda			
		1,972	0.74
British Virgin Islands			
Corporate bonds: B+ rating			
200,000	Pacific Drilling V Ltd 7.25% 01/12/2017	184	0.07
Total British Virgin Islands			
		184	0.07
Canada			
Corporate bonds: BB+ rating			
50,000	Evraz Inc NA Canada 7.5% 15/11/2019	50	0.02
Corporate bonds: BB rating			
100,000	Air Canada 6.75% 01/10/2019	106	0.04
125,000	Trinidad Drilling Ltd 7.875% 15/01/2019	123	0.05
100,000	Ultra Petroleum Corp 5.75% 15/12/2018	96	0.03
850,000	Whiting Canadian Holding Co ULC 8.125% 01/12/2019	897	0.34
Corporate bonds: B+ rating			
300,000	Bombardier Inc 4.75% 15/04/2019	294	0.11
85,000	Bombardier Inc 5.5% 15/09/2018	84	0.03
150,000	Bombardier Inc 7.5% 15/03/2018	158	0.06
200,000	Bombardier Inc 7.75% 15/03/2020	206	0.08
350,000	Thompson Creek Metals Co Inc 9.75% 01/12/2017	371	0.14
Corporate bonds: B rating			
472,000	Harvest Operations Corp 6.875% 01/10/2017	434	0.16
850,000	Novelis Inc 8.375% 15/12/2017	887	0.33
450,000	Valeant Pharmaceuticals International Inc 5.375% 15/03/2020	466	0.18

Holding	Investment	Fair value \$'000	% of net asset value
Canada (cont)			
Corporate bonds: B rating (cont)			
350,000	Valeant Pharmaceuticals International Inc 6.75% 15/08/2018	370	0.14
Corporate bonds: B- rating			
150,000	Canbriam Energy Inc 9.75% 15/11/2019	154	0.06
100,000	Essar Steel Algoma Inc 9.5% 15/11/2019	87	0.03
150,000	MDC Partners Inc 6.75% 01/04/2020	149	0.06
50,000	Tembec Industries Inc 9% 15/12/2019	48	0.02
150,000	Tervita Corp 8% 15/11/2018	141	0.05
Corporate bonds: CCC+ rating			
225,000	Lightstream Resources Ltd 8.625% 01/02/2020	161	0.06
550,000	Niska Gas Storage Canada ULC / Niska Gas Storage Canada Finance Corp 6.5% 01/04/2019	413	0.15
Total Canada			
		5,695	2.14
Cayman Islands			
Corporate bonds: BB- rating			
200,000	Sable International Finance 8.75% 01/02/2020	216	0.08
Corporate bonds: B- rating			
200,000	Global A&T Electronics Ltd 10% 01/02/2019	189	0.07
Total Cayman Islands			
		405	0.15
Finland			
Corporate bonds: BB+ rating			
1,000,000	Nokia Oyj 5.375% 15/05/2019	1,080	0.41
Total Finland			
		1,080	0.41
France			
Corporate bonds: BB+ rating			
800,000	Lafarge SA 6.5% 15/07/2016	845	0.32
Corporate bonds: BB rating			
200,000	Rexel SA 6.125% 15/12/2019	214	0.08
Corporate bonds: B+ rating			
650,000	Numericable-SFR SAS 4.875% 15/05/2019	652	0.24
Corporate bonds: B rating			
34,000	CGG SA 7.75% 15/05/2017	33	0.01
Corporate bonds: B- rating			
150,000	CMA CGM SA 8.5% 15/04/2017	153	0.06
Total France			
		1,897	0.71
Ireland			
Corporate bonds: BB+ rating			
150,000	AerCap Ireland Capital Ltd / AerCap Global Aviation Trust 2.75% 15/05/2017	150	0.05

iShares \$ Short Duration High Yield Corporate Bond UCITS ETF

SCHEDULE OF INVESTMENTS (continued)

As at 31 May 2015

Holding	Investment	Fair value \$'000	% of net asset value	Holding	Investment	Fair value \$'000	% of net asset value
Bonds (cont)				Luxembourg (cont)			
Ireland (cont)				Corporate bonds: B- rating			
Corporate bonds: BB+ rating (cont)				200,000	Coveris Holdings SA 7.875% 01/11/2019	204	0.08
150,000	AerCap Ireland Capital Ltd / AerCap Global Aviation Trust 3.75% 15/05/2019	152	0.06	200,000	INEOS Group Holdings SA 5.875% 15/02/2019	203	0.07
Corporate bonds: BB- rating				200,000	INEOS Group Holdings SA 6.125% 15/08/2018	206	0.08
200,000	Borets Finance Ltd 7.625% 26/09/2018	180	0.07	Corporate bonds: CCC+ rating			
Corporate bonds: CCC+ rating				525,000	Beverage Packaging Holdings Luxembourg II SA / Beverage Packaging Holdings II Is 5.625% 15/12/2016	528	0.20
200,000	Ardagh Packaging Finance Plc / Ardagh Holdings USA Inc 6.25% 31/01/2019	205	0.08	125,000	Beverage Packaging Holdings Luxembourg II SA / Beverage Packaging Holdings II Is 6% 15/06/2017	126	0.05
Total Ireland		687	0.26	500,000	Intelsat Luxembourg SA 6.75% 01/06/2018	492	0.18
Japan				Total Luxembourg		14,039	5.28
Corporate bonds: BB+ rating				Netherlands			
500,000	SoftBank Corp 4.5% 15/04/2020	514	0.19	Corporate bonds: BB+ rating			
Total Japan		514	0.19	450,000	Royal Bank of Scotland NV 4.65% 04/06/2018	471	0.18
Luxembourg				Corporate bonds: BB/+ rating			
Corporate bonds: BB+ rating				400,000	NXP BV / NXP Funding LLC 3.5% 15/09/2016	407	0.15
350,000	Telecom Italia Capital SA 5.25% 01/10/2015	353	0.13	Corporate bonds: BB- rating			
1,100,000	Telecom Italia Capital SA 6.999% 04/06/2018	1,221	0.46	320,000	Fiat Chrysler Automobiles NV 4.5% 15/04/2020	325	0.12
1,050,000	Telecom Italia Capital SA 7.175% 18/06/2019	1,189	0.45	Total Netherlands		1,203	0.45
Corporate bonds: BB rating				Singapore			
750,000	ArcelorMittal 4.5% 05/08/2015	754	0.28	Corporate bonds: BB+/- rating			
500,000	ArcelorMittal 4.5% 01/03/2016	508	0.19	200,000	STATS ChipPAC Ltd 4.5% 20/03/2018	200	0.08
315,000	ArcelorMittal 5.125% 01/06/2020	320	0.12	Total Singapore		200	0.08
1,500,000	ArcelorMittal 5.25% 25/02/2017	1,564	0.59	Spain			
1,450,000	ArcelorMittal 6.125% 01/06/2018	1,553	0.58	Corporate bonds: B rating			
1,550,000	ArcelorMittal 10.6% 01/06/2019	1,883	0.71	150,000	Abengoa Finance SAU 7.75% 01/02/2020	149	0.05
200,000	Wind Acquisition Finance SA 6.5% 30/04/2020	212	0.08	150,000	Abengoa Finance SAU 8.875% 01/11/2017	157	0.06
Corporate bonds: BB- rating				Total Spain		306	0.11
200,000	Altice Financing SA 7.875% 15/12/2019	212	0.08	Sweden			
200,000	ContourGlobal Power Holdings SA 7.125% 01/06/2019	209	0.08	Corporate bonds: CCC+ rating			
150,000	Mallinckrodt International Finance SA / Mallinckrodt CB LLC 4.875% 15/04/2020	154	0.06	200,000	Perstorp Holding AB 8.75% 15/05/2017	210	0.08
Corporate bonds: B+ rating				Total Sweden		210	0.08
1,500,000	Intelsat Jackson Holdings SA 7.25% 01/04/2019	1,543	0.58	United Kingdom			
Corporate bonds: B rating				Corporate bonds: BB+ rating			
200,000	Aguila 3 SA 7.875% 31/01/2018	202	0.08	200,000	Hanson Ltd 5.625% 15/02/2020	196	0.07
200,000	ConvaTec Healthcare E SA 10.5% 15/12/2018	211	0.08				
200,000	Globe Luxembourg SCA 9.625% 01/05/2018	192	0.07				

iShares \$ Short Duration High Yield Corporate Bond UCITS ETF

SCHEDULE OF INVESTMENTS (continued)

As at 31 May 2015

Holding	Investment	Fair value \$'000	% of net asset value	Holding	Investment	Fair value \$'000	% of net asset value
Bonds (cont)				United States (cont)			
United Kingdom (cont)				Corporate bonds: BBB- rating (cont)			
Corporate bonds: BB+ rating (cont)				350,000	General Motors Financial Co Inc 6.75% 01/06/2018	392	0.15
200,000	International Game Technology Plc 5.5% 15/11/2017	215	0.08	1,650,000	HCA Inc 3.75% 15/03/2019	1,675	0.63
550,000	Tesco Plc 6.125% 15/08/2016	579	0.22	700,000	HCA Inc 4.25% 15/10/2019	725	0.27
Corporate bonds: BB rating				3,100,000	HCA Inc 6.5% 15/02/2020	3,464	1.30
200,000	Jaguar Land Rover Automotive Plc 4.125% 15/12/2018	205	0.08	1,100,000	Icahn Enterprises LP / Icahn Enterprises Finance Corp 3.5% 15/03/2017	1,112	0.42
200,000	Jaguar Land Rover Automotive Plc 4.25% 15/11/2019	205	0.08	1,250,000	Icahn Enterprises LP / Icahn Enterprises Finance Corp 4.875% 15/03/2019	1,288	0.48
450,000	Royal Bank of Scotland Group Plc 4.7% 03/07/2018	469	0.17	400,000	QVC Inc 3.125% 01/04/2019	402	0.15
Corporate bonds: B rating				525,000	Regency Energy Partners LP / Regency Energy Finance Corp 8.375% 01/06/2019	547	0.20
200,000	Avanti Communications Group Plc 10% 01/10/2019	190	0.07	100,000	Universal Health Services Inc 7.125% 30/06/2016	105	0.04
Corporate bonds: B- rating				Corporate bonds: BBB-/*- rating			
200,000	Algeco Scotsman Global Finance Plc 8.5% 15/10/2018	199	0.08	550,000	GLP Capital LP / GLP Financing II Inc 4.375% 01/11/2018	570	0.21
Corporate bonds: CCC rating				Corporate bonds: BB+ rating			
200,000	Algeco Scotsman Global Finance Plc 10.75% 15/10/2019	162	0.06	400,000	Allegheny Technologies Inc 9.375% 01/06/2019	477	0.18
Total United Kingdom				550,000	Ally Financial Inc 2.75% 30/01/2017	551	0.21
		2,420	0.91	300,000	Ally Financial Inc 3.125% 15/01/2016	302	0.11
United States				400,000	Ally Financial Inc 3.25% 13/02/2018	398	0.15
Corporate bonds: BBB rating				700,000	Ally Financial Inc 3.5% 18/07/2016	712	0.27
200,000	Masco Corp 4.8% 15/06/2015	200	0.07	350,000	Ally Financial Inc 3.5% 27/01/2019	349	0.13
985,000	Masco Corp 6.125% 03/10/2016	1,039	0.39	500,000	Ally Financial Inc 3.6% 21/05/2018	501	0.19
400,000	Masco Corp 7.125% 15/03/2020	469	0.18	650,000	Ally Financial Inc 3.75% 18/11/2019	649	0.24
Corporate bonds: BBB-/*+ rating				350,000	Ally Financial Inc 4.125% 30/03/2020	351	0.13
400,000	Hospira Inc 6.05% 30/03/2017	433	0.16	1,000,000	Ally Financial Inc 4.625% 26/06/2015	1,001	0.38
Corporate bonds: BBB- rating				450,000	Ally Financial Inc 4.75% 10/09/2018	465	0.17
580,000	Alcoa Inc 5.55% 01/02/2017	615	0.23	1,000,000	Ally Financial Inc 5.5% 15/02/2017	1,044	0.39
550,000	Alcoa Inc 5.72% 23/02/2019	601	0.23	600,000	Ally Financial Inc 6.25% 01/12/2017	643	0.24
950,000	Alcoa Inc 6.75% 15/07/2018	1,071	0.40	800,000	Ally Financial Inc 8% 15/03/2020	944	0.35
1,100,000	General Motors Co 3.5% 02/10/2018	1,130	0.42	1,200,000	ARC Properties Operating Partnership LP 2% 06/02/2017	1,173	0.44
700,000	General Motors Financial Co Inc 2.4% 10/04/2018	698	0.26	750,000	ARC Properties Operating Partnership LP 3% 06/02/2019	722	0.27
650,000	General Motors Financial Co Inc 2.625% 10/07/2017	658	0.25	1,550,000	Case New Holland Industrial Inc 7.875% 01/12/2017	1,717	0.65
750,000	General Motors Financial Co Inc 2.75% 15/05/2016	761	0.29	450,000	Centex LLC 6.5% 01/05/2016	468	0.18
900,000	General Motors Financial Co Inc 3% 25/09/2017	915	0.34	550,000	Chesapeake Energy Corp 3.25% 15/03/2016	549	0.21
950,000	General Motors Financial Co Inc 3.15% 15/01/2020	949	0.36	750,000	Chesapeake Energy Corp 6.5% 15/08/2017	795	0.30
800,000	General Motors Financial Co Inc 3.25% 15/05/2018	816	0.31	600,000	Chesapeake Energy Corp 7.25% 15/12/2018	646	0.24
700,000	General Motors Financial Co Inc 3.5% 10/07/2019	711	0.27	400,000	Commercial Metals Co 6.5% 15/07/2017	422	0.16
900,000	General Motors Financial Co Inc 4.75% 15/08/2017	951	0.36	600,000	Commercial Metals Co 7.35% 15/08/2018	651	0.24

iShares \$ Short Duration High Yield Corporate Bond UCITS ETF

SCHEDULE OF INVESTMENTS (continued)

As at 31 May 2015

Holding	Investment	Fair value \$'000	% of net asset value	Holding	Investment	Fair value \$'000	% of net asset value
Bonds (cont)				United States (cont)			
United States (cont)				Corporate bonds: BB+ rating (cont)			
Corporate bonds: BB+ rating (cont)				600,000	Sally Holdings LLC / Sally Capital Inc 6.875% 15/11/2019	631	0.24
375,000	Constellation Brands Inc 3.875% 15/11/2019	385	0.14	25,000	Sanmina Corp 4.375% 01/06/2019	25	0.01
600,000	Constellation Brands Inc 7.25% 01/09/2016	640	0.24	400,000	Steel Dynamics Inc 6.125% 15/08/2019	425	0.16
750,000	Constellation Brands Inc 7.25% 15/05/2017	823	0.31	250,000	Targa Resources Partners LP / Targa Resources Partners Finance Corp 4.125% 15/11/2019	250	0.09
1,050,000	Dell Inc 2.3% 10/09/2015	1,049	0.39	300,000	Targa Resources Partners LP / Targa Resources Partners Finance Corp 5% 15/01/2018	310	0.12
450,000	Dell Inc 3.1% 01/04/2016	453	0.17	400,000	Tesoro Corp 4.25% 01/10/2017	415	0.16
470,000	Dell Inc 5.65% 15/04/2018	499	0.19	200,000	Toll Brothers Finance Corp 4% 31/12/2018	205	0.08
450,000	Dell Inc 5.875% 15/06/2019	486	0.18	350,000	Toll Brothers Finance Corp 8.91% 15/10/2017	401	0.15
300,000	FirstEnergy Corp 2.75% 15/03/2018	306	0.12	350,000	Vulcan Materials Co 7% 15/06/2018	398	0.15
200,000	Fresenius Medical Care US Finance II Inc 5.625% 31/07/2019	218	0.08	Corporate bonds: BB+/- rating			
150,000	Fresenius Medical Care US Finance Inc 6.5% 15/09/2018	166	0.06	500,000	SPX Corp 6.875% 01/09/2017	545	0.21
600,000	Fresenius Medical Care US Finance Inc 6.875% 15/07/2017	657	0.25	Corporate bonds: BB rating			
100,000	Fresenius US Finance II Inc 9% 15/07/2015	101	0.04	100,000	American Capital Ltd 6.5% 15/09/2018	104	0.04
50,000	GameStop Corp 5.5% 01/10/2019	52	0.02	250,000	AmeriGas Finance LLC / AmeriGas Finance Corp 6.75% 20/05/2020	265	0.10
600,000	Gannett Co Inc 5.125% 15/10/2019	625	0.24	350,000	Anixter Inc 5.625% 01/05/2019	377	0.14
950,000	Hughes Satellite Systems Corp 6.5% 15/06/2019	1,043	0.39	550,000	Ashland Inc 3% 15/03/2016	556	0.21
575,000	IAC/InterActiveCorp 4.875% 30/11/2018	595	0.22	760,000	Ashland Inc 3.875% 15/04/2018	781	0.29
950,000	International Lease Finance Corp 3.875% 15/04/2018	971	0.37	600,000	Atwood Oceanics Inc 6.5% 01/02/2020	586	0.22
1,000,000	International Lease Finance Corp 5.75% 15/05/2016	1,031	0.39	500,000	Avon Products Inc 5.35% 15/03/2020	455	0.17
800,000	International Lease Finance Corp 5.875% 01/04/2019	873	0.33	300,000	Avon Products Inc 6.5% 01/03/2019	294	0.11
1,365,000	International Lease Finance Corp 6.25% 15/05/2019	1,512	0.57	350,000	Best Buy Co Inc 3.75% 15/03/2016	356	0.13
900,000	International Lease Finance Corp 8.625% 15/09/2015	916	0.34	500,000	Best Buy Co Inc 5% 01/08/2018	528	0.20
1,600,000	International Lease Finance Corp 8.75% 15/03/2017	1,770	0.67	1,000,000	California Resources Corp 5% 15/01/2020	957	0.36
400,000	International Lease Finance Corp 8.875% 01/09/2017	453	0.17	500,000	Centene Corp 5.75% 01/06/2017	531	0.20
305,000	IPALCO Enterprises Inc 5% 01/05/2018	323	0.12	405,000	CenturyLink Inc 5.15% 15/06/2017	425	0.16
300,000	L Brands Inc 7% 01/05/2020	344	0.13	950,000	CenturyLink Inc 5.625% 01/04/2020	993	0.37
450,000	L Brands Inc 8.5% 15/06/2019	539	0.20	600,000	CenturyLink Inc 6% 01/04/2017	637	0.24
100,000	NuStar Logistics LP 8.15% 15/04/2018	112	0.04	1,500,000	CHS/Community Health Systems Inc 5.125% 15/08/2018	1,543	0.58
650,000	PBF Holding Co LLC / PBF Finance Corp 8.25% 15/02/2020	694	0.26	430,000	CNH Industrial Capital LLC 3.25% 01/02/2017	431	0.16
150,000	Rockies Express Pipeline LLC 5.625% 15/04/2020	157	0.06	100,000	CNH Industrial Capital LLC 3.375% 15/07/2019	98	0.04
200,000	Rockies Express Pipeline LLC 6% 15/01/2019	212	0.08	750,000	CNH Industrial Capital LLC 3.625% 15/04/2018	754	0.28
100,000	Rockies Express Pipeline LLC 6.85% 15/07/2018	108	0.04	750,000	CNH Industrial Capital LLC 3.875% 01/11/2015	754	0.28
1,400,000	Sabine Pass LNG LP 7.5% 30/11/2016	1,495	0.56	500,000	CNH Industrial Capital LLC 6.25% 01/11/2016	525	0.20
				600,000	CSC Holdings LLC 8.625% 15/02/2019	684	0.26
				150,000	DCP Midstream LLC 5.35% 15/03/2020	152	0.06
				25,000	DCP Midstream LLC 9.75% 15/03/2019	29	0.01

iShares \$ Short Duration High Yield Corporate Bond UCITS ETF

SCHEDULE OF INVESTMENTS (continued)

As at 31 May 2015

Holding	Investment	Fair value \$'000	% of net asset value	Holding	Investment	Fair value \$'000	% of net asset value
Bonds (cont)				United States (cont)			
United States (cont)				Corporate bonds: BB- rating			
Corporate bonds: BB rating (cont)				500,000	ACCO Brands Corp 6.75% 30/04/2020	534	0.20
600,000	DISH DBS Corp 7.75% 31/05/2015	600	0.23	600,000	ADT Corp 2.25% 15/07/2017	599	0.22
70,000	DPL Inc 6.5% 15/10/2016	74	0.03	475,000	ADT Corp 4.125% 15/04/2019	484	0.18
400,000	DR Horton Inc 3.625% 15/02/2018	407	0.15	250,000	AK Steel Corp 8.75% 01/12/2018	265	0.10
500,000	DR Horton Inc 3.75% 01/03/2019	503	0.19	300,000	Ally Financial Inc 8% 31/12/2018	337	0.13
400,000	DR Horton Inc 4% 15/02/2020	402	0.15	450,000	AmeriGas Partners LP / AmeriGas Finance Corp 6.25% 20/08/2019	467	0.18
250,000	DR Horton Inc 4.75% 15/05/2017	260	0.10	800,000	Aramark Services Inc 5.75% 15/03/2020	836	0.31
250,000	DR Horton Inc 6.5% 15/04/2016	259	0.10	1,000,000	CIT Group Inc 3.875% 19/02/2019	1,001	0.38
1,050,000	Embarq Corp 7.082% 01/06/2016	1,104	0.42	1,800,000	CIT Group Inc 4.25% 15/08/2017	1,838	0.69
600,000	Equinix Inc 4.875% 01/04/2020	619	0.23	1,350,000	CIT Group Inc 5% 15/05/2017	1,399	0.53
400,000	Harsco Corp 5.75% 15/05/2018	417	0.16	1,500,000	CIT Group Inc 5.25% 15/03/2018	1,569	0.59
400,000	Health Net Inc 6.375% 01/06/2017	428	0.16	250,000	CIT Group Inc 5.375% 15/05/2020	266	0.10
650,000	Lennar Corp 4.5% 15/06/2019	666	0.25	450,000	CIT Group Inc 5.5% 15/02/2019	475	0.18
555,000	Lennar Corp 4.5% 15/11/2019	567	0.21	150,000	CIT Group Inc 6.625% 01/04/2018	162	0.06
500,000	Lennar Corp 4.75% 15/12/2017	521	0.20	150,000	Cliffs Natural Resources Inc 7.75% 31/03/2020	103	0.04
250,000	Lennar Corp 5.6% 31/05/2015	250	0.09	150,000	Cliffs Natural Resources Inc 8.25% 31/03/2020	145	0.05
344,000	Lennar Corp 12.25% 01/06/2017	410	0.15	375,000	Continental Airlines 2012-3 Class C Pass Thru Certificates 6.125% 29/04/2018	394	0.15
500,000	Navient Corp 3.875% 10/09/2015	502	0.19	1,152,000	DISH DBS Corp 4.25% 01/04/2018	1,184	0.44
350,000	Navient Corp 4.625% 25/09/2017	359	0.13	1,000,000	DISH DBS Corp 4.625% 15/07/2017	1,037	0.39
700,000	Navient Corp 4.875% 17/06/2019	704	0.26	1,125,000	DISH DBS Corp 5.125% 01/05/2020	1,150	0.43
1,050,000	Navient Corp 5.5% 15/01/2019	1,083	0.41	1,500,000	DISH DBS Corp 7.125% 01/02/2016	1,552	0.58
750,000	Navient Corp 6% 25/01/2017	786	0.30	1,460,000	DISH DBS Corp 7.875% 01/09/2019	1,653	0.62
1,100,000	Navient Corp 6.25% 25/01/2016	1,127	0.42	250,000	Exterran Holdings Inc 7.25% 01/12/2018	259	0.10
1,150,000	Navient Corp 8% 25/03/2020	1,297	0.49	1,000,000	First Data Corp 7.375% 15/06/2019	1,039	0.39
1,900,000	Navient Corp 8.45% 15/06/2018	2,128	0.80	450,000	Frontier Communications Corp 7.125% 15/03/2019	478	0.18
250,000	Realogy Group LLC 7.625% 15/01/2020	267	0.10	600,000	Frontier Communications Corp 8.125% 01/10/2018	661	0.25
200,000	Smithfield Foods Inc 5.25% 01/08/2018	205	0.08	500,000	Frontier Communications Corp 8.25% 15/04/2017	549	0.21
350,000	Smithfield Foods Inc 7.75% 01/07/2017	387	0.15	1,075,000	Frontier Communications Corp 8.5% 15/04/2020	1,150	0.43
200,000	Sprint Communications Inc 7% 01/03/2020	221	0.08	630,000	Genworth Holdings Inc 6.515% 22/05/2018	661	0.25
700,000	Sprint Communications Inc 9% 15/11/2018	803	0.30	300,000	Hornbeck Offshore Services Inc 5.875% 01/04/2020	280	0.10
665,000	Starz LLC / Starz Finance Corp 5% 15/09/2019	683	0.26	650,000	Jarden Corp 7.5% 01/05/2017	717	0.27
400,000	T-Mobile USA Inc 5.25% 01/09/2018	414	0.16	100,000	KCG Holdings Inc 6.875% 15/03/2020	96	0.04
1,000,000	T-Mobile USA Inc 6.464% 28/04/2019	1,034	0.39	800,000	L Brands Inc 6.9% 15/07/2017	880	0.33
1,250,000	T-Mobile USA Inc 6.542% 28/04/2020	1,322	0.50	200,000	Marina District Finance Co Inc 9.875% 15/08/2018	208	0.08
125,000	Tesoro Logistics LP / Tesoro Logistics Finance Corp 5.5% 15/10/2019	133	0.05	425,000	NGL Energy Partners LP / NGL Energy Finance Corp 5.125% 15/07/2019	422	0.16
1,100,000	Whiting Petroleum Corp 5% 15/03/2019	1,100	0.41	1,050,000	NRG Energy Inc 7.625% 15/01/2018	1,171	0.44
400,000	WPX Energy Inc 5.25% 15/01/2017	410	0.15	350,000	Outerwall Inc 6% 15/03/2019	351	0.13
165,000	ZF North America Capital Inc 4% 29/04/2020	167	0.06				
Corporate bonds: BB/*- rating							
176,000	Owens-Brockway Glass Container Inc 7.375% 15/05/2016	184	0.07				
Corporate bonds: BB-/*+ rating							
493,000	CCO Holdings LLC / CCO Holdings Capital Corp 7% 15/01/2019	513	0.19				

iShares \$ Short Duration High Yield Corporate Bond UCITS ETF

SCHEDULE OF INVESTMENTS (continued)

As at 31 May 2015

Holding	Investment	Fair value \$'000	% of net asset value	Holding	Investment	Fair value \$'000	% of net asset value
Bonds (cont)				United States (cont)			
United States (cont)				Corporate bonds: B+ rating (cont)			
Corporate bonds: BB- rating (cont)				725,000	MGM Resorts International 7.5% 01/06/2016	760	0.29
475,000	PHI Inc 5.25% 15/03/2019	458	0.17	850,000	MGM Resorts International 7.625% 15/01/2017	916	0.34
500,000	Silgan Holdings Inc 5% 01/04/2020	518	0.19	800,000	MGM Resorts International 8.625% 01/02/2019	919	0.35
550,000	Standard Pacific Corp 8.375% 15/05/2018	628	0.24	580,000	MGM Resorts International 10% 01/11/2016	638	0.24
325,000	Talen Energy Supply LLC 5.125% 15/07/2019	323	0.12	500,000	MGM Resorts International 11.375% 01/03/2018	600	0.23
400,000	Talen Energy Supply LLC 6.5% 01/05/2018	430	0.16	50,000	Michael Baker International LLC / CDL Acquisition Co Inc 8.25% 15/10/2018	49	0.02
750,000	Tenet Healthcare Corp 6.25% 01/11/2018	814	0.31	400,000	Nationstar Mortgage LLC / Nationstar Capital Corp 6.5% 01/08/2018	404	0.15
400,000	TRI Pointe Holdings Inc 4.375% 15/06/2019	392	0.15	450,000	Nationstar Mortgage LLC / Nationstar Capital Corp 9.625% 01/05/2019	479	0.18
500,000	United Rentals North America Inc 7.375% 15/05/2020	539	0.20	350,000	Oasis Petroleum Inc 7.25% 01/02/2019	359	0.13
400,000	United States Steel Corp 6.05% 01/06/2017	419	0.16	1,550,000	Peabody Energy Corp 6% 15/11/2018	1,108	0.42
600,000	United States Steel Corp 7% 01/02/2018	640	0.24	67,000	Pittsburgh Glass Works LLC 8% 15/11/2018	71	0.03
600,000	United States Steel Corp 7.375% 01/04/2020	643	0.24	50,000	Rain CII Carbon LLC / CII Carbon Corp 8% 01/12/2018	49	0.02
300,000	Whiting Petroleum Corp 6.5% 01/10/2018	305	0.11	1,100,000	Reynolds Group Issuer Inc / Reynolds Group Issuer LLC / Reynolds Group Issuer Lu 7.875% 15/08/2019	1,152	0.43
950,000	Windstream Services LLC 7.875% 01/11/2017	1,026	0.39	200,000	Safway Group Holding LLC / Safway Finance Corp 7% 15/05/2018	205	0.08
Corporate bonds: B+ rating				2,100,000	Sprint Communications Inc 6% 01/12/2016	2,189	0.82
225,000	BlueLine Rental Finance Corp 7% 01/02/2019	232	0.09	1,350,000	Sprint Communications Inc 8.375% 15/08/2017	1,470	0.55
85,000	Crescent Resources LLC / Crescent Ventures Inc 10.25% 15/08/2017	90	0.03	950,000	Sprint Communications Inc 9.125% 01/03/2017	1,039	0.39
525,000	Dynegy Inc 6.75% 01/11/2019	555	0.21	350,000	Synovus Financial Corp 5.125% 15/06/2017	359	0.13
550,000	EP Energy LLC / Everest Acquisition Finance Inc 6.875% 01/05/2019	571	0.21	100,000	Viasystems Inc 7.875% 01/05/2019	106	0.04
150,000	Family Tree Escrow LLC 5.25% 01/03/2020	157	0.06	Corporate bonds: B+/*- rating			
300,000	Global Brass and Copper Inc 9.5% 01/06/2019	328	0.12	250,000	Endo Finance LLC / Endo Finco Inc 7% 15/07/2019	260	0.10
50,000	Graton Economic Development Authority 9.625% 01/09/2019	54	0.02	200,000	OneMain Financial Holdings Inc 6.75% 15/12/2019	214	0.08
900,000	HCA Inc 6.5% 15/02/2016	930	0.35	Corporate bonds: B/*+ rating			
400,000	HCA Inc 8% 01/10/2018	465	0.17	200,000	Alcatel-Lucent USA Inc 4.625% 01/07/2017	206	0.08
650,000	HRG Group Inc 7.875% 15/07/2019	686	0.26	200,000	Alcatel-Lucent USA Inc 8.875% 01/01/2020	219	0.08
675,000	iStar Financial Inc 4% 01/11/2017	665	0.25	575,000	Vanguard Natural Resources LLC / VNR Finance Corp 7.875% 01/04/2020	567	0.21
650,000	iStar Financial Inc 5% 01/07/2019	643	0.24	Corporate bonds: B rating			
200,000	Jefferies Finance LLC / JFIN Co-Issuer Corp 7.375% 01/04/2020	201	0.08	524,000	Aleris International Inc 7.625% 15/02/2018	544	0.20
250,000	Kraton Polymers LLC / Kraton Polymers Capital Corp 6.75% 01/03/2019	256	0.10	145,000	American Airlines Group Inc 4.625% 01/03/2020	141	0.05
350,000	LSB Industries Inc 7.75% 01/08/2019	371	0.14				
500,000	MGM Resorts International 5.25% 31/03/2020	514	0.19				
450,000	MGM Resorts International 6.625% 15/07/2015	452	0.17				

iShares \$ Short Duration High Yield Corporate Bond UCITS ETF

SCHEDULE OF INVESTMENTS (continued)

As at 31 May 2015

Holding	Investment	Fair value \$'000	% of net asset value	Holding	Investment	Fair value \$'000	% of net asset value
Bonds (cont)				United States (cont)			
United States (cont)				Corporate bonds: B rating (cont)			
225,000	American Airlines Group Inc 5.5% 01/10/2019	227	0.09	75,000	Realogy Group LLC / Realogy Co-Issuer Corp 4.5% 15/04/2019	77	0.03
925,000	APX Group Inc 6.375% 01/12/2019	925	0.35	100,000	Realogy Group LLC / Sunshine Group Florida Ltd 3.375% 01/05/2016	100	0.04
250,000	Avaya Inc 7% 01/04/2019	250	0.09	25,000	Rialto Holdings LLC / Rialto Corp 7% 01/12/2018	26	0.01
500,000	Basic Energy Services Inc 7.75% 15/02/2019	420	0.16	315,000	SandRidge Energy Inc 8.75% 01/06/2020	312	0.12
150,000	BI-LO LLC / BI-LO Finance Corp 9.25% 15/02/2019	155	0.06	500,000	SBA Communications Corp 5.625% 01/10/2019	528	0.20
92,000	Bumble Bee Holdings Inc 9% 15/12/2017	97	0.04	750,000	Seventy Seven Operating LLC 6.625% 15/11/2019	510	0.19
800,000	Cablevision Systems Corp 7.75% 15/04/2018	876	0.33	550,000	Seventy Seven Operating LLC 6.625% 15/11/2019	452	0.17
450,000	Cablevision Systems Corp 8% 15/04/2020	497	0.19	100,000	Speedy Cash Intermediate Holdings Corp 10.75% 15/05/2018	97	0.04
860,000	Cablevision Systems Corp 8.625% 15/09/2017	954	0.36	300,000	SunGard Data Systems Inc 7.375% 15/11/2018	312	0.12
400,000	Capella Healthcare Inc 9.25% 01/07/2017	411	0.15	100,000	TMX Finance LLC / TitleMax Finance Corp 8.5% 15/09/2018	81	0.03
222,000	Central Garden and Pet Co 8.25% 01/03/2018	227	0.09	400,000	Tops Holding LLC / Tops Markets LLC 8.875% 15/12/2017	419	0.16
125,000	Cenveo Corp 6% 01/08/2019	119	0.04	800,000	Toys R Us Property Co II LLC 8.5% 01/12/2017	806	0.30
2,000,000	Clear Channel Worldwide Holdings Inc 7.625% 15/03/2020	2,117	0.80	450,000	US Airways Group Inc 6.125% 01/06/2018	467	0.18
150,000	Comstock Resources Inc 10% 15/03/2020	145	0.05	575,000	VWR Funding Inc 7.25% 15/09/2017	597	0.22
95,000	Constellis Holdings LLC / Constellis Finance Corp 9.75% 15/05/2020	94	0.04	230,000	XPO Logistics Inc 7.875% 01/09/2019	246	0.09
325,000	Energy XXI Gulf Coast Inc 11% 15/03/2020	298	0.11	Corporate bonds: B/*- rating			
500,000	EP Energy LLC / Everest Acquisition Finance Inc 9.375% 01/05/2020	544	0.20	575,000	Springleaf Finance Corp 5.25% 15/12/2019	580	0.22
350,000	Felcor Lodging LP 6.75% 01/06/2019	361	0.14	560,000	Springleaf Finance Corp 5.4% 01/12/2015	567	0.21
225,000	Florida East Coast Holdings Corp 6.75% 01/05/2019	224	0.08	300,000	Springleaf Finance Corp 5.75% 15/09/2016	310	0.12
250,000	Genesis Energy LP / Genesis Energy Finance Corp 7.875% 15/12/2018	260	0.10	1,900,000	Springleaf Finance Corp 6.9% 15/12/2017	2,028	0.76
650,000	GenOn Energy Inc 7.875% 15/06/2017	657	0.25	Corporate bonds: B-/*+ rating			
725,000	GenOn Energy Inc 9.5% 15/10/2018	747	0.28	250,000	Eagle Rock Energy Partners LP / Eagle Rock Energy Finance Corp 8.375% 01/06/2019	239	0.09
1,350,000	Hertz Corp 6.75% 15/04/2019	1,394	0.52	400,000	Lantheus Medical Imaging Inc 9.75% 15/05/2017	400	0.15
600,000	Hertz Corp 7.5% 15/10/2018	622	0.23	Corporate bonds: B- rating			
500,000	KB Home 4.75% 15/05/2019	499	0.19	650,000	Advanced Micro Devices Inc 6.75% 01/03/2019	583	0.22
275,000	KB Home 8% 15/03/2020	305	0.11	550,000	AK Steel Corp 7.625% 15/05/2020	483	0.18
1,825,000	Linn Energy LLC / Linn Energy Finance Corp 6.25% 01/11/2019	1,560	0.59	450,000	Alere Inc 7.25% 01/07/2018	477	0.18
1,300,000	Linn Energy LLC / Linn Energy Finance Corp 6.5% 15/05/2019	1,129	0.42	900,000	Associated Materials LLC / AMH New Finance Inc 9.125% 01/11/2017	776	0.29
1,225,000	Linn Energy LLC / Linn Energy Finance Corp 8.625% 15/04/2020	1,115	0.42	450,000	Bill Barrett Corp 7.625% 01/10/2019	434	0.16
100,000	MedImpact Holdings Inc 10.5% 01/02/2018	105	0.04	375,000	Casella Waste Systems Inc 7.75% 15/02/2019	383	0.14
500,000	MTR Gaming Group Inc 11.5% 01/08/2019	535	0.20				

iShares \$ Short Duration High Yield Corporate Bond UCITS ETF

SCHEDULE OF INVESTMENTS (continued)

As at 31 May 2015

Holding	Investment	Fair value \$'000	% of net asset value	Holding	Investment	Fair value \$'000	% of net asset value
Bonds (cont)				United States (cont)			
United States (cont)				Corporate bonds: B- rating (cont)			
Corporate bonds: B- rating (cont)				1,275,000	Sears Holdings Corp 6.625% 15/10/2018	1,246	0.47
2,400,000	CHS/Community Health Systems Inc 8% 15/11/2019	2,547	0.96	950,000	SunGard Data Systems Inc 6.625% 01/11/2019	990	0.37
325,000	Citgo Holding Inc 10.75% 15/02/2020	340	0.13	350,000	USG Corp 6.3% 15/11/2016	367	0.14
575,000	Clayton Williams Energy Inc 7.75% 01/04/2019	543	0.20	600,000	USG Corp 9.75% 15/01/2018	690	0.26
325,000	Community Choice Financial Inc 10.75% 01/05/2019	159	0.06	675,000	Verso Paper Holdings LLC / Verso Paper Inc 11.75% 15/01/2019	486	0.18
600,000	Cott Beverages Inc 6.75% 01/01/2020	630	0.24	400,000	WireCo WorldGroup Inc 9.5% 15/05/2017	370	0.14
400,000	Epicor Software Corp 8.625% 01/05/2019	418	0.16	100,000	Wise Metals Group LLC / Wise Alloys Finance Corp 8.75% 15/12/2018	107	0.04
475,000	EV Energy Partners LP / EV Energy Finance Corp 8% 15/04/2019	459	0.17	Corporate bonds: CCC+/** rating			
55,000	Gibson Brands Inc 8.875% 01/08/2018	56	0.02	800,000	US Foods Inc 8.5% 30/06/2019	836	0.31
50,000	GRD Holdings III Corp 10.75% 01/06/2019	54	0.02	Corporate bonds: CCC+ rating			
150,000	Greektown Holdings LLC/Greektown Mothership Corp 8.875% 15/03/2019	159	0.06	50,000	Academy Ltd / Academy Finance Corp 9.25% 01/08/2019	53	0.02
150,000	Guitar Center Inc 6.5% 15/04/2019	135	0.05	250,000	Alere Inc 8.625% 01/10/2018	259	0.10
90,000	Innovation Ventures LLC / Innovation Ventures Finance Corp 9.5% 15/08/2019	94	0.03	450,000	Alta Mesa Holdings LP / Alta Mesa Finance Services Corp 9.625% 15/10/2018	362	0.13
75,000	Interactive Data Corp 5.875% 15/04/2019	76	0.03	75,000	American Achievement Corp 10.875% 15/04/2016	73	0.03
150,000	inVentiv Health Inc 9% 15/01/2018	157	0.06	50,000	Blackboard Inc 7.75% 15/11/2019	48	0.02
200,000	Iron Mountain Inc 7.75% 01/10/2019	211	0.08	450,000	Boyd Gaming Corp 9.125% 01/12/2018	470	0.18
235,000	JMC Steel Group Inc 8.25% 15/03/2018	214	0.08	400,000	Cliffs Natural Resources Inc 5.95% 15/01/2018	330	0.12
300,000	Kemet Corp 10.5% 01/05/2018	305	0.11	650,000	Cumulus Media Holdings Inc 7.75% 01/05/2019	614	0.23
700,000	Kindred Healthcare Inc 8% 15/01/2020	757	0.28	275,000	Emdeon Inc 11% 31/12/2019	301	0.11
1,850,000	Kinetic Concepts Inc / KCI USA Inc 10.5% 01/11/2018	1,989	0.75	450,000	EPL Oil & Gas Inc 8.25% 15/02/2018	310	0.12
600,000	Kratos Defense & Security Solutions Inc 7% 15/05/2019	537	0.20	750,000	HD Supply Inc 11% 15/04/2020	849	0.32
50,000	Modular Space Corp 10.25% 31/01/2019	43	0.02	1,550,000	Hexion Inc 6.625% 15/04/2020	1,459	0.55
375,000	NBTY Inc 9% 01/10/2018	390	0.15	950,000	IASIS Healthcare LLC / IASIS Capital Corp 8.375% 15/05/2019	990	0.37
400,000	Nuverra Environmental Solutions Inc 9.875% 15/04/2018	308	0.12	1,500,000	iHeartCommunications Inc 9% 15/12/2019	1,470	0.55
100,000	Palace Entertainment Holdings LLC / Palace Entertainment Holdings Corp 8.875% 15/04/2017	101	0.04	350,000	Immucor Inc 11.125% 15/08/2019	373	0.14
350,000	PetroQuest Energy Inc 10% 01/09/2017	312	0.12	100,000	Jo-Ann Stores LLC 8.125% 15/03/2019	98	0.04
198,000	Polymer Group Inc 7.75% 01/02/2019	205	0.08	625,000	Kinetic Concepts Inc / KCI USA Inc 12.5% 01/11/2019	683	0.26
100,000	PQ Corp 8.75% 01/11/2018	104	0.04	350,000	Laureate Education Inc 10% 01/09/2019	338	0.13
60,000	Prospect Medical Holdings Inc 8.375% 01/05/2019	64	0.02	575,000	Monitronics International Inc 9.125% 01/04/2020	566	0.21
75,000	ROC Finance LLC / ROC Finance 1 Corp 12.125% 01/09/2018	81	0.03	275,000	NGPL PipeCo LLC 7.119% 15/12/2017	283	0.11
550,000	Ryerson Inc / Joseph T Ryerson & Son Inc 9% 15/10/2017	559	0.21	150,000	NGPL PipeCo LLC 9.625% 01/06/2019	154	0.06
500,000	Sabre Holdings Corp 8.35% 15/03/2016	524	0.20	250,000	Penn Virginia Corp 8.5% 01/05/2020	238	0.09
				80,000	Petco Animal Supplies Inc 9.25% 01/12/2018	84	0.03

iShares \$ Short Duration High Yield Corporate Bond UCITS ETF

SCHEDULE OF INVESTMENTS (continued)

As at 31 May 2015

Holding	Investment	Fair value \$'000	% of net asset value
Bonds (cont)			
United States (cont)			
Corporate bonds: CCC+ rating (cont)			
700,000	Reynolds Group Issuer Inc / Reynolds Group Issuer LLC / Reynolds Group Issuer Lu 8.5% 15/05/2018	717	0.27
1,600,000	Reynolds Group Issuer Inc / Reynolds Group Issuer LLC / Reynolds Group Issuer Lu 9.875% 15/08/2019	1,696	0.64
925,000	Rite Aid Corp 9.25% 15/03/2020	1,015	0.38
100,000	Sophia LP / Sophia Finance Inc 9.75% 15/01/2019	107	0.04
420,000	Syniverse Holdings Inc 9.125% 15/01/2019	374	0.14
325,000	Tenet Healthcare Corp 5% 01/03/2019	323	0.12
225,000	Tenet Healthcare Corp 5.5% 01/03/2019	228	0.08
800,000	Visant Corp 10% 01/10/2017	670	0.25
875,000	W&T Offshore Inc 8.5% 15/06/2019	630	0.24
825,000	WideOpenWest Finance LLC / WideOpenWest Capital Corp 10.25% 15/07/2019	885	0.33
Corporate bonds: CCC+/- rating			
125,000	Ocwen Financial Corp 7.125% 15/05/2019	117	0.04
Corporate bonds: CCC rating			
250,000	Claire's Stores Inc 9% 15/03/2019	222	0.08
450,000	DynCorp International Inc 10.375% 01/07/2017	364	0.14
225,000	Euramax International Inc 9.5% 01/04/2016	217	0.08
1,200,000	Hexion Inc 8.875% 01/02/2018	1,098	0.41
350,000	Logan's Roadhouse Inc 10.75% 15/10/2017	268	0.10
100,000	Nine West Holdings Inc 8.25% 15/03/2019	80	0.03
450,000	Toys R Us Inc 10.375% 15/08/2017	394	0.15
100,000	Trilogy International Partners LLC / Trilogy International Finance Inc 10.25% 15/08/2016	97	0.04
Corporate bonds: CCC- rating			
475,000	Affinion Group Inc 7.875% 15/12/2018	334	0.13
875,000	iHeartCommunications Inc 10% 15/01/2018	753	0.28
425,000	JC Penney Corp Inc 8.125% 01/10/2019	427	0.16
400,000	Production Resource Group Inc 8.875% 01/05/2019	318	0.12
425,000	SandRidge Energy Inc 8.75% 15/01/2020	275	0.10
100,000	Sequa Corp 7% 15/12/2017	65	0.03
350,000	UCI International Inc 8.625% 15/02/2019	315	0.12

Holding	Investment	Fair value \$'000	% of net asset value
United States (cont)			
Corporate bonds: CC rating			
360,000	Verso Paper Holdings LLC / Verso Paper Inc 11.75% 15/01/2019	259	0.10
Total United States		223,306	83.93
Total bonds		254,536	95.67
UCITS collective investment schemes			
Ireland			
14,951,780	Institutional Cash Series Plc – Institutional US Dollar Liquidity Fund*	14,952	5.62
Total Ireland		14,952	5.62
Total UCITS collective investment schemes		14,952	5.62
Total value of investments		269,488	101.29
Bank Overdraft[†]		(294)	(0.11)
Other net liabilities		(3,136)	(1.18)
Net asset value attributable to redeemable participating shareholders at the end of the year		266,058	100.00

[†] Substantially all cash positions are held with State Street Bank and Trust Company.
* Investment in related party.

All credit ratings are shown as at 31 May 2015.

Fixed income securities are primarily classified by the country of incorporation of the issuer for corporate fixed income securities. Collective Investment Schemes are primarily classified by the country of domicile of the CIS.

Analysis of total current assets gross of all liabilities	Fair value \$'000	% of total current assets
Transferable securities admitted to an official stock exchange listing or traded on a regulated market	254,536	91.07
UCITS collective investment schemes	14,952	5.35
Other assets	10,008	3.58
Total current assets	279,496	100.00

iShares \$ Short Duration High Yield Corporate Bond UCITS ETF

SCHEDULE OF MATERIAL PURCHASES AND SALES (unaudited)

For the period ended 31 May 2014

Holding	Investments	Proceeds \$'000	Holding	Investments	Cost \$'000
Sales			Purchases		
1,200,000	Caesars Entertainment Operating Co Inc 11.25% 01/06/2017	888	3,100,000	HCA Inc 6.5% 15/02/2020	3,500
500,000	Regions Bank 7.5% 15/05/2018	584	2,450,000	FCA US LLC / CG Co-Issuer Inc 8% 15/06/2019	2,630
500,000	AES Corp 8% 15/10/2017	570	2,400,000	CHS/Community Health Systems Inc 8% 15/11/2019	2,567
500,000	Kinder Morgan Inc 7% 15/06/2017	552	1,850,000	ArcelorMittal 10.6% 01/06/2019	2,307
450,000	Kinder Morgan Finance Co LLC 5.7% 05/01/2016	470	2,000,000	Clear Channel Worldwide Holdings Inc 7.625% 15/03/2020	2,114
425,000	Flextronics International Ltd 4.625% 15/02/2020	446	1,850,000	Reynolds Group Issuer Inc / Reynolds Group Issuer LLC / Reynolds Group Issuer Lu 9.875% 15/08/2019	2,031
400,000	Forest Laboratories Inc 4.375% 01/02/2019	429	1,925,000	Linn Energy LLC / Linn Energy Finance Corp 6.25% 01/11/2019	1,686
400,000	US Foods Inc 8.5% 30/06/2019	424	1,460,000	DISH DBS Corp 7.875% 01/09/2019	1,656
725,000	Offshore Group Investment Ltd 7.5% 01/11/2019	415	1,650,000	iHeartCommunications Inc 9% 15/12/2019	1,639
300,000	ArcelorMittal 10.6% 01/06/2019	360	1,450,000	Springleaf Finance Corp 6.9% 15/12/2017	1,567
350,000	CIT Group Inc 3.875% 19/02/2019	350	1,650,000	Hexion Inc 6.625% 15/04/2020	1,556
300,000	Springleaf Finance Corp 6.9% 15/12/2017	322	1,365,000	International Lease Finance Corp 6.25% 15/05/2019	1,521
515,000	EXCO Resources Inc 7.5% 15/09/2018	310	1,350,000	Sprint Communications Inc 6% 01/12/2016	1,422
550,000	Energy XXI Gulf Coast Inc 9.25% 15/12/2017	309	1,250,000	T-Mobile USA Inc 6.542% 28/04/2020	1,326
300,000	Navient Corp 6.25% 25/01/2016	308	1,200,000	Kinetic Concepts Inc / KCI USA Inc 10.5% 01/11/2018	1,316
550,000	Arch Coal Inc 7% 15/06/2019	303	1,150,000	Navient Corp 8.45% 15/06/2018	1,308
250,000	Reynolds Group Issuer Inc / Reynolds Group Issuer LLC / Reynolds Group Issuer Lu 9.875% 15/08/2019	266	1,150,000	Navient Corp 8% 25/03/2020	1,281
250,000	Endo Finance LLC / Endo Finco Inc 7% 15/07/2019	260	1,200,000	US Foods Inc 8.5% 30/06/2019	1,281
233,000	SUPERVALU Inc 8% 01/05/2016	252	1,050,000	Telecom Italia Capital SA 7.175% 18/06/2019	1,207
250,000	Ally Financial Inc 3.75% 18/11/2019	250	1,075,000	Frontier Communications Corp 8.5% 15/04/2020	1,195

The UCITS notices issued by the Central Bank of Ireland require a Schedule of Portfolio changes during the year. These are defined as aggregate purchases of a security exceeding one per cent of the total value of purchases for the year and aggregate disposals greater than one per cent of the total value of sales. At a minimum the largest 20 purchases and 20 sales must be given or all purchases and sales if less than 20. A full listing of the portfolio changes for the year is available, upon request, at no cost from the Administrator.

iShares \$ Treasury Bond 20+yr UCITS ETF

INCOME STATEMENT

For the period ended 31 May 2015

	Note	Period from 21 January 2015 to 31 May 2015 \$'000
Operating income	2	224
Net losses on financial assets/liabilities at fair value through profit or loss	3	(2,335)
Total losses		(2,111)
Operating expenses	4	(17)
Net operating loss		(2,128)
Finance costs:		
Distributions to redeemable participating shareholders	6	(227)
Total finance costs		(227)
Net loss for the financial period		(2,355)
Decrease in net assets attributable to redeemable participating shareholders from operations		(2,355)

There are no recognised gains or losses arising in the period other than those dealt with in the income statement. In arriving at the results of the financial period, all amounts relate to continuing operations.

STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO REDEEMABLE PARTICIPATING SHAREHOLDERS

For the period ended 31 May 2015

	Period from 21 January 2015 to 31 May 2015 \$'000
Net assets attributable to redeemable participating shareholders at the beginning of the period	-
Decrease in net assets attributable to redeemable participating shareholders from operations	(2,355)
Share transactions:	
Proceeds from issue of redeemable participating shares	46,532
Payments on redemption of redeemable participating shares	(7,116)
Increase in net assets resulting from share transactions	39,416
Net assets attributable to redeemable participating shareholders at the end of the period	37,061

The accompanying notes form an integral part of these financial statements.

iShares \$ Treasury Bond 20+yr UCITS ETF

BALANCE SHEET

As at 31 May 2015

	Note	31 May 2015 \$'000
CURRENT ASSETS		
Cash and cash equivalents		282
Receivables	10	438
Financial assets at fair value through profit or loss	11	36,573
Total current assets		37,293
CURRENT LIABILITIES		
Payables	12	(5)
Distributions payable to redeemable participating shareholders	6	(227)
Total current liabilities excluding net assets attributable to redeemable participating shareholders		(232)
Net asset value attributable to redeemable participating shareholders at the end of the period		37,061

The accompanying notes form an integral part of these financial statements. Details of the NAV per share are set out in note 9.

iShares \$ Treasury Bond 20+yr UCITS ETF

NOTES TO THE FINANCIAL STATEMENTS

For the period ended 31 May 2015

1. ACCOUNTING POLICIES, FINANCIAL INSTRUMENTS AND RISKS, TAX, SOFT COMMISSIONS AND EXCHANGE RATES

The accounting policies are set out on pages 46 to 50. The financial instruments and risks are set out on pages 51 to 70. The notes relating to tax, soft commissions and exchange rates are set out in the notes on pages 73 to 78.

2. OPERATING INCOME

	Period from 21 January 2015 to 31 May 2015 \$'000
Bond interest income	224
	224

3. NET LOSSES ON FINANCIAL ASSETS/LIABILITIES AT FAIR VALUE THROUGH PROFIT OR LOSS

	Period from 21 January 2015 to 31 May 2015 \$'000
Net losses on investments in securities held at fair value through profit or loss	(2,335)
	(2,335)

4. OPERATING EXPENSES

	Period from 21 January 2015 to 31 May 2015 \$'000
Management fees	(17)
	(17)

5. MANAGEMENT FEES

Fees earned by the Manager during the period and balances outstanding as at 31 May 2015 are disclosed in note 4 and note 12 respectively.

Please refer to note 5 of the financial statements of the Company for each Fund's management fee rate.

The Manager is responsible for discharging, from this fee, all fees of the Investment Manager, the Administrator and the Custodian and any distributing agent appointed by the distributor through whom the shares will be marketed, together with all reasonable out of pocket expenses of such service providers, (including sub-custodial fees and expenses, which will be at normal commercial rates) and transaction related charges of the Administrator and Custodian). The Manager will also be responsible for discharging from its fee for each share class an attributable proportion of the organisational and operating expenses, including audit and directors fees, of the Company. The fee will be accrued daily based on the daily net asset value of the share classes and will be paid monthly in arrears. Where the actual fees and costs incurred exceed the amount paid to the Manager, the excess will be discharged by the Manager from its own assets.

The Fund employs an "all in one" fee structure, paying all of its fees, operating costs and expenses (and its due proportion of any costs and expenses allocated to it) as a single flat fee (the "Total Expense Ratio" or "TER"). The TER is calculated in accordance with the Committee of European Securities Regulators ("CESR") guidelines on the methodology for calculation of the ongoing charges figure in the Key Investor Information Document.

Total fees paid to the Manager as a percentage of the average Fund assets for the period were as follows:

	TER % 31 May 2015
	0.20

6. DISTRIBUTIONS TO REDEEMABLE PARTICIPATING SHAREHOLDERS

The Company may declare and pay distributions to Redeemable Participating Shareholders on any distributing class of shares in the Company. The Company intends to declare distributions to redeemable participating shareholders for each distributing Fund, in respect of each financial period, which are generally equal to the total income of the Fund net of expenses for that financial period.

iShares \$ Treasury Bond 20+yr UCITS ETF

NOTES TO THE FINANCIAL STATEMENTS (continued)

For the period ended 31 May 2015

6. DISTRIBUTIONS TO REDEEMABLE PARTICIPATING SHAREHOLDERS (continued)

Distributions declared during the period were as follows:

	Period from 21 January 2015 to 31 May 2015 \$'000
May 2015	227
	227
Equalisation income	-
Equalisation expense	-
	227

7. TRANSACTION COSTS

Transaction costs on this Fund are not separately identifiable for period from 21 January 2015. Please refer to note 10 of the financial statements of the Company for further details.

8. SHARE CAPITAL

The issued and fully paid redeemable participating share capital is at all times equal to the net asset value of the Fund. Redeemable participating shares are redeemable at the shareholders' option and are classified as financial liabilities.

	31 May 2015 No. of Shares
Number of redeemable participating shares:	
Balance at the beginning of period	-
Issued during the period	9,500,000
Redeemed during the period	(1,500,000)
Balance at the end of period	8,000,000

9. NET ASSETS ATTRIBUTABLE TO REDEEMABLE PARTICIPATING SHAREHOLDERS

	No. of Shares
Shares in issue	
As at 31 May 2015	8,000,000

	\$'000
Net asset value	
As at 31 May 2015	37,061

Net asset value per share	
As at 31 May 2015	\$4.63

10. RECEIVABLES

	31 May 2015 \$'000
Sale of securities awaiting settlement	230
Bond income receivable	208
	438

11. FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS

	31 May 2015 \$'000
Financial assets:	
Investment in bonds	36,573
	36,573

12. PAYABLES

	31 May 2015 \$'000
Management fees payable	(5)
	(5)

13. COMMITMENTS AND CONTINGENT LIABILITIES

There were no significant commitments or contingent liabilities at the period ended 31 May 2015, other than those disclosed in note 16 of the financial statements of the Company.

14. RELATED PARTY TRANSACTIONS

The related parties are set out in note 18 of the financial statements of the Company.

15. FINANCIAL DERIVATIVE INSTRUMENTS

The Fund may buy and sell financial derivative instruments. See further details in note 20 of the financial statements of the Company and the Fund's Schedule of Investments.

16. SUBSEQUENT EVENTS

Please refer to note 21 of the financial statements of the Company.

iShares \$ Treasury Bond 20+yr UCITS ETF

SCHEDULE OF INVESTMENTS

As at 31 May 2015

Holding	Investment	Fair value \$'000	% of net asset value
Transferable Securities Admitted to an Official Stock Exchange Listing or traded on a Regulated Market			
Bonds			
United States			
Government bonds: AA+ rating			
2,032,000	United States Treasury Note/Bond 2.5% 15/02/2045	1,883	5.08
1,136,000	United States Treasury Note/Bond 2.75% 15/08/2042	1,110	2.99
1,408,000	United States Treasury Note/Bond 2.75% 15/11/2042	1,374	3.71
2,000,000	United States Treasury Note/Bond 2.875% 15/05/2043	2,001	5.40
752,000	United States Treasury Note/Bond 3% 15/05/2042	772	2.08
2,032,000	United States Treasury Note/Bond 3% 15/11/2044	2,088	5.64
704,000	United States Treasury Note/Bond 3.125% 15/11/2041	743	2.00
880,000	United States Treasury Note/Bond 3.125% 15/02/2042	927	2.50
1,424,000	United States Treasury Note/Bond 3.125% 15/02/2043	1,495	4.03
2,032,000	United States Treasury Note/Bond 3.125% 15/08/2044	2,138	5.77
2,032,000	United States Treasury Note/Bond 3.375% 15/05/2044	2,239	6.04
592,000	United States Treasury Note/Bond 3.5% 15/02/2039	664	1.79
1,664,000	United States Treasury Note/Bond 3.625% 15/08/2043	1,916	5.17
2,016,000	United States Treasury Note/Bond 3.625% 15/02/2044	2,322	6.27
784,000	United States Treasury Note/Bond 3.75% 15/08/2041	920	2.48
2,000,000	United States Treasury Note/Bond 3.75% 15/11/2043	2,354	6.35
768,000	United States Treasury Note/Bond 3.875% 15/08/2040	915	2.47
576,000	United States Treasury Note/Bond 4.25% 15/05/2039	723	1.95
832,000	United States Treasury Note/Bond 4.25% 15/11/2040	1,050	2.83
320,000	United States Treasury Note/Bond 4.375% 15/02/2038	409	1.10
656,000	United States Treasury Note/Bond 4.375% 15/11/2039	839	2.27
912,000	United States Treasury Note/Bond 4.375% 15/05/2040	1,170	3.16
704,000	United States Treasury Note/Bond 4.375% 15/05/2041	908	2.45
704,000	United States Treasury Note/Bond 4.5% 15/02/2036	915	2.47

Holding	Investment	Fair value \$'000	% of net asset value
United States (cont)			
Government bonds: AA+ rating (cont)			
368,000	United States Treasury Note/Bond 4.5% 15/05/2038	478	1.29
608,000	United States Treasury Note/Bond 4.5% 15/08/2039	791	2.14
1,072,000	United States Treasury Note/Bond 4.625% 15/02/2040	1,423	3.84
240,000	United States Treasury Note/Bond 4.75% 15/02/2037	322	0.87
912,000	United States Treasury Note/Bond 4.75% 15/02/2041	1,240	3.34
320,000	United States Treasury Note/Bond 5% 15/05/2037	444	1.20
Total United States		36,573	98.68
Total bonds		36,573	98.68
Total value of investments		36,573	98.68
Cash[†]		282	0.76
Other net assets		206	0.56
Net asset value attributable to redeemable participating shareholders at the end of the period		37,061	100.00

[†] Substantially all cash positions are held with State Street Bank and Trust Company.

All credit ratings are shown as at 31 May 2015.

Fixed income securities are primarily classified by country of issuer for government type fixed income securities.

Analysis of total current assets gross of all liabilities	Fair value \$'000	% of total current assets
Transferable securities admitted to an official stock exchange listing or traded on a regulated market	36,573	98.07
Other assets	720	1.93
Total current assets	37,293	100.00

iShares \$ Treasury Bond 20+yr UCITS ETF

SCHEDULE OF MATERIAL PURCHASES AND SALES (unaudited)

For the period ended 31 May 2015

Holding	Investments	Proceeds \$'000	Holding	Investments	Cost \$'000
Sales			Purchases		
486,000	United States Treasury Note/Bond 3.625% 15/02/2044	575	2,469,000	United States Treasury Note/Bond 3.75% 15/11/2043	3,080
469,000	United States Treasury Note/Bond 3.75% 15/11/2043	567	2,502,000	United States Treasury Note/Bond 3.625% 15/02/2044	3,056
469,000	United States Treasury Note/Bond 3.375% 15/05/2044	533	2,501,000	United States Treasury Note/Bond 3.375% 15/05/2044	2,926
475,000	United States Treasury Note/Bond 3.125% 15/08/2044	514	2,507,000	United States Treasury Note/Bond 3.125% 15/08/2044	2,804
477,000	United States Treasury Note/Bond 3% 15/11/2044	503	2,509,000	United States Treasury Note/Bond 3% 15/11/2044	2,748
473,000	United States Treasury Note/Bond 2.875% 15/05/2043	488	2,473,000	United States Treasury Note/Bond 2.875% 15/05/2043	2,631
392,000	United States Treasury Note/Bond 3.625% 15/08/2043	464	2,056,000	United States Treasury Note/Bond 3.625% 15/08/2043	2,509
355,000	United States Treasury Note/Bond 3.125% 15/02/2043	383	2,207,000	United States Treasury Note/Bond 2.5% 15/02/2045	2,126
342,000	United States Treasury Note/Bond 2.75% 15/11/2042	343	1,779,000	United States Treasury Note/Bond 3.125% 15/02/2043	1,983
245,000	United States Treasury Note/Bond 4.625% 15/02/2040	333	1,317,000	United States Treasury Note/Bond 4.625% 15/02/2040	1,839
220,000	United States Treasury Note/Bond 4.75% 15/02/2041	306	1,750,000	United States Treasury Note/Bond 2.75% 15/11/2042	1,817
273,000	United States Treasury Note/Bond 2.75% 15/08/2042	275	1,132,000	United States Treasury Note/Bond 4.75% 15/02/2041	1,625
201,000	United States Treasury Note/Bond 4.375% 15/05/2040	265	1,113,000	United States Treasury Note/Bond 4.375% 15/05/2040	1,504
212,000	United States Treasury Note/Bond 3.875% 15/08/2040	258	1,409,000	United States Treasury Note/Bond 2.75% 15/08/2042	1,464
199,000	United States Treasury Note/Bond 3.75% 15/08/2041	240	1,016,000	United States Treasury Note/Bond 4.25% 15/11/2040	1,353
184,000	United States Treasury Note/Bond 4.25% 15/11/2040	239	980,000	United States Treasury Note/Bond 3.875% 15/08/2040	1,233
217,000	United States Treasury Note/Bond 3.125% 15/02/2042	235	1,097,000	United States Treasury Note/Bond 3.125% 15/02/2042	1,224
172,000	United States Treasury Note/Bond 4.375% 15/05/2041	228	983,000	United States Treasury Note/Bond 3.75% 15/08/2041	1,222
152,000	United States Treasury Note/Bond 4.5% 15/02/2036	202	876,000	United States Treasury Note/Bond 4.375% 15/05/2041	1,195
184,000	United States Treasury Note/Bond 3.125% 15/11/2041	199	856,000	United States Treasury Note/Bond 4.5% 15/02/2036	1,167

The UCITS notices issued by the Central Bank of Ireland require a Schedule of Portfolio changes during the period. These are defined as aggregate purchases of a security exceeding one per cent of the total value of purchases for the period and aggregate disposals greater than one per cent of the total value of sales. At a minimum the largest 20 purchases and 20 sales must be given or all purchases and sales if less than 20. A full listing of the portfolio changes for the period is available, upon request, at no cost from the Administrator.

iShares \$ Ultrashort Bond UCITS ETF

INCOME STATEMENT

For the year ended 31 May 2015

	Note	Year ended 31 May 2015 \$'000	Period from 17 October 2013 to 31 May 2014 \$'000
Operating income	2	474	62
Net (losses)/gains on financial assets/liabilities at fair value through profit or loss	3	(156)	11
Total gains		318	73
Operating expenses	4	(115)	(27)
Net operating profit		203	46
Finance costs:			
Distributions to redeemable participating shareholders	6	(376)	(23)
Total finance costs		(376)	(23)
Net (loss)/profit for the financial year/period		(173)	23
(Decrease)/increase in net assets attributable to redeemable participating shareholders from operations		(173)	23

There are no recognised gains or losses arising in the year/period other than those dealt with in the income statement. In arriving at the results of the financial year/period, all amounts relate to continuing operations.

STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO REDEEMABLE PARTICIPATING SHAREHOLDERS

For the year ended 31 May 2015

	Year ended 31 May 2015 \$'000	Period from 17 October 2013 to 31 May 2014 \$'000
Net assets attributable to redeemable participating shareholders at the beginning of the year/period	25,528	-
(Decrease)/increase in net assets attributable to redeemable participating shareholders from operations	(173)	23
Share transactions:		
Proceeds from issue of redeemable participating shares	102,798	25,505
Payments on redemption of redeemable participating shares	(19,244)	-
Increase in net assets resulting from share transactions	83,554	25,505
Net assets attributable to redeemable participating shareholders at the end of the year/period	108,909	25,528

The accompanying notes form an integral part of these financial statements.

iShares \$ Ultrashort Bond UCITS ETF

BALANCE SHEET

As at 31 May 2015

	Note	31 May 2015 \$'000	31 May 2014 \$'000
CURRENT ASSETS			
Cash and cash equivalents		56	13
Receivables	10	547	175
Financial assets at fair value through profit or loss	11	108,678	25,366
Total current assets		109,281	25,554
CURRENT LIABILITIES			
Payables	12	(8)	(4)
Distributions payable to redeemable participating shareholders	6	(364)	(22)
Total current liabilities excluding net assets attributable to redeemable participating shareholders		(372)	(26)
Net asset value attributable to redeemable participating shareholders at the end of the year/period		108,909	25,528

The accompanying notes form an integral part of these financial statements. Details of the NAV per share are set out in note 9.

iShares \$ Ultrashort Bond UCITS ETF

NOTES TO THE FINANCIAL STATEMENTS

For the year ended 31 May 2015

1. ACCOUNTING POLICIES, FINANCIAL INSTRUMENTS AND RISKS, TAX, SOFT COMMISSIONS AND EXCHANGE RATES

The accounting policies are set out on pages 46 to 50. The financial instruments and risks are set out on pages 51 to 70. The notes relating to tax, soft commissions and exchange rates are set out in the notes on pages 73 to 78.

2. OPERATING INCOME

	Year ended 31 May 2015 \$'000	Period from 17 October 2013 to 31 May 2014 \$'000
Bond interest income	468	62
Deposit interest income	6	-
Securities lending income*	-	-
	474	62

* Amounts which are less than \$500 are rounded to zero.

3. NET (LOSSES)/GAINS ON FINANCIAL ASSETS/LIABILITIES AT FAIR VALUE THROUGH PROFIT OR LOSS

	Year ended 31 May 2015 \$'000	Period from 17 October 2013 to 31 May 2014 \$'000
Net (losses)/gains on investments in securities held at fair value through profit or loss	(156)	11
	(156)	11

4. OPERATING EXPENSES

	Year ended 31 May 2015 \$'000	Period from 17 October 2013 to 31 May 2014 \$'000
Management fees	(115)	(27)
	(115)	(27)

5. MANAGEMENT FEES

Fees earned by the Manager during the year and balances outstanding as at 31 May 2015 and 31 May 2014 are disclosed in note 4 and note 12 respectively.

Please refer to note 5 of the financial statements of the Company for each Fund's management fee rate.

The Manager is responsible for discharging, from this fee, all fees of the Investment Manager, the Administrator and the Custodian and any distributing agent appointed by the distributor through whom the shares will be marketed, together with all reasonable out of pocket expenses of such service providers, (including sub-custodial fees and expenses, which will be at normal commercial rates) and transaction related charges of the Administrator and Custodian). The Manager will also be responsible for discharging from its fee for each share class an attributable proportion of the organisational and operating expenses, including audit and directors fees, of the Company. The fee will be accrued daily based on the daily net asset value of the share classes and will be paid monthly in arrears. Where the actual fees and costs incurred exceed the amount paid to the Manager, the excess will be discharged by the Manager from its own assets.

The Fund employs an "all in one" fee structure, paying all of its fees, operating costs and expenses (and its due proportion of any costs and expenses allocated to it) as a single flat fee (the "Total Expense Ratio" or "TER"). The TER is calculated in accordance with the Committee of European Securities Regulators ("CESR") guidelines on the methodology for calculation of the ongoing charges figure in the Key Investor Information Document.

Total fees paid to the Manager as a percentage of the average Fund assets for the year/period were as follows:

	TER % 31 May 2015	TER % 31 May 2014
	0.16*	0.20

* The TER for this fund is currently discounted from 0.20 to 0.09, for further information please see the background section.

6. DISTRIBUTIONS TO REDEEMABLE PARTICIPATING SHAREHOLDERS

The Company may declare and pay distributions to Redeemable Participating Shareholders on any distributing class of shares in the Company. The Company intends to declare distributions to redeemable participating shareholders for each distributing Fund, in respect of each financial year/period, which are generally equal to the total income of the Fund net of expenses for that financial year/period.

iShares \$ Ultrashort Bond UCITS ETF

NOTES TO THE FINANCIAL STATEMENTS (continued)

For the year ended 31 May 2015

6. DISTRIBUTIONS TO REDEEMABLE PARTICIPATING SHAREHOLDERS (continued)

Distributions declared during the year/period were as follows:

	Year ended 31 May 2015 \$'000	Period from 17 October 2013 to 31 May 2014 \$'000
November 2013	-	6
May 2014	-	22
November 2014	147	-
May 2015	364	-
	511	28
Equalisation income	(155)	(5)
Equalisation expense	20	-
	376	23

7. TRANSACTION COSTS

Transaction costs on this Fund are not separately identifiable for the year ended 31 May 2015 and period ended 31 May 2014. Please refer to note 10 of the financial statements of the Company for further details.

8. SHARE CAPITAL

The issued and fully paid redeemable participating share capital is at all times equal to the net asset value of the Fund. Redeemable participating shares are redeemable at the shareholders' option and are classified as financial liabilities.

	31 May 2015 No. of Shares	31 May 2014 No. of Shares
Number of redeemable participating shares:		
Balance at the beginning of year/period	255,000	-
Issued during the year/period	1,027,508	255,000
Redeemed during the year/period	(192,585)	-
Balance at the end of year/period	1,089,923	255,000

9. NET ASSETS ATTRIBUTABLE TO REDEEMABLE PARTICIPATING SHAREHOLDERS

	No. of Shares
Shares in issue	
As at 31 May 2015	1,089,923
As at 31 May 2014	255,000

	\$'000
Net asset value	
As at 31 May 2015	108,909
As at 31 May 2014	25,528

Net asset value per share	
As at 31 May 2015	\$99.92
As at 31 May 2014	\$100.11

10. RECEIVABLES

	31 May 2015 \$'000	31 May 2014 \$'000
Deposit interest receivable	1	153
Bond income receivable	546	22
	547	175

11. FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS

	31 May 2015 \$'000	31 May 2014 \$'000
Financial assets:		
Investment in bonds	102,803	24,101
Investment in UCITS collective investment schemes	5,875	1,265
	108,678	25,366

12. PAYABLES

	31 May 2015 \$'000	31 May 2014 \$'000
Management fees payable	(8)	(4)
	(8)	(4)

13. COMMITMENTS AND CONTINGENT LIABILITIES

There were no significant commitments or contingent liabilities at the year ended 31 May 2015 and period ended 31 May 2014, other than those disclosed in note 16 of the financial statements of the Company.

14. RELATED PARTY TRANSACTIONS

The related parties are set out in note 18 of the financial statements of the Company.

iShares \$ Ultrashort Bond UCITS ETF

NOTES TO THE FINANCIAL STATEMENTS (continued)

For the year ended 31 May 2015

15. EFFICIENT PORTFOLIO MANAGEMENT

The Fund may, subject to the conditions and within the limits from time to time laid down by the Central Bank of Ireland and the prospectus, engage in securities lending and employ techniques and instruments relating to transferable securities for efficient portfolio management purposes.

The securities lending agent appointed pursuant to the securities lending agreement is BlackRock Advisors (UK) Limited which is a related party to the Fund.

The Fund benefits from a borrower default indemnity provided by BlackRock Inc. The indemnity allows for full replacement of securities lent. BlackRock Inc. bears all operational costs directly related to securities loan transactions as well as the cost of indemnification against borrower default.

During the year the Fund engaged in securities lending. The Fund receives either cash collateral or securities as collateral, as determined within the schedule, for a value in excess of the market value of the securities loaned. As at 31 May 2015, there was no collateral held by the Fund. Collateral can consist of securities admitted to or dealt on a regulated market.

The collateral is registered and held in the name of BlackRock Advisors (UK) Limited on behalf of the Fund in any or all of the following collateral agents and central securities depositories: JP Morgan Chase, Bank of New York Mellon Corporation, Euroclear or CREST, depending on the type of collateral the counterparty needs to give as per the schedule in order to cover the required value of exposure. Further details can be found on page 61.

The Investment Manager monitors the fair value of the securities loaned and additional collateral is obtained, if necessary.

Securities lending income is split between the Fund and the securities lending agent in a ratio of 62.5:37.5 in favour of the Fund, with all operational costs borne out of the securities lending agents share.

The securities lending income earned during the year, the value of securities on loan at the year end and the value of collateral held at the year end for the Fund is shown below:

	31 May 2015 \$'000
Income earned during the year*	-
Value of securities on loan at year end	-
Value of collateral held on behalf of the Fund at year end	-

* Amounts which are less than \$500 are rounded to zero.

Please see note 16 for more information on financial derivative instruments.

16. FINANCIAL DERIVATIVE INSTRUMENTS

The Fund may buy and sell financial derivative instruments. See further details in note 20 of the financial statements of the Company and the Fund's Schedule of Investments.

17. SUBSEQUENT EVENTS

Please refer to note 21 of the financial statements of the Company.

iShares \$ Ultrashort Bond UCITS ETF

SCHEDULE OF INVESTMENTS

As at 31 May 2015

Holding	Investment	Fair value \$'000	% of net asset value
Transferable Securities Admitted to an Official Stock Exchange Listing or traded on a Regulated Market			
Bonds			
Australia			
Corporate bonds: AA- rating			
500,000	Australia & New Zealand Banking Group Ltd 3.25% 01/03/2016	510	0.47
250,000	Australia & New Zealand Banking Group Ltd FRN 10/01/2017	251	0.23
250,000	Commonwealth Bank of Australia 1.25% 18/09/2015	251	0.23
250,000	Commonwealth Bank of Australia 3.25% 17/03/2016	255	0.23
500,000	Commonwealth Bank of Australia FRN 08/09/2017	499	0.46
350,000	Commonwealth Bank of Australia FRN 12/03/2018	350	0.32
450,000	Commonwealth Bank of Australia FRN 20/09/2016	452	0.42
250,000	National Australia Bank Ltd 0.9% 20/01/2016	251	0.23
500,000	National Australia Bank Ltd 1.6% 07/08/2015	501	0.46
250,000	National Australia Bank Ltd FRN 17/03/2017	250	0.23
600,000	National Australia Bank Ltd FRN 25/07/2016	603	0.55
250,000	National Australia Bank Ltd FRN 07/08/2015	251	0.23
150,000	Westpac Banking Corp 1.125% 25/09/2015	150	0.14
500,000	Westpac Banking Corp 3% 04/08/2015	502	0.46
500,000	Westpac Banking Corp 3% 09/12/2015	506	0.47
200,000	Westpac Banking Corp FRN 19/05/2017	200	0.18
550,000	Westpac Banking Corp FRN 25/11/2016	551	0.51
100,000	Westpac Banking Corp FRN 25/05/2018	100	0.09
Corporate bonds: A+ rating			
250,000	BHP Billiton Finance USA Ltd 5.25% 15/12/2015	257	0.24
100,000	BHP Billiton Finance USA Ltd FRN 30/09/2016	100	0.09
Corporate bonds: A rating			
350,000	Macquarie Bank Ltd 3.45% 27/07/2015	351	0.32
250,000	Macquarie Bank Ltd FRN 27/10/2017	250	0.23
250,000	Macquarie Bank Ltd FRN 24/03/2017	251	0.23
Corporate bonds: A- rating			
100,000	FBG Finance Pty Ltd 5.125% 15/06/2015	100	0.09
Total Australia		7,742	7.11

Holding	Investment	Fair value \$'000	% of net asset value
British Virgin Islands			
Corporate bonds: BBB rating			
150,000	PCCW-HKT Capital No 3 Ltd 5.25% 20/07/2015	151	0.14
Total British Virgin Islands		151	0.14
Canada			
Corporate bonds: AA- rating			
500,000	Royal Bank of Canada 0.8% 30/10/2015	501	0.46
250,000	Royal Bank of Canada 2.625% 15/12/2015	253	0.23
500,000	Royal Bank of Canada FRN 16/12/2015	501	0.46
500,000	Royal Bank of Canada FRN 03/02/2017	500	0.46
300,000	Royal Bank of Canada FRN 23/01/2017	301	0.28
250,000	Royal Bank of Canada FRN 09/09/2016	251	0.23
300,000	Toronto-Dominion Bank FRN 13/07/2016	300	0.28
250,000	Toronto-Dominion Bank FRN 02/05/2017	250	0.23
750,000	Toronto-Dominion Bank FRN 06/01/2017	751	0.69
1,000,000	Toronto-Dominion Bank FRN 09/09/2016	1,004	0.92
100,000	Total Capital Canada Ltd FRN 15/01/2016	100	0.09
Corporate bonds: A+ rating			
250,000	Bank of Montreal 0.8% 06/11/2015	251	0.23
500,000	Bank of Montreal FRN 24/09/2015	500	0.46
300,000	Bank of Montreal FRN 15/07/2016	301	0.28
750,000	Bank of Nova Scotia 0.75% 09/10/2015	751	0.69
100,000	Bank of Nova Scotia FRN 11/04/2017	100	0.09
250,000	Bank of Nova Scotia FRN 15/03/2016	251	0.23
150,000	Bank of Nova Scotia FRN 13/12/2016	151	0.14
250,000	Bank of Nova Scotia FRN 15/07/2016	251	0.23
250,000	Canadian Imperial Bank of Commerce 0.9% 01/10/2015	250	0.23
250,000	Canadian Imperial Bank of Commerce 2.35% 11/12/2015	252	0.23
100,000	Canadian Imperial Bank of Commerce FRN 18/07/2016	100	0.09
Corporate bonds: A rating			
250,000	National Bank of Canada 1.5% 26/06/2015	250	0.23
Corporate bonds: A- rating			
250,000	Potash Corp of Saskatchewan Inc 3.75% 30/09/2015	252	0.23
250,000	TransCanada PipeLines Ltd 0.75% 15/01/2016	250	0.23
100,000	TransCanada PipeLines Ltd 3.4% 01/06/2015	100	0.09

iShares \$ Ultrashort Bond UCITS ETF

SCHEDULE OF INVESTMENTS (continued)

As at 31 May 2015

Holding	Investment	Fair value \$'000	% of net asset value
Bonds (cont)			
Canada (cont)			
Corporate bonds: BBB rating			
500,000	Glencore Finance Canada Ltd 2.05% 23/10/2015	502	0.46
	Total Canada	9,224	8.47
Cayman Islands			
Corporate bonds: A- rating			
200,000	Hutchison Whampoa International 09/16 Ltd 4.625% 11/09/2015	202	0.18
	Total Cayman Islands	202	0.18
Denmark			
Corporate bonds: A rating			
400,000	Danske Bank A/S 3.875% 14/04/2016	410	0.38
	Total Denmark	410	0.38
France			
Corporate bonds: AA rating			
500,000	Sanofi 2.625% 29/03/2016	509	0.47
Corporate bonds: AA- rating			
250,000	Total Capital SA 2.3% 15/03/2016	254	0.23
100,000	Total Capital SA 3% 24/06/2015	100	0.09
500,000	Total Capital SA 3.125% 02/10/2015	505	0.47
Corporate bonds: A+ rating			
500,000	BNP Paribas SA 3.6% 23/02/2016	510	0.47
100,000	Electricite de France SA FRN 20/01/2017	100	0.09
Corporate bonds: A rating			
200,000	Banque Federative du Credit Mutuel SA FRN 28/10/2016	201	0.18
500,000	BPCE SA FRN 25/04/2016	504	0.46
250,000	Credit Agricole SA FRN 12/06/2017	250	0.23
300,000	Societe Generale SA 3.1% 14/09/2015	302	0.28
Corporate bonds: BBB+ rating			
200,000	Orange SA 2.125% 16/09/2015	201	0.18
	Total France	3,436	3.15
Germany			
Corporate bonds: A/*- rating			
600,000	Deutsche Bank AG 3.25% 11/01/2016	609	0.56
800,000	Deutsche Bank AG FRN 13/02/2017	802	0.73
	Total Germany	1,411	1.29
Italy			
Corporate bonds: BBB- rating			
700,000	Intesa Sanpaolo SpA 3.125% 15/01/2016	707	0.65
	Total Italy	707	0.65

Holding	Investment	Fair value \$'000	% of net asset value
Japan			
Corporate bonds: A+ rating			
300,000	Bank of Tokyo-Mitsubishi UFJ Ltd 2.45% 11/09/2015	302	0.28
500,000	Bank of Tokyo-Mitsubishi UFJ Ltd FRN 10/03/2017	499	0.46
200,000	Bank of Tokyo-Mitsubishi UFJ Ltd FRN 26/02/2016	200	0.18
200,000	Mizuho Bank Ltd FRN 25/09/2017	199	0.18
400,000	Sumitomo Mitsui Banking Corp 3.1% 14/01/2016	406	0.37
300,000	Sumitomo Mitsui Banking Corp 3.15% 22/07/2015	301	0.28
250,000	Sumitomo Mitsui Banking Corp FRN 11/07/2017	249	0.23
250,000	Sumitomo Mitsui Banking Corp FRN 16/01/2018	250	0.23
Corporate bonds: A- rating			
250,000	ORIX Corp 5% 12/01/2016	256	0.24
Corporate bonds: BBB+ rating			
250,000	Nomura Holdings Inc 4.125% 19/01/2016	254	0.23
	Total Japan	2,916	2.68
Luxembourg			
Corporate bonds: BBB- rating			
500,000	Actavis Funding SCS FRN 01/09/2016	501	0.46
250,000	Actavis Funding SCS FRN 12/03/2018	250	0.23
	Total Luxembourg	751	0.69
Netherlands			
Corporate bonds: AA/*- rating			
250,000	Shell International Finance BV 0.625% 04/12/2015	251	0.23
550,000	Shell International Finance BV 3.1% 28/06/2015	551	0.51
200,000	Shell International Finance BV FRN 15/11/2016	200	0.18
Corporate bonds: A+ rating			
500,000	Cooperatieve Centrale Raiffeisen- Boerenleenbank BA 2.125% 13/10/2015	503	0.46
250,000	Cooperatieve Centrale Raiffeisen- Boerenleenbank BA FRN 18/03/2016	251	0.23
Corporate bonds: A rating			
200,000	ABN Amro Bank NV 1.375% 22/01/2016	201	0.18
200,000	ABN AMRO Bank NV FRN 28/10/2016	201	0.18
300,000	ING Bank NV 2% 25/09/2015	302	0.28
500,000	ING Bank NV 4% 15/03/2016	512	0.47
250,000	ING Bank NV FRN 04/01/2016	250	0.23
250,000	ING Bank NV FRN 25/09/2015	251	0.23
400,000	Volkswagen International Finance NV 1.15% 20/11/2015	401	0.37

iShares \$ Ultrashort Bond UCITS ETF

SCHEDULE OF INVESTMENTS (continued)

As at 31 May 2015

Holding	Investment	Fair value \$'000	% of net asset value
Bonds (cont)			
Netherlands (cont)			
Corporate bonds: A rating (cont)			
400,000	Volkswagen International Finance NV FRN 18/11/2016	400	0.37
Corporate bonds: A- rating			
250,000	Diageo Finance BV 5.3% 28/10/2015	254	0.24
Corporate bonds: BBB+ rating			
300,000	Deutsche Telekom International Finance BV 3.125% 11/04/2016	306	0.28
250,000	Deutsche Telekom International Finance BV 5.75% 23/03/2016	259	0.24
Total Netherlands		5,093	4.68
New Zealand			
Corporate bonds: AA- rating			
500,000	ANZ New Zealand Int'l Ltd 1.85% 15/10/2015	502	0.46
Total New Zealand		502	0.46
Norway			
Corporate bonds: AA- rating			
100,000	Statoil ASA FRN 09/11/2017	100	0.09
Total Norway		100	0.09
Spain			
Corporate bonds: BBB rating			
500,000	BBVA US Senior SAU 4.664% 09/10/2015	506	0.47
250,000	Telefonica Emisiones SAU 3.992% 16/02/2016	255	0.23
Total Spain		761	0.70
Sweden			
Corporate bonds: AA- rating			
200,000	Nordea Bank AB FRN 13/05/2016	201	0.18
250,000	Svenska Handelsbanken AB FRN 21/03/2016	251	0.23
250,000	Svenska Handelsbanken AB FRN 23/09/2016	251	0.23
Total Sweden		703	0.64
Switzerland			
Corporate bonds: A rating			
850,000	Credit Suisse FRN 26/05/2017	849	0.78
350,000	UBS AG FRN 26/09/2016	351	0.32
Total Switzerland		1,200	1.10

Holding	Investment	Fair value \$'000	% of net asset value
United Kingdom			
Corporate bonds: AA-/*- rating			
500,000	HSBC Bank Plc 3.5% 28/06/2015	501	0.46
Corporate bonds: A rating			
750,000	BP Capital Markets Plc 3.125% 01/10/2015	756	0.70
250,000	BP Capital Markets Plc 3.2% 11/03/2016	255	0.23
250,000	BP Capital Markets Plc FRN 07/11/2016	250	0.23
Corporate bonds: A/*- rating			
250,000	Abbey National Treasury Services Plc 4% 27/04/2016	258	0.24
200,000	Barclays Bank Plc FRN 17/02/2017	200	0.18
250,000	Lloyds Bank Plc 4.875% 21/01/2016	256	0.24
Corporate bonds: A- rating			
200,000	Standard Chartered Plc FRN 08/09/2017	199	0.18
Corporate bonds: A-/*- rating			
250,000	Royal Bank of Scotland Plc 4.375% 16/03/2016	257	0.24
Corporate bonds: BBB+ rating			
200,000	Vodafone Group Plc FRN 19/02/2016	200	0.18
Corporate bonds: BBB rating			
200,000	British Telecommunications Plc 2% 22/06/2015	200	0.18
Corporate bonds: BBB- rating			
200,000	Anglo American Capital Plc FRN 15/04/2016	200	0.19
750,000	Royal Bank of Scotland Group Plc 2.55% 18/09/2015	754	0.69
Total United Kingdom		4,286	3.94
United States			
Corporate bonds: AAA rating			
200,000	Exxon Mobil Corp FRN 15/03/2017	200	0.18
250,000	Exxon Mobil Corp FRN 01/03/2018	250	0.23
150,000	Johnson & Johnson FRN 28/11/2016	150	0.14
500,000	Microsoft Corp 1.625% 25/09/2015	502	0.46
Corporate bonds: AA+ rating			
300,000	Apple Inc FRN 12/05/2017	300	0.28
100,000	Apple Inc FRN 03/05/2016	100	0.09
200,000	Apple Inc FRN 05/05/2017	200	0.18
500,000	General Electric Capital Corp 1.625% 02/07/2015	501	0.46
150,000	General Electric Capital Corp 2.375% 30/06/2015	150	0.14
300,000	General Electric Capital Corp 3.5% 29/06/2015	301	0.28
500,000	General Electric Capital Corp 5% 08/01/2016	513	0.47

iShares \$ Ultrashort Bond UCITS ETF

SCHEDULE OF INVESTMENTS (continued)

As at 31 May 2015

Holding	Investment	Fair value \$'000	% of net asset value	Holding	Investment	Fair value \$'000	% of net asset value
Bonds (cont)				United States (cont)			
United States (cont)				Corporate bonds: AA- rating (cont)			
Corporate bonds: AA+ rating (cont)				250,000	US Bank NA FRN 22/04/2016	250	0.23
500,000	General Electric Capital Corp FRN 15/02/2017	500	0.46	500,000	US Bank NA FRN 30/01/2017	500	0.46
700,000	General Electric Capital Corp FRN 15/05/2017	702	0.64	350,000	Wells Fargo Bank NA 0.75% 20/07/2015	350	0.32
350,000	General Electric Capital Corp FRN 12/07/2016	352	0.32	850,000	Wells Fargo Bank NA FRN 02/06/2016	851	0.78
250,000	General Electric Co 0.85% 09/10/2015	250	0.23	150,000	Wells Fargo Bank NA FRN 20/07/2015	150	0.14
150,000	New York Life Global Funding FRN 23/05/2016	151	0.14	Corporate bonds: A+ rating			
Corporate bonds: AA rating				500,000	American Honda Finance Corp 1% 11/08/2015	500	0.46
100,000	Berkshire Hathaway Finance Corp FRN 10/01/2017	100	0.09	400,000	American Honda Finance Corp FRN 26/05/2016	401	0.37
200,000	Berkshire Hathaway Finance Corp FRN 12/01/2018	201	0.19	350,000	American Honda Finance Corp FRN 07/10/2016	352	0.32
250,000	Chevron Corp FRN 09/11/2016	250	0.23	250,000	Bank of New York Mellon Corp 0.7% 23/10/2015	250	0.23
250,000	Coca-Cola Co 1.5% 15/11/2015	251	0.23	200,000	Bank of New York Mellon Corp 2.95% 18/06/2015	200	0.18
350,000	Coca-Cola Co FRN 01/09/2015	350	0.32	250,000	Costco Wholesale Corp 0.65% 07/12/2015	250	0.23
200,000	Genentech Inc 4.75% 15/07/2015	201	0.19	250,000	GlaxoSmithKline Capital Inc 0.7% 18/03/2016	250	0.23
250,000	Merck & Co Inc 2.25% 15/01/2016	253	0.23	250,000	State Street Corp 2.875% 07/03/2016	254	0.23
100,000	Merck & Co Inc FRN 18/05/2016	100	0.09	250,000	Texas Instruments Inc 0.45% 03/08/2015	250	0.23
100,000	Pfizer Inc FRN 15/05/2017	100	0.09	250,000	UnitedHealth Group Inc 0.85% 15/10/2015	251	0.23
500,000	Wal-Mart Stores Inc 0.6% 11/04/2016	501	0.46	200,000	US Bancorp 2.45% 27/07/2015	201	0.19
250,000	Wal-Mart Stores Inc 1.5% 25/10/2015	251	0.23	750,000	Wachovia Corp FRN 15/06/2017	749	0.69
250,000	Wal-Mart Stores Inc 2.25% 08/07/2015	250	0.23	250,000	Wells Fargo & Co 1.5% 01/07/2015	250	0.23
250,000	Wyeth LLC 5.5% 15/02/2016	259	0.24	350,000	Wells Fargo & Co FRN 02/06/2017	350	0.32
Corporate bonds: AA- rating				Corporate bonds: A rating			
100,000	Amazon.com Inc 0.65% 27/11/2015	100	0.09	750,000	AbbVie Inc 1.2% 06/11/2015	752	0.69
500,000	Cisco Systems Inc 5.5% 22/02/2016	518	0.48	350,000	AbbVie Inc FRN 06/11/2015	351	0.32
200,000	Cisco Systems Inc FRN 03/03/2017	201	0.18	100,000	Amgen Inc FRN 22/05/2017	100	0.09
300,000	International Business Machines Corp 2% 05/01/2016	303	0.28	500,000	Anheuser-Busch InBev Worldwide Inc 0.8% 15/07/2015	500	0.46
250,000	International Business Machines Corp FRN 05/02/2016	250	0.23	500,000	Bank of America NA FRN 14/11/2016	501	0.46
200,000	International Business Machines Corp FRN 06/02/2018	200	0.18	350,000	Bank of America NA FRN 14/02/2017	350	0.32
500,000	Metropolitan Life Global Funding I 3.125% 11/01/2016	507	0.47	650,000	Bear Stearns Cos LLC FRN 21/11/2016	650	0.60
400,000	Metropolitan Life Global Funding I FRN 23/06/2016	400	0.37	350,000	Bear Stearns LLC 5.3% 30/10/2015	357	0.33
300,000	Metropolitan Life Global Funding I FRN 10/04/2017	301	0.28	250,000	Bottling Group LLC 5.5% 01/04/2016	260	0.24
350,000	Oracle Corp 5.25% 15/01/2016	360	0.33	100,000	Caterpillar Financial Services Corp FRN 26/02/2016	100	0.09
250,000	Oracle Corp FRN 07/07/2017	251	0.23	250,000	Caterpillar Inc 0.95% 26/06/2015	250	0.23
500,000	Procter & Gamble Co 1.8% 15/11/2015	503	0.46	450,000	Credit Suisse USA Inc 5.125% 15/08/2015	454	0.42
100,000	Procter & Gamble Co FRN 04/11/2016	100	0.09	250,000	El du Pont de Nemours & Co 1.95% 15/01/2016	252	0.23
250,000	Toyota Motor Credit Corp 0.875% 17/07/2015	250	0.23	500,000	Home Depot Inc 5.4% 01/03/2016	518	0.48
550,000	Toyota Motor Credit Corp 3.2% 17/06/2015	551	0.51	400,000	HSBC Finance Corp 5% 30/06/2015	401	0.37
350,000	Toyota Motor Credit Corp FRN 17/05/2016	351	0.32	400,000	HSBC Finance Corp 5.5% 19/01/2016	412	0.38
				300,000	HSBC Finance Corp FRN 01/06/2016	300	0.28

iShares \$ Ultrashort Bond UCITS ETF

SCHEDULE OF INVESTMENTS (continued)

As at 31 May 2015

Holding	Investment	Fair value \$'000	% of net asset value	Holding	Investment	Fair value \$'000	% of net asset value
Bonds (cont)				United States (cont)			
United States (cont)				Corporate bonds: A- rating (cont)			
Corporate bonds: A rating (cont)				250,000	Bank of America NA FRN 15/06/2016	249	0.23
250,000	John Deere Capital Corp 0.75% 22/01/2016	250	0.23	250,000	Bank of America NA FRN 15/06/2017	248	0.23
200,000	John Deere Capital Corp 0.95% 29/06/2015	200	0.18	250,000	BB&T Corp 3.2% 15/03/2016	255	0.23
100,000	John Deere Capital Corp FRN 12/04/2016	100	0.09	400,000	Citigroup Inc 2.25% 07/08/2015	401	0.37
200,000	John Deere Capital Corp FRN 25/02/2016	200	0.18	750,000	Citigroup Inc 4.587% 15/12/2015	764	0.70
250,000	John Deere Capital Corp FRN 01/03/2017	250	0.23	1,150,000	Citigroup Inc FRN 10/03/2017	1,149	1.06
500,000	JPMorgan Chase & Co 2.6% 15/01/2016	505	0.46	750,000	Citigroup Inc FRN 25/07/2016	754	0.69
250,000	JPMorgan Chase & Co 3.4% 24/06/2015	251	0.23	250,000	Comcast Corp 5.9% 15/03/2016	260	0.24
250,000	JPMorgan Chase & Co 3.45% 01/03/2016	255	0.24	300,000	Daimler Finance North America LLC 1.25% 11/01/2016	301	0.28
500,000	JPMorgan Chase & Co FRN 15/02/2017	501	0.46	300,000	Daimler Finance North America LLC 1.3% 31/07/2015	300	0.28
450,000	JPMorgan Chase & Co FRN 26/02/2016	451	0.41	150,000	Daimler Finance North America LLC FRN 10/03/2017	150	0.14
250,000	JPMorgan Chase & Co FRN 25/01/2018	252	0.23	250,000	Daimler Finance North America LLC FRN 02/03/2018	250	0.23
250,000	Medtronic Inc 2.625% 15/03/2016	253	0.23	250,000	Eaton Corp 0.95% 02/11/2015	250	0.23
250,000	PNC Bank NA* 0.8% 28/01/2016	250	0.23	500,000	ERP Operating LP 5.125% 15/03/2016	516	0.47
500,000	Prudential Covered Trust 2012-1 2.997% 30/09/2015	352	0.32	200,000	Fifth Third Bank FRN 18/11/2016	201	0.18
250,000	St Jude Medical Inc 2.5% 15/01/2016	253	0.23	350,000	Goldman Sachs Group Inc 1.6% 23/11/2015	351	0.32
500,000	Wachovia Corp FRN 28/10/2015	500	0.46	500,000	Goldman Sachs Group Inc 3.625% 07/02/2016	509	0.47
150,000	Wachovia Corp FRN 15/10/2016	150	0.14	450,000	Goldman Sachs Group Inc 3.7% 01/08/2015	452	0.42
250,000	Walt Disney Co 0.45% 01/12/2015	250	0.23	250,000	Goldman Sachs Group Inc FRN 22/07/2015	250	0.23
Corporate bonds: A/*- rating				650,000	Goldman Sachs Group Inc FRN 22/03/2016	650	0.60
250,000	eBay Inc 1.625% 15/10/2015	251	0.23	500,000	Goldman Sachs Group Inc FRN 22/05/2017	500	0.46
Corporate bonds: A- rating				250,000	Goldman Sachs Group Inc FRN 15/12/2017	251	0.23
250,000	American Express Centurion Bank FRN 13/11/2015	250	0.23	250,000	Harley-Davidson Financial Services Inc 1.15% 15/09/2015	251	0.23
550,000	American Express Credit Corp 1.75% 12/06/2015	550	0.51	150,000	MetLife Inc 5% 15/06/2015	150	0.14
500,000	American Express Credit Corp 2.75% 15/09/2015	503	0.46	200,000	Morgan Stanley 1.75% 25/02/2016	201	0.18
300,000	American Express Credit Corp FRN 29/07/2016	301	0.28	500,000	Morgan Stanley 3.45% 02/11/2015	505	0.46
200,000	American Express Credit Corp FRN 12/06/2015	200	0.18	300,000	Morgan Stanley 4% 24/07/2015	302	0.28
400,000	American International Group Inc 5.05% 01/10/2015	405	0.37	700,000	Morgan Stanley 5.375% 15/10/2015	712	0.65
100,000	Aon Corp 3.5% 30/09/2015	101	0.09	250,000	Morgan Stanley FRN 18/10/2016	250	0.23
250,000	Bank of America Corp 1.25% 11/01/2016	251	0.23	200,000	Morgan Stanley FRN 15/10/2015	200	0.18
350,000	Bank of America Corp 1.5% 09/10/2015	351	0.32	250,000	Morgan Stanley FRN 05/01/2018	251	0.23
250,000	Bank of America Corp 3.625% 17/03/2016	255	0.23	150,000	Morgan Stanley FRN 25/02/2016	151	0.14
200,000	Bank of America Corp 3.7% 01/09/2015	202	0.19	350,000	Morgan Stanley FRN 25/04/2018	356	0.33
500,000	Bank of America Corp 4.75% 01/08/2015	503	0.46	150,000	NBCUniversal Enterprise Inc FRN 15/04/2016	150	0.14
100,000	Bank of America Corp FRN 14/10/2016	100	0.09	250,000	NBCUniversal Enterprise Inc FRN 15/04/2018	252	0.23
				250,000	Nissan Motor Acceptance Corp 1% 15/03/2016	250	0.23

iShares \$ Ultrashort Bond UCITS ETF

SCHEDULE OF INVESTMENTS (continued)

As at 31 May 2015

Holding	Investment	Fair value \$'000	% of net asset value
Bonds (cont)			
United States (cont)			
Corporate bonds: A- rating (cont)			
250,000	PepsiCo Inc 0.7% 26/02/2016	250	0.23
200,000	PepsiCo Inc FRN 30/07/2015	200	0.18
100,000	PepsiCo Inc FRN 26/02/2016	100	0.09
200,000	Precision Castparts Corp 0.7% 20/12/2015	200	0.18
450,000	TCI Communications Inc 8.75% 01/08/2015	456	0.42
Corporate bonds: BBB+ rating			
600,000	Altria Group Inc 4.125% 11/09/2015	606	0.56
250,000	AT&T Inc 0.8% 01/12/2015	250	0.23
250,000	AT&T Inc 0.9% 12/02/2016	250	0.23
300,000	AT&T Inc 2.5% 15/08/2015	301	0.28
350,000	AT&T Inc FRN 12/02/2016	350	0.32
250,000	Bank of America Corp 5.25% 01/12/2015	255	0.23
250,000	BB&T Corp 5.2% 23/12/2015	256	0.24
250,000	Becton Dickinson and Co FRN 15/06/2016	251	0.23
100,000	Devon Energy Corp FRN 15/12/2015	100	0.09
100,000	Enterprise Products Operating LLC 1.25% 13/08/2015	100	0.09
250,000	Enterprise Products Operating LLC 3.2% 01/02/2016	254	0.23
250,000	Fifth Third Bancorp 3.625% 25/01/2016	254	0.23
250,000	Johnson Controls Inc 5.5% 15/01/2016	257	0.24
250,000	KeyCorp 3.75% 13/08/2015	251	0.23
250,000	McKesson Corp 0.95% 04/12/2015	251	0.23
250,000	McKesson Corp 3.25% 01/03/2016	255	0.23
250,000	Medco Health Solutions Inc 2.75% 15/09/2015	251	0.23
200,000	NextEra Energy Capital Holdings Inc 1.2% 01/06/2015	200	0.18
250,000	Omnicom Group Inc 5.9% 15/04/2016	261	0.24
200,000	Southern Power Co 4.875% 15/07/2015	201	0.19
250,000	SunTrust Banks Inc 3.6% 15/04/2016	255	0.23
350,000	Verizon Communications Inc 0.7% 02/11/2015	350	0.32
100,000	Verizon Communications Inc FRN 09/06/2017	100	0.09
650,000	Verizon Communications Inc FRN 15/09/2016	660	0.62
Corporate bonds: BBB+/- rating			
250,000	Hewlett-Packard Co 2.2% 01/12/2015	252	0.23

Holding	Investment	Fair value \$'000	% of net asset value
United States (cont)			
Corporate bonds: BBB/*+ rating			
250,000	DirecTV Holdings LLC / DirecTV Financing Co Inc 3.125% 15/02/2016	254	0.23
250,000	DirecTV Holdings LLC / DirecTV Financing Co Inc 3.5% 01/03/2016	254	0.24
Corporate bonds: BBB rating			
250,000	Capital One Financial Corp 1% 06/11/2015	250	0.23
150,000	Cox Communications Inc 5.5% 01/10/2015	152	0.14
250,000	Dow Chemical Co 2.5% 15/02/2016	253	0.23
300,000	Kraft Foods Group Inc 1.625% 04/06/2015	300	0.28
250,000	Kroger Co FRN 17/10/2016	251	0.23
250,000	Marathon Oil Corp 0.9% 01/11/2015	250	0.23
250,000	Marathon Petroleum Corp 3.5% 01/03/2016	255	0.23
250,000	Mondelez International Inc 4.125% 09/02/2016	256	0.24
250,000	Santander Holdings USA Inc 4.625% 19/04/2016	257	0.24
250,000	Thermo Fisher Scientific Inc 3.2% 01/03/2016	254	0.23
350,000	Time Warner Inc 3.15% 15/07/2015	351	0.32
250,000	Viacom Inc 6.25% 30/04/2016	262	0.24
Corporate bonds: BBB- rating			
250,000	Allergan Inc 5.75% 01/04/2016	260	0.24
250,000	Bunge Ltd Finance Corp 4.1% 15/03/2016	255	0.23
250,000	ConAgra Foods Inc 1.3% 25/01/2016	251	0.23
100,000	ConAgra Foods Inc FRN 21/07/2016	100	0.09
100,000	Exelon Corp 4.9% 15/06/2015	100	0.09
200,000	Ford Motor Credit Co LLC 2.5% 15/01/2016	202	0.19
300,000	Ford Motor Credit Co LLC 4.207% 15/04/2016	307	0.28
300,000	Ford Motor Credit Co LLC 5.625% 15/09/2015	304	0.28
450,000	Ford Motor Credit Co LLC FRN 09/05/2016	454	0.42
250,000	Kinder Morgan Finance Co LLC 5.7% 05/01/2016	257	0.24
250,000	Penske Truck Leasing Co Lp / PTL Finance Corp 2.5% 15/03/2016	252	0.23
Total United States		63,208	58.05
Total bonds		102,803	94.40

iShares \$ Ultrashort Bond UCITS ETF

SCHEDULE OF INVESTMENTS (continued)

As at 31 May 2015

Holding	Investment	Fair value \$'000	% of net asset value
UCITS collective investment schemes			
Ireland			
5,875,010	Institutional Cash Series Plc - Institutional US Dollar Liquidity Fund*	5,875	5.39
	Total Ireland	5,875	5.39
	Total UCITS collective investment schemes	5,875	5.39
	Total value of investments	108,678	99.79
	Cash[†]	56	0.05
	Other net assets	175	0.16
	Net asset value attributable to redeemable participating shareholders at the end of the year	108,909	100.00

[†] Substantially all cash positions are held with State Street Bank and Trust Company.

* Investment in related party.

All credit ratings are shown as at 31 May 2015.

Fixed and variable income securities are primarily classified by the country of incorporation of the issuer for corporate fixed and variable income securities. Collective Investment Schemes are primarily classified by the country of domicile of the CIS.

Analysis of total current assets gross of all liabilities	Fair value \$'000	% of total current assets
Transferable securities admitted to an official stock exchange listing or traded on a regulated market	102,803	94.07
UCITS collective investment schemes	5,875	5.38
Other assets	603	0.55
Total current assets	109,281	100.00

iShares \$ Ultrashort Bond UCITS ETF

SCHEDULE OF MATERIAL PURCHASES AND SALES

For the year ended 31 May 2015

Holding	Investments	Proceeds \$'000	Holding	Investments	Cost \$'000
Sales			Purchases		
2,000,000	United States Treasury Note/Bond 0% 11/12/2014	2,000	2,000,000	United States Treasury Note/Bond 0% 11/12/2014	2,000
600,000	Goldman Sachs Group Inc FRN 22/07/2015	600	1,000,000	Bank of Nova Scotia 0.75% 09/10/2015	1,003
500,000	Wal-Mart Stores Inc 1.5% 25/10/2015	505	1,000,000	Citigroup Inc FRN 10/03/2017	1,000
500,000	Express Scripts Holding Co 2.1% 12/02/2015	500	850,000	Shell International Finance BV 3.1% 28/06/2015	865
450,000	Transocean Inc 4.95% 15/11/2015	458	850,000	Toronto-Dominion Bank FRN 09/09/2016	855
400,000	John Deere Capital Corp 0.7% 04/09/2015	401	850,000	Credit Suisse NY FRN 26/05/2017	851
400,000	Royal Bank of Canada FRN 29/04/2015	400	850,000	Goldman Sachs Group Inc FRN 22/07/2015	850
350,000	General Electric Capital Corp FRN 12/07/2016	352	850,000	Wells Fargo Bank NA FRN 02/06/2016	850
350,000	JPMorgan Chase & Co 1.875% 20/03/2015	351	750,000	Citigroup Inc 4.587% 15/12/2015	772
350,000	Royal Bank of Canada FRN 06/01/2015	350	750,000	BP Capital Markets Plc 3.125% 01/10/2015	765
350,000	Toronto-Dominion Bank FRN 02/05/2017	349	750,000	Toyota Motor Credit Corp 3.2% 17/06/2015	765
300,000	Ford Motor Credit Co LLC 12% 15/05/2015	314	750,000	Royal Bank of Scotland Group Plc 2.55% 18/09/2015	762
300,000	Shell International Finance BV 3.1% 28/06/2015	304	750,000	Wal-Mart Stores Inc 1.5% 25/10/2015	759
300,000	Morgan Stanley 4.2% 20/11/2014	302	750,000	AbbVie Inc 1.2% 06/11/2015	752
300,000	Morgan Stanley FRN 15/10/2015	301	750,000	Royal Bank of Canada FRN 16/12/2015	751
250,000	Verizon Communications Inc FRN 15/09/2016	254	750,000	Toronto-Dominion Bank FRN 06/01/2017	750
250,000	BNP Paribas SA FRN 20/12/2014	254	750,000	Wachovia Corp FRN 15/06/2017	749
250,000	Ford Motor Credit Co LLC 7% 15/04/2015	253	700,000	Morgan Stanley 5.375% 15/10/2015	720
250,000	Westpac Banking Corp 4.2% 27/02/2015	252	700,000	Verizon Communications Inc FRN 15/09/2016	716
250,000	Credit Agricole SA FRN 03/10/2016	252	700,000	Intesa Sanpaolo SpA 3.125% 15/01/2016	710

The UCITS notices issued by the Central Bank of Ireland require a Schedule of Portfolio changes during the year. These are defined as aggregate purchases of a security exceeding one per cent of the total value of purchases for the year and aggregate disposals greater than one per cent of the total value of sales. At a minimum the largest 20 purchases and 20 sales must be given or all purchases and sales if less than 20. A full listing of the portfolio changes for the year is available, upon request, at no cost from the Administrator.

iShares £ Ultrashort Bond UCITS ETF

INCOME STATEMENT

For the year ended 31 May 2015

	Note	Year ended 31 May 2015 £'000	Period from 17 October 2013 to 31 May 2014 £'000
Operating income	2	923	167
Net (losses)/gains on financial assets/liabilities at fair value through profit or loss	3	(83)	25
Total gains		840	192
Operating expenses	4	(195)	(45)
Net operating profit		645	147
Finance costs:			
Distributions to redeemable participating shareholders	6	(740)	(100)
Total finance costs		(740)	(100)
Net (loss)/profit for the financial year/period		(95)	47
(Decrease)/increase in net assets attributable to redeemable participating shareholders from operations		(95)	47

There are no recognised gains or losses arising in the year/period other than those dealt with in the income statement. In arriving at the results of the financial year/period, all amounts relate to continuing operations.

STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO REDEEMABLE PARTICIPATING SHAREHOLDERS

For the year ended 31 May 2015

	Year ended 31 May 2015 £'000	Period from 17 October 2013 to 31 May 2014 £'000
Net assets attributable to redeemable participating shareholders at the beginning of the year/period	67,904	-
(Decrease)/increase in net assets attributable to redeemable participating shareholders from operations	(95)	47
Share transactions:		
Proceeds from issue of redeemable participating shares	82,117	70,359
Payments on redemption of redeemable participating shares	-	(2,502)
Increase in net assets resulting from share transactions	82,117	67,857
Net assets attributable to redeemable participating shareholders at the end of the year/period	149,926	67,904

The accompanying notes form an integral part of these financial statements.

iShares £ Ultrashort Bond UCITS ETF

BALANCE SHEET

As at 31 May 2015

	Note	31 May 2015 £'000	31 May 2014 £'000
CURRENT ASSETS			
Cash and cash equivalents		62	34
Receivables	10	1,422	859
Financial assets at fair value through profit or loss	11	148,948	67,177
Total current assets		150,432	68,070
CURRENT LIABILITIES			
Payables	12	(11)	(10)
Distributions payable to redeemable participating shareholders	6	(495)	(156)
Total current liabilities excluding net assets attributable to redeemable participating shareholders		(506)	(166)
Net asset value attributable to redeemable participating shareholders at the end of the year/period		149,926	67,904

The accompanying notes form an integral part of these financial statements. Details of the NAV per share are set out in note 9.

iShares £ Ultrashort Bond UCITS ETF

NOTES TO THE FINANCIAL STATEMENTS

For the year ended 31 May 2015

1. ACCOUNTING POLICIES, FINANCIAL INSTRUMENTS AND RISKS, TAX, SOFT COMMISSIONS AND EXCHANGE RATES

The accounting policies are set out on pages 46 to 50. The financial instruments and risks are set out on pages 51 to 70. The notes relating to tax, soft commissions and exchange rates are set out in the notes on pages 73 to 78.

2. OPERATING INCOME

	Year ended 31 May 2015 £'000	Period from 17 October 2013 to 31 May 2014 £'000
Deposit interest income	17	5
Bond interest income	906	162
	923	167

3. NET (LOSSES)/GAINS ON FINANCIAL ASSETS/LIABILITIES AT FAIR VALUE THROUGH PROFIT OR LOSS

	Year ended 31 May 2015 £'000	Period from 17 October 2013 to 31 May 2014 £'000
Net (losses)/gains on investments in securities held at fair value through profit or loss	(83)	25
	(83)	25

4. OPERATING EXPENSES

	Year ended 31 May 2015 £'000	Period from 17 October 2013 to 31 May 2014 £'000
Management fees	(195)	(45)
	(195)	(45)

5. MANAGEMENT FEES

Fees earned by the Manager during the year and balances outstanding as at 31 May 2015 and 31 May 2014 are disclosed in note 4 and note 12 respectively.

Please refer to note 5 of the financial statements of the Company for each Fund's management fee rate.

The Manager is responsible for discharging, from this fee, all fees of the Investment Manager, the Administrator and the Custodian and any distributing agent appointed by the distributor through whom the shares will be marketed, together with all reasonable out of pocket expenses of such service providers, (including sub-custodial fees and expenses, which will be at normal commercial rates) and transaction related charges of the Administrator and Custodian). The Manager will also be responsible for discharging from its fee for each share class an attributable proportion of the organisational and operating expenses, including audit and directors fees, of the Company. The fee will be accrued daily based on the daily net asset value of the share classes and will be paid monthly in arrears. Where the actual fees and costs incurred exceed the amount paid to the Manager, the excess will be discharged by the Manager from its own assets.

The Fund employs an "all in one" fee structure, paying all of its fees, operating costs and expenses (and its due proportion of any costs and expenses allocated to it) as a single flat fee (the "Total Expense Ratio" or "TER"). The TER is calculated in accordance with the Committee of European Securities Regulators ("CESR") guidelines on the methodology for calculation of the ongoing charges figure in the Key Investor Information Document.

Total fees paid to the Manager as a percentage of the average Fund assets for the year/period were as follows:

	TER % 31 May 2015	TER % 31 May 2014
	0.17*	0.20

* The TER for this fund is currently discounted from 0.20 to 0.09, for further information please see the background section.

6. DISTRIBUTIONS TO REDEEMABLE PARTICIPATING SHAREHOLDERS

The Company may declare and pay distributions to Redeemable Participating Shareholders on any distributing class of shares in the Company. The Company intends to declare distributions to redeemable participating shareholders for each distributing Fund, in respect of each financial year/period, which are generally equal to the total income of the Fund net of expenses for that financial year/period.

iShares £ Ultrashort Bond UCITS ETF

NOTES TO THE FINANCIAL STATEMENTS (continued)

For the year ended 31 May 2015

6. DISTRIBUTIONS TO REDEEMABLE PARTICIPATING SHAREHOLDERS (continued)

Distributions declared during the year/period were as follows:

	Year ended 31 May 2015 £'000	Period from 17 October 2013 to 31 May 2014 £'000
November 2013	-	10
May 2014	-	156
November 2014	358	-
May 2015	495	-
	853	166
Equalisation income	(113)	(70)
Equalisation expense	-	4
	740	100

7. TRANSACTION COSTS

Disclosed in the table below are separately identifiable transaction costs incurred by the Fund for the year ended 31 May 2015 and period ended 31 May 2014. Please refer to note 10 of the financial statements of the Company for further details.

	Year ended 31 May 2015 £'000	Period from 17 October 2013 to 31 May 2014 £'000
Transaction costs	(2)	(1)

8. SHARE CAPITAL

The issued and fully paid redeemable participating share capital is at all times equal to the net asset value of the Fund. Redeemable participating shares are redeemable at the shareholders' option and are classified as financial liabilities.

Number of redeemable participating shares:	31 May 2015 No. of Shares	31 May 2014 No. of Shares
Balance at the beginning of year/period	678,100	-
Issued during the year/period	819,736	703,100
Redeemed during the year/period	-	(25,000)
Balance at the end of year/period	1,497,836	678,100

9. NET ASSETS ATTRIBUTABLE TO REDEEMABLE PARTICIPATING SHAREHOLDERS

	No. of Shares
Shares in issue	
As at 31 May 2015	1,497,836
As at 31 May 2014	678,100

	£'000
Net asset value	
As at 31 May 2015	149,926
As at 31 May 2014	67,904

Net asset value per share	
As at 31 May 2015	£100.10
As at 31 May 2014	£100.14

10. RECEIVABLES

	31 May 2015 £'000	31 May 2014 £'000
Deposit interest receivable	-	1
Bond interest income receivable	1,422	702
Distributions payable held with registrar*	-	156
	1,422	859

* Further details are set out in note 12 on page 75.

11. FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS

	31 May 2015 £'000	31 May 2014 £'000
Financial assets:		
Investment in bonds	148,948	65,298
Investment in UCITS collective investment schemes	-	1,879
	148,948	67,177

12. PAYABLES

	31 May 2015 £'000	31 May 2014 £'000
Management fees payable	(11)	(10)
	(11)	(10)

iShares £ Ultrashort Bond UCITS ETF

NOTES TO THE FINANCIAL STATEMENTS (continued)

For the year ended 31 May 2015

13. COMMITMENTS AND CONTINGENT LIABILITIES

There were no significant commitments or contingent liabilities at the year ended 31 May 2015 and period ended 31 May 2014, other than those disclosed in note 16 of the financial statements of the Company.

14. RELATED PARTY TRANSACTIONS

The related parties are set out in note 18 of the financial statements of the Company.

15. FINANCIAL DERIVATIVE INSTRUMENTS

The Fund may buy and sell financial derivative instruments. See further details in note 20 of the financial statements of the Company and the Fund's Schedule of Investments.

16. SUBSEQUENT EVENTS

Please refer to note 21 of the financial statements of the Company.

iShares £ Ultrashort Bond UCITS ETF

SCHEDULE OF INVESTMENTS

As at 31 May 2015

Holding	Investment	Fair value £'000	% of net asset value
Transferable Securities Admitted to an Official Stock Exchange Listing or traded on a Regulated Market			
Bonds			
Australia			
Corporate bonds: AAA rating			
200,000	Commonwealth Bank of Australia FRN 24/01/2018	200	0.13
Corporate bonds: AA- rating			
2,225,000	Commonwealth Bank of Australia 3.875% 14/12/2015	2,260	1.51
1,250,000	Commonwealth Bank of Australia FRN 22/07/2016	1,255	0.84
1,350,000	Commonwealth Bank of Australia FRN 04/09/2015	1,352	0.90
1,750,000	National Australia Bank Ltd FRN 12/11/2016	1,757	1.17
900,000	Westpac Banking Corp 1.375% 23/12/2015	902	0.60
1,100,000	Westpac Banking Corp FRN 28/11/2017	1,099	0.73
Corporate bonds: A+ rating			
1,000,000	Suncorp-Metway Ltd FRN 06/10/2017	1,001	0.67
Corporate bonds: A- rating			
1,370,000	QBE Insurance Group Ltd 6.125% 28/09/2015	1,391	0.93
Total Australia			
		11,217	7.48
Canada			
Corporate bonds: AAA rating			
250,000	Bank of Nova Scotia FRN 02/11/2017	250	0.17
300,000	Bank of Montreal FRN 29/01/2018	300	0.20
750,000	Canadian Imperial Bank of Commerce FRN 15/01/2018	750	0.50
300,000	Toronto-Dominion Bank FRN 20/11/2017	301	0.20
450,000	Toronto-Dominion Bank FRN 16/04/2018	450	0.30
Corporate bonds: AA- rating			
700,000	Royal Bank of Canada FRN 22/01/2016	700	0.47
1,700,000	Toronto-Dominion Bank FRN 19/01/2018	1,700	1.13
Corporate bonds: A+ rating			
1,175,000	Bank of Montreal FRN 24/10/2016	1,179	0.79
Government bonds: AAA rating			
650,000	Export Development Canada 0.5% 07/12/2015	650	0.43
1,700,000	Export Development Canada 3.625% 07/09/2015	1,713	1.14
Total Canada			
		7,993	5.33
Denmark			
Corporate bonds: AAA rating			
200,000	Danske Bank A/S FRN 15/09/2017	200	0.13

Holding	Investment	Fair value £'000	% of net asset value
Denmark (cont)			
Corporate bonds: A rating			
1,550,000	Danske Bank A/S 4% 09/12/2015	1,572	1.05
Total Denmark			
		1,772	1.18
Finland			
Corporate bonds: AA- rating			
750,000	Pohjola Bank Oyj FRN 21/05/2018	750	0.50
800,000	Pohjola Bank Oyj FRN 09/11/2015	801	0.54
Total Finland			
		1,551	1.04
France			
Corporate bonds: A+ rating			
1,275,000	BNP Paribas SA FRN 16/05/2016	1,279	0.85
Corporate bonds: A rating			
2,600,000	BPCE SA FRN 06/03/2017	2,614	1.74
1,650,000	Societe Generale SA 3.875% 17/12/2015	1,674	1.12
1,000,000	Societe Generale SA FRN 31/03/2016	1,000	0.67
Corporate bonds: BBB+ rating			
250,000	Orange SA 5% 12/05/2016	259	0.17
Government bonds: AA+ rating			
2,900,000	Caisse d'Amortissement de la Dette Sociale 2.25% 07/12/2015	2,921	1.95
Government bonds: AA rating			
2,500,000	SNCF Reseau 2.375% 23/12/2015	2,521	1.68
Total France			
		12,268	8.18
Germany			
Corporate bonds: AAA rating			
3,100,000	FMS Wertmanagement AoeR 1% 01/12/2015	3,103	2.07
2,200,000	FMS Wertmanagement AoeR FRN 03/08/2015	2,201	1.47
1,050,000	KFW 1.75% 22/01/2016	1,057	0.70
1,175,000	KFW 2.75% 07/09/2015	1,181	0.79
2,675,000	KFW 5.5% 07/12/2015	2,738	1.83
200,000	KFW FRN 03/07/2017	200	0.13
1,350,000	Landeskreditbank Baden-Wuerttemberg Foerderbank 1.5% 07/12/2015	1,354	0.90
850,000	Landeskreditbank Baden-Wuerttemberg Foerderbank FRN 18/07/2017	852	0.57
Corporate bonds: AA+ rating			
400,000	Deutsche Pfandbriefbank AG FRN 29/09/2017	400	0.27
Corporate bonds: AA- rating			
600,000	NRW Bank 1.75% 15/12/2015	603	0.40
1,820,000	NRW Bank FRN 21/03/2016	1,828	1.22
Corporate bonds: A- rating			
1,850,000	Daimler AG 1.375% 10/12/2015	1,853	1.24

iShares £ Ultrashort Bond UCITS ETF

SCHEDULE OF INVESTMENTS (continued)

As at 31 May 2015

Holding	Investment	Fair value £'000	% of net asset value
Bonds (cont)			
Germany (cont)			
Government bonds: AA- rating			
2,300,000	State of North Rhine-Westphalia FRN 23/05/2016	2,314	1.54
Total Germany		19,684	13.13
Ireland			
Corporate bonds: AA+ rating			
1,000,000	GE Capital UK Funding 2.25% 08/09/2015	1,004	0.67
1,400,000	GE Capital UK Funding 4.625% 18/01/2016	1,432	0.96
1,100,000	GE Capital UK Funding FRN 16/01/2018	1,101	0.73
2,300,000	GE Capital UK Funding FRN 09/05/2016	2,308	1.54
Total Ireland		5,845	3.90
Japan			
Corporate bonds: A+ rating			
1,110,000	Sumitomo Mitsui Banking Corp FRN 18/03/2016	1,112	0.74
Total Japan		1,112	0.74
Jersey			
Corporate bonds: A- rating			
1,350,000	Heathrow Funding Ltd 12.45% 31/03/2016	1,475	0.98
Total Jersey		1,475	0.98
Netherlands			
Corporate bonds: AA+ rating			
2,175,000	Bank Nederlandse Gemeenten NV 2.375% 23/12/2015	2,194	1.47
700,000	Bank Nederlandse Gemeenten NV 5.25% 26/02/2016	723	0.48
1,000,000	Bank Nederlandse Gemeenten NV FRN 03/04/2018	1,002	0.67
1,175,000	Nederlandse Waterschapsbank NV 5.625% 17/11/2015	1,201	0.80
600,000	Nederlandse Waterschapsbank NV FRN 09/04/2018	601	0.40
Corporate bonds: A+ rating			
4,400,000	Cooperatieve Centrale Raiffeisen-Boerenleenbank BA 4% 10/09/2015	4,438	2.96
1,000,000	Cooperatieve Centrale Raiffeisen-Boerenleenbank BA FRN 07/09/2015	1,002	0.67
Corporate bonds: A rating			
925,000	ING Bank NV FRN 27/11/2017	924	0.62
1,000,000	Volkswagen Financial Services NV 2% 23/10/2015	1,004	0.67
975,000	Volkswagen International Finance NV 1.25% 20/08/2015	975	0.65

Holding	Investment	Fair value £'000	% of net asset value
Netherlands (cont)			
Corporate bonds: BBB+ rating			
700,000	Akzo Nobel NV 8% 06/04/2016	740	0.49
Total Netherlands		14,804	9.88
New Zealand			
Corporate bonds: AA- rating			
1,000,000	ANZ New Zealand Int'l Ltd 1.5% 17/12/2015	1,003	0.67
800,000	ASB Finance Ltd FRN 01/05/2018	800	0.53
1,250,000	ASB Finance Ltd FRN 13/03/2017	1,254	0.84
1,130,000	ASB Finance Ltd FRN 23/10/2015	1,135	0.76
770,000	BNZ International Funding Ltd FRN 29/01/2016	773	0.51
2,025,000	Westpac Securities NZ Ltd FRN 03/10/2017	2,027	1.35
Total New Zealand		6,992	4.66
Norway			
Corporate bonds: AAA rating			
250,000	Nordea Eiendomskreditt AS FRN 11/09/2017	250	0.17
Government bonds: AAA rating			
1,500,000	Kommunalbanken AS 1.375% 23/12/2015	1,504	1.00
Total Norway		1,754	1.17
Republic of South Korea			
Corporate bonds: A+ rating			
1,275,000	Export-Import Bank of Korea FRN 22/03/2016	1,272	0.85
Total Republic of South Korea		1,272	0.85
Supranational			
Corporate bonds: AAA rating			
2,250,000	Asian Development Bank 1% 15/12/2015	2,252	1.50
1,100,000	Asian Development Bank FRN 08/02/2016	1,100	0.73
1,150,000	European Investment Bank 3% 07/12/2015	1,164	0.78
1,050,000	European Investment Bank 4.375% 08/07/2015	1,054	0.70
2,050,000	European Investment Bank FRN 05/01/2016	2,051	1.37
1,050,000	European Investment Bank FRN 22/02/2017	1,054	0.70
1,250,000	Inter-American Development Bank 0.5% 04/08/2015	1,250	0.83
1,275,000	Inter-American Development Bank 0.625% 15/12/2015	1,274	0.85
1,700,000	International Bank for Reconstruction & Development FRN 19/01/2016	1,701	1.14

iShares £ Ultrashort Bond UCITS ETF

SCHEDULE OF INVESTMENTS (continued)

As at 31 May 2015

Holding	Investment	Fair value £'000	% of net asset value
Bonds (cont)			
Supranational (cont)			
Corporate bonds: AAA rating (cont)			
1,975,000	International Finance Corp 0.625% 15/12/2015	1,974	1.32
1,200,000	Nordic Investment Bank 0.5% 15/12/2015	1,200	0.80
Corporate bonds: AA+ rating			
1,300,000	Council Of Europe Development Bank 1.625% 07/12/2015	1,306	0.87
950,000	Council Of Europe Development Bank FRN 29/11/2015	951	0.64
Total supranational		18,331	12.23
Sweden			
Corporate bonds: AAA rating			
400,000	Swedbank Hypotek AB FRN 02/04/2018	400	0.27
Corporate bonds: AA- rating			
3,200,000	Nordea Bank AB 3.875% 15/12/2015	3,250	2.17
1,325,000	Nordea Bank AB FRN 15/02/2016	1,328	0.88
1,425,000	Svenska Handelsbanken AB FRN 10/05/2016	1,429	0.95
Corporate bonds: A+ rating			
700,000	Swedbank AB FRN 06/11/2015	701	0.47
Government bonds: AA+ rating			
2,050,000	Svensk Exportkredit AB 0.875% 15/12/2015	2,051	1.37
Total Sweden		9,159	6.11
Switzerland			
Corporate bonds: A+ rating			
1,100,000	Credit Suisse AG FRN 14/03/2016	1,100	0.73
Corporate bonds: A rating			
2,450,000	Credit Suisse AG FRN 15/07/2016	2,449	1.64
Total Switzerland		3,549	2.37
United Kingdom			
Corporate bonds: AAA rating			
400,000	Abbey National Treasury Services Plc FRN 05/04/2017	411	0.27
725,000	Barclays Bank Plc FRN 15/09/2017	725	0.48
400,000	Barclays Bank Plc FRN 12/02/2018	400	0.27
700,000	Leeds Building Society FRN 09/02/2018	700	0.47
750,000	Lloyds Bank Plc FRN 19/01/2018	750	0.50
250,000	Lloyds Bank Plc FRN 22/03/2017	257	0.17
400,000	Nationwide Building Society FRN 17/07/2017	401	0.27
300,000	Nationwide Building Society FRN 27/04/2018	300	0.20
3,550,000	Network Rail Infrastructure Finance Plc 4.875% 27/11/2015	3,622	2.42

Holding	Investment	Fair value £'000	% of net asset value
United Kingdom (cont)			
Corporate bonds: AAA rating (cont)			
1,650,000	Network Rail Infrastructure Finance Plc FRN 18/02/2016	1,650	1.10
725,000	Yorkshire Building Society FRN 23/03/2016	734	0.49
Corporate bonds: AA-/*- rating			
2,200,000	HSBC Bank Plc FRN 16/05/2016	2,205	1.47
Corporate bonds: A+ rating			
1,550,000	Prudential Plc 1.25% 16/11/2015	1,552	1.03
Corporate bonds: A- rating			
1,100,000	Anglian Water Services Financing Plc 5.25% 30/10/2015	1,119	0.75
1,425,000	Hutchison Ports UK Finance Plc 6.75% 07/12/2015	1,464	0.97
Corporate bonds: BBB+ rating			
1,325,000	Pearson Funding One Plc 6% 15/12/2015	1,357	0.91
1,925,000	United Utilities Water Ltd 6.125% 29/12/2015	1,979	1.32
Corporate bonds: BBB rating			
1,200,000	ENW Capital Finance Plc 6.75% 20/06/2015	1,203	0.80
1,900,000	FCE Bank Plc 5.125% 16/11/2015	1,932	1.29
1,275,000	Rentokil Initial Plc 5.75% 31/03/2016	1,319	0.88
Total United Kingdom		24,080	16.06
United States			
Corporate bonds: AA- rating			
250,000	Metropolitan Life Global Funding I FRN 17/09/2015	250	0.17
Corporate bonds: A- rating			
1,300,000	Citigroup Inc 5.5% 18/11/2015	1,325	0.88
2,775,000	Goldman Sachs Group Inc 5.25% 15/12/2015	2,833	1.89
1,650,000	Morgan Stanley 5.125% 30/11/2015	1,682	1.12
Total United States		6,090	4.06
Total bonds		148,948	99.35
Total value of investments		148,948	99.35
Cash[†]		62	0.04
Other net assets		916	0.61
Net asset value attributable to redeemable participating shareholders at the end of the year		149,926	100.00

[†] Substantially all cash positions are held with State Street Bank and Trust Company.

iShares £ Ultrashort Bond UCITS ETF

SCHEDULE OF INVESTMENTS (continued)

As at 31 May 2015

All credit ratings are shown as at 31 May 2015.

Fixed and variable income securities are primarily classified by the country of incorporation of the issuer for corporate fixed and variable income securities and country of issuer for government type fixed and variable income securities.

Analysis of total current assets gross of all liabilities	Fair value £'000	% of total current assets
Transferable securities admitted to an official stock exchange listing or traded on a regulated market	148,948	99.01
Other assets	1,484	0.99
Total current assets	150,432	100.00

iShares £ Ultrashort Bond UCITS ETF

SCHEDULE OF MATERIAL PURCHASES AND SALES (unaudited)

For the year ended 31 May 2015

Holding	Investments	Proceeds £'000	Holding	Investments	Cost £'000
Sales			Purchases		
1,350,000	National Australia Bank Ltd FRN 27/01/2015	1,351	4,400,000	Cooperatieve Centrale Raiffeisen-Boerenleenbank BA	
850,000	QBE Insurance Group Ltd 6.125% 28/09/2015	880		4% 10/09/2015	4,500
800,000	Cooperatieve Centrale Raiffeisen-Boerenleenbank BA FRN 07/09/2015	804	3,550,000	Network Rail Infrastructure Finance Plc	
600,000	Credit Suisse AG FRN 15/07/2016	600		4.875% 27/11/2015	3,678
500,000	National Australia Bank Ltd FRN 12/11/2016	503	3,200,000	Nordea Bank AB 3.875% 15/12/2015	3,287
500,000	ASB Finance Ltd FRN 13/03/2017	502	3,100,000	FMS Wertmanagement AoeR 1% 01/12/2015	3,111
500,000	Svenska Handelsbanken AB FRN 10/05/2016	502	3,050,000	Credit Suisse AG FRN 15/07/2016	3,051
450,000	Roche Holdings Inc 5.5% 04/03/2015	453	2,900,000	Caisse d'Amortissement de la Dette Sociale	
450,000	HSBC Bank Plc FRN 16/05/2016	452		2.25% 07/12/2015	2,940
400,000	Volkswagen International Finance NV 1.25% 20/08/2015	401	2,775,000	Goldman Sachs Group Inc 5.25% 15/12/2015	2,875
300,000	Anglian Water Services Financing Plc 5.25% 30/10/2015	311	2,675,000	KFW 5.5% 07/12/2015	2,788
300,000	State of North Rhine-Westphalia FRN 23/05/2016	302	2,650,000	Caisse d'Amortissement de la Dette Sociale	
300,000	Swedbank AB FRN 06/11/2015	301		FRN 16/02/2015	2,665
300,000	BNP Paribas SA FRN 16/05/2016	301	2,450,000	QBE Insurance Group Ltd 6.125% 28/09/2015	2,554
300,000	Pohjola Bank Oyj FRN 09/11/2015	301	2,500,000	SNCF Reseau 2.375% 23/12/2015	2,541
300,000	New York Life Funding 5.125% 03/02/2015	301	2,225,000	Commonwealth Bank of Australia 3.875% 14/12/2015	2,287
300,000	Nederlandse Waterschapsbank NV FRN 27/04/2015	300	2,250,000	Asian Development Bank 1% 15/12/2015	2,260
250,000	BNZ International Funding Ltd FRN 29/01/2016	251	2,175,000	Bank Nederlandse Gemeenten NV 2.375% 23/12/2015	2,211
250,000	Bank of Montreal FRN 24/10/2016	251	2,050,000	Svensk Exportkredit AB 0.875% 15/12/2015	2,055
200,000	BPCE SA FRN 06/03/2017	201	2,025,000	Westpac Securities NZ Ltd FRN 03/10/2017	2,028
			1,925,000	United Utilities Water Ltd 6.125% 29/12/2015	2,016
			1,975,000	International Finance Corp 0.625% 15/12/2015	1,977
			1,900,000	FCE Bank Plc 5.125% 16/11/2015	1,964
			1,850,000	Daimler AG 1.375% 10/12/2015	1,858

The UCITS notices issued by the Central Bank of Ireland require a Schedule of Portfolio changes during the year. These are defined as aggregate purchases of a security exceeding one per cent of the total value of purchases for the year and aggregate disposals greater than one per cent of the total value of sales. At a minimum the largest 20 purchases and 20 sales must be given or all purchases and sales if less than 20. A full listing of the portfolio changes for the year is available, upon request, at no cost from the Administrator.

iShares Euro Government Bond 20yr Target Duration UCITS ETF

INCOME STATEMENT

For the period ended 31 May 2015

	Note	Period from 21 January 2015 to 31 May 2015 €'000
Operating income	2	23
Net losses on financial assets/liabilities at fair value through profit or loss	3	(108)
Total losses		(85)
Operating expenses	4	(3)
Net operating loss		(88)
Finance costs:		
Distributions to redeemable participating shareholders	6	(14)
Total finance costs		(14)
Net loss for the financial period		(102)
Decrease in net assets attributable to redeemable participating shareholders from operations		(102)

There are no recognised gains or losses arising in the period other than those dealt with in the income statement. In arriving at the results of the financial period, all amounts relate to continuing operations.

STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO REDEEMABLE PARTICIPATING SHAREHOLDERS

For the period ended 31 May 2015

	Period from 21 January 2015 to 31 May 2015 €'000
Net assets attributable to redeemable participating shareholders at the beginning of the period	-
Decrease in net assets attributable to redeemable participating shareholders from operations	(102)
Share transactions:	
Proceeds from issue of redeemable participating shares	10,048
Payments on redemption of redeemable participating shares	(4,957)
Increase in net assets resulting from share transactions	5,091
Net assets attributable to redeemable participating shareholders at the end of the period	4,989

The accompanying notes form an integral part of these financial statements.

iShares Euro Government Bond 20yr Target Duration UCITS ETF

BALANCE SHEET

As at 31 May 2015

	Note	31 May 2015 €'000
CURRENT ASSETS		
Cash and cash equivalents		11
Receivables	10	576
Financial assets at fair value through profit or loss	11	4,930
Total current assets		5,517
CURRENT LIABILITIES		
Payables	12	(514)
Distributions payable to redeemable participating shareholders	6	(14)
Total current liabilities excluding net assets attributable to redeemable participating shareholders		(528)
Net asset value attributable to redeemable participating shareholders at the end of the period		4,989

The accompanying notes form an integral part of these financial statements. Details of the NAV per share are set out in note 9.

iShares Euro Government Bond 20yr Target Duration UCITS ETF

NOTES TO THE FINANCIAL STATEMENTS

For the period ended 31 May 2015

1. ACCOUNTING POLICIES, FINANCIAL INSTRUMENTS AND RISKS, TAX, SOFT COMMISSIONS AND EXCHANGE RATES

The accounting policies are set out on pages 46 to 50. The financial instruments and risks are set out on pages 51 to 70. The notes relating to tax, soft commissions and exchange rates are set out in the notes on pages 73 to 78.

2. OPERATING INCOME

	Period from 21 January 2015 to 31 May 2015 €'000
Bond interest income	23
	23

3. NET LOSSES ON FINANCIAL ASSETS/LIABILITIES AT FAIR VALUE THROUGH PROFIT OR LOSS

	Period from 21 January 2015 to 31 May 2015 €'000
Net losses on investments in securities held at fair value through profit or loss	(108)
	(108)

4. OPERATING EXPENSES

	Period from 21 January 2015 to 31 May 2015 €'000
Management fees	(3)
	(3)

5. MANAGEMENT FEES

Fees earned by the Manager during the period and balances outstanding as at 31 May 2015 are disclosed in note 4 and note 12 respectively.

Please refer to note 5 of the financial statements of the Company for each Fund's management fee rate.

The Manager is responsible for discharging, from this fee, all fees of the Investment Manager, the Administrator and the Custodian and any distributing agent appointed by the distributor through whom the shares will be marketed, together with all reasonable out of pocket expenses of such service providers, (including sub-custodial fees and expenses, which will be at normal commercial rates) and transaction related charges of the Administrator and Custodian). The Manager will also be responsible for discharging from its fee for each share class an attributable proportion of the organisational and operating expenses, including audit and directors fees, of the Company. The fee will be accrued daily based on the daily net asset value of the share classes and will be paid monthly in arrears. Where the actual fees and costs incurred exceed the amount paid to the Manager, the excess will be discharged by the Manager from its own assets.

The Fund employs an "all in one" fee structure, paying all of its fees, operating costs and expenses (and its due proportion of any costs and expenses allocated to it) as a single flat fee (the "Total Expense Ratio" or "TER"). The TER is calculated in accordance with the Committee of European Securities Regulators ("CESR") guidelines on the methodology for calculation of the ongoing charges figure in the Key Investor Information Document.

Total fees paid to the Manager as a percentage of the average Fund assets for the period were as follows:

	TER % 31 May 2015
	0.15

6. DISTRIBUTIONS TO REDEEMABLE PARTICIPATING SHAREHOLDERS

The Company may declare and pay distributions to Redeemable Participating Shareholders on any distributing class of shares in the Company. The Company intends to declare distributions to redeemable participating shareholders for each distributing Fund, in respect of each financial period, which are generally equal to the total income of the Fund net of expenses for that financial period.

iShares Euro Government Bond 20yr Target Duration UCITS ETF

NOTES TO THE FINANCIAL STATEMENTS (continued)

For the period ended 31 May 2015

6. DISTRIBUTIONS TO REDEEMABLE PARTICIPATING SHAREHOLDERS (continued)

Distributions declared during the period were as follows:

	Period from 21 January 2015 to 31 May 2015 €'000
May 2015	14
	14
Equalisation income	-
Equalisation expense	-
	14

7. TRANSACTION COSTS

Transaction costs on this Fund are not separately identifiable for period from 21 January 2015. Please refer to note 10 of the financial statements of the Company for further details.

8. SHARE CAPITAL

The issued and fully paid redeemable participating share capital is at all times equal to the net asset value of the Fund. Redeemable participating shares are redeemable at the shareholders' option and are classified as financial liabilities.

	31 May 2015 No. of Shares
Number of redeemable participating shares:	
Balance at the beginning of period	-
Issued during the period	2,000,000
Redeemed during the period	(1,000,000)
Balance at the end of period	1,000,000

9. NET ASSETS ATTRIBUTABLE TO REDEEMABLE PARTICIPATING SHAREHOLDERS

	No. of Shares
Shares in issue	
As at 31 May 2015	1,000,000

	€'000
Net asset value	
As at 31 May 2015	4,989

Net asset value per share	
As at 31 May 2015	€4.99

10. RECEIVABLES

	31 May 2015 €'000
Sale of securities awaiting settlement	522
Bond income receivable	54
	576

11. FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS

	31 May 2015 €'000
Financial assets:	
Investment in bonds	4,930
	4,930

12. PAYABLES

	31 May 2015 €'000
Purchase of securities awaiting settlement	(513)
Management fees payable	(1)
	(514)

13. COMMITMENTS AND CONTINGENT LIABILITIES

There were no significant commitments or contingent liabilities at the period ended 31 May 2015, other than those disclosed in note 16 of the financial statements of the Company.

14. RELATED PARTY TRANSACTIONS

The related parties are set out in note 18 of the financial statements of the Company.

15. FINANCIAL DERIVATIVE INSTRUMENTS

The Fund may buy and sell financial derivative instruments. See further details in note 20 of the financial statements of the Company and the Fund's Schedule of Investments.

16. SUBSEQUENT EVENTS

Please refer to note 21 of the financial statements of the Company.

iShares Euro Government Bond 20yr Target Duration UCITS ETF

SCHEDULE OF INVESTMENTS

As at 31 May 2015

Holding	Investment	Fair value €'000	% of net asset value
Transferable Securities Admitted to an Official Stock Exchange Listing or traded on a Regulated Market			
Bonds			
Austria			
Government bonds: AA+ rating			
38,000	Austria Government Bond 2.4% 23/05/2034	46	0.92
140,000	Austria Government Bond 3.15% 20/06/2044	205	4.11
26,000	Austria Government Bond 3.8% 26/01/2062	48	0.96
94,000	Austria Government Bond 4.15% 15/03/2037	148	2.97
Total Austria		447	8.96
Belgium			
Government bonds: AA rating			
28,000	Belgium Government Bond 1% 22/06/2031	27	0.54
50,000	Belgium Government Bond 3% 22/06/2034	64	1.28
156,000	Belgium Government Bond 3.75% 22/06/2045	238	4.77
116,000	Belgium Government Bond 4.25% 28/03/2041	186	3.73
Total Belgium		515	10.32
Finland			
Government bonds: AA+ rating			
24,000	Finland Government Bond 0.75% 15/04/2031	23	0.46
82,000	Finland Government Bond 2.625% 04/07/2042	111	2.23
Total Finland		134	2.69
France			
Government bonds: AA rating			
364,000	France Government Bond OAT 3.25% 25/05/2045	507	10.16
188,000	France Government Bond OAT 4% 25/10/2038	283	5.67
114,000	France Government Bond OAT 4% 25/04/2055	190	3.81
80,000	France Government Bond OAT 4% 25/04/2060	136	2.73
176,000	France Government Bond OAT 4.5% 25/04/2041	289	5.79
Total France		1,405	28.16

Holding	Investment	Fair value €'000	% of net asset value
Germany			
Government bonds: AAA rating			
126,000	Bundesrepublik Deutschland 2.5% 04/07/2044	170	3.41
70,000	Bundesrepublik Deutschland 2.5% 15/08/2046	95	1.91
356,000	Bundesrepublik Deutschland 3.25% 04/07/2042	539	10.80
176,000	Bundesrepublik Deutschland 4% 04/01/2037	278	5.57
112,000	Bundesrepublik Deutschland 4.25% 04/07/2039	189	3.79
124,000	Bundesrepublik Deutschland 4.75% 04/07/2040	225	4.51
Total Germany		1,496	29.99
Netherlands			
Government bonds: AA+ rating			
78,000	Netherlands Government Bond 2.5% 15/01/2033	97	1.94
58,000	Netherlands Government Bond 2.75% 15/01/2047	81	1.62
366,000	Netherlands Government Bond 3.75% 15/01/2042	589	11.81
106,000	Netherlands Government Bond 4% 15/01/2037	166	3.33
Total Netherlands		933	18.70
Total bonds		4,930	98.82
Total value of investments		4,930	98.82
Cash[†]		11	0.22
Other net assets		48	0.96
Net asset value attributable to redeemable participating shareholders at the end of the period		4,989	100.00

[†] Substantially all cash positions are held with State Street Bank and Trust Company.

All credit ratings are shown as at 31 May 2015.

Fixed income securities are primarily classified by country of issuer for government type fixed income securities.

iShares Euro Government Bond 20yr Target Duration UCITS ETF

SCHEDULE OF INVESTMENTS (continued)

As at 31 May 2015

Analysis of total current assets gross of all liabilities	Fair value €'000	% of total current assets
Transferable securities admitted to an official stock exchange listing or traded on a regulated market	4,930	89.36
Other assets	587	10.64
Total current assets	5,517	100.00

iShares Euro Government Bond 20yr Target Duration UCITS ETF

SCHEDULE OF MATERIAL PURCHASES AND SALES (unaudited)

For the period ended 31 May 2015

Holding	Investments	Proceeds €'000	Holding	Investments	Cost €'000
Sales			Purchases		
414,000	Netherlands Government Bond 3.75% 15/01/2042	675	780,000	Netherlands Government Bond 3.75% 15/01/2042	1,266
408,000	Bundesrepublik Deutschland 3.25% 04/07/2042	624	764,000	Bundesrepublik Deutschland 3.25% 04/07/2042	1,162
334,000	France Government Bond OAT 4.75% 25/04/2035	532	700,000	France Government Bond OAT 3.25% 25/05/2045	982
296,000	Belgium Government Bond 5% 28/03/2035	484	360,000	France Government Bond OAT 4.5% 25/04/2041	597
336,000	France Government Bond OAT 3.25% 25/05/2045	473	374,000	France Government Bond OAT 4% 25/10/2038	568
184,000	France Government Bond OAT 4.5% 25/04/2041	300	352,000	Bundesrepublik Deutschland 4% 04/01/2037	561
186,000	France Government Bond OAT 4% 25/10/2038	279	334,000	France Government Bond OAT 4.75% 25/04/2035	544
176,000	Bundesrepublik Deutschland 4% 04/01/2037	276	296,000	Belgium Government Bond 5% 28/03/2035	504
158,000	Austria Government Bond 3.15% 20/06/2044	234	310,000	Belgium Government Bond 3.75% 22/06/2045	476
154,000	Belgium Government Bond 3.75% 22/06/2045	234	248,000	Bundesrepublik Deutschland 4.75% 04/07/2040	453
124,000	Bundesrepublik Deutschland 4.75% 04/07/2040	223	298,000	Austria Government Bond 3.15% 20/06/2044	441
118,000	Belgium Government Bond 4.25% 28/03/2041	187	228,000	France Government Bond OAT 4% 25/04/2055	385
114,000	France Government Bond OAT 4% 25/04/2055	187	234,000	Belgium Government Bond 4.25% 28/03/2041	378
104,000	Bundesrepublik Deutschland 4.25% 04/07/2039	173	216,000	Bundesrepublik Deutschland 4.25% 04/07/2039	366
110,000	Netherlands Government Bond 4% 15/01/2037	171	216,000	Netherlands Government Bond 4% 15/01/2037	343
124,000	Bundesrepublik Deutschland 2.5% 04/07/2044	166	250,000	Bundesrepublik Deutschland 2.5% 04/07/2044	340
94,000	Austria Government Bond 4.15% 15/03/2037	147	188,000	Austria Government Bond 4.15% 15/03/2037	301
82,000	France Government Bond OAT 4% 25/04/2060	137	162,000	France Government Bond OAT 4% 25/04/2060	280
96,000	Finland Government Bond 2.625% 04/07/2042	132	178,000	Finland Government Bond 2.625% 04/07/2042	242
70,000	Bundesrepublik Deutschland 2.5% 15/08/2046	94	140,000	Bundesrepublik Deutschland 2.5% 15/08/2046	193

The UCITS notices issued by the Central Bank of Ireland require a Schedule of Portfolio changes during the period. These are defined as aggregate purchases of a security exceeding one per cent of the total value of purchases for the period and aggregate disposals greater than one per cent of the total value of sales. At a minimum the largest 20 purchases and 20 sales must be given or all purchases and sales if less than 20. A full listing of the portfolio changes for the period is available, upon request, at no cost from the Administrator.

iShares Euro Ultrashort Bond UCITS ETF

INCOME STATEMENT

For the year ended 31 May 2015

	Note	Year ended 31 May 2015 €'000	Period from 17 October 2013 to 31 May 2014 €'000
Operating income	2	171	73
Net (losses)/gains on financial assets/liabilities at fair value through profit or loss	3	(6)	17
Total gains		165	90
Operating expenses	4	(74)	(26)
Net operating profit		91	64
Finance costs:			
Distributions to redeemable participating shareholders	6	(118)	(45)
Total finance costs		(118)	(45)
Net (loss)/profit for the financial year/period		(27)	19
(Decrease)/increase in net assets attributable to redeemable participating shareholders from operations		(27)	19

There are no recognised gains or losses arising in the year/period other than those dealt with in the income statement. In arriving at the results of the financial year/period, all amounts relate to continuing operations.

STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO REDEEMABLE PARTICIPATING SHAREHOLDERS

For the year ended 31 May 2015

	Year ended 31 May 2015 €'000	Period from 17 October 2013 to 31 May 2014 €'000
Net assets attributable to redeemable participating shareholders at the beginning of the year/period	20,021	-
(Decrease)/increase in net assets attributable to redeemable participating shareholders from operations	(27)	19
Share transactions:		
Proceeds from issue of redeemable participating shares	145,956	27,005
Payments on redemption of redeemable participating shares	(3,006)	(7,003)
Increase in net assets resulting from share transactions	142,950	20,002
Net assets attributable to redeemable participating shareholders at the end of the year/period	162,944	20,021

The accompanying notes form an integral part of these financial statements.

iShares Euro Ultrashort Bond UCITS ETF

BALANCE SHEET

As at 31 May 2015

	Note	31 May 2015 €'000	31 May 2014 €'000
CURRENT ASSETS			
Cash and cash equivalents		35	10
Receivables	10	1,530	280
Financial assets at fair value through profit or loss	11	165,879	19,870
Total current assets		167,444	20,160
CURRENT LIABILITIES			
Payables	12	(4,348)	(103)
Distributions payable to redeemable participating shareholders	6	(152)	(36)
Total current liabilities excluding net assets attributable to redeemable participating shareholders		(4,500)	(139)
Net asset value attributable to redeemable participating shareholders at the end of the year/period		162,944	20,021

The accompanying notes form an integral part of these financial statements. Details of the NAV per share are set out in note 9.

iShares Euro Ultrashort Bond UCITS ETF

NOTES TO THE FINANCIAL STATEMENTS

For the period ended 31 May 2015

1. ACCOUNTING POLICIES, FINANCIAL INSTRUMENTS AND RISKS, TAX, SOFT COMMISSIONS AND EXCHANGE RATES

The accounting policies are set out on pages 46 to 50. The financial instruments and risks are set out on pages 51 to 70. The notes relating to tax, soft commissions and exchange rates are set out in the notes on pages 73 to 78.

2. OPERATING INCOME

	Year ended 31 May 2015 €'000	Period from 17 October 2013 to 31 May 2014 €'000
Deposit interest income	1	1
Bond interest income	170	72
	171	73

3. NET (LOSSES)/GAINS ON FINANCIAL ASSETS/LIABILITIES AT FAIR VALUE THROUGH PROFIT OR LOSS

	Year ended 31 May 2015 €'000	Period from 17 October 2013 to 31 May 2014 €'000
Net (losses)/gains on investments in securities held at fair value through profit or loss	(6)	17
	(6)	17

4. OPERATING EXPENSES

	Year ended 31 May 2015 €'000	Period from 17 October 2013 to 31 May 2014 €'000
Management fees	(74)	(26)
	(74)	(26)

5. MANAGEMENT FEES

Fees earned by the Manager during the year and balances outstanding as at 31 May 2015 and 31 May 2014 are disclosed in note 4 and note 12 respectively.

Please refer to note 5 of the financial statements of the Company for each Fund's management fee rate.

The Manager is responsible for discharging, from this fee, all fees of the Investment Manager, the Administrator and the Custodian and any distributing agent appointed by the distributor through whom the shares will be marketed, together with all reasonable out of pocket expenses of such service providers, (including sub-custodial fees and expenses, which will be at normal commercial rates) and transaction related charges of the Administrator and Custodian). The Manager will also be responsible for discharging from its fee for each share class an attributable proportion of the organisational and operating expenses, including audit and directors fees, of the Company. The fee will be accrued daily based on the daily net asset value of the share classes and will be paid monthly in arrears. Where the actual fees and costs incurred exceed the amount paid to the Manager, the excess will be discharged by the Manager from its own assets.

The Fund employs an "all in one" fee structure, paying all of its fees, operating costs and expenses (and its due proportion of any costs and expenses allocated to it) as a single flat fee (the "Total Expense Ratio" or "TER"). The TER is calculated in accordance with the Committee of European Securities Regulators ("CESR") guidelines on the methodology for calculation of the ongoing charges figure in the Key Investor Information Document.

Total fees paid to the Manager as a percentage of the average Fund assets for the year/period were as follows:

	TER % 31 May 2015	TER % 31 May 2014
	0.14*	0.20

* The TER for this fund is currently discounted from 0.20 to 0.09, for further information please see the background section.

6. DISTRIBUTIONS TO REDEEMABLE PARTICIPATING SHAREHOLDERS

The Company may declare and pay distributions to Redeemable Participating Shareholders on any distributing class of shares in the Company. The Company intends to declare distributions to redeemable participating shareholders for each distributing Fund, in respect of each financial year/period, which are generally equal to the total income of the Fund net of expenses for that financial year/period.

iShares Euro Ultrashort Bond UCITS ETF

NOTES TO THE FINANCIAL STATEMENTS (continued)

For the year ended 31 May 2015

6. DISTRIBUTIONS TO REDEEMABLE PARTICIPATING SHAREHOLDERS (continued)

Distributions declared during the year/period were as follows:

	Year ended 31 May 2015 €'000	Period from 17 October 2013 to 31 May 2014 €'000
November 2013	-	6
May 2014	-	36
November 2014	66	-
May 2015	152	-
	218	42
Equalisation income	(102)	(3)
Equalisation expense	2	6
	118	45

7. TRANSACTION COSTS

Disclosed in the table below are separately identifiable transaction costs incurred by the Fund for the year ended 31 May 2015 and the period ended 31 May 2014. Please refer to note 10 of the financial statements of the Company for further details.

	Year ended 31 May 2015 €'000	Period from 17 October 2013 to 31 May 2014 €'000
Transaction costs	(2)	(1)

8. SHARE CAPITAL

The issued and fully paid redeemable participating share capital is at all times equal to the net asset value of the Fund. Redeemable participating shares are redeemable at the shareholders' option and are classified as financial liabilities.

	31 May 2015 No. of Shares	31 May 2014 No. of Shares
Number of redeemable participating shares:		
Balance at the beginning of year/period	200,000	-
Issued during the year/period	1,455,510	270,000
Redeemed during the year/period	(30,000)	(70,000)
Balance at the end of year/period	1,625,510	200,000

9. NET ASSETS ATTRIBUTABLE TO REDEEMABLE PARTICIPATING SHAREHOLDERS

	No. of Shares
Shares in issue	
As at 31 May 2015	1,625,510
As at 31 May 2014	200,000

	€'000
Net asset value	
As at 31 May 2015	162,944
As at 31 May 2014	20,021

	€'000
Net asset value per share	
As at 31 May 2015	€100.24
As at 31 May 2014	€100.11

10. RECEIVABLES

	31 May 2015 €'000	31 May 2014 €'000
Bond interest income receivable	1,530	244
Distributions payable held with registrar*	-	36
	1,530	280

*Further details are set out in note 12 on page 75.

11. FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS

	31 May 2015 €'000	31 May 2014 €'000
Financial assets:		
Investment in bonds	158,914	18,105
Investment in UCITS collective investment schemes	6,965	1,765
	165,879	19,870

12. PAYABLES

	31 May 2015 €'000	31 May 2014 €'000
Purchase of securities awaiting settlement	(4,337)	(100)
Management fees payable	(11)	(3)
	(4,348)	(103)

iShares Euro Ultrashort Bond UCITS ETF

NOTES TO THE FINANCIAL STATEMENTS (continued)

For the year ended 31 May 2015

13. COMMITMENTS AND CONTINGENT LIABILITIES

There were no significant commitments or contingent liabilities at the year ended 31 May 2015 and period ended 31 May 2014, other than those disclosed in note 16 of the financial statements of the Company.

14. RELATED PARTY TRANSACTIONS

The related parties are set out in note 18 of the financial statements of the Company.

15. FINANCIAL DERIVATIVE INSTRUMENTS

The Fund may buy and sell financial derivative instruments. See further details in note 20 of the financial statements of the Company and the Fund's Schedule of Investments.

16. SUBSEQUENT EVENTS

Please refer to note 21 of the financial statements of the Company.

iShares Euro Ultrashort Bond UCITS ETF

SCHEDULE OF INVESTMENTS

As at 31 May 2015

Holding	Investment	Fair value €'000	% of net asset value
Transferable Securities Admitted to an Official Stock Exchange Listing or traded on a Regulated Market			
Bonds			
Australia			
Corporate bonds: AA rating			
400,000	Australia & New Zealand Banking Group Ltd FRN 04/10/2016	401	0.25
100,000	Commonwealth Bank of Australia FRN 17/09/2015	100	0.06
Corporate bonds: AA- rating			
400,000	Commonwealth Bank of Australia FRN 14/01/2016	400	0.25
450,000	Commonwealth Bank of Australia FRN 21/10/2016	452	0.28
950,000	National Australia Bank Ltd FRN 16/01/2018	952	0.58
100,000	National Australia Bank Ltd FRN 19/07/2016	100	0.06
550,000	Westpac Banking Corp FRN 10/11/2016	552	0.34
Corporate bonds: A+ rating			
700,000	BHP Billiton Finance Ltd 6.375% 04/04/2016	737	0.45
Corporate bonds: A rating			
400,000	Macquarie Bank Ltd FRN 24/04/2016	401	0.25
100,000	Telstra Corp Ltd 3.875% 24/07/2015	101	0.06
Corporate bonds: A- rating			
350,000	Wesfarmers Ltd 3.875% 10/07/2015	351	0.21
Total Australia		4,547	2.79
Austria			
Corporate bonds: A-/*- rating			
600,000	Erste Group Bank AG 4.25% 12/04/2016	620	0.38
Corporate bonds: BBB+ rating			
200,000	Raiffeisenlandesbank Niederoesterreich-Wien AG 1.25% 01/03/2016	200	0.12
Corporate bonds: BBB rating			
375,000	Telekom Finanzmanagement GmbH 6.375% 29/01/2016	390	0.24
Total Austria		1,210	0.74
Belgium			
Corporate bonds: A rating			
450,000	Anheuser-Busch InBev NV FRN 29/03/2018	453	0.28
Corporate bonds: A- rating			
500,000	Elia System Operator SA/NV 5.625% 22/04/2016	524	0.32
Corporate bonds: BBB+ rating			
300,000	Solvay SA 5% 12/06/2015	300	0.18
Total Belgium		1,277	0.78

Holding	Investment	Fair value €'000	% of net asset value
Brazil			
Corporate bonds: BBB- rating			
550,000	Banco do Brasil SA 4.5% 20/01/2016	562	0.34
Total Brazil		562	0.34
Canada			
Corporate bonds: AA- rating			
550,000	Toronto-Dominion Bank FRN 16/06/2017	552	0.34
Corporate bonds: A+ rating			
300,000	Bank of Montreal FRN 04/11/2016	301	0.19
300,000	Bank of Nova Scotia FRN 30/09/2016	301	0.18
Total Canada		1,154	0.71
Cayman Islands			
Corporate bonds: A- rating			
550,000	Hutchison Whampoa Finance 05 Ltd 4.125% 28/06/2015	551	0.34
Total Cayman Islands		551	0.34
Denmark			
Corporate bonds: A+ rating			
400,000	Nykredit Bank A/S FRN 02/06/2017	400	0.25
Corporate bonds: A+/*- rating			
300,000	Nykredit Bank A/S 3.5% 04/11/2015	304	0.19
300,000	Nykredit Bank A/S FRN 03/06/2016	301	0.18
Corporate bonds: A rating			
200,000	Danske Bank A/S 2.5% 09/07/2015	200	0.12
650,000	Danske Bank A/S 3.875% 18/05/2016	673	0.41
550,000	Danske Bank A/S FRN 02/06/2017	552	0.34
Corporate bonds: A- rating			
400,000	Jyske Bank A/S FRN 19/06/2017	402	0.25
200,000	Jyske Bank A/S FRN 23/03/2018	201	0.12
Total Denmark		3,033	1.86
Finland			
Corporate bonds: AA- rating			
100,000	Pohjola Bank Oyj 3.125% 12/01/2016	102	0.06
350,000	Pohjola Bank Oyj FRN 03/03/2017	351	0.22
Corporate bonds: A- rating			
500,000	Bayer Nordic SE FRN 28/03/2017	501	0.31
Corporate bonds: BBB rating			
100,000	Sampo Oyj 4.25% 22/02/2016	103	0.06
Total Finland		1,057	0.65
France			
Corporate bonds: AA-/*- rating			
800,000	HSBC France SA FRN 27/01/2016	801	0.49

iShares Euro Ultrashort Bond UCITS ETF

SCHEDULE OF INVESTMENTS (continued)

As at 31 May 2015

Holding	Investment	Fair value €'000	% of net asset value
Bonds (cont)			
France (cont)			
Corporate bonds: A+ rating			
550,000	BNP Paribas SA 2.875% 13/07/2015	552	0.34
1,200,000	BNP Paribas SA 3.5% 07/03/2016	1,230	0.76
200,000	BNP Paribas SA FRN 19/01/2017	201	0.12
900,000	BNP Paribas SA FRN 13/11/2015	901	0.55
300,000	LVMH Moet Hennessy Louis Vuitton SE FRN 05/09/2016	300	0.18
Corporate bonds: A rating			
600,000	Banque Federative du Credit Mutuel SA 3% 29/10/2015	607	0.37
950,000	Banque Federative du Credit Mutuel SA 4.375% 31/05/2016	990	0.61
500,000	Banque Federative du Credit Mutuel SA FRN 10/02/2016	500	0.31
700,000	Banque Federative du Credit Mutuel SA FRN 23/03/2017	700	0.43
100,000	Banque Federative du Credit Mutuel SA FRN 16/07/2015	100	0.06
600,000	Banque Federative du Credit Mutuel SA FRN 22/03/2016	602	0.37
500,000	BPCE SA 1.75% 14/03/2016	506	0.31
500,000	BPCE SA 2.875% 22/09/2015	504	0.31
1,000,000	BPCE SA FRN 10/03/2017	1,001	0.61
800,000	BPCE SA FRN 16/05/2016	802	0.49
800,000	BPCE SA FRN 13/01/2016	802	0.49
300,000	BPCE SA FRN 28/05/2018	304	0.19
800,000	BPCE SA FRN 18/01/2016	803	0.49
650,000	Credit Agricole SA 3% 20/07/2015	652	0.40
800,000	Credit Agricole SA 3.625% 08/03/2016	821	0.50
700,000	Credit Agricole SA FRN 28/08/2015	701	0.43
1,100,000	Credit Agricole SA FRN 28/01/2016	1,102	0.68
300,000	Credit Mutuel Arkea SA FRN 19/07/2016	300	0.18
750,000	GDF Suez 1.5% 01/02/2016	757	0.47
300,000	GDF Suez 5.625% 18/01/2016	310	0.19
400,000	Societe Generale SA 2.375% 13/07/2015	401	0.25
800,000	Societe Generale SA 4% 20/04/2016	827	0.51
1,100,000	Societe Generale SA FRN 16/01/2017	1,103	0.68
800,000	Societe Generale SA FRN 28/03/2016	802	0.49
500,000	Societe Generale SA FRN 18/01/2016	502	0.31
Corporate bonds: A- rating			
200,000	Klepierre 4.25% 16/03/2016	206	0.13
300,000	Vinci SA FRN 18/04/2016	301	0.18
Corporate bonds: BBB+ rating			
400,000	Carrefour Banque SA FRN 21/03/2018	404	0.25
200,000	Carrefour SA 5.375% 12/06/2015	200	0.12
500,000	Gecina SA 4.25% 03/02/2016	513	0.31

Holding	Investment	Fair value €'000	% of net asset value
France (cont)			
Corporate bonds: BBB+ rating (cont)			
500,000	Orange SA 3.625% 14/10/2015	507	0.31
500,000	Societe Des Autoroutes Paris-Rhin- Rhone 4.375% 25/01/2016	514	0.32
Corporate bonds: BBB+/- rating			
200,000	mFinance France SA 2.75% 12/10/2015	202	0.13
Corporate bonds: BBB rating			
100,000	ALD International SA FRN 10/12/2015	100	0.06
575,000	Banque Federative du Credit Mutuel SA 5% 30/09/2015	583	0.36
450,000	Bouygues SA 4.75% 24/05/2016	470	0.29
450,000	Bouygues SA 6.125% 03/07/2015	452	0.28
600,000	Cie de Saint-Gobain 3.5% 30/09/2015	607	0.37
200,000	Cie de Saint-Gobain 4.875% 31/05/2016	209	0.13
400,000	RCI Banque SA 4% 25/01/2016	409	0.25
350,000	RCI Banque SA 4% 16/03/2016	360	0.22
200,000	RCI Banque SA 5.625% 05/10/2015	204	0.13
300,000	RCI Banque SA FRN 27/11/2017	301	0.18
400,000	RCI Banque SA FRN 13/06/2017	403	0.25
Corporate bonds: BBB- rating			
500,000	Alstom SA 2.875% 05/10/2015	504	0.31
400,000	Alstom SA 3.875% 02/03/2016	411	0.25
200,000	Casino Guichard Perrachon SA 4.472% 04/04/2016	207	0.12
800,000	Pernod Ricard SA 4.875% 18/03/2016	829	0.51
1,050,000	Renault SA 4.625% 25/05/2016	1,091	0.67
200,000	Societe Fonciere Lyonnaise SA 4.625% 25/05/2016	208	0.13
200,000	Wendel SA 4.875% 26/05/2016	209	0.13
Total France		30,888	18.96
Germany			
Corporate bonds: AA+ rating			
200,000	Norddeutsche Landesbank Girozentrale FRN 15/09/2015	200	0.12
Corporate bonds: A rating			
200,000	MAN SE 1% 21/09/2015	201	0.12
350,000	MAN SE 7.25% 20/05/2016	374	0.23
300,000	SAP SE FRN 03/04/2017	300	0.19
400,000	Volkswagen Bank GmbH FRN 19/08/2016	401	0.25
100,000	Volkswagen Bank GmbH FRN 11/04/2016	100	0.06
800,000	Volkswagen Bank GmbH FRN 09/05/2016	802	0.49
275,000	Volkswagen Financial Services AG FRN 16/10/2017	275	0.17
600,000	Volkswagen Leasing GmbH 1.5% 15/09/2015	602	0.37

iShares Euro Ultrashort Bond UCITS ETF

SCHEDULE OF INVESTMENTS (continued)

As at 31 May 2015

Holding	Investment	Fair value €'000	% of net asset value
Bonds (cont)			
Germany (cont)			
Corporate bonds: A rating (cont)			
200,000	Volkswagen Leasing GmbH 2.75% 13/07/2015	201	0.12
Corporate bonds: A/*- rating			
2,200,000	Deutsche Bank AG FRN 11/03/2016	2,202	1.35
300,000	Deutsche Bank AG FRN 15/04/2019	302	0.19
Corporate bonds: A- rating			
500,000	Daimler AG FRN 27/01/2017	501	0.31
100,000	Daimler AG FRN 07/10/2016	100	0.06
Corporate bonds: BBB+ rating			
350,000	Aareal Bank AG 3.25% 17/08/2015	352	0.21
Corporate bonds: BBB rating			
500,000	Deutsche Pfandbriefbank AG 2.5% 11/09/2015	503	0.31
Total Germany			
		7,416	4.55
India			
Corporate bonds: BBB- rating			
650,000	State Bank of India 4.5% 30/11/2015	661	0.41
Total India			
		661	0.41
Ireland			
Corporate bonds: AA+ rating			
1,200,000	GE Capital European Funding 1.25% 15/10/2015	1,205	0.74
200,000	GE Capital European Funding 2.875% 17/09/2015	202	0.12
850,000	GE Capital European Funding 3.75% 04/04/2016	876	0.54
200,000	GE Capital European Funding FRN 22/02/2016	200	0.12
700,000	GE Capital European Funding FRN 03/05/2016	702	0.43
Corporate bonds: A rating			
400,000	Caterpillar International Finance Ltd FRN 13/05/2018	400	0.24
Corporate bonds: BBB- rating			
500,000	Intesa Sanpaolo Bank Ireland Plc FRN 09/03/2018	499	0.31
Corporate bonds: BB+ rating			
350,000	FCA Capital Ireland Plc FRN 17/10/2017	352	0.22
Total Ireland			
		4,436	2.72
Italy			
Corporate bonds: A- rating			
700,000	Eni SpA 5% 28/01/2016	722	0.44
550,000	Eni SpA FRN 29/06/2015	550	0.34
450,000	Luxottica Group SpA 4% 10/11/2015	458	0.28

Holding	Investment	Fair value €'000	% of net asset value
Italy (cont)			
Corporate bonds: BBB+ rating			
650,000	Atlantia SpA 5.625% 06/05/2016	682	0.42
Corporate bonds: BBB rating			
250,000	Enel SpA FRN 20/02/2018	269	0.17
450,000	Snam SpA 2% 13/11/2015	454	0.28
Corporate bonds: BBB- rating			
500,000	Intesa Sanpaolo SpA 4.125% 14/01/2016	511	0.31
200,000	Intesa Sanpaolo SpA 4.875% 10/07/2015	201	0.12
450,000	Intesa Sanpaolo SpA FRN 18/05/2017	447	0.27
150,000	Intesa Sanpaolo SpA FRN 27/10/2015	150	0.09
550,000	Intesa Sanpaolo SpA FRN 20/12/2016	548	0.34
1,150,000	Intesa Sanpaolo SpA FRN 11/01/2016	1,156	0.71
1,000,000	Intesa Sanpaolo SpA FRN 29/07/2015	1,002	0.62
400,000	Mediobanca SpA 3.75% 12/10/2015	405	0.25
450,000	Mediobanca SpA 3.75% 02/02/2016	460	0.28
925,000	UniCredit SpA 4.375% 11/09/2015	935	0.57
500,000	UniCredit SpA FRN 15/03/2016	499	0.31
850,000	UniCredit SpA FRN 10/04/2017	856	0.53
800,000	UniCredit SpA FRN 22/01/2016	806	0.49
500,000	UniCredit SpA FRN 24/07/2015	501	0.31
450,000	Unione di Banche Italiane SCpA 3.75% 30/10/2015	456	0.28
Total Italy			
		12,068	7.41
Luxembourg			
Corporate bonds: A rating			
100,000	KBC IFIMA SA 4.375% 26/10/2015	102	0.06
350,000	KBC IFIMA SA 5% 16/03/2016	363	0.22
Total Luxembourg			
		465	0.28
Netherlands			
Corporate bonds: AA/*- rating			
300,000	Shell International Finance BV 4.5% 09/02/2016	309	0.19
Corporate bonds: AA- rating			
500,000	Schlumberger Finance BV 2.75% 01/12/2015	507	0.31
Corporate bonds: A+ rating			
750,000	BASF Finance Europe NV 5.125% 09/06/2015	751	0.46
1,075,000	BMW Finance NV 3.25% 28/01/2016	1,097	0.67
550,000	BMW Finance NV FRN 05/09/2016	551	0.34
650,000	BMW Finance NV FRN 04/04/2017	652	0.40
150,000	Cooperatieve Centrale Raiffeisen- Boerenleenbank BA 3.375% 18/01/2016	153	0.09
975,000	Cooperatieve Centrale Raiffeisen- Boerenleenbank BA 3.875% 20/04/2016	1,008	0.62

iShares Euro Ultrashort Bond UCITS ETF

SCHEDULE OF INVESTMENTS (continued)

As at 31 May 2015

Holding	Investment	Fair value €'000	% of net asset value	Holding	Investment	Fair value €'000	% of net asset value
Bonds (cont)				Netherlands (cont)			
Netherlands (cont)				Corporate bonds: BBB+ rating			
Corporate bonds: A+ rating (cont)				350,000	Deutsche Telekom International Finance BV 4.75% 31/05/2016	366	0.22
300,000	Cooperatieve Centrale Raiffeisen-Boerenleenbank BA 4.375% 05/05/2016	312	0.19	625,000	E.ON International Finance BV 5.25% 08/09/2015	634	0.39
200,000	Cooperatieve Centrale Raiffeisen-Boerenleenbank BA FRN 23/11/2015	200	0.12	800,000	E.ON International Finance BV 5.5% 19/01/2016	827	0.51
200,000	Cooperatieve Centrale Raiffeisen-Boerenleenbank BA FRN 13/01/2017	200	0.12	375,000	LeasePlan Corp NV 3.875% 16/09/2015	379	0.23
1,475,000	Cooperatieve Centrale Raiffeisen-Boerenleenbank BA FRN 15/01/2016	1,477	0.91	525,000	LeasePlan Corp NV FRN 28/04/2017	526	0.32
850,000	Cooperatieve Centrale Raiffeisen-Boerenleenbank BA FRN 18/11/2016	853	0.52	750,000	RWE Finance BV 6.25% 20/04/2016	790	0.49
500,000	Cooperatieve Centrale Raiffeisen-Boerenleenbank BA FRN 01/02/2016	501	0.31	Corporate bonds: BBB rating			
100,000	ING Bank NV FRN 28/10/2015	100	0.06	450,000	Enel Finance International NV 4.625% 24/06/2015	451	0.28
100,000	ING Bank NV FRN 04/06/2015	100	0.06	Corporate bonds: BBB- rating			
300,000	ING Bank NV FRN 04/09/2015	300	0.19	300,000	Koninklijke KPN NV 4% 22/06/2015	301	0.18
300,000	ING Bank NV FRN 09/09/2016	301	0.19	550,000	Koninklijke KPN NV 6.5% 15/01/2016	571	0.35
100,000	Linde Finance BV 6.75% 08/12/2015	103	0.06	500,000	Repsol International Finance BV 4.25% 12/02/2016	513	0.32
100,000	Nederlandse Gasunie NV 0.875% 30/10/2015	100	0.06	Corporate bonds: BB+ rating			
100,000	Unilever NV 3.375% 29/09/2015	101	0.06	100,000	EDP Finance BV 3.75% 22/06/2015	100	0.06
500,000	Unilever NV FRN 03/06/2018	500	0.31	850,000	EDP Finance BV 5.875% 01/02/2016	880	0.54
Corporate bonds: A rating				Total Netherlands			
1,150,000	ABN Amro Bank NV 4.25% 11/04/2016	1,191	0.73			27,313	16.76
400,000	ABN Amro Bank NV FRN 14/01/2017	400	0.25	New Zealand			
300,000	ABN Amro Bank NV FRN 03/12/2015	300	0.18	Corporate bonds: AA- rating			
600,000	ABN Amro Bank NV FRN 15/04/2016	601	0.37	475,000	ANZ New Zealand Int'l Ltd FRN 05/12/2016	478	0.29
750,000	ABN Amro Bank NV FRN 01/08/2016	754	0.46	250,000	Westpac Securities NZ Ltd FRN 10/03/2017	251	0.16
800,000	ABN Amro Bank NV FRN 05/12/2017	810	0.50	Total New Zealand			
250,000	Achmea Bank NV 2.375% 08/02/2016	254	0.16			729	0.45
300,000	ING Bank NV 2.125% 10/07/2015	301	0.18	Norway			
850,000	ING Bank NV 3.875% 24/05/2016	881	0.54	Corporate bonds: A+ rating			
900,000	ING Bank NV FRN 04/11/2016	901	0.55	500,000	SpareBank 1 SR-Bank ASA 3.5% 21/04/2016	515	0.32
900,000	Volkswagen International Finance NV 7% 09/02/2016	942	0.58	Total Norway			
100,000	Volkswagen International Finance NV FRN 21/01/2016	100	0.06			515	0.32
500,000	Volkswagen International Finance NV FRN 23/09/2015	500	0.31	Spain			
400,000	Volkswagen International Finance NV FRN 15/04/2019	405	0.25	Corporate bonds: BBB+/*+ rating			
Corporate bonds: A- rating				400,000	Santander Consumer Finance SA FRN 20/07/2015	400	0.25
500,000	Daimler International Finance BV 6.125% 08/09/2015	508	0.31	Corporate bonds: BBB+ rating			
425,000	Enbw International Finance BV 4.125% 07/07/2015	427	0.26	600,000	Mapfre SA 5.125% 16/11/2015	613	0.38
700,000	ING Groep NV 4.125% 11/04/2016	724	0.45	500,000	Santander International Debt SAU 3.381% 01/12/2015	508	0.31
800,000	ING Groep NV FRN 11/04/2016	800	0.49	1,200,000	Santander International Debt SAU 4.625% 21/03/2016	1,241	0.76
				400,000	Santander International Debt SAU FRN 06/11/2016	400	0.24

iShares Euro Ultrashort Bond UCITS ETF

SCHEDULE OF INVESTMENTS (continued)

As at 31 May 2015

Holding	Investment	Fair value €'000	% of net asset value
Bonds (cont)			
Spain (cont)			
Corporate bonds: BBB rating			
325,000	Altadis Emisiones Financieras SAU 4% 11/12/2015	331	0.20
800,000	BBVA Senior Finance SAU 3.25% 21/03/2016	819	0.50
450,000	BBVA Senior Finance SAU 3.875% 06/08/2015	453	0.28
1,100,000	BBVA Senior Finance SAU 4.375% 21/09/2015	1,114	0.68
500,000	BBVA Senior Finance SAU 4.875% 15/04/2016	520	0.32
400,000	Enagas SA 4.375% 06/07/2015	402	0.25
400,000	Iberdrola Finanzas SAU 7.5% 25/11/2015	414	0.25
600,000	Santander Consumer Finance SA 1.15% 02/10/2015	602	0.37
1,000,000	Santander Consumer Finance SA 1.45% 29/01/2016	1,008	0.62
1,025,000	Telefonica Emisiones SAU 4.375% 02/02/2016	1,053	0.65
600,000	Telefonica Emisiones SAU 4.967% 03/02/2016	619	0.38
900,000	Telefonica Emisiones SAU 5.496% 01/04/2016	939	0.58
Corporate bonds: BBB/*- rating			
600,000	CaixaBank SA 3.25% 22/01/2016	611	0.37
Total Spain			
		12,047	7.39
Sweden			
Corporate bonds: AA- rating			
500,000	Nordea Bank AB 2.75% 11/08/2015	503	0.31
650,000	Nordea Bank AB 3.625% 11/02/2016	665	0.41
450,000	Nordea Bank AB FRN 25/11/2016	451	0.28
675,000	Svenska Handelsbanken AB 1.5% 06/07/2015	676	0.41
575,000	Svenska Handelsbanken AB 3.625% 16/02/2016	589	0.36
Corporate bonds: A+ rating			
350,000	Skandinaviska Enskilda Banken AB 2.5% 01/09/2015	352	0.21
375,000	Skandinaviska Enskilda Banken AB 3.75% 19/05/2016	388	0.24
550,000	Swedbank AB 1.75% 18/06/2015	551	0.34
1,100,000	Swedbank AB 2.375% 04/04/2016	1,120	0.69
100,000	Swedbank AB FRN 20/09/2017	102	0.06
Corporate bonds: A rating			
500,000	SBAB Bank AB FRN 27/06/2018	500	0.31
Corporate bonds: A- rating			
450,000	Powszechna Kasa Oszczednosci Bank Polski SA Via PKO Finance AB 3.733% 21/10/2015	456	0.28

Holding	Investment	Fair value €'000	% of net asset value
Sweden (cont)			
Corporate bonds: A- rating (cont)			
625,000	Vattenfall AB 5.25% 17/03/2016	650	0.40
Corporate bonds: BBB rating			
375,000	Volvo Treasury AB FRN 16/05/2016	377	0.23
Total Sweden			
		7,380	4.53
Switzerland			
Corporate bonds: A+ rating			
550,000	Credit Suisse AG FRN 19/02/2016	551	0.34
Corporate bonds: A rating			
700,000	Credit Suisse AG 2.875% 24/09/2015	706	0.43
200,000	Credit Suisse AG FRN 23/09/2016	200	0.12
1,300,000	Credit Suisse AG FRN 22/07/2016	1,301	0.80
200,000	Credit Suisse AG FRN 30/03/2017	200	0.12
1,200,000	Credit Suisse AG FRN 30/03/2017	1,202	0.74
750,000	Credit Suisse AG FRN 15/12/2017	753	0.46
500,000	UBS AG 3.125% 18/01/2016	509	0.31
400,000	UBS AG 3.5% 15/07/2015	402	0.25
600,000	UBS AG FRN 05/09/2016	601	0.37
Corporate bonds: A/*- rating			
1,450,000	UBS AG FRN 15/05/2017	1,452	0.89
Total Switzerland			
		7,877	4.83
United Arab Emirates			
Corporate bonds: BBB rating			
800,000	Glencore Finance Dubai Ltd 1.75% 19/05/2016	809	0.50
Total United Arab Emirates			
		809	0.50
United Kingdom			
Corporate bonds: A+ rating			
400,000	GlaxoSmithKline Capital Plc 3.875% 06/07/2015	401	0.25
Corporate bonds: A rating			
650,000	BP Capital Markets Plc 2.177% 16/02/2016	659	0.41
700,000	HSBC Holdings Plc 3.875% 16/03/2016	721	0.44
Corporate bonds: A/*- rating			
450,000	Abbey National Treasury Services Plc 3.375% 20/10/2015	456	0.28
900,000	Abbey National Treasury Services Plc FRN 23/01/2017	901	0.55
300,000	Abbey National Treasury Services Plc FRN 27/01/2016	300	0.19
875,000	Barclays Bank Plc 4.125% 15/03/2016	902	0.55
100,000	Barclays Bank Plc FRN 31/07/2015	100	0.06
100,000	Barclays Bank Plc FRN 02/06/2016	100	0.06

iShares Euro Ultrashort Bond UCITS ETF

SCHEDULE OF INVESTMENTS (continued)

As at 31 May 2015

Holding	Investment	Fair value €'000	% of net asset value
Bonds (cont)			
United Kingdom (cont)			
Corporate bonds: A/*- rating (cont)			
600,000	Lloyds Bank Plc 3.75% 07/09/2015	606	0.37
450,000	Lloyds Bank Plc FRN 14/10/2015	450	0.28
Corporate bonds: A- rating			
400,000	BAT International Finance Plc FRN 06/03/2018	403	0.25
1,000,000	Standard Chartered Plc 3.625% 15/12/2015	1,019	0.62
400,000	Standard Chartered Plc FRN 02/12/2015	400	0.25
425,000	Standard Chartered Plc FRN 13/06/2017	427	0.26
Corporate bonds: A-/*- rating			
800,000	Royal Bank of Scotland Plc 4.875% 15/07/2015	804	0.49
Corporate bonds: BBB+ rating			
375,000	Severn Trent Utilities Finance Plc 5.25% 11/03/2016	390	0.24
750,000	Vodafone Group Plc 6.25% 15/01/2016	778	0.48
Corporate bonds: BBB rating			
400,000	British Telecommunications Plc 6.5% 07/07/2015	402	0.24
600,000	FCE Bank Plc FRN 10/02/2018	601	0.37
1,325,000	Imperial Tobacco Finance Plc 8.375% 17/02/2016	1,400	0.86
Corporate bonds: BBB- rating			
425,000	FCE Bank Plc 1.875% 12/05/2016	431	0.26
Total United Kingdom		12,651	7.76
United States			
Corporate bonds: AA+ rating			
150,000	General Electric Capital Corp 5.125% 02/09/2015	152	0.09
Corporate bonds: AA rating			
950,000	Coca-Cola Co FRN 09/03/2017	951	0.58
750,000	Roche Holdings Inc 5.625% 04/03/2016	782	0.48
Corporate bonds: AA- rating			
500,000	Toyota Motor Credit Corp 6.625% 03/02/2016	522	0.32
Corporate bonds: A+ rating			
375,000	BMW US Capital LLC FRN 20/04/2018	375	0.23
600,000	Wells Fargo & Co FRN 23/03/2016	601	0.37
100,000	Zurich Finance USA Inc 6.5% 14/10/2015	102	0.06
Corporate bonds: A rating			
100,000	Cargill Inc 6.25% 24/07/2015	101	0.06
575,000	HSBC Finance Corp 3.75% 04/11/2015	584	0.36

Holding	Investment	Fair value €'000	% of net asset value
United States (cont)			
Corporate bonds: A rating (cont)			
900,000	JPMorgan Chase & Co FRN 20/11/2016	901	0.55
1,150,000	JPMorgan Chase & Co FRN 03/05/2016	1,153	0.71
850,000	JPMorgan Chase & Co FRN 19/02/2017	853	0.52
500,000	NYSE Holdings LLC 5.375% 30/06/2015	502	0.31
500,000	Philip Morris International Inc 5.75% 24/03/2016	522	0.32
250,000	Philip Morris International Inc 5.875% 04/09/2015	254	0.16
Corporate bonds: A- rating			
650,000	American International Group Inc 4.375% 26/04/2016	674	0.41
700,000	Bank of America Corp FRN 18/05/2016	700	0.43
350,000	Citigroup Inc 3.5% 05/08/2015	352	0.22
800,000	Citigroup Inc 4% 26/11/2015	815	0.50
950,000	Citigroup Inc FRN 09/02/2016	951	0.58
800,000	Goldman Sachs Group Inc 4.5% 09/05/2016	832	0.51
1,000,000	Goldman Sachs Group Inc FRN 23/05/2016	1,002	0.62
700,000	Goldman Sachs Group Inc FRN 30/01/2017	701	0.43
250,000	Goldman Sachs Group Inc FRN 05/09/2016	251	0.16
900,000	JPMorgan Chase & Co FRN 12/10/2015	900	0.55
400,000	McDonald's Corp FRN 26/08/2019	400	0.25
1,075,000	Morgan Stanley 4.5% 23/02/2016	1,109	0.68
1,400,000	Morgan Stanley FRN 13/04/2016	1,403	0.86
800,000	Morgan Stanley FRN 16/01/2017	802	0.49
Corporate bonds: BBB+ rating			
225,000	Bank of America Corp FRN 14/09/2018	222	0.14
525,000	Cellco Partnership / Verizon Wireless Capital LLC 8.75% 18/12/2015	549	0.34
250,000	National Grid USA 3.25% 03/06/2015	250	0.15
Total United States		20,268	12.44
Total bonds		158,914	97.52
UCITS collective investment schemes			
Ireland			
6,965,347	Institutional Cash Series Plc - Institutional Euro Liquidity Fund*	6,965	4.28
Total Ireland		6,965	4.28
Total UCITS collective investment schemes		6,965	4.28

iShares Euro Ultrashort Bond UCITS ETF

SCHEDULE OF INVESTMENTS (continued)

As at 31 May 2015

	Fair value €'000	% of net asset value
Total value of investments	165,879	101.80
Cash[†]	35	0.02
Other net liabilities	(2,970)	(1.82)
Net asset value attributable to redeemable participating shareholders at the end of the year	162,944	100.00

[†] Substantially all cash positions are held with State Street Bank and Trust Company.

* Investment in related party.

All credit ratings are shown as at 31 May 2015.

Fixed and variable income securities are primarily classified by the country of incorporation of the issuer for corporate fixed and variable income securities. Collective Investment Schemes are primarily classified by the country of domicile of the CIS.

Analysis of total current assets gross of all liabilities	Fair value €'000	% of total current assets
Transferable securities admitted to an official stock exchange listing or traded on a regulated market	158,914	94.91
UCITS collective investment schemes	6,965	4.16
Other assets	1,565	0.93
Total current assets	167,444	100.00

iShares Euro Ultrashort Bond UCITS ETF

SCHEDULE OF MATERIAL PURCHASES AND SALES (unaudited)

For the year ended 31 May 2015

Holding	Investments	Proceeds €'000	Holding	Investments	Cost €'000
Sales			Purchases		
200,000	Roche Holdings Inc 5.625% 04/03/2016	210	1,800,000	Deutsche Bank AG FRN 11/03/2016	1,802
200,000	Enel SpA FRN 26/02/2016	201	1,450,000	UBS AG FRN 15/05/2017	1,451
200,000	Deutsche Telekom International Finance BV 5.75% 14/04/2015	200	1,325,000	Imperial Tobacco Finance Plc 8.375% 17/02/2016	1,417
175,000	Gazprom OAO Via Gaz Capital SA 5.875% 01/06/2015	176	1,375,000	Cooperatieve Centrale Raiffeisen-Boerenleenbank BA FRN 15/01/2016	1,377
150,000	Philip Morris International Inc 5.875% 04/09/2015	154	1,300,000	Credit Suisse AG FRN 22/07/2016	1,301
100,000	RCI Banque SA 5.625% 05/10/2015	103	1,200,000	Santander International Debt SAU 4.625% 21/03/2016	1,251
100,000	Altadis Emisiones Financieras SAU 4% 11/12/2015	103	1,200,000	BNP Paribas SA 3.5% 07/03/2016	1,238
100,000	Wesfarmers Ltd 3.875% 10/07/2015	101	1,200,000	GE Capital European Funding 1.25% 15/10/2015	1,208
100,000	Volkswagen International Finance NV FRN 23/09/2015	100	1,200,000	Morgan Stanley FRN 13/04/2016	1,203
100,000	Jyske Bank A/S FRN 20/05/2015	100	1,200,000	Credit Suisse AG FRN 30/03/2017	1,201
100,000	Santander Consumer Finance SA 1.625% 23/04/2015	100	1,150,000	ABN Amro Bank NV 4.25% 11/04/2016	1,195
100,000	Goldman Sachs Group Inc FRN 18/05/2015	100	1,150,000	JPMorgan Chase & Co FRN 03/05/2016	1,153
			1,100,000	BBVA Senior Finance SAU 4.375% 21/09/2015	1,125
			1,100,000	Swedbank AB 2.375% 04/04/2016	1,123
			1,075,000	Morgan Stanley 4.5% 23/02/2016	1,115
			1,075,000	BMW Finance NV 3.25% 28/01/2016	1,103
			1,100,000	Societe Generale SA FRN 16/01/2017	1,102
			1,050,000	Renault SA 4.625% 25/05/2016	1,095
			1,025,000	Telefonica Emisiones SAU 4.375% 02/02/2016	1,060
			1,050,000	Intesa Sanpaolo SpA FRN 11/01/2016	1,058

The UCITS notices issued by the Central Bank of Ireland require a Schedule of Portfolio changes during the year. These are defined as aggregate purchases of a security exceeding one per cent of the total value of purchases for the year and aggregate disposals greater than one per cent of the total value of sales. At a minimum the largest 20 purchases and 20 sales must be given or all purchases and sales if less than 20. A full listing of the portfolio changes for the year is available, upon request, at no cost from the Administrator.

iShares iBonds Sep 2018 USD Corporate UCITS ETF

INCOME STATEMENT

For the period ended 31 May 2015

	Note	Period from 11 March 2015 to 31 May 2015 \$'000
Operating income	2	184
Net gains on financial assets/liabilities at fair value through profit or loss	3	71
Total gains		255
Operating expenses	4	(11)
Net operating profit		244
Finance costs:		
Distributions to redeemable participating shareholders	6	(170)
Total finance costs		(170)
Net profit for the financial period before tax		74
Non-reclaimable withholding tax		(1)
Net profit for the financial period after tax		73
Increase in net assets attributable to redeemable participating shareholders from operations		73

There are no recognised gains or losses arising in the period other than those dealt with in the income statement. In arriving at the results of the financial period, all amounts relate to continuing operations.

STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO REDEEMABLE PARTICIPATING SHAREHOLDERS

For the period ended 31 May 2015

	Period from 11 March 2015 to 31 May 2015 \$'000
Net assets attributable to redeemable participating shareholders at the beginning of the period	-
Increase in net assets attributable to redeemable participating shareholders from operations	73
Share transactions:	
Proceeds from issue of redeemable participating shares	50,786
Increase in net assets resulting from share transactions	50,786
Net assets attributable to redeemable participating shareholders at the end of the period	50,859

The accompanying notes form an integral part of these financial statements.

iShares iBonds Sep 2018 USD Corporate UCITS ETF

BALANCE SHEET

As at 31 May 2015

	Note	31 May 2015 \$'000
CURRENT ASSETS		
Cash and cash equivalents		408
Receivables	10	495
Financial assets at fair value through profit or loss	11	50,132
Total current assets		51,035
CURRENT LIABILITIES		
Payables	12	(4)
Distributions to redeemable participating shareholders payable	6	(172)
Total current liabilities excluding net assets attributable to redeemable participating shareholders		(176)
Net asset value attributable to redeemable participating shareholders at the end of the period		50,859

The accompanying notes form an integral part of these financial statements. Details of the NAV per share are set out in note 9.

iShares iBonds Sep 2018 USD Corporate UCITS ETF

NOTES TO THE FINANCIAL STATEMENTS

For the period ended 31 May 2015

1. ACCOUNTING POLICIES, FINANCIAL INSTRUMENTS AND RISKS, TAX, SOFT COMMISSIONS AND EXCHANGE RATES

The accounting policies are set out on pages 46 to 50. The financial instruments and risks are set out on pages 51 to 70. The notes relating to tax, soft commissions and exchange rates are set out in the notes on pages 73 to 78.

2. OPERATING INCOME

	Period from 11 March 2015 to 31 May 2015 \$'000
Bond interest income	184
	184

3. NET GAINS ON FINANCIAL ASSETS/LIABILITIES AT FAIR VALUE THROUGH PROFIT OR LOSS

	Period from 11 March 2015 to 31 May 2015 \$'000
Net gains on investments in securities held at fair value through profit or loss	71
	71

4. OPERATING EXPENSES

	Period from 11 March 2015 to 31 May 2015 \$'000
Management fees	(11)
	(11)

5. MANAGEMENT FEES

Fees earned by the Manager during the period and balances outstanding as at 31 May 2015 are disclosed in note 4 and note 12 respectively.

Please refer to note 5 of the financial statements of the Company for each Fund's management fee rate.

The Manager is responsible for discharging, from this fee, all fees of the Investment Manager, the Administrator and the Custodian and any distributing agent appointed by the distributor through whom the shares will be marketed, together with all reasonable out of pocket expenses of such service providers, (including sub-custodial fees and expenses, which will be at normal commercial rates) and transaction related charges of the Administrator and Custodian). The Manager will also be responsible for discharging from its fee for each share class an attributable proportion of the organisational and operating expenses, including audit and directors fees, of the Company. The fee will be accrued daily based on the daily net asset value of the share classes and will be paid monthly in arrears. Where the actual fees and costs incurred exceed the amount paid to the Manager, the excess will be discharged by the Manager from its own assets.

The Fund employs an "all in one" fee structure, paying all of its fees, operating costs and expenses (and its due proportion of any costs and expenses allocated to it) as a single flat fee (the "Total Expense Ratio" or "TER"). The TER is calculated in accordance with the Committee of European Securities Regulators ("CESR") guidelines on the methodology for calculation of the ongoing charges figure in the Key Investor Information Document.

Total fees paid to the Manager as a percentage of the average Fund assets for the period were as follows:

	TER % 31 May 2015
	0.10

6. DISTRIBUTIONS TO REDEEMABLE PARTICIPATING SHAREHOLDERS

The Company may declare and pay distributions to Redeemable Participating Shareholders on any distributing class of shares in the Company. The Company intends to declare distributions to redeemable participating shareholders for each distributing Fund, in respect of each financial period, which are generally equal to the total income of the Fund net of expenses for that financial period.

iShares iBonds Sep 2018 USD Corporate UCITS ETF

NOTES TO THE FINANCIAL STATEMENTS (continued)

For the period ended 31 May 2015

6. DISTRIBUTIONS TO REDEEMABLE PARTICIPATING SHAREHOLDERS (continued)

Distributions declared during the period were as follows:

	Period from 11 March 2015 to 31 May 2015 \$'000
May 2015	172
	172
Equalisation income	(2)
Equalisation expense	-
	170

7. TRANSACTION COSTS

Transaction costs on this Fund are not separately identifiable for the period from 11 March 2015. Please refer to note 10 of the financial statements of the Company for further details.

8. SHARE CAPITAL

The issued and fully paid redeemable participating share capital is at all times equal to the net asset value of the Fund. Redeemable participating shares are redeemable at the shareholders' option and are classified as financial liabilities.

	31 May 2015 No. of Shares
Number of redeemable participating shares:	
Balance at the beginning of period	-
Issued during the period	10,156,000
Redeemed during the period	-
Balance at the end of period	10,156,000

9. NET ASSETS ATTRIBUTABLE TO REDEEMABLE PARTICIPATING SHAREHOLDERS

	No. of Shares
Shares in issue	
As at 31 May 2015	10,156,000

	\$'000
Net asset value	
As at 31 May 2015	50,859

Net asset value per share	
As at 31 May 2015	\$5.01

10. RECEIVABLES

	31 May 2015 \$'000
Bond income receivable	495
	495

11. FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS

	31 May 2015 \$'000
Financial assets:	
Investment in bonds	50,132
	50,132

12. PAYABLES

	31 May 2015 \$'000
Management fees payable	(4)
	(4)

13. COMMITMENTS AND CONTINGENT LIABILITIES

There were no significant commitments or contingent liabilities at the period ended 31 May 2015, other than those disclosed in note 16 of the financial statements of the Company.

14. RELATED PARTY TRANSACTIONS

The related parties are set out in note 18 of the financial statements of the Company.

15. FINANCIAL DERIVATIVE INSTRUMENTS

The Fund may buy and sell financial derivative instruments. See further details in note 20 of the financial statements of the Company and the Fund's Schedule of Investments.

16. SUBSEQUENT EVENTS

Please refer to note 21 of the financial statements of the Company.

iShares iBonds Sep 2018 USD Corporate UCITS ETF

SCHEDULE OF INVESTMENTS

As at 31 May 2015

Holding	Investment	Fair value \$'000	% of net asset value
Transferable Securities Admitted to an Official Stock Exchange Listing or traded on a Regulated Market			
Bonds			
Australia			
Corporate bonds: AA- rating			
350,000	Australia & New Zealand Banking Group Ltd 1.5% 16/01/2018	351	0.69
250,000	Commonwealth Bank of Australia 1.625% 12/03/2018	251	0.49
500,000	Westpac Banking Corp 1.5% 01/12/2017	502	0.99
Corporate bonds: A- rating			
250,000	Rio Tinto Finance USA Ltd 6.5% 15/07/2018	285	0.56
Total Australia		1,389	2.73
Canada			
Corporate bonds: AA- rating			
700,000	Royal Bank of Canada 1.4% 13/10/2017	702	1.38
400,000	Toronto-Dominion Bank 2.625% 10/09/2018	413	0.81
300,000	Total Capital Canada Ltd 1.45% 15/01/2018	301	0.59
Corporate bonds: A+ rating			
75,000	Bank of Montreal 1.4% 10/04/2018	75	0.15
300,000	Bank of Nova Scotia 1.45% 25/04/2018	300	0.59
Corporate bonds: A- rating			
250,000	Suncor Energy Inc 6.1% 01/06/2018	280	0.55
200,000	TransCanada PipeLines Ltd 1.875% 12/01/2018	202	0.40
Corporate bonds: BBB+ rating			
175,000	Canadian Natural Resources Ltd 1.75% 15/01/2018	174	0.34
200,000	Rogers Communications Inc 6.8% 15/08/2018	230	0.45
Corporate bonds: BBB- rating			
75,000	Teck Resources Ltd 2.5% 01/02/2018	75	0.15
Total Canada		2,752	5.41
Cayman Islands			
Corporate bonds: A+ rating			
200,000	Alibaba Group Holding Ltd 1.625% 28/11/2017	200	0.39
Corporate bonds: A- rating			
200,000	Baidu Inc 3.25% 06/08/2018	207	0.41
Total Cayman Islands		407	0.80
France			
Corporate bonds: AA rating			
250,000	Sanofi 1.25% 10/04/2018	250	0.49
Corporate bonds: A+ rating			
250,000	BNP Paribas SA 2.7% 20/08/2018	256	0.50

Holding	Investment	Fair value \$'000	% of net asset value
France (cont)			
Corporate bonds: A rating			
250,000	Societe Generale SA 2.75% 12/10/2017	257	0.51
Total France		763	1.50
Germany			
Corporate bonds: A/*- rating			
500,000	Deutsche Bank AG 1.875% 13/02/2018	501	0.98
Total Germany		501	0.98
Italy			
Corporate bonds: BBB- rating			
200,000	Intesa Sanpaolo SpA 3.875% 16/01/2018	208	0.41
Total Italy		208	0.41
Luxembourg			
Corporate bonds: A- rating			
150,000	Tyco Electronics Group SA 6.55% 01/10/2017	167	0.33
Corporate bonds: BBB- rating			
200,000	Actavis Funding SCS 2.35% 12/03/2018	202	0.40
Total Luxembourg		369	0.73
Netherlands			
Corporate bonds: AA/*- rating			
200,000	Shell International Finance BV 1.9% 10/08/2018	203	0.40
Corporate bonds: A+ rating			
250,000	Cooperatieve Centrale Raiffeisen-Boerenleenbank BA 1.7% 19/03/2018	251	0.49
Corporate bonds: A- rating			
200,000	Koninklijke Philips NV 5.75% 11/03/2018	221	0.44
Total Netherlands		675	1.33
Spain			
Corporate bonds: BBB rating			
200,000	Telefonica Emisiones SAU 3.192% 27/04/2018	207	0.41
Total Spain		207	0.41
Switzerland			
Corporate bonds: A rating			
300,000	Credit Suisse 1.75% 29/01/2018	301	0.59
600,000	UBS AG 5.75% 25/04/2018	667	1.31
Total Switzerland		968	1.90

iShares iBonds Sep 2018 USD Corporate UCITS ETF

SCHEDULE OF INVESTMENTS (continued)

As at 31 May 2015

Holding	Investment	Fair value \$'000	% of net asset value
Bonds (cont)			
United Kingdom			
Corporate bonds: A rating			
400,000	BP Capital Markets Plc 1.375% 10/05/2018	398	0.78
250,000	BP Capital Markets Plc 1.674% 13/02/2018	252	0.50
Corporate bonds: A- rating			
300,000	Diageo Capital Plc 1.125% 29/04/2018	297	0.58
Corporate bonds: BBB+ rating			
300,000	Vodafone Group Plc 1.5% 19/02/2018	297	0.59
Total United Kingdom		1,244	2.45
United States			
Corporate bonds: AAA rating			
300,000	Johnson & Johnson 1.125% 21/11/2017	301	0.59
200,000	Microsoft Corp 0.875% 15/11/2017	199	0.39
Corporate bonds: AA+ rating			
500,000	Apple Inc 1% 03/05/2018	496	0.98
750,000	General Electric Capital Corp 5.625% 01/05/2018	839	1.65
500,000	General Electric Co 5.25% 06/12/2017	549	1.08
Corporate bonds: AA rating			
500,000	Berkshire Hathaway Finance Corp 5.4% 15/05/2018	559	1.10
250,000	Chevron Corp 1.365% 02/03/2018	250	0.49
500,000	Chevron Corp 1.718% 24/06/2018	505	0.99
400,000	Coca-Cola Co 1.15% 01/04/2018	398	0.79
300,000	Merck & Co Inc 1.3% 18/05/2018	300	0.59
200,000	Pfizer Inc 1.5% 15/06/2018	201	0.40
500,000	Wal-Mart Stores Inc 5.8% 15/02/2018	561	1.10
Corporate bonds: AA- rating			
250,000	Amazon.com Inc 1.2% 29/11/2017	250	0.49
250,000	Eli Lilly & Co 1.25% 01/03/2018	250	0.49
200,000	International Business Machines Corp 1.125% 06/02/2018	200	0.39
200,000	International Business Machines Corp 1.25% 08/02/2018	200	0.39
750,000	Oracle Corp 1.2% 15/10/2017	751	1.48
500,000	Toyota Motor Credit Corp 1.45% 12/01/2018	502	0.99
Corporate bonds: A+ rating			
250,000	American Honda Finance Corp 1.55% 11/12/2017	252	0.50
350,000	Bank of New York Mellon Corp 1.3% 25/01/2018	349	0.69
350,000	Connecticut Light & Power Co 5.65% 01/05/2018	393	0.77
250,000	Costco Wholesale Corp 1.125% 15/12/2017	250	0.49
400,000	GlaxoSmithKline Capital Inc 5.65% 15/05/2018	449	0.88

Holding	Investment	Fair value \$'000	% of net asset value
United States (cont)			
Corporate bonds: A+ rating (cont)			
500,000	Intel Corp 1.35% 15/12/2017	500	0.98
300,000	United Parcel Service Inc 5.5% 15/01/2018	333	0.66
500,000	UnitedHealth Group Inc 1.4% 15/12/2017	503	0.99
1,000,000	Wells Fargo & Co 1.5% 16/01/2018	1,003	1.97
Corporate bonds: A rating			
500,000	AbbVie Inc 1.75% 06/11/2017	502	0.99
250,000	Anheuser-Busch InBev Finance Inc 1.25% 17/01/2018	249	0.49
200,000	Anthem Inc 2.3% 15/07/2018	203	0.40
250,000	Caterpillar Financial Services Corp 5.45% 15/04/2018	278	0.55
300,000	ConocoPhillips Co 1.05% 15/12/2017	298	0.59
200,000	El du Pont de Nemours & Co 6% 15/07/2018	226	0.44
400,000	EMC Corp 1.875% 01/06/2018	403	0.79
150,000	General Dynamics Corp 1% 15/11/2017	150	0.29
250,000	Home Depot Inc 2.25% 10/09/2018	256	0.50
300,000	Honeywell International Inc 5.3% 01/03/2018	332	0.65
500,000	HSBC USA Inc 1.625% 16/01/2018	500	0.98
200,000	HSBC USA Inc 1.7% 05/03/2018	200	0.39
500,000	John Deere Capital Corp 1.35% 16/01/2018	501	0.99
1,500,000	JPMorgan Chase & Co 6% 15/01/2018	1,666	3.28
400,000	Medtronic Inc 1.375% 01/04/2018	400	0.79
200,000	National Rural Utilities Cooperative Finance Corp 5.45% 01/02/2018	220	0.43
200,000	Northern States Power Co 5.25% 01/03/2018	220	0.43
200,000	NYSE Holdings LLC 2% 05/10/2017	203	0.40
100,000	Occidental Petroleum Corp 1.5% 15/02/2018	100	0.20
350,000	PacifiCorp 5.65% 15/07/2018	392	0.77
400,000	Philip Morris International Inc 5.65% 16/05/2018	448	0.88
200,000	Prudential Financial Inc 6% 01/12/2017	222	0.44
150,000	Simon Property Group LP 6.125% 30/05/2018	170	0.33
250,000	Target Corp 6% 15/01/2018	280	0.55
250,000	Travelers Cos Inc 5.75% 15/12/2017	277	0.55
300,000	United Technologies Corp 5.375% 15/12/2017	331	0.65
250,000	Walt Disney Co 1.1% 01/12/2017	250	0.49
Corporate bonds: A/*- rating			
175,000	Halliburton Co 2% 01/08/2018	176	0.35
Corporate bonds: A- rating			
350,000	American International Group Inc 5.85% 16/01/2018	388	0.76
1,500,000	Bank of America Corp 5.75% 01/12/2017	1,643	3.23

iShares iBonds Sep 2018 USD Corporate UCITS ETF

SCHEDULE OF INVESTMENTS (continued)

As at 31 May 2015

Holding	Investment	Fair value \$'000	% of net asset value
Bonds (cont)			
United States (cont)			
Corporate bonds: A- rating (cont)			
300,000	BB&T Corp 2.05% 19/06/2018	303	0.60
1,500,000	Citigroup Inc 1.75% 01/05/2018	1,499	2.95
400,000	Comcast Corp 6.3% 15/11/2017	448	0.88
250,000	Commonwealth Edison Co 5.8% 15/03/2018	280	0.55
300,000	Eaton Corp 1.5% 02/11/2017	301	0.59
150,000	Entergy Gulf States Louisiana LLC 6% 01/05/2018	169	0.33
1,500,000	Goldman Sachs Group Inc 5.95% 18/01/2018	1,658	3.26
250,000	McDonald's Corp 5.35% 01/03/2018	276	0.54
200,000	MetLife Inc 6.817% 15/08/2018	232	0.46
1,200,000	Morgan Stanley 5.95% 28/12/2017	1,324	2.60
300,000	PepsiCo Inc 5% 01/06/2018	331	0.65
250,000	Precision Castparts Corp 1.25% 15/01/2018	249	0.49
150,000	Sherwin-Williams Co 1.35% 15/12/2017	150	0.30
250,000	Southern Co 2.45% 01/09/2018	256	0.50
200,000	Sysco Corp 1.45% 02/10/2017	201	0.40
Corporate bonds: A-/*- rating			
250,000	Baxter International Inc 1.85% 15/06/2018	251	0.49
100,000	Zimmer Holdings Inc 2% 01/04/2018	101	0.20
Corporate bonds: BBB+ rating			
500,000	American Express Co 7% 19/03/2018	572	1.12
650,000	AT&T Inc 5.5% 01/02/2018	714	1.40
250,000	Becton Dickinson and Co 1.8% 15/12/2017	252	0.50
200,000	Burlington Northern Santa Fe LLC 5.75% 15/03/2018	223	0.44
500,000	Capital One NA 1.65% 05/02/2018	498	0.98
125,000	Computer Sciences Corp 6.5% 15/03/2018	138	0.27
200,000	Dominion Resources Inc 6.4% 15/06/2018	227	0.45
100,000	Dr Pepper Snapple Group Inc 6.82% 01/05/2018	114	0.22
350,000	Duke Energy Corp 2.1% 15/06/2018	355	0.70
150,000	Ecolab Inc 1.55% 12/01/2018	150	0.29
100,000	HCP Inc 6.7% 30/01/2018	112	0.22
175,000	Medco Health Solutions Inc 7.125% 15/03/2018	199	0.39
150,000	NetApp Inc 2% 15/12/2017	151	0.30
100,000	Plains All American Pipeline LP / PAA Finance Corp 6.5% 01/05/2018	113	0.22
100,000	Sempra Energy 6.15% 15/06/2018	113	0.22
150,000	Ventas Realty LP / Ventas Capital Corp 2% 15/02/2018	151	0.30
600,000	Verizon Communications Inc 3.65% 14/09/2018	634	1.25

Holding	Investment	Fair value \$'000	% of net asset value
United States (cont)			
Corporate bonds: BBB+/*- rating			
150,000	Hewlett-Packard Co 5.5% 01/03/2018	165	0.32
Corporate bonds: BBB rating			
100,000	Dow Chemical Co 5.7% 15/05/2018	111	0.22
100,000	Health Care REIT Inc 2.25% 15/03/2018	101	0.20
200,000	Historic TW Inc 6.875% 15/06/2018	230	0.45
100,000	Ingersoll-Rand Global Holding Co Ltd 6.875% 15/08/2018	115	0.23
80,000	JM Smucker Co 1.75% 15/03/2018	80	0.16
200,000	Marathon Oil Corp 5.9% 15/03/2018	221	0.43
100,000	Murphy Oil Corp 2.5% 01/12/2017	98	0.19
100,000	Northrop Grumman Corp 1.75% 01/06/2018	100	0.20
100,000	Oneok Partners LP 2% 01/10/2017	100	0.20
250,000	Santander Bank NA 2% 12/01/2018	251	0.49
75,000	Viacom Inc 2.5% 01/09/2018	76	0.15
100,000	Western Union Co 3.65% 22/08/2018	104	0.20
150,000	Xerox Corp 6.35% 15/05/2018	168	0.33
Corporate bonds: BBB-/*- rating			
150,000	Kraft Foods Group Inc 6.125% 23/08/2018	169	0.33
Corporate bonds: BBB-/*+ rating			
60,000	NiSource Finance Corp 6.4% 15/03/2018	68	0.13
Corporate bonds: BBB- rating			
200,000	Actavis Inc 1.875% 01/10/2017	200	0.39
300,000	American Electric Power Co Inc 1.65% 15/12/2017	300	0.59
100,000	Barrick North America Finance LLC 6.8% 15/09/2018	114	0.23
125,000	CF Industries Inc 6.875% 01/05/2018	142	0.28
150,000	ConAgra Foods Inc 1.9% 25/01/2018	150	0.29
150,000	Energy Transfer Partners LP 6.7% 01/07/2018	170	0.33
750,000	Ford Motor Credit Co LLC 1.724% 06/12/2017	749	1.47
275,000	Freeport-McMoRan Inc 2.375% 15/03/2018	275	0.54
100,000	Jefferies Group LLC 5.125% 13/04/2018	106	0.21
400,000	Kinder Morgan Inc 2% 01/12/2017	400	0.79
75,000	Pioneer Natural Resources Co 6.875% 01/05/2018	85	0.17
75,000	Select Income REIT 2.85% 01/02/2018	76	0.15
150,000	Southwestern Energy Co 3.3% 23/01/2018	153	0.30
Total United States		40,649	79.92
Total bonds		50,132	98.57

iShares iBonds Sep 2018 USD Corporate UCITS ETF

SCHEDULE OF INVESTMENTS (continued)

As at 31 May 2015

	Fair value \$'000	% of net asset value
Total value of investments	50,132	98.57
Cash[†]	408	0.80
Other net assets	319	0.63
Net asset value attributable to redeemable participating shareholders at the end of the period	50,859	100.00

[†] Substantially all cash positions are held with State Street Bank and Trust Company.

All credit ratings are shown as at 31 May 2015.

Fixed income securities are primarily classified by the country of incorporation of the issuer for corporate fixed income securities.

Analysis of total current assets gross of all liabilities	Fair value \$'000	% of total current assets
Transferable securities admitted to an official stock exchange listing or traded on a regulated market	50,132	98.23
Other assets	903	1.77
Total current assets	51,035	100.00

iShares iBonds Sep 2018 USD Corporate UCITS ETF

SCHEDULE OF MATERIAL PURCHASES AND SALES (unaudited)

For the period ended 31 May 2015

Holding	Investments	Proceeds \$'000	Holding	Investments	Cost \$'000
Sales*			Purchases		
			1,500,000	JPMorgan Chase & Co 6% 15/01/2018	1,676
			1,500,000	Goldman Sachs Group Inc 5.95% 18/01/2018	1,665
			1,500,000	Bank of America Corp 5.75% 01/12/2017	1,653
			1,500,000	Citigroup Inc 1.75% 01/05/2018	1,490
			1,200,000	Morgan Stanley 5.95% 28/12/2017	1,332
			1,000,000	Wells Fargo & Co 1.5% 16/01/2018	1,001
			750,000	General Electric Capital Corp 5.625% 01/05/2018	841
			750,000	Oracle Corp 1.2% 15/10/2017	750
			750,000	Ford Motor Credit Co LLC 1.724% 06/12/2017	749
			650,000	AT&T Inc 5.5% 01/02/2018	714
			700,000	Royal Bank of Canada 1.4% 13/10/2017	701
			600,000	UBS AG 5.75% 25/04/2018	671
			600,000	Verizon Communications Inc 3.65% 14/09/2018	635
			500,000	American Express Co 7% 19/03/2018	576
			500,000	Wal-Mart Stores Inc 5.8% 15/02/2018	565
			500,000	Berkshire Hathaway Finance Corp 5.4% 15/05/2018	564
			500,000	General Electric Co 5.25% 06/12/2017	554
			500,000	Chevron Corp 1.718% 24/06/2018	504
			500,000	UnitedHealth Group Inc 1.4% 15/12/2017	503
			500,000	Toyota Motor Credit Corp 1.45% 12/01/2018	502

* There were no sales during the period for this Fund.

The UCITS notices issued by the Central Bank of Ireland require a Schedule of Portfolio changes during the period. These are defined as aggregate purchases of a security exceeding one per cent of the total value of purchases for the period and aggregate disposals greater than one per cent of the total value of sales. At a minimum the largest 20 purchases and 20 sales must be given or all purchases and sales if less than 20. A full listing of the portfolio changes for the period is available, upon request, at no cost from the Administrator.

iShares MSCI China A UCITS ETF

INCOME STATEMENT

For the period ended 31 May 2015

	Note	Period from 13 April 2015 to 31 May 2015 \$'000
Operating income	2	97
Net gains on financial assets/liabilities at fair value through profit or loss	3	4,343
Total gains		4,440
Operating expenses	4	(35)
Net operating profit		4,405
Net profit for the financial period before tax		4,405
Non-reclaimable withholding tax		(10)
Net profit for the financial period after tax		4,395
Adjustment to align to the valuation methodology as set out in the prospectus	6	12
Increase in net assets attributable to redeemable participating shareholders from operations		4,407

There are no recognised gains or losses arising in the period other than those dealt with in the income statement. In arriving at the results of the financial period, all amounts relate to continuing operations.

STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO REDEEMABLE PARTICIPATING SHAREHOLDERS

For the period ended 31 May 2015

	Period from 13 April 2015 to 31 May 2015 \$'000
Net assets attributable to redeemable participating shareholders at the beginning of the period	-
Increase in net assets attributable to redeemable participating shareholders from operations	4,407
Share transactions:	
Proceeds from issue of redeemable participating shares	60,025
Increase in net assets resulting from share transactions	60,025
Net assets attributable to redeemable participating shareholders at the end of the period	64,432

The accompanying notes form an integral part of these financial statements.

iShares MSCI China A UCITS ETF

BALANCE SHEET

As at 31 May 2015

	Note	31 May 2015 \$'000
CURRENT ASSETS		
Cash and cash equivalents		1,945
Receivables	10	109
Financial assets at fair value through profit or loss	11	69,293
Total current assets		71,347
CURRENT LIABILITIES		
Payables	12	(6,927)
Total current liabilities excluding net assets attributable to redeemable participating shareholders		(6,927)
Net assets attributable to redeemable participating shareholders		64,420
Adjustment to align to the valuation methodology as set out in the prospectus	6	12
Net asset value attributable to redeemable participating shareholders at the end of the period		64,432

The accompanying notes form an integral part of these financial statements. Details of the NAV per share are set out in note 9.

iShares MSCI China A UCITS ETF

NOTES TO THE FINANCIAL STATEMENTS

For the period ended 31 May 2015

1. ACCOUNTING POLICIES, FINANCIAL INSTRUMENTS AND RISKS, TAX, SOFT COMMISSIONS AND EXCHANGE RATES

The accounting policies are set out on pages 46 to 50. The financial instruments and risks are set out on pages 51 to 70. The notes relating to tax, soft commissions and exchange rates are set out in the notes on pages 73 to 78.

2. OPERATING INCOME

	Period from 13 April 2015 to 31 May 2015 \$'000
Dividend income	97
	97

3. NET GAINS ON FINANCIAL ASSETS/LIABILITIES AT FAIR VALUE THROUGH PROFIT OR LOSS

	Period from 13 April 2015 to 31 May 2015 \$'000
Net gains on investments in securities held at fair value through profit or loss	4,345
Net losses on other investments	(2)
	4,343

4. OPERATING EXPENSES

	Period from 13 April 2015 to 31 May 2015 \$'000
Management fees	(35)
	(35)

5. MANAGEMENT FEES

Fees earned by the Manager during the period and balances outstanding as at 31 May 2015 are disclosed in note 4 and note 12 respectively.

Please refer to note 5 of the financial statements of the Company for each Fund's management fee rate.

The Manager is responsible for discharging, from this fee, all fees of the Investment Manager, the Administrator and the Custodian and any distributing agent appointed by the distributor through whom the shares will be marketed, together with all reasonable out of pocket expenses of such service providers, (including sub-custodial fees and expenses, which will be at normal commercial rates) and transaction related charges of the Administrator and Custodian). The Manager will also be responsible for discharging from its fee for each share class an attributable proportion of the organisational and operating expenses, including audit and directors fees, of the Company. The fee will be accrued daily based on the daily net asset value of the share classes and will be paid monthly in arrears. Where the actual fees and costs incurred exceed the amount paid to the Manager, the excess will be discharged by the Manager from its own assets.

The Fund employs an "all in one" fee structure, paying all of its fees, operating costs and expenses (and its due proportion of any costs and expenses allocated to it) as a single flat fee (the "Total Expense Ratio" or "TER"). The TER is calculated in accordance with the Committee of European Securities Regulators ("CESR") guidelines on the methodology for calculation of the ongoing charges figure in the Key Investor Information Document.

Total fees paid to the Manager as a percentage of the average Fund assets for the period were as follows:

	TER % 31 May 2015
	0.65

6. ADJUSTMENT TO ALIGN TO THE VALUATION METHODOLOGY AS SET OUT IN THE PROSPECTUS

The adjustment between the financial statements net asset value and the valuation methodology set out in the prospectus is shown below:

	Period from 13 April 2015 to 31 May 2015 \$'000
Balance brought forward	-
Adjustment to align to the valuation methodology as set out in the prospectus	12
Total adjustment for the period	12
Balance carried forward	12

Further details are set out in the accounting policies note m).

iShares MSCI China A UCITS ETF

NOTES TO THE FINANCIAL STATEMENTS (continued)

For the period ended 31 May 2015

7. TRANSACTION COSTS

Disclosed in the table below are separately identifiable transaction costs incurred by the Fund for the period ended 31 May 2015. Please refer to note 10 of the financial statements of the Company for further details.

	Period from 13 April 2015 to 31 May 2015 \$'000
Transaction costs	(50)

8. SHARE CAPITAL

The issued and fully paid redeemable participating share capital is at all times equal to the net asset value of the Fund. Redeemable participating shares are redeemable at the shareholders' option and are classified as financial liabilities.

	31 May 2015 No. of Shares
Number of redeemable participating shares:	
Balance at the beginning of period	-
Issued during the period	11,000,000
Redeemed during the period	-
Balance at the end of period	11,000,000

9. NET ASSETS ATTRIBUTABLE TO REDEEMABLE PARTICIPATING SHAREHOLDERS

	No. of Shares
Shares in issue	
As at 31 May 2015	11,000,000

	\$'000
Net asset value	
As at 31 May 2015	64,432

Net asset value per share	
As at 31 May 2015	\$5.86

10. RECEIVABLES

	31 May 2015 \$'000
Sale of securities awaiting settlement	107
Dividend income receivable	2
	109

11. FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS

	31 May 2015 \$'000
Financial assets:	
Investment in equities	69,293
	69,293

12. PAYABLES

	31 May 2015 \$'000
Purchase of securities awaiting settlement	(6,906)
Management fees payable	(21)
	(6,927)

13. COMMITMENTS AND CONTINGENT LIABILITIES

There were no significant commitments or contingent liabilities at the period ended 31 May 2015, other than those disclosed in note 16 of the financial statements of the Company.

14. RELATED PARTY TRANSACTIONS

The related parties are set out in note 18 of the financial statements of the Company.

15. FINANCIAL DERIVATIVE INSTRUMENTS

The Fund may buy and sell financial derivative instruments. See further details in note 20 of the financial statements of the Company and the Fund's Schedule of Investments.

16. SUBSEQUENT EVENTS

Please refer to note 21 of the financial statements of the Company.

iShares MSCI China A UCITS ETF

SCHEDULE OF INVESTMENTS

As at 31 May 2015

Holding	Investment	Fair value \$'000	% of net asset value
Transferable Securities Admitted to an Official Stock Exchange Listing or traded on a Regulated Market			
Equities			
People's Republic of China			
Advertising			
13,200	Guangdong Advertising Co Ltd Com CNY 1.00*	65	0.10
17,400	Hunan TV & Broadcast Intermediary Co Ltd Com CNY 1.00*	120	0.19
Aerospace & defence			
48,400	Avic Aircraft Co Ltd Com CNY 1.00	313	0.49
30,800	Avic Aviation Engine Corp Plc Com CNY 1.00	349	0.54
8,800	Avic Helicopter Co Ltd Com CNY 1.00	115	0.18
11,600	China Aerospace Times Electronics Co Ltd Com CNY 1.00*	46	0.07
13,200	Jiangxi Hongdu Aviation Industry Corp Ltd Com CNY 1.00	96	0.15
70,400	Jihua Group Corp Ltd Com CNY 1.00	115	0.18
Agriculture			
45,450	Beijing Dabeinong Technology Group Co Ltd Com CNY 1.00	132	0.20
35,200	Hunan Dakang Pasture Farming Co Ltd Com CNY 1.00	57	0.09
39,600	New Hope Liuhe Co Ltd Com CNY 1.00	141	0.22
17,600	Yuan Longping High-tech Agriculture Co Ltd Com CNY 1.00	84	0.13
Airlines			
101,162	Air China Ltd Com CNY 1.00	182	0.28
129,000	China Eastern Airlines Corp Ltd Com CNY 1.00	183	0.29
127,600	China Southern Airlines Co Ltd Com CNY 1.00	205	0.32
187,900	Hainan Airlines Co Ltd Com CNY 1.00	163	0.25
5,300	Spring Airlines Co Ltd Com CNY 1.00	111	0.17
Apparel retailers			
10,700	Visual China Group Co Ltd Com CNY 1.00	102	0.16
35,400	Youngor Group Co Ltd Com CNY 1.00	129	0.20
Auto manufacturers			
22,000	Anhui Jianghuai Automobile Co Ltd Com CNY 1.00	53	0.08
61,600	Beiqi Foton Motor Co Ltd Com CNY 1.00	93	0.15
13,000	Byd Co Ltd Com CNY 1.00*	159	0.25
26,400	China Avionics Systems Co Ltd Com CNY 1.00	185	0.29
59,800	Chongqing Changan Automobile Co Ltd Com CNY 1.00	208	0.32
30,800	FAW CAR Co Ltd Com CNY 1.00	113	0.18
26,400	Great Wall Motor Co Ltd Com CNY 1.00	197	0.31
85,100	Hubei Energy Group Co Ltd Com CNY 1.00	179	0.28

Holding	Investment	Fair value \$'000	% of net asset value
People's Republic of China (cont)			
Auto manufacturers (cont)			
8,800	Jiangling Motors Corp Ltd Com CNY 1.00	53	0.08
57,200	Pang Da Automobile Trade Co Ltd Com CNY 1.00	119	0.18
132,000	SAIC Motor Corp Ltd Com CNY 1.00	511	0.79
17,600	Weifu High-Technology Group Co Ltd Com CNY 1.00	98	0.15
32,250	Zhengzhou Yutong Bus Co Ltd Com CNY 1.00	119	0.18
Auto parts & equipment			
35,200	Fuyao Glass Industry Group Co Ltd Com CNY 1.00	93	0.15
41,100	Huayu Automotive Systems Co Ltd Com CNY 1.00	141	0.22
4,400	Sichuan Chengfei Integration Technology Corp Com CNY 1.00	46	0.07
42,840	Wanxiang Qianchao Co Ltd Com CNY 1.00	137	0.21
26,400	Weichai Power Co Ltd Com CNY 1.00	131	0.20
Banks			
1,420,000	Agricultural Bank of China Ltd Com CNY 1.00	834	1.29
193,600	Bank of Beijing Co Ltd Com CNY 1.00	397	0.62
1,117,600	Bank of China Ltd Com CNY 1.00	781	1.21
710,800	Bank of Communications Co Ltd Com CNY 1.00	782	1.21
52,800	Bank of Nanjing Co Ltd Com CNY 1.00	162	0.25
57,200	Bank of Ningbo Co Ltd Com CNY 1.00	174	0.27
154,000	China CITIC Bank Corp Ltd Com CNY 1.00	184	0.29
176,000	China Construction Bank Corp Com CNY 1.00	181	0.28
724,000	China Everbright Bank Co Ltd Com CNY 1.00	604	0.94
353,000	China Merchants Bank Co Ltd Com CNY 1.00	1,029	1.60
491,000	China Minsheng Banking Corp Ltd Com CNY 1.00	794	1.23
162,800	Huaxia Bank Co Ltd Com CNY 1.00	394	0.61
959,800	Industrial & Commercial Bank of China Ltd Com CNY 1.00	785	1.22
345,800	Industrial Bank Co Ltd Com CNY 1.00	1,004	1.56
247,256	Ping An Bank Co Ltd Com CNY 1.00	611	0.95
337,000	Shanghai Pudong Development Bank Co Ltd Com CNY 1.00	927	1.44
Beverages			
52,800	Beijing Yanjing Brewery Co Ltd Com CNY 1.00	96	0.15
13,200	Jiangsu Yanghe Brewery Joint-Stock Co Ltd Com CNY 1.00	199	0.31
22,000	Kweichow Moutai Co Ltd Com CNY 1.00	936	1.45
26,400	Luzhou Laojiao Co Ltd Com CNY 1.00	107	0.17

iShares MSCI China A UCITS ETF

SCHEDULE OF INVESTMENTS (continued)

As at 31 May 2015

Holding	Investment	Fair value \$'000	% of net asset value
Equities (cont)			
People's Republic of China (cont)			
Beverages (cont)			
17,600	Shanxi Xinghuacun Fen Wine Factory Co Ltd Com CNY 1.00	65	0.10
13,200	Tsingtao Brewery Co Ltd Com CNY 1.00	105	0.16
70,400	Wuliangye Yibin Co Ltd Com CNY 1.00	305	0.47
Biotechnology			
8,800	Hualan Biological Engineering Inc Com CNY 1.00	86	0.13
57,200	MeiHua Holdings Group Co Ltd Com CNY 1.00	103	0.16
Building & construction materials			
74,800	Anhui Conch Cement Co Ltd Com CNY 1.00	309	0.48
44,000	BBMG Corp Com CNY 1.00	82	0.13
21,400	Tangshan Jidong Cement Co Ltd Com CNY 1.00	56	0.08
Building materials and fixtures			
20,300	Suzhou Gold Mantis Construction Decoration Co Ltd Com CNY 1.00*	107	0.17
Chemicals			
19,100	CEFC Anhui International Holding Co Ltd Com CNY 1.00	113	0.17
61,600	China Hainan Rubber Industry Group Co Ltd Com CNY 1.00	118	0.18
31,300	Inner Mongolia Junzheng Energy & Chemical Industry Co Ltd Com CNY 1.00	140	0.22
35,900	Jiangsu Protruly Vision Technology Group Co Ltd Com CNY 1.00	91	0.14
24,900	Kingenta Ecological Engineering Group Co Ltd Com CNY 1.00	115	0.18
48,400	Kingfa Sci & Tech Co Ltd Com CNY 1.00	116	0.18
22,000	Qinghai Salt Lake Industry Co Ltd Com CNY 1.00	108	0.17
110,000	Sinopec Shanghai Petrochemical Co Ltd Com CNY 1.00	152	0.24
39,600	Wanhua Chemical Group Co Ltd Com CNY 1.00	172	0.27
27,000	Zhejiang Longsheng Group Co Ltd Com CNY 1.00	149	0.23
Coal			
83,600	China Coal Energy Co Ltd Com CNY 1.00	111	0.17
110,000	China Shenhua Energy Co Ltd Com CNY 1.00	365	0.57
39,600	Jizhong Energy Resources Co Ltd Com CNY 1.00	62	0.10
41,200	SDIC Xinji Energy Co Ltd Com CNY 1.00	67	0.10
22,000	Shanxi Lanhua Sci-Tech Venture Co Ltd Com CNY 1.00	42	0.07
44,000	Shanxi Lu'an Environmental Energy Development Co Ltd Com CNY 1.00	93	0.14

Holding	Investment	Fair value \$'000	% of net asset value
People's Republic of China (cont)			
Coal (cont)			
57,200	Shanxi Xishan Coal & Electricity Power Co Ltd Com CNY 1.00	83	0.13
44,000	Yang Quan Coal Industry Group Co Ltd Com CNY 1.00	74	0.11
Commercial services			
53,500	Dalian Port PDA Co Ltd Com CNY 1.00	76	0.12
17,600	Eternal Asia Supply Chain Management Ltd Com CNY 1.00	208	0.32
123,200	Shanghai International Port Group Co Ltd Com CNY 1.00	184	0.29
32,300	Tangshan Port Group Co Ltd Com CNY 1.00	72	0.11
30,800	Tianjin Port Co Ltd Com CNY 1.00	91	0.14
96,800	Yingkou Port Liability Co Ltd Com CNY 1.00	101	0.16
17,600	Zhejiang Yasha Decoration Co Ltd Com CNY 1.00	112	0.17
Computers			
16,600	Aisino Co Ltd Com CNY 1.00	253	0.39
512,800	BOE Technology Group Co Ltd Com CNY 1.00	417	0.65
4,000	Dawning Information Industry Co Ltd Com CNY 1.00	94	0.15
21,900	DHC Software Co Ltd Com CNY 1.00	152	0.24
17,550	GRG Banking Equipment Co Ltd Com CNY 1.00	132	0.20
17,000	Inspur Electronic Information Industry Co Ltd Com CNY 1.00	121	0.19
52,800	Tsinghua Tongfang Co Ltd Com CNY 1.00	246	0.38
Distribution & wholesale			
26,400	Liaoning Cheng Da Co Ltd Com CNY 1.00	138	0.21
17,100	Minmetals Development Co Ltd Com CNY 1.00	74	0.11
13,200	Shanghai Jahwa United Co Ltd Com CNY 1.00	101	0.15
13,200	Shanghai Waigaoqiao Free Trade Zone Development Co Ltd Com CNY 1.00	81	0.13
39,600	Sinochem International Corp Com CNY 1.00	101	0.16
52,800	Xiamen C & D Inc Com CNY 1.00	153	0.24
26,500	Xiamen ITG Group Corp Ltd Com CNY 1.00	57	0.09
Diversified financial services			
28,200	Bohai Leasing Co Ltd Com CNY 1.00	118	0.18
79,000	Changjiang Securities Co Ltd Com CNY 1.00	220	0.34
88,000	China Merchants Securities Co Ltd Com CNY 1.00	430	0.67
180,400	CITIC Securities Co Ltd Com CNY 1.00	884	1.37
26,600	Dongxing Securities Co Ltd Com CNY 1.00	172	0.27

iShares MSCI China A UCITS ETF

SCHEDULE OF INVESTMENTS (continued)

As at 31 May 2015

Holding	Investment	Fair value \$'000	% of net asset value
Equities (cont)			
People's Republic of China (cont)			
Diversified financial services (cont)			
61,600	Everbright Securities Co Ltd Com CNY 1.00	303	0.47
149,600	Founder Securities Co Ltd Com CNY 1.00	332	0.52
105,600	GF Securities Co Ltd Com CNY 1.00	440	0.68
61,800	Guosen Securities Co Ltd Com CNY 1.00	298	0.46
35,200	Guoyuan Securities Co Ltd Com CNY 1.00	187	0.29
145,200	Haitong Securities Co Ltd Com CNY 1.00	604	0.94
101,200	Huatai Securities Co Ltd Com CNY 1.00	477	0.74
92,400	Industrial Securities Co Ltd Com CNY 1.00	239	0.37
13,200	Luxin Venture Capital Group Co Ltd Com CNY 1.00	117	0.18
35,200	Northeast Securities Co Ltd Com CNY 1.00	132	0.20
56,000	Orient Securities Co Ltd Com CNY 1.00	327	0.51
66,000	Pacific Securities Co Ltd Com CNY 1.00	161	0.25
35,200	Sealand Securities Co Ltd Com CNY 1.00	111	0.17
31,600	Shanghai DZH Ltd Com CNY 1.00	141	0.22
44,000	Shanxi Securities Co Ltd Com CNY 1.00	167	0.26
224,400	Shenwan Hongyuan Group Co Ltd Com CNY 1.00	677	1.05
48,400	Sinolink Securities Co Ltd Com CNY 1.00	209	0.33
31,900	SooChow Securities Co Ltd Com CNY 1.00*	138	0.21
52,800	Southwest Securities Co Ltd Com CNY 1.00	201	0.31
22,000	Western Securities Co Ltd Com CNY 1.00	223	0.35
Electrical components & equipment			
79,200	China XD Electric Co Ltd Com CNY 1.00	136	0.21
26,400	Chinese Universe Publishing and Media Co Ltd Com CNY 1.00	140	0.22
30,800	Dongfang Electric Corp Ltd Com CNY 1.00	134	0.21
22,000	Henan Pinggao Electric Co Ltd Com CNY 1.00	84	0.13
57,200	TBEA Co Ltd Com CNY 1.00	157	0.24
39,600	Xinjiang Goldwind Science & Technology Co Ltd Com CNY 1.00	147	0.23
17,600	XJ Electric Co Ltd Com CNY 1.00	87	0.13
8,700	Zhejiang Chint Electrics Co Ltd Com CNY 1.00*	56	0.09
Electricity			
70,400	Beijing Jingneng Power Co Ltd Com CNY 1.00	88	0.14
250,800	China Yangtze Power Co Ltd Com CNY 1.00	534	0.83
310,600	GD Power Development Co Ltd Com CNY 1.00	337	0.52

Holding	Investment	Fair value \$'000	% of net asset value
People's Republic of China (cont)			
Electricity (cont)			
105,600	Huadian Power International Corp Ltd Com CNY 1.00	145	0.23
127,600	Huaneng Power International Inc Com CNY 1.00	223	0.35
105,600	Inner Mongolia MengDian HuaNeng Thermal Power Corp Ltd Com CNY 1.00	106	0.16
123,200	SDIC Power Holdings Co Ltd Com CNY 1.00	222	0.34
34,000	Shanghai Electric Power Co Ltd Com CNY 1.00	157	0.24
83,600	Shenergy Co Ltd Com CNY 1.00	155	0.24
48,400	Shenzhen Energy Group Co Ltd Com CNY 1.00	149	0.23
39,600	Sichuan Chuantou Energy Co Ltd Com CNY 1.00	160	0.25
24,200	Zhefu Holding Group Co Ltd Com CNY 1.00	65	0.10
Electronics			
44,000	Dongxu Optoelectronic Technology Co Ltd Com CNY 1.00	91	0.14
23,400	GoerTek Inc Com CNY 1.00	154	0.24
17,600	Han's Laser Technology Industry Group Co Ltd Com CNY 1.00	88	0.14
74,800	Hangzhou Hikvision Digital Technology Co Ltd Com CNY 1.00	547	0.85
13,200	Luxshare Precision Industry Co Ltd Com CNY 1.00	103	0.16
13,200	North Navigation Control Technology Co Ltd Com CNY 1.00	118	0.18
35,760	Tianjin Zhonghuan Semiconductor Co Ltd Com CNY 1.00	167	0.26
17,600	Tianma Microelectronics Co Ltd Com CNY 1.00	79	0.12
9,700	Tongfang Guoxin Electronics Co Ltd Com CNY 1.00	84	0.13
Engineering & construction			
13,200	China CAMC Engineering Co Ltd Com CNY 1.00	71	0.11
70,400	China Communications Construction Co Ltd Com CNY 1.00	203	0.32
83,600	China Gezhouba Group Co Ltd Com CNY 1.00	170	0.26
88,000	China National Chemical Engineering Co Ltd Com CNY 1.00	160	0.25
154,000	China Railway Construction Corp Ltd Com CNY 1.00	516	0.80
23,200	China Railway Erju Co Ltd Com CNY 1.00	79	0.12
310,600	China Railway Group Ltd Com CNY 1.00	897	1.39
543,600	China State Construction Engineering Corp Ltd Com CNY 1.00	816	1.27

iShares MSCI China A UCITS ETF

SCHEDULE OF INVESTMENTS (continued)

As at 31 May 2015

Holding	Investment	Fair value \$'000	% of net asset value
Equities (cont)			
People's Republic of China (cont)			
Engineering & construction (cont)			
246,400	Metallurgical Corp of China Ltd Com CNY 1.00	342	0.53
162,600	Power Construction Corp of China Ltd Com CNY 1.00	382	0.59
91,820	Shanghai Construction Group Co Ltd Com CNY 1.00	201	0.31
23,200	Shanghai International Airport Co Ltd Com CNY 1.00	112	0.18
52,800	Shanghai Tunnel Engineering Co Ltd Com CNY 1.00	186	0.29
48,000	Sichuan Road & Bridge Co Ltd Com CNY 1.00	57	0.09
Entertainment			
132,000	Shenzhen Overseas Chinese Town Co Ltd Com CNY 1.00	250	0.39
Environmental control			
44,000	Beijing Capital Co Ltd Com CNY 1.00	105	0.16
11,000	Beijing Orient Landscape & Ecology Co Ltd Com CNY 1.00*	68	0.11
8,800	Fujian Longking Co Ltd Com CNY 1.00	88	0.14
13,000	Sound Environmental Resources Co Ltd Com CNY 1.00	103	0.16
Food			
17,600	Beingmate Baby & Child Food Co Ltd Com CNY 1.00	69	0.11
32,600	COFCO Tunhe Co Ltd Com CNY 1.00	77	0.12
35,200	Gansu Yasheng Industrial Group Co Ltd Com CNY 1.00	68	0.10
58,650	Henan Shuanghui Investment & Development Co Ltd Com CNY 1.00	237	0.37
114,400	Inner Mongolia Yili Industrial Group Co Ltd Com CNY 1.00	372	0.58
30,800	Shenzhen Agricultural Products Co Ltd Com CNY 1.00	121	0.19
57,200	Yonghui Superstores Co Ltd Com CNY 1.00	133	0.20
Forest products & paper			
22,000	Guangdong Guanbao High-Tech Co Ltd Com CNY 1.00	75	0.12
Health care services			
13,200	Shanghai RAAS Blood Products Co Ltd Com CNY 1.00	140	0.22
Healthcare products			
8,800	Da An Gene Co Ltd of Sun Yat-Sen University Com CNY 1.00	91	0.14
9,300	Jiangsu Yuyue Medical Equipment & Supply Co Ltd Com CNY 1.00	78	0.12

Holding	Investment	Fair value \$'000	% of net asset value
People's Republic of China (cont)			
Holding companies - diversified operations			
66,000	Avic Capital Co Ltd Com CNY 1.00	275	0.43
26,400	China Baoan Group Co Ltd Com CNY 1.00	86	0.13
8,800	Humanwell Healthcare Group Co Ltd Com CNY 1.00	65	0.10
96,800	Zhejiang China Commodities City Group Co Ltd Com CNY 1.00	225	0.35
Home furnishings			
40,360	BesTV New Media Co Ltd Com CNY 1.00	433	0.67
22,000	Hisense Electric Co Ltd Com CNY 1.00	114	0.18
74,800	Midea Group Co Ltd Com CNY 1.00	446	0.69
57,200	Qingdao Haier Co Ltd Com CNY 1.00	271	0.42
83,600	Sichuan Changhong Electric Co Ltd Com CNY 1.00	114	0.18
220,000	TCL Corp Com CNY 1.00	227	0.35
Insurance			
88,000	China Life Insurance Co Ltd Com CNY 1.00	500	0.78
114,400	China Pacific Insurance Group Co Ltd Com CNY 1.00	595	0.92
26,400	New China Life Insurance Co Ltd Com CNY 1.00	251	0.39
88,000	Ping An Insurance Group Co of China Ltd Com CNY 1.00	1,213	1.88
Internet			
8,800	People.cn Co Ltd Com CNY 1.00	100	0.16
14,300	Searainbow Holding Corp Com CNY 1.00	144	0.22
Iron & steel			
92,400	Angang Steel Co Ltd Com CNY 1.00	104	0.16
198,000	Baoshan Iron & Steel Co Ltd Com CNY 1.00	265	0.41
193,600	Hebei Iron & Steel Co Ltd Com CNY 1.00	158	0.24
288,600	Inner Mongolian Baotou Steel Union Co Ltd Com CNY 1.00	296	0.46
94,900	Maanshan Iron & Steel Co Ltd Com CNY 1.00	96	0.15
101,500	Pangang Group Vanadium Titanium & Resources Co Ltd Com CNY 1.00*	81	0.13
85,300	Shandong Iron and Steel Co Ltd Com CNY 1.00	65	0.10
105,600	Shanxi Taigang Stainless Steel Co Ltd Com CNY 1.00	128	0.20
184,800	Wuhan Iron & Steel Co Ltd Com CNY 1.00	173	0.27
Leisure time			
22,000	Avic Aero-Engine Controls Co Ltd Com CNY 1.00	144	0.22
Machinery - diversified			
8,700	Avic Heavy Machinery Co Ltd Com CNY 1.00*	43	0.07

iShares MSCI China A UCITS ETF

SCHEDULE OF INVESTMENTS (continued)

As at 31 May 2015

Holding	Investment	Fair value \$'000	% of net asset value
Equities (cont)			
People's Republic of China (cont)			
Machinery – diversified (cont)			
121,800	China CNR Corp Ltd Com CNY 1.00*	589	0.91
118,800	China First Heavy Industries Com CNY 1.00	376	0.58
8,800	Hefei Meiya Optoelectronic Technology Inc Com CNY 1.00	77	0.12
44,000	NARI Technology Co Ltd Com CNY 1.00	192	0.30
104,500	Shanghai Electric Group Co Ltd Com CNY 1.00	365	0.57
12,800	Shanghai Mechanical and Electrical Industry Co Ltd Com CNY 1.00	78	0.12
44,000	Shanghai Zhenhua Heavy Industries Co Ltd Com CNY 1.00	67	0.10
38,600	Taiyuan Heavy Industry Co Ltd Com CNY 1.00	69	0.11
21,900	Tian Di Science & Technology Co Ltd Com CNY 1.00	78	0.12
Machinery, construction & mining			
136,400	Sany Heavy Industry Co Ltd Com CNY 1.00	286	0.44
39,600	XCMG Construction Machinery Co Ltd Com CNY 1.00	94	0.15
114,400	Zoomlion Heavy Industry Science and Technology Co Ltd Com CNY 1.00	165	0.26
Marine transportation			
26,400	China CSSC Holdings Ltd Com CNY 1.00	254	0.40
292,100	China Shipbuilding Industry Co Ltd Com CNY 1.00	834	1.29
Media			
17,600	Beijing Gehua CATV Network Co Ltd Com CNY 1.00	107	0.17
26,400	China South Publishing & Media Group Co Ltd Com CNY 1.00	117	0.18
24,900	CITIC Guoan Information Industry Co Ltd Com CNY 1.00	92	0.14
23,200	Huawen Media Investment Corp Com CNY 1.00*	78	0.12
39,600	Jiangsu Phoenix Publishing & Media Corp Ltd Com CNY 1.00	125	0.20
22,000	Jishi Media Co Ltd Com CNY 1.00	59	0.09
22,000	Zhejiang Daily Media Group Co Ltd Com CNY 1.00	89	0.14
Metal fabricate/ hardware			
66,000	Xinxing Ductile Iron Pipes Com CNY 1.00	81	0.12
14,500	Zhejiang Hailiang Co Ltd Com CNY 1.00*	30	0.05
Mining			
145,200	Aluminum Corp of China Ltd Com CNY 1.00	207	0.32
17,600	China Minmetals Rare Earth Co Ltd Com CNY 1.00	100	0.16

Holding	Investment	Fair value \$'000	% of net asset value
People's Republic of China (cont)			
Mining (cont)			
15,700	China Nonferrous Metal Industry's Foreign Engineering and Construction Co Ltd Com CNY 1.00	59	0.09
65,994	China Northern Rare Earth Group High-Tech Co Ltd Com CNY 1.00	243	0.38
45,160	Guangdong HEC Technology Holding Co Ltd Com CNY 1.00	69	0.11
39,600	Jiangxi Copper Co Ltd Com CNY 1.00	159	0.25
26,400	Jilin Ji En Nickel Industry Co Ltd Com CNY 1.00	78	0.12
48,400	Jinduicheng Molybdenum Co Ltd Com CNY 1.00	109	0.17
26,400	Pengxin International Mining Co Ltd Com CNY 1.00	64	0.10
26,400	Shandong Gold Mining Co Ltd Com CNY 1.00	122	0.19
34,600	Shandong Nanshan Aluminum Co Ltd Com CNY 1.00	64	0.10
39,600	Shenzhen Zhongjin Lingnan Nonfemet Co Ltd Com CNY 1.00	132	0.20
44,000	Western Mining Co Ltd Com CNY 1.00	79	0.12
17,310	Xiamen Tungsten Co Ltd Com CNY 1.00	88	0.14
30,800	Yunnan Chihong Zinc & Germanium Co Ltd Com CNY 1.00	77	0.12
22,000	Yunnan Tin Co Ltd Com CNY 1.00	87	0.13
47,700	Zhongjin Gold Corp Ltd Com CNY 1.00	112	0.17
256,000	Zijin Mining Group Co Ltd Com CNY 0.10	288	0.45
Miscellaneous manufacturers			
18,000	Anhui Zhongding Sealing Parts Co Ltd Com CNY 1.00	92	0.14
17,600	Beijing Zhong Ke San Huan High-Tech Co Ltd Com CNY 1.00	67	0.10
22,000	China International Marine Containers Group Co Ltd Com CNY 1.00	93	0.15
142,100	CRRC Corp Ltd Com CNY 1.00*	675	1.05
17,600	Shenzhen O-film Tech Co Ltd Com CNY 1.00	130	0.20
Oil & gas			
277,200	China Petroleum & Chemical Corp Com CNY 1.00	322	0.50
11,000	Oriental Energy Co Ltd Com CNY 1.00	83	0.13
198,000	PetroChina Co Ltd Com CNY 1.00	381	0.59
123,000	Wintime Energy Co Ltd Com CNY 1.00	175	0.27
Oil & gas services			
35,200	China Oilfield Services Ltd Com CNY 1.00	143	0.22
79,200	Offshore Oil Engineering Co Ltd Com CNY 1.00	169	0.26
11,600	Yantai Jereh Oilfield Services Group Co Ltd Com CNY 1.00*	83	0.13

iShares MSCI China A UCITS ETF

SCHEDULE OF INVESTMENTS (continued)

As at 31 May 2015

Holding	Investment	Fair value \$'000	% of net asset value
Equities (cont)			
People's Republic of China (cont)			
Packaging & containers			
26,388	Jiangsu Kangde Xin Composite Material Co Ltd Com CNY 1.00	180	0.28
Pharmaceuticals			
8,800	Beijing SL Pharmaceutical Co Ltd Com CNY 1.00	92	0.14
22,000	Beijing Tongrentang Co Ltd Com CNY 1.00	136	0.21
4,400	China National Accord Medicines Corp Ltd Com CNY 1.00	61	0.09
17,600	China Resources Sanjiu Medical & Pharmaceutical Co Ltd Com CNY 1.00	96	0.15
13,200	Dong-E-E-Jiao Co Ltd Com CNY 1.00	124	0.19
22,000	Guangxi Wuzhou Zhongheng Group Co Ltd Com CNY 1.00	91	0.14
17,600	Guangzhou Baiyunshan Pharmaceutical Holdings Co Ltd Com CNY 1.00	120	0.19
8,800	Guizhou Bailing Group Pharmaceutical Co Ltd Com CNY 1.00	135	0.21
8,800	Guizhou Yibai Pharmaceutical Co Ltd Com CNY 1.00	89	0.14
8,700	Harbin Gloria Pharmaceuticals Co Ltd Com CNY 1.00*	58	0.09
35,200	Harbin Pharmaceutical Group Co Ltd Com CNY 1.00	69	0.11
13,200	Hengkang Medical Group Co Ltd Com CNY 1.00	87	0.14
8,800	Huadong Medicine Co Ltd Com CNY 1.00	108	0.17
30,000	Huapont-Nutrichem Co Ltd Com CNY 1.00	81	0.13
26,399	Jiangsu Hengrui Medicine Co Ltd Com CNY 1.00	267	0.41
17,600	Jilin Aodong Medicine Industry Groups Co Ltd Com CNY 1.00	111	0.17
24,600	Joincare Pharmaceutical Group Industry Co Ltd Com CNY 1.00	83	0.13
22,000	Jointown Pharmaceutical Group Co Ltd Com CNY 1.00	104	0.16
39,600	Kangmei Pharmaceutical Co Ltd Com CNY 1.00	258	0.40
8,000	Shanghai Fosun Pharmaceutical Group Co Ltd Com CNY 1.00	44	0.07
13,200	Shenzhen Hepalink Pharmaceutical Co Ltd Com CNY 1.00	91	0.14
13,720	Shenzhen Salubris Pharmaceuticals Co Ltd Com CNY 1.00	77	0.12
17,600	Shijiazhuang Yiling Pharmaceutical Co Ltd Com CNY 1.00	77	0.12
13,200	Sichuan Kelun Pharmaceutical Co Ltd Com CNY 1.00	95	0.15

Holding	Investment	Fair value \$'000	% of net asset value
People's Republic of China (cont)			
Pharmaceuticals (cont)			
17,600	Tasly Pharmaceutical Group Co Ltd Com CNY 1.00	157	0.24
18,760	Tonghua Dongbao Pharmaceutical Co Ltd Com CNY 1.00	90	0.14
13,200	Xizang Haisco Pharmaceutical Group Co Ltd Com CNY 1.00	67	0.10
17,600	Yunnan Baiyao Group Co Ltd Com CNY 1.00	213	0.33
4,400	Zhangzhou Pientzehuang Pharmaceutical Co Ltd Com CNY 1.00	142	0.22
17,600	Zhejiang Hisun Pharmaceutical Co Ltd Com CNY 1.00	70	0.11
17,600	Zhejiang NHU Co Ltd Com CNY 1.00	67	0.10
Pipelines			
63,800	Guanghui Energy Co Ltd Com CNY 1.00*	116	0.18
Real estate investment & services			
26,400	Beijing Urban Construction Investment & Development Co Ltd Com CNY 1.00	88	0.14
44,000	China Fortune Land Development Co Ltd Com CNY 1.00	189	0.29
176,000	China Vanke Co Ltd Com CNY 1.00	407	0.63
57,200	Financial Street Holdings Co Ltd Com CNY 1.00	117	0.18
83,600	Gemdale Corp Com CNY 1.00	179	0.28
27,700	Geo-Jade Petroleum Corp Com CNY 1.00	75	0.12
65,800	Jinke Properties Group Co Ltd Com CNY 1.00	99	0.15
44,000	Meidu Energy Corp Com CNY 1.00	69	0.11
70,400	Oceanwide Holdings Co Ltd Com CNY 1.00	203	0.32
193,600	Poly Real Estate Group Co Ltd Com CNY 1.00	377	0.59
35,162	RiseSun Real Estate Development Co Ltd Com CNY 1.00	116	0.18
22,000	Shanghai Lujiazui Finance & Trade Zone Development Co Ltd Com CNY 1.00	201	0.31
24,600	Shanghai Zhangjiang High-Tech Park Development Co Ltd Com CNY 1.00	118	0.18
19,400	Shenzhen World Union Properties Consultancy Inc Com CNY 1.00	91	0.14
20,400	Sunshine City Group Co Ltd Com CNY 1.00	77	0.12
13,500	Thaihot Group Co Ltd Com CNY 1.00	66	0.10
96,800	Xinhu Zhongbao Co Ltd Com CNY 1.00	135	0.21
68,300	Zhongtian Urban Development Group Co Ltd Com CNY 1.00	135	0.21
Retail			
17,800	Haining China Leather Market Co Ltd Com CNY 1.00	72	0.11
24,500	Shanghai Bailian Group Co Ltd Com CNY 1.00	84	0.13

iShares MSCI China A UCITS ETF

SCHEDULE OF INVESTMENTS (continued)

As at 31 May 2015

Holding	Investment	Fair value \$'000	% of net asset value
Equities (cont)			
People's Republic of China (cont)			
Retail (cont)			
35,200	Shanghai Pharmaceuticals Holding Co Ltd Com CNY 1.00	153	0.24
22,900	Shanghai Yuyuan Tourist Mart Co Ltd Com CNY 1.00	74	0.11
136,400	Suning Commerce Group Co Ltd Com CNY 1.00	408	0.63
24,500	Wenfeng Great World Chain Development Corp Com CNY 1.00	55	0.09
Semiconductors			
29,000	Sanan Optoelectronics Co Ltd Com CNY 1.00*	141	0.22
26,100	Xi'an LONGi Silicon Materials Corp Com CNY 1.00	82	0.13
Software			
4,900	Beijing Shiji Information Technology Co Ltd Com CNY 1.00	144	0.22
7,900	China National Software & Service Co Ltd Com CNY 1.00	79	0.12
19,050	Glodon Software Co Ltd Com CNY 1.00	98	0.15
13,200	Hundsun Technologies Inc Com CNY 1.00	260	0.40
16,800	Iflytek Co Ltd Com CNY 1.00	139	0.22
8,700	NavInfo Co Ltd Com CNY 1.00*	98	0.15
22,000	Neusoft Corp Com CNY 1.00	109	0.17
9,200	Shanghai 2345 Network Holding Group Co Ltd Com CNY 1.00	93	0.15
5,000	Sinodata Co Ltd Com CNY 1.00	115	0.18
26,400	Yonyou Network Technology Co Ltd Com CNY 1.00	252	0.39
22,000	Zhejiang Dahua Technology Co Ltd Com CNY 1.00	149	0.23
Storage & warehousing			
35,200	CMST Development Co Ltd Com CNY 1.00	80	0.12
Telecommunications			
17,600	China Scholars Group Co Ltd Com CNY 1.00	78	0.12
22,000	China Spacesat Co Ltd Com CNY 1.00	261	0.40
385,400	China United Network Communications Ltd Com CNY 1.00	534	0.83
17,600	Datang Telecom Technology Co Ltd Com CNY 1.00	142	0.22
26,400	Dr Peng Telcom & Media Group Co Ltd Com CNY 1.00	178	0.28
17,600	Fiberhome Telecommunication Technologies Co Ltd Com CNY 1.00	98	0.15
17,600	Guangzhou Haige Communications Group Inc Co Com CNY 1.00	118	0.18
52,800	ZTE Corp Com CNY 1.00	263	0.41

Holding	Investment	Fair value \$'000	% of net asset value
People's Republic of China (cont)			
Toys, games & hobbies			
8,700	Guangdong Alpha Animation and Culture Co Ltd Com CNY 1.00*	106	0.16
Transportation			
14,000	CCS Supply Chain Management Co Ltd Com CNY 1.00	88	0.14
140,800	China COSCO Holdings Co Ltd Com CNY 1.00	304	0.47
88,000	China Merchants Energy Shipping Co Ltd Com CNY 1.00	128	0.20
145,200	China Shipping Container Lines Co Ltd Com CNY 1.00	219	0.34
43,500	China Shipping Development Co Ltd Com CNY 1.00	80	0.12
268,400	Daqin Railway Co Ltd Com CNY 1.00	527	0.82
101,200	Guangshen Railway Co Ltd Com CNY 1.00	118	0.18
114,400	Ningbo Port Co Ltd Com CNY 1.00	208	0.32
30,900	Shenzhen Yantian Port Holding Co Ltd Com CNY 1.00	55	0.09
14,400	Sinotrans Air Transportation Development Co Ltd Com CNY 1.00	69	0.11
Water			
52,800	Chengdu Xingrong Investment Co Ltd Com CNY 1.00	87	0.13
17,600	Guangdong Golden Dragon Development Inc Com CNY 1.00	120	0.19
Total People's Republic of China		69,293	107.54
Total equities		69,293	107.54
Total value of investments		69,293	107.54
Cash[†]		1,945	3.02
Other net liabilities		(6,818)	(10.58)
Net assets attributable to redeemable participating shareholders		64,420	99.98
Adjustment to align to the valuation methodology as set out in the prospectus		12	0.02
Net asset value attributable to redeemable participating shareholders at the end of the period		64,432	100.00

[†] Substantially all cash positions are held with State Street Bank and Trust Company or other depositaries appointed.

* This security was valued in consultation with the Manager. This security is suspended at year end and valued using the last traded price, consistent with the index provider.

iShares MSCI China A UCITS ETF

SCHEDULE OF INVESTMENTS (continued)

As at 31 May 2015

Equities are primarily classified by the country of incorporation of the entity in which the Fund holds shares.

Analysis of total current assets gross of all liabilities	Fair value \$'000	% of total current assets
Transferable securities admitted to an official stock exchange listing or traded on a regulated market	69,293	97.12
Other assets	2,054	2.88
Total current assets	71,347	100.00

iShares MSCI China A UCITS ETF

SCHEDULE OF MATERIAL PURCHASES AND SALES (unaudited)

For the period ended 31 May 2015

Holding	Investments	Proceeds \$'000	Holding	Investments	Cost \$'000
Sales*			Purchases		
			88,000	Ping An Insurance Group Co of China Ltd Com CNY 1.00	1,188
			345,800	Industrial Bank Co Ltd Com CNY 1.00	1,076
			353,000	China Merchants Bank Co Ltd Com CNY 1.00	1,021
			180,400	CITIC Securities Co Ltd Com CNY 1.00	994
			337,000	Shanghai Pudong Development Bank Co Ltd Com CNY 1.00	926
			1,420,000	Agricultural Bank of China Ltd Com CNY 1.00	862
			22,000	Kweichow Moutai Co Ltd Com CNY 1.00	813
			491,000	China Minsheng Banking Corp Ltd Com CNY 1.00	799
			1,117,600	Bank of China Ltd Com CNY 1.00	791
			310,600	China Railway Group Ltd Com CNY 1.00	790
			959,800	Industrial & Commercial Bank of China Ltd Com CNY 1.00	787
			710,800	Bank of Communications Co Ltd Com CNY 1.00	766
			543,600	China State Construction Engineering Corp Ltd Com CNY 1.00	754
			224,400	Shenwan Hongyuan Group Co Ltd Com CNY 1.00	684
			145,200	Haitong Securities Co Ltd Com CNY 1.00	639
			114,400	China Pacific Insurance Group Co Ltd Com CNY 1.00	638
			292,100	China Shipbuilding Industry Co Ltd Com CNY 1.00	635
			724,000	China Everbright Bank Co Ltd Com CNY 1.00	607
			224,713	Ping An Bank Co Ltd Com CNY 1.00	599
			142,100	CRRC Corp Ltd Com CNY 1.00	570

* There were no sales during the period for this Fund.

The UCITS notices issued by the Central Bank of Ireland require a Schedule of Portfolio changes during the period. These are defined as aggregate purchases of a security exceeding one per cent of the total value of purchases for the period and aggregate disposals greater than one per cent of the total value of sales. At a minimum the largest 20 purchases and 20 sales must be given or all purchases and sales if less than 20. A full listing of the portfolio changes for the period is available, upon request, at no cost from the Administrator.

iShares MSCI EMU Large Cap UCITS ETF

INCOME STATEMENT

For the year ended 31 May 2015

	Note	Year ended 31 May 2015 €'000	Period from 16 September 2013 to 31 May 2014 €'000
Operating income	2	5,166	141
Net gains on financial assets/liabilities at fair value through profit or loss	3	42,892	667
Total gains		48,058	808
Operating expenses	4	(659)	(19)
Net operating profit		47,399	789
Finance costs:			
Interest expense	6	(1)	-
Total finance costs		(1)	-
Net profit for the financial year/period before tax		47,398	789
Non-reclaimable withholding tax		(416)	(15)
Net profit for the financial year/period after tax		46,982	774
Adjustment to align to the valuation methodology as set out in the prospectus	7	119	3
Increase in net assets attributable to redeemable participating shareholders from operations		47,101	777

There are no recognised gains or losses arising in the year/period other than those dealt with in the income statement. In arriving at the results of the financial year/period, all amounts relate to continuing operations.

STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO REDEEMABLE PARTICIPATING SHAREHOLDERS

For the year ended 31 May 2015

	Year ended 31 May 2015 €'000	Period from 16 September 2013 to 31 May 2014 €'000
Net assets attributable to redeemable participating shareholders at the beginning of the year/period	5,774	-
Increase in net assets attributable to redeemable participating shareholders from operations	47,101	777
Share transactions:		
Proceeds from issue of redeemable participating shares	3,199	4,997
Payments on redemption of redeemable participating shares	(26,756)	-
Transfer due to merger*	193,030	-
Increase in net assets resulting from share transactions	169,473	4,997
Net assets attributable to redeemable participating shareholders at the end of the year/period	222,348	5,774

* Effective 20 October 2014 iShares MSCI EMU Large Cap UCITS ETF (Lux), a sub-fund of iShares (Lux) merged into iShares MSCI EMU Large Cap UCITS ETF, the exchange ratio used to calculate the number of shares in the Receiving Fund issued to former unitholders of the Merging Fund was 4.0574178.

The accompanying notes form an integral part of these financial statements.

iShares MSCI EMU Large Cap UCITS ETF

BALANCE SHEET

As at 31 May 2015

	Note	31 May 2015 €'000	31 May 2014 €'000
CURRENT ASSETS			
Cash and cash equivalents		3,102	69
Margin cash account		166	4
Receivables	11	634	19
Financial assets at fair value through profit or loss	12	219,836	5,681
Total current assets		223,738	5,773
CURRENT LIABILITIES			
Payables	13	(1,502)	(2)
Financial liabilities at fair value through profit or loss	12	(10)	-
Total current liabilities excluding net assets attributable to redeemable participating shareholders		(1,512)	(2)
Net assets attributable to redeemable participating shareholders		222,226	5,771
Adjustment to align to the valuation methodology as set out in the prospectus	7	122	3
Net asset value attributable to redeemable participating shareholders at the end of the year/period		222,348	5,774

* Effective 20 October 2014 iShares MSCI EMU Large Cap UCITS ETF (Lux), a sub-fund of iShares (Lux) merged into iShares MSCI EMU Large Cap UCITS ETF, the exchange ratio used to calculate the number of shares in the Receiving Fund issued to former unitholders of the Merging Fund was 4.0574178.

The accompanying notes form an integral part of these financial statements. Details of the NAV per share are set out in note 10.

iShares MSCI EMU Large Cap UCITS ETF

NOTES TO THE FINANCIAL STATEMENTS

For the year ended 31 May 2015

1. ACCOUNTING POLICIES, FINANCIAL INSTRUMENTS AND RISKS, TAX, SOFT COMMISSIONS AND EXCHANGE RATES

The accounting policies are set out on pages 46 to 50. The financial instruments and risks are set out on pages 51 to 70. The notes relating to tax, soft commissions and exchange rates are set out in the notes on pages 73 to 78.

2. OPERATING INCOME

	Year ended 31 May 2015 €'000	Period from 16 September 2013 to 31 May 2014 €'000
Dividend income	5,126	141
Securities lending income	40	-
	5,166	141

3. NET GAINS ON FINANCIAL ASSETS/LIABILITIES AT FAIR VALUE THROUGH PROFIT OR LOSS

	Year ended 31 May 2015 €'000	Period from 16 September 2013 to 31 May 2014 €'000
Net gains on investments in securities held at fair value through profit or loss	42,911	665
Net (losses)/gains on futures contracts	(20)	2
Net gains on other investments	1	-
	42,892	667

4. OPERATING EXPENSES

	Year ended 31 May 2015 €'000	Period from 16 September 2013 to 31 May 2014 €'000
Management fees	(659)	(19)
	(659)	(19)

5. MANAGEMENT FEES

Fees earned by the Manager during the year and balances outstanding as at 31 May 2015 and 31 May 2014 are disclosed in note 4 and note 13 respectively.

Please refer to note 5 of the financial statements of the Company for each Fund's management fee rate.

The Manager is responsible for discharging, from this fee, all fees of the Investment Manager, the Administrator and the Custodian and any distributing agent appointed by the distributor through whom the shares will be marketed, together with all reasonable out of pocket expenses of such service providers, (including sub-custodial fees and expenses, which will be at normal commercial rates) and transaction related charges of the Administrator and Custodian). The Manager will also be responsible for discharging from its fee for each share class an attributable proportion of the organisational and operating expenses, including audit and directors fees, of the Company. The fee will be accrued daily based on the daily net asset value of the share classes and will be paid monthly in arrears. Where the actual fees and costs incurred exceed the amount paid to the Manager, the excess will be discharged by the Manager from its own assets.

The Fund employs an "all in one" fee structure, paying all of its fees, operating costs and expenses (and its due proportion of any costs and expenses allocated to it) as a single flat fee (the "Total Expense Ratio" or "TER"). The TER is calculated in accordance with the Committee of European Securities Regulators ("CESR") guidelines on the methodology for calculation of the ongoing charges figure in the Key Investor Information Document.

Total fees paid to the Manager as a percentage of the average Fund assets for the year/period were as follows:

	TER % 31 May 2015	TER % 31 May 2014
	0.49	0.49

6. INTEREST EXPENSE

	Year ended 31 May 2015 €'000	Period from 16 September 2013 to 31 May 2014 €'000
Bank interest	(1)	-
	(1)	-

iShares MSCI EMU Large Cap UCITS ETF

NOTES TO THE FINANCIAL STATEMENTS (continued)

For the year ended 31 May 2015

7. ADJUSTMENT TO ALIGN TO THE VALUATION METHODOLOGY AS SET OUT IN THE PROSPECTUS

The adjustment between the financial statements net asset value and the valuation methodology set out in the prospectus is shown below:

	Year ended 31 May 2015 €'000	Period from 16 September 2013 to 31 May 2014 €'000
Balance brought forward	3	-
Adjustment to align to the valuation methodology as set out in the prospectus	119	3
Total adjustment for the year/period	119	3
Balance carried forward	122	3

Further details are set out in the accounting policies note m).

8. TRANSACTION COSTS

Disclosed in the table below are separately identifiable transaction costs incurred by the Fund for the year ended 31 May 2015 and period ended 31 May 2014. Please refer to note 10 of the financial statements of the Company for further details.

	Year ended 31 May 2015 €'000	Period from 16 September 2013 to 31 May 2014 €'000
Transaction costs	(10)	(5)

9. SHARE CAPITAL

The issued and fully paid redeemable participating share capital is at all times equal to the net asset value of the Fund. Redeemable participating shares are redeemable at the shareholders' option and are classified as financial liabilities.

	31 May 2015 No. of Shares	31 May 2014 No. of Shares
Number of redeemable participating shares:		
Balance at the beginning of year/period	200,000	-
Issued during the year/period	100,000	200,000
Transfer due to merger	7,301,456	-
Redeemed during the year/period	(900,040)	-
Balance at the end of year/period	6,701,416	200,000

10. NET ASSETS ATTRIBUTABLE TO REDEEMABLE PARTICIPATING SHAREHOLDERS

	No. of Shares
Shares in issue	
As at 31 May 2015	6,701,416
As at 31 May 2014	200,000

	€'000
Net asset value	
As at 31 May 2015	222,348
As at 31 May 2014	5,774

	€'000
Net asset value per share	
As at 31 May 2015	€33.18
As at 31 May 2014	€28.87

11. RECEIVABLES

	31 May 2015 €'000	31 May 2014 €'000
Sale of securities awaiting settlement	34	-
Dividend income receivable	397	12
Securities lending income receivable	18	-
Tax reclaim receivable	185	7
	634	19

12. FINANCIAL ASSETS/LIABILITIES AT FAIR VALUE THROUGH PROFIT OR LOSS

	31 May 2015 €'000	31 May 2014 €'000
Financial assets:		
Investment in equities	219,836	5,679
Investment in rights	-	1
Unrealised gains on futures contracts	-	1
	219,836	5,681

Financial liabilities:		
Unrealised losses on futures contracts	(10)	-
	(10)	-

iShares MSCI EMU Large Cap UCITS ETF

NOTES TO THE FINANCIAL STATEMENTS (continued)

For the year ended 31 May 2015

13. PAYABLES

	31 May 2015 €'000	31 May 2014 €'000
Purchase of securities awaiting settlement	(1,414)	-
Management fees payable	(88)	(2)
	(1,502)	(2)

14. COMMITMENTS AND CONTINGENT LIABILITIES

There were no significant commitments or contingent liabilities at the year ended 31 May 2015 and period ended 31 May 2014, other than those disclosed in note 16 of the financial statements of the Company.

15. RELATED PARTY TRANSACTIONS

The related parties are set out in note 18 of the financial statements of the Company.

16. EFFICIENT PORTFOLIO MANAGEMENT

The Fund may, subject to the conditions and within the limits from time to time laid down by the Central Bank of Ireland and the prospectus, engage in securities lending and employ techniques and instruments relating to transferable securities for efficient portfolio management purposes.

The securities lending agent appointed pursuant to the securities lending agreement is BlackRock Advisors (UK) Limited which is a related party to the Fund.

The Fund benefits from a borrower default indemnity provided by BlackRock Inc. The indemnity allows for full replacement of securities lent. BlackRock Inc. bears all operational costs directly related to securities loan transactions as well as the cost of indemnification against borrower default.

During the year the Fund engaged in securities lending. The Fund receives either cash collateral or securities as collateral, as determined within the schedule, for a value in excess of the market value of the securities loaned. As at 31 May 2015, the collateral consists of securities admitted to or dealt on a regulated market.

The collateral is registered and held in the name of BlackRock Advisors (UK) Limited on behalf of the Fund in any or all of the following collateral agents and central securities depositaries: JP Morgan Chase, Bank of New York Mellon Corporation, Euroclear or CREST, depending on the type of collateral the counterparty needs to give as per the schedule in order to cover the required value of exposure. Further details can be found on page 61.

The Investment Manager monitors the fair value of the securities loaned and additional collateral is obtained, if necessary.

Securities lending income is split between the Fund and the securities lending agent in a ratio of 62.5:37.5 in favour of the Fund, with all operational costs borne out of the securities lending agents share.

The securities lending income earned during the year, the value of securities on loan at the year end and the value of collateral held at the year end for the Fund is shown below:

	31 May 2015 €'000
Income earned during the year	40
Value of securities on loan at year end	10,788
Value of collateral held on behalf of the Fund at year end	11,882

Please see note 17 for more information on financial derivative instruments.

17. FINANCIAL DERIVATIVE INSTRUMENTS

The Fund may buy and sell financial derivative instruments. See further details in note 20 of the financial statements of the Company and the Fund's Schedule of Investments.

18. SUBSEQUENT EVENTS

Please refer to note 21 of the financial statements of the Company.

iShares MSCI EMU Large Cap UCITS ETF

SCHEDULE OF INVESTMENTS

As at 31 May 2015

Holding	Investment	Fair value €'000	% of net asset value
Transferable Securities Admitted to an Official Stock Exchange Listing or traded on a Regulated Market			
Equities			
Austria			
Banks			
20,817	Erste Group Bank AG Com NPV	548	0.25
Integrated oil & gas			
10,767	OMV AG Com NPV	276	0.12
Total Austria		824	0.37
Belgium			
Banks			
18,496	KBC Groep NV Com NPV	1,129	0.51
Beverages			
58,741	Anheuser-Busch InBev NV Com NPV	6,429	2.89
Holding companies - diversified operations			
5,932	Groupe Bruxelles Lambert SA Com NPV	449	0.20
Telecommunications			
11,310	Belgacom SA Com NPV	357	0.16
Total Belgium		8,364	3.76
Finland			
Electricity			
33,168	Fortum Oyj Com EUR 3.40	574	0.26
Insurance			
33,137	Sampo Oyj Com NPV	1,421	0.64
Machinery - diversified			
23,115	Kone Oyj Com NPV	882	0.40
Telecommunications			
271,668	Nokia Oyj Com NPV	1,805	0.81
Total Finland		4,682	2.11
France			
Advertising			
13,526	Publicis Groupe SA Com EUR 0.40	985	0.44
Aerospace & defence			
21,368	Safran SA Com EUR 0.20	1,376	0.62
Apparel retailers			
4,082	Christian Dior SE Com EUR 2.00	746	0.34
1,966	Hermes International Com NPV	698	0.31
20,350	LVMH Moët Hennessy Louis Vuitton SE Com EUR 0.30	3,299	1.48
Auto manufacturers			
14,292	Renault SA Com EUR 3.81	1,351	0.61
Auto parts & equipment			
13,856	Cie Generale des Etablissements Michelin Com EUR 2.00	1,352	0.61

Holding	Investment	Fair value €'000	% of net asset value
France (cont)			
Banks			
77,199	BNP Paribas SA Com EUR 2.00	4,240	1.91
74,868	Credit Agricole SA Com EUR 3.00	1,017	0.46
68,898	Natixis SA Com EUR 1.60	470	0.21
52,587	Societe Generale SA Com EUR 1.25	2,236	1.00
Beverages			
15,775	Pernod Ricard SA Com EUR 1.55	1,775	0.80
Building materials and fixtures			
33,318	Cie de Saint-Gobain Com EUR 4.00	1,414	0.64
13,867	Lafarge SA Com EUR 4.00	891	0.40
Chemicals			
25,108	Air Liquide SA Com EUR 5.50	2,943	1.32
Electrical components & equipment			
38,241	Schneider Electric SE Com EUR 4.00	2,629	1.18
Electricity			
16,887	Electricite de France SA Com EUR 0.50	378	0.17
105,519	GDF Suez Com EUR 1.00	1,939	0.87
Engineering & construction			
12,667	Bouygues SA Com EUR 1.00	454	0.21
34,256	Vinci SA Com EUR 2.50	1,852	0.83
Food			
40,335	Carrefour SA Com EUR 2.50	1,246	0.56
42,097	Danone SA Com EUR 0.25	2,632	1.18
Healthcare products			
15,126	Essilor International SA Com EUR 0.18	1,681	0.76
Holding companies - diversified operations			
63,390	Bolloré SA Com EUR 0.16	329	0.15
Insurance			
133,350	AXA SA Com EUR 2.29	3,056	1.37
12,772	CNP Assurances Com EUR 1.00	192	0.09
Media			
7,281	Numericable-SFR SAS Com EUR 1.00	382	0.17
87,982	Vivendi SA Com EUR 5.50	2,040	0.92
Oil & gas			
156,420	Total SA Com EUR 2.50	7,190	3.23
Personal products			
18,387	L'Oreal SA Com EUR 0.20	3,161	1.42
Pharmaceuticals			
87,258	Sanofi Com EUR 2.00	7,777	3.50
Real estate investment trusts			
12,824	Klepierre Reits EUR 1.40	519	0.24
7,156	Unibail-Rodamco SE Reits EUR 5.00	1,673	0.75
Retail			
5,624	Kering Com EUR 4.00	899	0.40
Telecommunications			
134,634	Orange SA Com EUR 4.00	1,932	0.87
Total France		66,754	30.02

iShares MSCI EMU Large Cap UCITS ETF

SCHEDULE OF INVESTMENTS (continued)

As at 31 May 2015

Holding	Investment	Fair value €'000	% of net asset value
Equities (cont)			
Germany			
Auto manufacturers			
24,103	Bayerische Motoren Werke AG Com EUR 1.00	2,419	1.09
3,981	Bayerische Motoren Werke AG Pref EUR 1.00	304	0.13
70,318	Daimler AG Com NPV	5,998	2.70
11,366	Porsche Automobil Holding SE Pref NPV	912	0.41
2,225	Volkswagen AG Com NPV	490	0.22
11,880	Volkswagen AG Pref NPV	2,620	1.18
Auto parts & equipment			
8,167	Continental AG Com NPV	1,716	0.77
Banks			
78,206	Commerzbank AG Com NPV	945	0.42
100,468	Deutsche Bank AG Com NPV	2,749	1.24
Building materials and fixtures			
10,518	HeidelbergCement AG Com NPV	778	0.35
Chemicals			
67,068	BASF SE Com NPV	5,642	2.54
2,426	Evonik Industries AG Com NPV	82	0.04
13,764	Linde AG Com NPV	2,405	1.08
Diversified financial services			
14,328	Deutsche Boerse AG Com NPV	1,042	0.47
Electricity			
147,995	E.ON SE Com NPV	1,977	0.89
36,422	RWE AG Com NPV	771	0.35
Food			
12,100	Metro AG Com NPV	382	0.17
Footwear			
15,525	Adidas AG Com NPV	1,107	0.50
Health care services			
16,055	Fresenius Medical Care AG & Co KGaA Com NPV	1,251	0.56
28,017	Fresenius SE & Co KGaA Com NPV	1,622	0.73
Insurance			
33,354	Allianz SE Com NPV	4,750	2.14
12,675	Muenchener Rueckversicherungs-Gesellschaft AG Com NPV	2,125	0.95
Iron & steel			
33,608	ThyssenKrupp AG Com NPV	810	0.36
Machinery - diversified			
2,642	MAN SE Com NPV	248	0.11
Miscellaneous manufacturers			
57,898	Siemens AG Com NPV	5,530	2.49
Nondurable household products			
8,450	Henkel AG & Co KGaA Com NPV	789	0.35
13,177	Henkel AG & Co KGaA Pref NPV	1,434	0.65

Holding	Investment	Fair value €'000	% of net asset value
Germany (cont)			
Personal products			
7,444	Beiersdorf AG Com NPV	613	0.27
Pharmaceuticals			
60,437	Bayer AG Com NPV	7,805	3.51
9,504	Merck KGaA Com NPV	926	0.42
Software			
68,396	SAP SE Com NPV	4,602	2.07
Telecommunications			
231,547	Deutsche Telekom AG Com NPV	3,628	1.63
Transportation			
70,500	Deutsche Post AG Com NPV	1,930	0.87
Total Germany		70,402	31.66
Ireland			
Building materials and fixtures			
59,017	CRH Plc Com EUR 0.32	1,506	0.68
Total Ireland		1,506	0.68
Italy			
Banks			
922,869	Intesa Sanpaolo SpA Com EUR 0.52	3,029	1.36
69,149	Intesa Sanpaolo SpA Misc EUR 0.52	199	0.09
321,029	UniCredit SpA Com NPV	2,045	0.92
Commercial services			
30,710	Atlantia SpA Com EUR 1.00	718	0.32
Electricity			
477,218	Enel SpA Com EUR 1.00	2,108	0.95
Fixed line telecommunications			
450,143	Telecom Italia SpA Misc NPV	405	0.18
Gas distribution			
158,714	Snam SpA Com NPV	715	0.32
Insurance			
86,150	Assicurazioni Generali SpA Com EUR 1.00	1,517	0.68
Oil & gas			
187,010	Eni SpA Com NPV	3,065	1.38
Retail			
12,555	Luxottica Group SpA Com EUR 0.06	768	0.35
Telecommunications			
747,914	Telecom Italia SpA Com NPV	835	0.38
Total Italy		15,404	6.93
Luxembourg			
Iron & steel			
73,927	ArcelorMittal Com NPV	717	0.32
Media			
2,876	RTL Group SA Com NPV	234	0.10

iShares MSCI EMU Large Cap UCITS ETF

SCHEDULE OF INVESTMENTS (continued)

As at 31 May 2015

Holding	Investment	Fair value €'000	% of net asset value
Equities (cont)			
Luxembourg (cont)			
Metal fabricate/ hardware			
34,992	Tenaris SA Com USD 1.00	461	0.21
Telecommunications			
6,182	Altice SA Com EUR 0.01	732	0.33
Total Luxembourg		2,144	0.96
Netherlands			
Aerospace			
42,880	Airbus Group SE Com EUR 1.00	2,658	1.20
Auto manufacturers			
67,486	Fiat Chrysler Automobiles NV Com EUR 0.01	982	0.44
Banks			
281,261	ING Groep NV CVS EUR 0.24	4,210	1.89
Beverages			
7,481	Heineken Holding NV Com EUR 1.60	473	0.21
17,099	Heineken NV Com EUR 1.60	1,220	0.55
Chemicals			
18,285	Akzo Nobel NV Com EUR 2.00	1,268	0.57
Electronics			
67,618	Koninklijke Philips NV Com EUR 0.20	1,677	0.76
Food			
66,250	Koninklijke Ahold NV Com EUR 0.01	1,227	0.55
Insurance			
134,623	Aegon NV Com EUR 0.12	933	0.42
Machinery - diversified			
70,591	CNH Industrial NV Com EUR 0.01	571	0.26
Media			
50,620	Reed Elsevier NV Com EUR 0.07	1,118	0.50
Personal products			
118,842	Unilever NV CVS EUR 0.16	4,615	2.08
Semiconductors			
25,646	ASML Holding NV Com EUR 0.09	2,608	1.17
Total Netherlands		23,560	10.60
Portugal			
Electricity			
177,835	EDP - Energias de Portugal SA Com EUR 1.00	632	0.28
Oil & gas			
28,722	Galp Energia SGPS SA Com EUR 1.00	307	0.14
Total Portugal		939	0.42
Spain			
Banks			
461,004	Banco Bilbao Vizcaya Argentaria SA Com EUR 0.49	4,145	1.86

Holding	Investment	Fair value €'000	% of net asset value
Spain (cont)			
Banks (cont)			
1,051,096	Banco Santander SA Com EUR 0.50	6,814	3.07
343,637	Bankia SA Com EUR 1.00	405	0.18
172,680	CaixaBank SA Com EUR 1.00	753	0.34
Commercial services			
30,306	Abertis Infraestructuras SA Com EUR 3.00	484	0.22
Electricity			
23,235	Endesa SA Com EUR 1.20	395	0.18
378,128	Iberdrola SA Com EUR 0.75	2,381	1.07
Gas distribution			
26,164	Gas Natural SDG SA Com EUR 1.00	586	0.26
Oil & gas			
77,495	Repsol SA Com EUR 1.00	1,343	0.61
Retail			
79,163	Inditex SA Com EUR 0.03	2,388	1.07
Software			
32,800	Amadeus IT Holding SA Com EUR 0.01	1,359	0.61
Telecommunications			
326,468	Telefonica SA Com EUR 1.00	4,204	1.89
Total Spain		25,257	11.36
Total equities		219,836	98.87

No of contracts	Underlying exposure €'000	Fair value €'000	% of net asset value	
Financial derivative instruments				
Futures contracts				
36	Euro Stoxx 50 Index Futures June 2015	1,293	(10)	0.00
Total unrealised losses on futures contracts			(10)	0.00
Total financial derivative instruments			(10)	0.00

	Fair value €'000	% of net asset value
Total value of investments		
	219,826	98.87
Cash[†]		
	3,268	1.47
Other net liabilities		
	(868)	(0.39)

iShares MSCI EMU Large Cap UCITS ETF

SCHEDULE OF INVESTMENTS (continued)

As at 31 May 2015

	Fair value €'000	% of net asset value
Net assets attributable to redeemable participating shareholders	222,226	99.95
Adjustment to align to the valuation methodology as set out in the prospectus	122	0.05
Net asset value attributable to redeemable participating shareholders at the end of the year	222,348	100.00

[†] Cash holdings of €3,101,589 are held with State Street Bank and Trust Company. €166,213 is held as security for futures contracts with Barclays Plc.

Equities are primarily classified by the country of incorporation of the entity in which the Fund holds shares.

Underlying exposure has been calculated according to the guidelines issued by the European Securities and Market Authority ("ESMA") and represents the market value of an equivalent position in the assets underlying each financial derivative instrument.

Analysis of total current assets gross of all liabilities	Fair value €'000	% of total current assets
Transferable securities admitted to an official stock exchange listing or traded on a regulated market	219,836	98.26
Other assets	3,902	1.74
Total current assets	223,738	100.00

iShares MSCI EMU Large Cap UCITS ETF

SCHEDULE OF MATERIAL PURCHASES AND SALES (unaudited)

For the year ended 31 May 2015

Holding	Investments	Proceeds €'000	Holding	Investments	Cost €'000
Sales			Purchases		
9,891	Bayer AG Com NPV	1,191	52,895	Reed Elsevier NV Com EUR 0.07	1,174
25,651	Total SA Com EUR 2.50	1,170	67,486	Fiat Chrysler Automobiles NV Com EUR 0.01	982
13,648	Sanofi Com EUR 2.00	1,138	146,690	Banco Santander SA Com EUR 0.50	896
148,309	Banco Santander SA Com EUR 0.50	1,004	6,460	Altice SA Com EUR 0.01	576
9,658	Anheuser-Busch InBev NV Com NPV	953	13,591	Klepierre Reits EUR 1.40	541
9,608	Siemens AG Com NPV	902	23,571	Endesa SA Com EUR 1.20	426
12,117	Daimler AG Com NPV	883	804	Hermes International Com NPV	245
11,107	BASF SE Com NPV	859	8,043	Numericable-SFR SAS Com EUR 1.00	238
5,524	Allianz SE Com NPV	776	74,686	Intesa Sanpaolo SpA Com EUR 0.52	222
19,854	Unilever NV CVS EUR 0.16	681	6,267	Amadeus IT Holding SA Com EUR 0.01	210
52,887	Telefonica SA Com EUR 1.00	667	41,074	CaixaBank SA Com EUR 1.00	181
12,890	BNP Paribas SA Com EUR 2.00	657	17,253	Banco Bilbao Vizcaya Argentaria SA Com EUR 0.49	154
11,164	SAP SE Com NPV	657	2,220	SAP SE Com NPV	144
67,204	Banco Bilbao Vizcaya Argentaria SA Com EUR 0.49	580	9,058	Deutsche Telekom AG Com NPV	131
47,450	ING Groep NV CVS EUR 0.24	575	5,345	CRH Plc Com EUR 0.32	128
36,960	Deutsche Telekom AG Com NPV	525	24,462	Bollore SA Com EUR 0.16	126
31,738	Eni SpA Com NPV	502	1,314	Sanofi Com EUR 2.00	117
4,479	Air Liquide SA Com EUR 5.50	473	913	Bayer AG Com NPV	115
3,284	LVMH Moet Hennessy Louis Vuitton SE Com EUR 0.30	469	2,364	Total SA Com EUR 2.50	110
3,170	L'Oreal SA Com EUR 0.20	462	1,669	Safran SA Com EUR 0.20	109

The UCITS notices issued by the Central Bank of Ireland require a Schedule of Portfolio changes during the year. These are defined as aggregate purchases of a security exceeding one per cent of the total value of purchases for the year and aggregate disposals greater than one per cent of the total value of sales. At a minimum the largest 20 purchases and 20 sales must be given or all purchases and sales if less than 20. A full listing of the portfolio changes for the year is available, upon request, at no cost from the Administrator.

iShares MSCI EMU Mid Cap UCITS ETF

INCOME STATEMENT

For the year ended 31 May 2015

	Notes	Year ended 31 May 2015 €'000	Period from 16 September 2013 to 31 May 2014 €'000
Operating income	2	4,614	662
Net gains on financial assets/liabilities at fair value through profit or loss	3	55,146	941
Total gains		59,760	1,603
Operating expenses	4	(825)	(41)
Net operating profit		58,935	1,562
Finance costs:			
Interest expense	6	(1)	-
Total finance costs		(1)	-
Net profit for the financial year/period before tax		58,934	1,562
Non-reclaimable withholding tax		(305)	(47)
Net profit for the financial year/period after tax		58,629	1,515
Adjustment to align to the valuation methodology as set out in the prospectus	7	53	55
Increase in net assets attributable to redeemable participating shareholders from operations		58,682	1,570

There are no recognised gains or losses arising in the year/period other than those dealt with in the income statement. In arriving at the results of the financial year/period, all amounts relate to continuing operations.

STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO REDEEMABLE PARTICIPATING SHAREHOLDERS

For the year ended 31 May 2015

	Year ended 31 May 2015 €'000	Period from 16 September 2013 to 31 May 2014 €'000
Net assets attributable to redeemable participating shareholders at the beginning of the year/period	51,518	-
Increase in net assets attributable to redeemable participating shareholders from operations	58,682	1,570
Share transactions:		
Proceeds from issue of redeemable participating shares	37,220	49,948
Payments on redemption of redeemable participating shares	(13,050)	-
Transfer due to merger*	141,092	-
Increase in net assets resulting from share transactions	165,262	49,948
Net assets attributable to redeemable participating shareholders at the end of the year/period	275,462	51,518

* Effective 20 October 2014 iShares MSCI EMU Mid Cap UCITS ETF (Lux), a sub-fund of iShares (Lux) merged with iShares MSCI EMU Mid Cap UCITS ETF, the exchange ratio used to calculate the number of shares in the Receiving Fund issued to former unitholders of the Merging Fund was 2.6197281.

The accompanying notes form an integral part of these financial statements.

iShares MSCI EMU Mid Cap UCITS ETF*

BALANCE SHEET

As at 31 May 2015

	Notes	31 May 2015 €'000	31 May 2014 €'000
CURRENT ASSETS			
Cash and cash equivalents		2,660	502
Margin cash account		86	24
Receivables	11	3,057	2,068
Financial assets at fair value through profit or loss	12	272,896	50,445
Total current assets		278,699	53,039
CURRENT LIABILITIES			
Payables	13	(3,345)	(1,575)
Financial liabilities at fair value through profit or loss	12	-	(1)
Total current liabilities excluding net assets attributable to redeemable participating shareholders		(3,345)	(1,576)
Net assets attributable to redeemable participating shareholders		275,354	51,463
Adjustment to align to the valuation methodology as set out in the prospectus	7	108	55
Net asset value attributable to redeemable participating shareholders at the end of the year/period		275,462	51,518

* Effective 20 October 2014 iShares MSCI EMU Mid Cap UCITS ETF (Lux), a sub-fund of iShares (Lux) merged with iShares MSCI EMU Mid Cap UCITS ETF, the exchange ratio used to calculate the number of shares in the Receiving Fund issued to former unitholders of the Merging Fund was 2.6197281.

The accompanying notes form an integral part of these financial statements. Details of the NAV per share are set out in note 10.

iShares MSCI EMU Mid Cap UCITS ETF

NOTES TO THE FINANCIAL STATEMENTS

For the year ended 31 May 2015

1. ACCOUNTING POLICIES, FINANCIAL INSTRUMENTS AND RISKS, TAX, SOFT COMMISSIONS AND EXCHANGE RATES

The accounting policies are set out on pages 46 to 50. The financial instruments and risks are set out on pages 51 to 70. The notes relating to tax, soft commissions and exchange rates are set out in the notes on pages 73 to 78.

2. OPERATING INCOME

	Year ended 31 May 2015 €'000	Period from 16 September 2013 to 31 May 2014 €'000
Dividend income	4,568	662
Securities lending income	46	-
	4,614	662

3. NET GAINS ON FINANCIAL ASSETS/LIABILITIES AT FAIR VALUE THROUGH PROFIT OR LOSS

	Year ended 31 May 2015 €'000	Period from 16 September 2013 to 31 May 2014 €'000
Net gains on investments in securities held at fair value through profit or loss	54,997	925
Net gains on futures contracts	150	16
Net losses on other investments	(1)	-
	55,146	941

4. OPERATING EXPENSES

	Year ended 31 May 2015 €'000	Period from 16 September 2013 to 31 May 2014 €'000
Management fees	(825)	(41)
	(825)	(41)

5. MANAGEMENT FEES

Fees earned by the Manager during the year and balances outstanding as at 31 May 2015 and 31 May 2014 are disclosed in note 4 and note 13 respectively.

Please refer to note 5 of the financial statements of the Company for each Fund's management fee rate.

The Manager is responsible for discharging, from this fee, all fees of the Investment Manager, the Administrator and the Custodian and any distributing agent appointed by the distributor through whom the shares will be marketed, together with all reasonable out of pocket expenses of such service providers, (including sub-custodial fees and expenses, which will be at normal commercial rates) and transaction related charges of the Administrator and Custodian). The Manager will also be responsible for discharging from its fee for each share class an attributable proportion of the organisational and operating expenses, including audit and directors fees, of the Company. The fee will be accrued daily based on the daily net asset value of the share classes and will be paid monthly in arrears. Where the actual fees and costs incurred exceed the amount paid to the Manager, the excess will be discharged by the Manager from its own assets.

The Fund employs an "all in one" fee structure, paying all of its fees, operating costs and expenses (and its due proportion of any costs and expenses allocated to it) as a single flat fee (the "Total Expense Ratio" or "TER"). The TER is calculated in accordance with the Committee of European Securities Regulators ("CESR") guidelines on the methodology for calculation of the ongoing charges figure in the Key Investor Information Document.

Total fees paid to the Manager as a percentage of the average Fund assets for the year/period were as follows:

	TER % 31 May 2015	TER % 31 May 2014
	0.49	0.49

6. INTEREST EXPENSE

	Year ended 31 May 2015 €'000	Period from 16 September 2013 to 31 May 2014 €'000
Bank interest	(1)	-
	(1)	-

iShares MSCI EMU Mid Cap UCITS ETF

NOTES TO THE FINANCIAL STATEMENTS (continued)

For the year ended 31 May 2015

7. ADJUSTMENT TO ALIGN TO THE VALUATION METHODOLOGY AS SET OUT IN THE PROSPECTUS

The adjustment between the financial statements net asset value and the valuation methodology set out in the prospectus is shown below:

	Year ended 31 May 2015 €'000	Period from 16 September 2013 to 31 May 2014 €'000
Balance brought forward	55	-
Adjustment to align to the valuation methodology as set out in the prospectus	53	55
Total adjustment for the year/period	53	55
Balance carried forward	108	55

Further details are set out in the accounting policies note m).

8. TRANSACTION COSTS

Disclosed in the table below are separately identifiable transaction costs incurred by the Fund for the year ended 31 May 2015 and period ended 31 May 2014. Please refer to note 10 of the financial statements of the Company for further details.

	Year ended 31 May 2015 €'000	Period from 16 September 2013 to 31 May 2014 €'000
Transaction costs	(51)	(55)

9. SHARE CAPITAL

The issued and fully paid redeemable participating share capital is at all times equal to the net asset value of the Fund. Redeemable participating shares are redeemable at the shareholders' option and are classified as financial liabilities.

	31 May 2015 No. of Shares	31 May 2014 No. of Shares
Number of redeemable participating shares:		
Balance at the beginning of year/period	1,800,000	-
Issued during the year/period	1,300,000	1,800,000
Transfer due to merger	5,704,717	-
Redeemed during the year/period	(500,079)	-
Balance at the end of year/period	8,304,638	1,800,000

10. NET ASSETS ATTRIBUTABLE TO REDEEMABLE PARTICIPATING SHAREHOLDERS

	No. of Shares
Shares in issue	
As at 31 May 2015	8,304,638
As at 31 May 2014	1,800,000

	€'000
Net asset value	
As at 31 May 2015	275,462
As at 31 May 2014	51,518

	€'000
Net asset value per share	
As at 31 May 2015	€33.17
As at 31 May 2014	€28.62

11. RECEIVABLES

	31 May 2015 €'000	31 May 2014 €'000
Sale of securities awaiting settlement	2,531	1,920
Dividend income receivable	390	133
Securities lending income receivable	6	-
Tax reclaim receivable	130	15
	3,057	2,068

12. FINANCIAL ASSETS/LIABILITIES AT FAIR VALUE THROUGH PROFIT OR LOSS

	31 May 2015 €'000	31 May 2014 €'000
Financial assets:		
Investment in equities	272,347	50,410
Investment in rights	547	22
Unrealised gains on futures contracts	2	13
	272,896	50,445

Financial liabilities:		
Unrealised losses on futures contracts	-	(1)
	-	(1)

iShares MSCI EMU Mid Cap UCITS ETF

NOTES TO THE FINANCIAL STATEMENTS (continued)

For the year ended 31 May 2015

13. PAYABLES

	31 May 2015 €'000	31 May 2014 €'000
Purchase of securities awaiting settlement	(3,238)	(1,555)
Management fees payable	(107)	(20)
	(3,345)	(1,575)

14. COMMITMENTS AND CONTINGENT LIABILITIES

There were no significant commitments or contingent liabilities at the year ended 31 May 2015 and period ended 31 May 2014, other than those disclosed in note 16 of the financial statements of the Company.

15. RELATED PARTY TRANSACTIONS

The related parties are set out in note 18 of the financial statements of the Company.

16. EFFICIENT PORTFOLIO MANAGEMENT

The Fund may, subject to the conditions and within the limits from time to time laid down by the Central Bank of Ireland and the prospectus, engage in securities lending and employ techniques and instruments relating to transferable securities for efficient portfolio management purposes.

The securities lending agent appointed pursuant to the securities lending agreement is BlackRock Advisors (UK) Limited which is a related party to the Fund.

The Fund benefits from a borrower default indemnity provided by BlackRock Inc. The indemnity allows for full replacement of securities lent. BlackRock Inc. bears all operational costs directly related to securities loan transactions as well as the cost of indemnification against borrower default.

During the year the Fund engaged in securities lending. The Fund receives either cash collateral or securities as collateral, as determined within the schedule, for a value in excess of the market value of the securities loaned. As at 31 May 2015, the collateral consists of securities admitted to or dealt on a regulated market.

The collateral is registered and held in the name of BlackRock Advisors (UK) Limited on behalf of the Fund in any or all of the following collateral agents and central securities depositaries: JP Morgan Chase, Bank of New York Mellon Corporation, Euroclear or CREST, depending on the type of collateral the counterparty needs to give as per the schedule in order to cover the required value of exposure. Further details can be found on page 61.

The Investment Manager monitors the fair value of the securities loaned and additional collateral is obtained, if necessary.

Securities lending income is split between the Fund and the securities lending agent in a ratio of 62.5:37.5 in favour of the Fund, with all operational costs borne out of the securities lending agents share.

The securities lending income earned during the year, the value of securities on loan at the year end and the value of collateral held at the year end for the Fund is shown below:

	31 May 2015 €'000
Income earned during the year	46
Value of securities on loan at year end	14,091
Value of collateral held on behalf of the Fund at year end	15,512

Please see note 17 for more information on financial derivative instruments.

17. FINANCIAL DERIVATIVE INSTRUMENTS

The Fund may buy and sell financial derivative instruments. See further details in note 20 of the financial statements of the Company and the Fund's Schedule of Investments.

18. SUBSEQUENT EVENTS

Please refer to note 21 of the financial statements of the Company.

iShares MSCI EMU Mid Cap UCITS ETF

SCHEDULE OF INVESTMENTS

As at 31 May 2015

Holding	Investment	Fair value €'000	% of net asset value
Transferable Securities Admitted to an Official Stock Exchange Listing or traded on a Regulated Market			
Equities			
Austria			
Banks			
47,669	Raiffeisen Bank International AG Com NPV	660	0.24
Industrial machinery			
30,830	Andritz AG Com NPV	1,743	0.63
Insurance			
15,410	Vienna Insurance Group AG Wiener Versicherung Gruppe Com NPV	534	0.19
Iron & steel			
47,118	Voestalpine AG Com NPV	1,777	0.65
Real estate investment & services			
98,516	Immoeast AG Com NPV**^	-	0.00
81,500	Immofinanz AG Com NPV**^	-	0.00
284,143	Immofinanz AG (voting) Com NPV	693	0.25
	Total Austria	5,407	1.96
Belgium			
Chemicals			
24,864	Solvay SA Com NPV	3,133	1.14
40,251	Umicore SA Com NPV	1,800	0.65
Food			
28,851	Colruyt SA Com NPV	1,182	0.43
43,211	Delhaize Group SA Com NPV	3,511	1.27
Insurance			
91,137	Ageas Com NPV	3,108	1.13
Pharmaceuticals			
53,681	UCB SA Com NPV	3,493	1.27
Telecommunications			
22,288	Telenet Group Holding NV Com NPV	1,103	0.40
	Total Belgium	17,330	6.29
Finland			
Auto parts & equipment			
48,120	Nokian Renkaat Oyj Com NPV	1,413	0.51
Forest products & paper			
232,748	Stora Enso Oyj Com NPV	2,217	0.81
226,424	UPM-Kymmene Oyj Com NPV	3,695	1.34
Machinery - diversified			
47,535	Metso Oyj Com NPV	1,244	0.45
Miscellaneous manufacturers			
62,255	Wartsila Oyj Abp Com NPV	2,532	0.92
Oil & gas			
54,350	Neste Oyj Com NPV	1,253	0.45

Holding	Investment	Fair value €'000	% of net asset value
Finland (cont)			
Pharmaceuticals			
42,470	Orion Oyj Com EUR 0.65	1,291	0.47
Telecommunications			
59,907	Elisa Oyj Com NPV	1,674	0.61
	Total Finland	15,319	5.56
France			
Advertising			
30,563	JCDecaux SA Com NPV	1,135	0.41
Aerospace & defence			
39,934	Thales SA Com EUR 3.00	2,262	0.82
78,575	Zodiac Aerospace Com NPV	2,604	0.95
Auto manufacturers			
174,405	Peugeot SA Com EUR 1.00	3,313	1.20
Auto parts & equipment			
32,642	Valeo SA Com EUR 3.00	4,745	1.72
Beverages			
9,884	Remy Cointreau SA Com EUR 1.60	649	0.24
Building materials and fixtures			
13,938	Imerys SA Com EUR 2.00	949	0.34
Chemicals			
27,807	Arkema SA Com EUR 10.00	1,881	0.68
Commercial services			
111,173	Bureau Veritas SA Com EUR 0.12	2,318	0.84
87,374	Edenred Com EUR 2.00	2,008	0.73
Computers			
34,082	Atos SE Com EUR 1.00	2,386	0.87
60,637	Cap Gemini SA Com EUR 8.00	4,791	1.74
Distribution & wholesale			
116,649	Rexel SA Com EUR 5.00	1,947	0.71
Diversified financial services			
16,387	Eurazeo SA Com NPV	999	0.36
Electrical components & equipment			
111,870	Legrand SA Com EUR 4.00	5,731	2.08
Engineering & construction			
12,779	Aéroports de Paris Com EUR 3.00	1,439	0.52
Food			
23,552	Casino Guichard Perrachon SA Com EUR 1.53	1,683	0.61
39,148	Sodexo SA Com EUR 4.00	3,676	1.34
Insurance			
64,256	SCOR SE Com EUR 7.876972	2,004	0.73
Internet			
11,021	Iliad SA Com NPV	2,271	0.82
Lodging			
86,977	Accor SA Com EUR 3.00	4,340	1.58
Machinery - diversified			
90,514	Alstom SA Com EUR 7.00	2,580	0.94

iShares MSCI EMU Mid Cap UCITS ETF

SCHEDULE OF INVESTMENTS (continued)

As at 31 May 2015

Holding	Investment	Fair value €'000	% of net asset value
Equities (cont)			
France (cont)			
Media			
49,754	Lagardere SCA Com EUR 6.10	1,373	0.50
Metal products			
46,874	Vallourec SA Com EUR 2.00	1,054	0.38
Nondurable household products			
12,068	Societe BIC SA Com EUR 3.82	1,811	0.66
Oil & gas services			
43,925	Technip SA Com EUR 0.7625	2,639	0.96
Real estate investment trusts			
12,320	Fonciere Des Regions Reits EUR 3.00	988	0.36
12,137	Gecina SA Reits EUR 7.50	1,452	0.53
15,677	ICADE Reits NPV	1,110	0.40
Software			
54,265	Dassault Systemes Com EUR 0.50	3,862	1.40
Specialty finance			
13,150	Wendel SA Com EUR 4.00	1,525	0.55
Telecommunications			
1,192,507	Alcatel-Lucent Com EUR 0.05	4,343	1.58
65,758	Eutelsat Communications SA Com EUR 1.00	2,038	0.74
Transportation			
195,418	Groupe Eurotunnel SE Com EUR 0.40	2,679	0.97
Water			
126,068	Suez Environnement Co Com EUR 4.00	2,213	0.80
179,177	Veolia Environnement SA Com EUR 5.00	3,387	1.23
Total France		86,185	31.29
Germany			
Airlines			
98,165	Deutsche Lufthansa AG Com NPV	1,254	0.46
Chemicals			
65,440	Brenntag AG Com NPV	3,594	1.30
29,337	Fuchs Petrolub SE Pref NPV	1,171	0.43
74,291	K&S AG Com NPV	2,202	0.80
38,880	Lanxess AG Com NPV	1,966	0.71
52,324	Symrise AG Com NPV	3,022	1.10
Electrical components & equipment			
37,465	OSRAM Licht AG Com NPV	1,802	0.65
Engineering & construction			
16,661	Fraport AG Frankfurt Airport Services Worldwide Com NPV	995	0.36
Insurance			
25,126	Hannover Rueck SE Com NPV	2,215	0.81
Internet			
51,366	United Internet AG Com NPV	2,183	0.79
Machinery - diversified			
77,612	GEA Group AG Com NPV	3,420	1.24

Holding	Investment	Fair value €'000	% of net asset value
Germany (cont)			
Media			
17,534	Axel Springer SE Com EUR 1.00	872	0.32
9,424	Kabel Deutschland Holding AG Com NPV	1,151	0.42
91,294	ProSiebenSat.1 Media AG Com NPV	3,981	1.44
Pharmaceuticals			
20,320	Celesio AG Com NPV	540	0.20
Real estate investment & services			
146,134	Deutsche Annington Immobilien SE Com NPV	4,222	1.53
124,991	Deutsche Wohnen AG Com NPV	2,770	1.01
Retail			
28,388	Hugo Boss AG Com NPV	2,942	1.07
Semiconductors			
476,669	Infineon Technologies AG Com NPV	5,653	2.05
Telecommunications			
253,551	Telefonica Deutschland Holding AG Com NPV	1,276	0.46
Total Germany		47,231	17.15
Ireland			
Airlines			
77,089	Ryanair Holdings Plc Com EUR 0.00635	892	0.32
Banks			
11,661,047	Bank of Ireland Com EUR 0.05	4,058	1.47
Food			
66,372	Kerry Group Plc Com EUR 0.125	4,510	1.64
Total Ireland		9,460	3.43
Italy			
Aerospace & defence			
171,307	Finmeccanica SpA Com EUR 4.40	2,069	0.75
Banks			
90,036	Banca Monte dei Paschi di Siena SpA Com NPV	166	0.06
140,580	Banco Popolare SC Com NPV	2,157	0.78
246,981	Mediobanca SpA Com EUR 0.50	2,313	0.84
360,781	Unione di Banche Italiane SCpA Com EUR 2.50	2,682	0.98
Electrical components & equipment			
87,035	Prysmian SpA Com EUR 0.10	1,787	0.65
Electricity			
736,785	Enel Green Power SpA Com EUR 0.20	1,269	0.46
635,829	Terna Rete Elettrica Nazionale SpA Com EUR 0.22	2,758	1.00
Holding companies - diversified operations			
41,721	Exor SpA Com EUR 1.00	1,890	0.69
Insurance			
363,276	UnipolSai SpA Com NPV	898	0.33

iShares MSCI EMU Mid Cap UCITS ETF

SCHEDULE OF INVESTMENTS (continued)

As at 31 May 2015

Holding	Investment	Fair value €'000	% of net asset value
Equities (cont)			
Italy (cont)			
Oil & gas services			
108,524	Saipem SpA Com EUR 1.00	1,255	0.45
Tyres			
99,895	Pirelli & C. SpA Com NPV	1,542	0.56
	Total Italy	20,786	7.55
Luxembourg			
Telecommunications			
128,155	SES SA Receipt NPV	4,132	1.50
	Total Luxembourg	4,132	1.50
Netherlands			
Auto manufacturers			
232,579	Fiat Chrysler Automobiles NV Com EUR 0.01	3,384	1.23
Chemicals			
73,800	Koninklijke DSM NV Com EUR 1.50	3,984	1.44
35,727	OCI NV Com EUR 1.00	958	0.35
Commercial services			
54,129	Randstad Holding NV Com EUR 0.10	2,854	1.04
Computers			
33,905	Gemalto NV Com EUR 1.00	2,695	0.98
Engineering & construction			
36,395	Boskalis Westminster NV Com EUR 0.80	1,641	0.60
Healthcare products			
97,519	Qiagen NV Com EUR 0.01	2,181	0.79
Insurance			
91,262	Delta Lloyd NV Com EUR 0.20	1,444	0.52
66,506	NN Group NV Com EUR 0.12	1,693	0.62
Media			
127,703	Wolters Kluwer NV Com EUR 0.12	3,617	1.31
Pipelines			
29,605	Koninklijke Vopak NV Com EUR 0.50	1,340	0.49
Semiconductors			
270,439	STMicroelectronics NV Com EUR 1.04	2,102	0.76
Telecommunications			
1,356,276	Koninklijke KPN NV Com EUR 0.04	4,476	1.62
Transportation			
194,415	TNT Express NV Com EUR 0.08	1,493	0.54
	Total Netherlands	33,862	12.29
Portugal			
Banks			
15,165,650	Banco Comercial Portugues SA Com NPV	1,292	0.47
757,134	Banco Espirito Santo SA Com NPV*^	-	0.00

Holding	Investment	Fair value €'000	% of net asset value
Portugal (cont)			
Food			
106,736	Jerónimo Martins SGPS SA Com EUR 1.00	1,334	0.48
	Total Portugal	2,626	0.95
Spain			
Airlines			
343,786	International Consolidated Airlines Group SA Com EUR 0.50	2,645	0.96
Banks			
1,844,011	Banco de Sabadell SA Com EUR 0.125	4,249	1.54
744,437	Banco Popular Espanol SA Com EUR 0.50	3,342	1.22
284,240	Bankinter SA Com EUR 0.30	1,906	0.69
Electricity			
29,867	Red Electrica Corp SA Com EUR 2.00	2,287	0.83
Engineering & construction			
74,884	ACS Actividades de Construcción y Servicios SA Com EUR 0.50	2,198	0.80
25,330	Aena SA Com EUR 10.00	2,414	0.87
173,933	Ferrovial SA Com EUR 0.20	3,418	1.24
Food			
260,128	Distribuidora Internacional de Alimentación SA Com EUR 0.10	1,887	0.69
Gas distribution			
48,442	Enagas SA Com EUR 1.50	1,269	0.46
Insurance			
385,788	Mapfre SA Com EUR 0.10	1,252	0.45
Machinery - diversified			
73,692	Zardoya Otis SA Com EUR 0.10	862	0.31
Pharmaceuticals			
62,790	Grifols SA Com EUR 0.50	2,280	0.83
	Total Spain	30,009	10.89
	Total equities	272,347	98.86
Rights			
Germany			
120,550	Deutsche Wohnen AG - Rights 3 June 2015	4	0.00
	Total Germany	4	0.00
Italy			
90,036	Banca Monte dei Paschi di Siena SpA - Rights 19 June 2015	543	0.20
	Total Italy	543	0.20
	Total rights	547	0.20

iShares MSCI EMU Mid Cap UCITS ETF

SCHEDULE OF INVESTMENTS (continued)

As at 31 May 2015

No. of contracts	Underlying exposure €'000	Fair value €'000	% of net asset value
Financial derivative instruments			
Futures contracts			
30 Euro Stoxx 50 Index Futures June 2015	1,066	2	0.00
Total unrealised gains on futures contracts		2	0.00
Total financial derivative instruments		2	0.00

	Fair value €'000	% of net asset value
Total value of investments	272,896	99.06
Cash[†]	2,746	1.00
Other net liabilities	(288)	(0.10)
Net assets attributable to redeemable participating shareholders	275,354	99.96
Adjustment to align to the valuation methodology as set out in the prospectus	108	0.04
Net asset value attributable to redeemable participating shareholders at the end of the year	275,462	100.00

[†] Cash holdings of €2,660,090 are held with State Street Bank and Trust Company.

€85,552 is held as security for futures contracts with Barclays Plc.

* Investments which are less than €500 are rounded to zero.

[^] This security was valued in consultation with the Manager. This security was suspended at year end or priced at zero.

Equities are primarily classified by the country of incorporation of the entity in which the Fund holds shares.

Underlying exposure has been calculated according to the guidelines issued by the European Securities and Market Authority ("ESMA") and represents the market value of an equivalent position in the assets underlying each financial derivative instrument.

Analysis of total current assets gross of all liabilities	Fair value €'000	% of total current assets
Transferable securities admitted to an official stock exchange listing or traded on a regulated market	272,894	97.92
Exchange traded financial derivative instruments	2	0.00
Other assets	5,803	2.08
Total current assets	278,699	100.00

iShares MSCI EMU Mid Cap UCITS ETF

SCHEDULE OF MATERIAL PURCHASES AND SALES (unaudited)

For the year ended 31 May 2015

Holding	Investments	Proceeds €'000	Holding	Investments	Cost €'000
Sales			Purchases		
294,863	Reed Elsevier NV Com EUR 0.07	6,460	150,829	Deutsche Annington Immobilien SE Com NPV	4,183
36,252	Altice SA Com EUR 0.01	3,136	55,059	Symrise AG Com NPV	2,762
73,291	Klepierre Reits EUR 1.40	2,887	25,330	Aena SA Com EUR 10.00	2,108
60,494	Ziggo NV Com EUR 1.00	2,386	297,109	Bankinter SA Com EUR 0.30	2,088
167,063	Fiat Chrysler Automobiles NV Com EUR 0.01	2,314	17,539	Hugo Boss AG Com NPV	1,962
116,667	International Consolidated Airlines Group SA Com EUR 0.50	826	68,285	NN Group NV Com EUR 0.12	1,691
30,538	Fugro NV CVS EUR 0.05	611	673,403	Banco de Sabadell SA Com EUR 0.125	1,595
15,161	ProSiebenSat.1 Media AG Com NPV	525	29,924	Accor SA Com EUR 3.00	1,334
8,677	Hochtief AG Com NPV	517	23,437	Legrand SA Com EUR 4.00	1,075
103,889	Banco Popular Espanol SA Com EUR 0.50	447	104,928	Infineon Technologies AG Com NPV	984
161,631	Alcatel-Lucent Com EUR 0.05	445	26,306	ProSiebenSat.1 Media AG Com NPV	963
10,208	Legrand SA Com EUR 4.00	429	8,456	Valeo SA Com EUR 3.00	962
50,940	Infineon Technologies AG Com NPV	424	313,907	Alcatel-Lucent Com EUR 0.05	916
24,998	Ferrovial SA Com EUR 0.20	403	2,541,247	Bank of Ireland Com EUR 0.05	826
100,599	Terna Rete Elettrica Nazionale SpA Com EUR 0.22	384	13,965	Kerry Group Plc Com EUR 0.125	826
4,658	Sodexo SA Com EUR 4.00	371	181,616	Banco Popular Espanol SA Com EUR 0.50	813
1,400,105	Banco de Sabadell SA - Rights 17 April 2015	359	9,925	Sodexo SA Com EUR 4.00	807
26,199	UPM-Kymmene Oyj Com NPV	343	12,113	UCB SA Com NPV	807
6,095	Kerry Group Plc Com EUR 0.125	340	12,503	Cap Gemini SA Com EUR 8.00	799
7,271	Brenntag AG Com NPV	338	54,276	UPM-Kymmene Oyj Com NPV	772

The UCITS notices issued by the Central Bank of Ireland require a Schedule of Portfolio changes during the year. These are defined as aggregate purchases of a security exceeding one per cent of the total value of purchases for the year and aggregate disposals greater than one per cent of the total value of sales. At a minimum the largest 20 purchases and 20 sales must be given or all purchases and sales if less than 20. A full listing of the portfolio changes for the year is available, upon request, at no cost from the Administrator.

iShares MSCI Europe Momentum Factor UCITS ETF

INCOME STATEMENT

For the period ended 31 May 2015

	Note	Period from 19 January 2015 to 31 May 2015 €'000
Operating income	2	482
Net gains on financial assets/liabilities at fair value through profit or loss	3	2,170
Total gains		2,652
Operating expenses	4	(23)
Net operating profit		2,629
Net profit for the financial period before tax		2,629
Non-reclaimable withholding tax		(62)
Net profit for the financial period after tax		2,567
Adjustment to align to the valuation methodology as set out in the prospectus	6	39
Increase in net assets attributable to redeemable participating shareholders from operations		2,606

There are no recognised gains or losses arising in the period other than those dealt with in the income statement. In arriving at the results of the financial period, all amounts relate to continuing operations.

STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO REDEEMABLE PARTICIPATING SHAREHOLDERS

For the period ended 31 May 2015

	Period from 19 January 2015 to 31 May 2015 €'000
Net assets attributable to redeemable participating shareholders at the beginning of the period	-
Increase in net assets attributable to redeemable participating shareholders from operations	2,606
Share transactions:	
Proceeds from issue of redeemable participating shares	40,646
Increase in net assets resulting from share transactions	40,646
Net assets attributable to redeemable participating shareholders at the end of the period	43,252

The accompanying notes form an integral part of these financial statements.

iShares MSCI Europe Momentum Factor UCITS ETF

BALANCE SHEET

As at 31 May 2015

	Note	31 May 2015 €'000
CURRENT ASSETS		
Cash and cash equivalents		551
Margin cash account		33
Receivables	10	21,804
Financial assets at fair value through profit or loss	11	42,755
Total current assets		65,143
CURRENT LIABILITIES		
Bank overdraft		(2)
Payables	12	(21,925)
Financial liabilities at fair value through profit or loss	11	(3)
Total current liabilities excluding net assets attributable to redeemable participating shareholders		(21,930)
Net assets attributable to redeemable participating shareholders		43,213
Adjustment to align to the valuation methodology as set out in the prospectus	6	39
Net asset value attributable to redeemable participating shareholders at the end of the period		43,252

The accompanying notes form an integral part of these financial statements. Details of the NAV per share are set out in note 9.

iShares MSCI Europe Momentum Factor UCITS ETF

NOTES TO THE FINANCIAL STATEMENTS

For the period ended 31 May 2015

1. ACCOUNTING POLICIES, FINANCIAL INSTRUMENTS AND RISKS, TAX, SOFT COMMISSIONS AND EXCHANGE RATES

The accounting policies are set out on pages 46 to 50. The financial instruments and risks are set out on pages 51 to 70. The notes relating to tax, soft commissions and exchange rates are set out in the notes on pages 73 to 78.

2. OPERATING INCOME

	Period from 19 January 2015 to 31 May 2015 €'000
Dividend income	482
	482

3. NET GAINS ON FINANCIAL ASSETS/LIABILITIES AT FAIR VALUE THROUGH PROFIT OR LOSS

	Period from 19 January 2015 to 31 May 2015 €'000
Net gains on investments in securities held at fair value through profit or loss	2,159
Net gains on futures contracts	12
Net losses on other investments	(1)
	2,170

4. OPERATING EXPENSES

	Period from 19 January 2015 to 31 May 2015 €'000
Management fees	(23)
	(23)

5. MANAGEMENT FEES

Fees earned by the Manager during the period and balances outstanding as at 31 May 2015 are disclosed in note 4 and note 12 respectively.

Please refer to note 5 of the financial statements of the Company for each Fund's management fee rate.

The Manager is responsible for discharging, from this fee, all fees of the Investment Manager, the Administrator and the Custodian and any distributing agent appointed by the distributor through whom the shares will be marketed, together with all reasonable out of pocket expenses of such service providers, (including sub-custodial fees and expenses, which will be at normal commercial rates) and transaction related charges of the Administrator and Custodian). The Manager will also be responsible for discharging from its fee for each share class an attributable proportion of the organisational and operating expenses, including audit and directors fees, of the Company. The fee will be accrued daily based on the daily net asset value of the share classes and will be paid monthly in arrears. Where the actual fees and costs incurred exceed the amount paid to the Manager, the excess will be discharged by the Manager from its own assets.

The Fund employs an "all in one" fee structure, paying all of its fees, operating costs and expenses (and its due proportion of any costs and expenses allocated to it) as a single flat fee (the "Total Expense Ratio" or "TER"). The TER is calculated in accordance with the Committee of European Securities Regulators ("CESR") guidelines on the methodology for calculation of the ongoing charges figure in the Key Investor Information Document.

Total fees paid to the Manager as a percentage of the average Fund assets for the period were as follows:

	TER % 31 May 2015
	0.25

6. ADJUSTMENT TO ALIGN TO THE VALUATION METHODOLOGY AS SET OUT IN THE PROSPECTUS

The adjustment between the financial statements net asset value and the valuation methodology set out in the prospectus is shown below:

	Period from 19 January 2015 to 31 May 2015 €'000
Balance brought forward	-
Adjustment to align to the valuation methodology as set out in the prospectus	39
Total adjustment for the period	39
Balance carried forward	39

Further details are set out in the accounting policies note m).

iShares MSCI Europe Momentum Factor UCITS ETF

NOTES TO THE FINANCIAL STATEMENTS (continued)

For the period ended 31 May 2015

7. TRANSACTION COSTS

Disclosed in the table below are separately identifiable transaction costs incurred by the Fund for the period ended 31 May 2015. Please refer to note 10 of the financial statements of the Company for further details.

	Period from 19 January 2015 to 31 May 2015 €'000
Transaction costs	(54)

8. SHARE CAPITAL

The issued and fully paid redeemable participating share capital is at all times equal to the net asset value of the Fund. Redeemable participating shares are redeemable at the shareholders' option and are classified as financial liabilities.

	31 May 2015 No. of Shares
Number of redeemable participating shares:	
Balance at the beginning of period	-
Issued during the period	7,500,000
Redeemed during the period	-
Balance at the end of period	7,500,000

9. NET ASSETS ATTRIBUTABLE TO REDEEMABLE PARTICIPATING SHAREHOLDERS

	No. of Shares
Shares in issue	
As at 31 May 2015	7,500,000

	€'000
Net asset value	
As at 31 May 2015	43,252

Net asset value per share	
As at 31 May 2015	€5.77

10. RECEIVABLES

	31 May 2015 €'000
Sale of securities awaiting settlement	21,765
Dividend income receivable	16
Tax reclaim receivable	23
	21,804

11. FINANCIAL ASSETS/LIABILITIES AT FAIR VALUE THROUGH PROFIT OR LOSS

	31 May 2015 €'000
Financial assets:	
Investment in equities	42,755
Investments in rights*	-
Investments in futures contracts*	-
	42,755

* Investments which are less than €500 are rounded to zero.

Financial liabilities:	
Unrealised losses on futures contracts	(3)
	(3)

12. PAYABLES

	31 May 2015 €'000
Purchase of securities awaiting settlement	(21,918)
Management fees payable	(7)
	(21,925)

13. COMMITMENTS AND CONTINGENT LIABILITIES

There were no significant commitments or contingent liabilities at the period ended 31 May 2015, other than those disclosed in note 16 of the financial statements of the Company.

14. RELATED PARTY TRANSACTIONS

The related parties are set out in note 18 of the financial statements of the Company.

15. FINANCIAL DERIVATIVE INSTRUMENTS

The Fund may buy and sell financial derivative instruments. See further details in note 20 of the financial statements of the Company and the Fund's Schedule of Investments.

16. SUBSEQUENT EVENTS

Please refer to note 21 of the financial statements of the Company.

iShares MSCI Europe Momentum Factor UCITS ETF

SCHEDULE OF INVESTMENTS

As at 31 May 2015

Holding	Investment	Fair value €'000	% of net asset value
Transferable Securities Admitted to an Official Stock Exchange Listing or traded on a Regulated Market			
Equities			
Austria			
Industrial machinery			
1,419	Andritz AG Com NPV	80	0.18
	Total Austria	80	0.18
Belgium			
Beverages			
18,471	Anheuser-Busch InBev NV Com NPV	2,022	4.67
Chemicals			
2,294	Umicore SA Com NPV	103	0.24
Food			
1,517	Delhaize Group SA Com NPV	123	0.28
Telecommunications			
3,057	Belgacom SA Com NPV	96	0.23
904	Telenet Group Holding NV Com NPV	45	0.10
	Total Belgium	2,389	5.52
Denmark			
Banks			
9,370	Danske Bank A/S Com DKK 10.00	250	0.58
Commercial services			
2,838	ISS A/S Com DKK 1.00	89	0.21
Insurance			
4,048	Tryg A/S Com DKK 5.00	74	0.17
Pharmaceuticals			
42,662	Novo Nordisk A/S Com DKK 0.20	2,169	5.01
Retail			
2,617	Pandora A/S Com DKK 1.00	239	0.55
Transportation			
4,340	DSV A/S Com DKK 1.00	137	0.32
	Total Denmark	2,958	6.84
Finland			
Forest products & paper			
10,784	Stora Enso Oyj Com NPV	103	0.24
Oil & gas			
3,045	Neste Oyj Com NPV	70	0.16
Telecommunications			
2,450	Elisa Oyj Com NPV	68	0.16
	Total Finland	241	0.56
France			
Advertising			
4,194	Publicis Groupe SA Com EUR 0.40	305	0.70

Holding	Investment	Fair value €'000	% of net asset value
France (cont)			
Aerospace & defence			
7,041	Safran SA Com EUR 0.20	454	1.05
2,172	Thales SA Com EUR 3.00	123	0.28
4,805	Zodiac Aerospace Com NPV	159	0.37
Apparel retailers			
1,435	Christian Dior SE Com EUR 2.00	262	0.61
711	Hermes International Com NPV	253	0.58
5,449	LVMH Moët Hennessy Louis Vuitton SE Com EUR 0.30	883	2.04
Auto manufacturers			
9,768	Peugeot SA Com EUR 1.00	185	0.43
3,923	Renault SA Com EUR 3.81	371	0.86
Auto parts & equipment			
3,499	Cie Generale des Etablissements Michelin Com EUR 2.00	341	0.79
2,209	Valeo SA Com EUR 3.00	321	0.74
Banks			
18,320	Natixis SA Com EUR 1.60	125	0.29
Beverages			
4,823	Pernod Ricard SA Com EUR 1.55	543	1.25
Chemicals			
7,969	Air Liquide SA Com EUR 5.50	934	2.16
Computers			
5,408	Cap Gemini SA Com EUR 8.00	427	0.99
Engineering & construction			
658	Aéroports de Paris Com EUR 3.00	74	0.17
Healthcare products			
4,538	Essilor International SA Com EUR 0.18	504	1.17
Hotels			
5,956	Accor SA Com EUR 3.00	297	0.69
Insurance			
3,877	SCOR SE Com EUR 7.876972	121	0.28
Media			
2,913	Lagardere SCA Com EUR 6.10	80	0.19
4,221	Numericable-SFR SAS Com EUR 1.00	222	0.51
Nondurable household products			
1,178	Societe BIC SA Com EUR 3.82	177	0.41
Personal products			
9,254	L'Oreal SA Com EUR 0.20	1,591	3.68
Real estate investment trusts			
3,752	Klepierre Reits EUR 1.40	152	0.35
1,797	Unibail-Rodamco SE Reits EUR 5.00	420	0.97
Software			
4,509	Dassault Systemes Com EUR 0.50	321	0.74
Transportation			
10,796	Groupe Eurotunnel SE Com EUR 0.40	148	0.34

iShares MSCI Europe Momentum Factor UCITS ETF

SCHEDULE OF INVESTMENTS (continued)

As at 31 May 2015

Holding	Investment	Fair value €'000	% of net asset value
Equities (cont)			
France (cont)			
Water			
5,643	Suez Environnement Co Com EUR 4.00	99	0.23
9,774	Veolia Environnement SA Com EUR 5.00	185	0.43
Total France		10,077	23.30
Germany			
Auto manufacturers			
20,089	Daimler AG Com NPV	1,714	3.96
Chemicals			
3,999	Brenntag AG Com NPV	220	0.51
3,277	Symrise AG Com NPV	189	0.44
Diversified financial services			
5,097	Deutsche Boerse AG Com NPV	371	0.86
Electrical components & equipment			
3,162	OSRAM Licht AG Com NPV	152	0.35
Health care services			
6,118	Fresenius Medical Care AG & Co KGaA Com NPV	477	1.10
10,886	Fresenius SE & Co KGaA Com NPV	630	1.46
Insurance			
1,796	Hannover Rueck SE Com NPV	158	0.37
Internet			
1,562	United Internet AG Com NPV	66	0.15
Media			
495	Kabel Deutschland Holding AG Com NPV	61	0.14
5,183	ProSiebenSat.1 Media AG Com NPV	226	0.52
Nondurable household products			
2,136	Henkel AG & Co KGaA Com NPV	199	0.46
4,465	Henkel AG & Co KGaA Pref NPV	486	1.12
Pharmaceuticals			
11,926	Bayer AG Com NPV	1,540	3.56
4,162	Merck KGaA Com NPV	406	0.94
Real estate investment & services			
7,851	Deutsche Annington Immobilien SE Com NPV	227	0.52
7,427	Deutsche Wohnen AG Com NPV	164	0.38
Telecommunications			
78,404	Deutsche Telekom AG Com NPV	1,229	2.84
12,413	Telefonica Deutschland Holding AG Com NPV	62	0.15
Total Germany		8,577	19.83
Ireland			
Airlines			
3,774	Ryanair Holdings Plc Com EUR 0.00635	44	0.10
Building materials and fixtures			
14,664	CRH Plc Com EUR 0.32	374	0.87

Holding	Investment	Fair value €'000	% of net asset value
Ireland (cont)			
Food			
2,119	Kerry Group Plc Com EUR 0.125	144	0.33
Total Ireland		562	1.30
Italy			
Aerospace & defence			
7,064	Finmeccanica SpA Com EUR 4.40	85	0.20
Banks			
15,266	Intesa Sanpaolo SpA Misc EUR 0.52	44	0.10
Commercial services			
9,409	Atlantia SpA Com EUR 1.00	220	0.51
Retail			
5,771	Luxottica Group SpA Com EUR 0.06	353	0.82
Tyres			
5,156	Pirelli & C. SpA Com NPV	80	0.18
Total Italy		782	1.81
Jersey			
Advertising			
23,397	WPP Plc Com GBP 0.10	501	1.16
Pharmaceuticals			
11,461	Shire Plc Com GBP 0.05	899	2.08
Total Jersey		1,400	3.24
Luxembourg			
Telecommunications			
3,840	Altice SA Com EUR 0.01	455	1.05
4,232	SES SA Receipt NPV	136	0.32
Total Luxembourg		591	1.37
Netherlands			
Auto manufacturers			
17,886	Fiat Chrysler Automobiles NV Com EUR 0.01	260	0.60
Beverages			
2,071	Heineken Holding NV Com EUR 1.60	131	0.30
4,709	Heineken NV Com EUR 1.60	336	0.78
Commercial services			
2,857	Randstad Holding NV Com EUR 0.10	151	0.35
Food			
18,829	Koninklijke Ahold NV Com EUR 0.01	349	0.81
Healthcare products			
5,323	Qiagen NV Com EUR 0.01	119	0.27
Media			
16,864	Reed Elsevier NV Com EUR 0.07	373	0.86
9,966	Wolters Kluwer NV Com EUR 0.12	282	0.65
Personal products			
40,586	Unilever NV CVS EUR 0.16	1,576	3.64

iShares MSCI Europe Momentum Factor UCITS ETF

SCHEDULE OF INVESTMENTS (continued)

As at 31 May 2015

Holding	Investment	Fair value €'000	% of net asset value
Equities (cont)			
Netherlands (cont)			
Semiconductors			
8,193	ASML Holding NV Com EUR 0.09	833	1.93
Transportation			
9,956	TNT Express NV Com EUR 0.08	76	0.18
Total Netherlands		4,486	10.37
Norway			
Chemicals			
3,636	Yara International ASA Com NOK 1.70	167	0.38
Total Norway		167	0.38
Portugal			
Food			
6,350	Jeronimo Martins SGPS SA Com EUR 1.00	79	0.18
Total Portugal		79	0.18
Spain			
Airlines			
17,755	International Consolidated Airlines Group SA Com EUR 0.50	137	0.31
Engineering & construction			
7,404	Ferrovial SA Com EUR 0.20	146	0.34
Retail			
21,894	Inditex SA Com EUR 0.03	660	1.53
Software			
12,147	Amadeus IT Holding SA Com EUR 0.01	503	1.16
Total Spain		1,446	3.34
Sweden			
Commercial services			
12,205	Securitas AB Com SEK 1.00	151	0.35
Cosmetics & personal care			
11,258	Svenska Cellulosa AB SCA Com SEK 3.33	267	0.62
Engineering & construction			
6,720	Skanska AB Com NPV	127	0.29
Food			
1,027	ICA Gruppen AB Com SEK 2.50	33	0.08
Holding companies - diversified operations			
4,273	Industrivarden AB Com SEK 2.50	78	0.18
Home furnishings			
3,585	Electrolux AB Com SEK 5.00	100	0.23
Investment services			
11,633	Investor AB Com SEK 6.25	418	0.97
Machinery - diversified			
5,276	Hexagon AB Com EUR 0.22	176	0.41

Holding	Investment	Fair value €'000	% of net asset value
Sweden (cont)			
Machinery, construction & mining			
5,856	Atlas Copco AB Class 'B' Com NPV	4	0.01
6,534	Atlas Copco AB Class 'B' Com SEK 0.64	160	0.37
10,519	Atlas Copco AB Com NPV	6	0.01
14,389	Atlas Copco AB Com SEK 0.64	396	0.92
Metal fabricate/ hardware			
8,374	Assa Abloy AB Com NPV	449	1.04
8,787	SKF AB Com SEK 2.50	193	0.44
Mining			
7,064	Boliden AB Com SEK 2.11	138	0.32
Telecommunications			
7,471	Tele2 AB Com SEK 1.25	80	0.18
Total Sweden		2,776	6.42
Switzerland			
Chemicals			
132	Givaudan SA Com CHF 10.00	220	0.51
944	Lonza Group AG Com CHF 1.00	120	0.28
Food			
13	Chocoladefabriken Lindt & Sprungli AG Com CHF 10.00	62	0.14
Hand & machine tools			
372	Schindler Holding AG Com CHF 0.10	59	0.14
Pharmaceuticals			
23,368	Novartis AG Com CHF 0.50	2,181	5.04
Total Switzerland		2,842	6.11
United Kingdom			
Diversified financial services			
7,322	London Stock Exchange Group Plc Com GBP 0.06918605	250	0.58
2,477	Schroders Plc Com GBP 1.00	116	0.27
Home builders			
79,230	Taylor Wimpey Plc Com GBP 0.01	202	0.47
Hotels			
4,508	InterContinental Hotels Group Plc Com GBP 0.158055	172	0.40
3,102	Whitbread Plc Com GBP 0.767974	221	0.51
Media			
62,071	ITV Plc Com GBP 0.10	235	0.54
Real estate investment trusts			
13,898	Segro Plc Reits GBP 0.10	82	0.19
Restaurants & bars			
30,040	Compass Group Plc Com GBP 0.10625	478	1.11
Retail			
12,781	Dixons Carphone Plc Com GBP 0.001	85	0.19
32,949	Marks & Spencer Group Plc Com GBP 0.25	267	0.62

iShares MSCI Europe Momentum Factor UCITS ETF

SCHEDULE OF INVESTMENTS (continued)

As at 31 May 2015

Holding	Investment	Fair value €'000	% of net asset value
Equities (cont)			
United Kingdom (cont)			
Specialty finance			
18,484	3i Group Plc Com GBP 0.738636	145	0.33
Telecommunications			
151,595	BT Group Plc Com GBP 0.05	942	2.18
12,870	Inmarsat Plc Com EUR 0.0005	178	0.41
Water			
9,311	United Utilities Group Plc Com GBP 0.05	129	0.30
Total United Kingdom		3,502	8.10
Total equities		42,755	98.85
Rights			
Germany			
7,427	Deutsche Wohnen AG - Rights 3 June 2015*	-	0.00
Total Germany		-	0.00
Total rights		-	0.00

No. of contracts	Underlying exposure €'000	Fair value €'000	% of net asset value
Financial derivative instruments			
Futures contracts			
6 Euro Stoxx 50 Index Futures June 2015*	206	-	0.00
14 Ibex Mini Index Futures June 2015	159	(3)	(0.01)
Total unrealised gains on futures contracts			- 0.00
Total unrealised losses on futures contracts			(3) (0.01)
Net unrealised losses on futures contracts			(3) (0.01)
Total financial derivative instruments			(3) (0.01)

	Fair value €'000	% of net asset value
Total value of investments	42,752	98.84
Cash†	582	1.35
Other net liabilities	(121)	(0.28)

	Fair value €'000	% of net asset value
Net assets attributable to redeemable participating shareholders	43,213	99.91
Adjustment to align to the valuation methodology as set out in the prospectus	39	0.09
Net asset value attributable to redeemable participating shareholders at the end of the period	43,252	100.00

† Cash holdings of €549,401 are held with State Street Bank and Trust Company. €32,582 is held as security for futures contracts with Barclays Plc.
* Investments which are less than \$500 are rounded to zero.

Equities are primarily classified by the country of incorporation of the entity in which the Fund holds shares.

Underlying exposure has been calculated according to the guidelines issued by the European Securities and Market Authority ("ESMA") and represents the market value of an equivalent position in the assets underlying each financial derivative instrument.

Analysis of total current assets gross of all liabilities	Fair value €'000	% of total current assets
Transferable securities admitted to an official stock exchange listing or traded on a regulated market	42,755	65.63
Exchange traded financial derivative instruments*	-	0.00
Other assets	22,388	34.37
Total current assets	65,143	100.00

* Investments which are less than \$500 are rounded to zero.

iShares MSCI Europe Momentum Factor UCITS ETF

SCHEDULE OF MATERIAL PURCHASES AND SALES (unaudited)

For the period ended 31 May 2015

Holding	Investments	Proceeds €'000	Holding	Investments	Cost €'000
Sales			Purchases		
7,487	Roche Holding AG Com NPV	2,001	50,135	Novo Nordisk A/S Com DKK 0.20	2,184
26,942	AstraZeneca Plc Com USD 0.25	1,641	16,013	Bayer AG Com NPV	2,082
97,728	National Grid Plc Com GBP 0.1139535	1,271	23,368	Novartis AG Com CHF 0.50	2,081
3,684	Zurich Insurance Group AG Com CHF 0.10	1,069	18,471	Anheuser-Busch InBev NV Com NPV	1,993
41,068	Prudential Plc Com GBP 0.05	930	7,487	Roche Holding AG Com NPV	1,862
118,117	Iberdrola SA Com EUR 0.75	744	20,089	Daimler AG Com EUR 0.25	1,713
177,478	Intesa Sanpaolo SpA Misc EUR 0.52	583	26,942	AstraZeneca Plc Com GBP 0.25	1,671
37,777	Orange SA Com EUR 4.00	543	9,254	L'Oreal SA Com EUR 0.20	1,595
4,087	Bayer AG Com NPV	528	40,586	Unilever NV CVS EUR 0.16	1,576
32,268	Reed Elsevier Plc Com GBP 0.144397	488	78,404	Deutsche Telekom AG Com NPV	1,227
108,841	Enel SpA Com EUR 1.00	481	97,728	National Grid Plc Com GBP 0.1139535	1,201
3,759	Actelion Ltd Com CHF 0.50	478	17,186	Shire Plc Com EUR 0.05	1,178
27,863	Smith & Nephew Plc Com USD 0.20	450	3,684	Zurich Insurance Group AG Com CHF 0.10	1,064
5,725	Shire Plc Com GBP 0.05	449	10,176	ASML Holding NV Com EUR 0.09	960
31,515	Svenska Handelsbanken AB Com NPV	432	151,595	BT Group Plc Com GBP 0.05	947
63,378	Nokia Oyj Com NPV	422	7,969	Air Liquide SA Com EUR 5.50	937
7,473	Novo Nordisk A/S Com DKK 0.20	380	41,068	Prudential Plc Com GBP 0.05	897
20,372	DNB ASA Com NOK 10.00	325	5,449	LVMH Moët Hennessy Louis Vuitton SE Com EUR 0.30	885
28,718	Skandinaviska Enskilda Banken AB Com SEK 10.00	323	118,117	Iberdrola SA Com EUR 0.75	712
599	Swisscom AG Com CHF 1.00	315	21,894	Inditex SA Com EUR 0.03	660

The UCITS notices issued by the Central Bank of Ireland require a Schedule of Portfolio changes during the period. These are defined as aggregate purchases of a security exceeding one per cent of the total value of purchases for the period and aggregate disposals greater than one per cent of the total value of sales. At a minimum the largest 20 purchases and 20 sales must be given or all purchases and sales if less than 20. A full listing of the portfolio changes for the period is available, upon request, at no cost from the Administrator.

iShares MSCI Europe Quality Factor UCITS ETF

INCOME STATEMENT

For the period ended 31 May 2015

	Note	Period from 19 January 2015 to 31 May 2015 €'000
Operating income	2	172
Net gains on financial assets/liabilities at fair value through profit or loss	3	1,075
Total gains		1,247
Operating expenses	4	(8)
Net operating profit		1,239
Net profit for the financial period before tax		1,239
Non-reclaimable withholding tax		(15)
Net profit for the financial period after tax		1,224
Adjustment to align to the valuation methodology as set out in the prospectus	6	11
Increase in net assets attributable to redeemable participating shareholders from operations		1,235

There are no recognised gains or losses arising in the period other than those dealt with in the income statement. In arriving at the results of the financial period, all amounts relate to continuing operations.

STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO REDEEMABLE PARTICIPATING SHAREHOLDERS

For the period ended 31 May 2015

	Period from 19 January 2015 to 31 May 2015 €'000
Net assets attributable to redeemable participating shareholders at the beginning of the period	-
Increase in net assets attributable to redeemable participating shareholders from operations	1,235
Share transactions:	
Proceeds from issue of redeemable participating shares	7,601
Increase in net assets resulting from share transactions	7,601
Net assets attributable to redeemable participating shareholders at the end of the period	8,836

The accompanying notes form an integral part of these financial statements.

iShares MSCI Europe Quality Factor UCITS ETF

BALANCE SHEET

As at 31 May 2015

	Note	31 May 2015 €'000
CURRENT ASSETS		
Cash and cash equivalents		155
Margin cash account		12
Receivables	10	1,103
Financial assets at fair value through profit or loss	11	8,768
Total current assets		10,038
CURRENT LIABILITIES		
Payables	12	(1,212)
Financial liabilities at fair value through profit or loss	11	(1)
Total current liabilities excluding net assets attributable to redeemable participating shareholders		(1,213)
Net assets attributable to redeemable participating shareholders		8,825
Adjustment to align to the valuation methodology as set out in the prospectus	6	11
Net asset value attributable to redeemable participating shareholders at the end of the period		8,836

The accompanying notes form an integral part of these financial statements. Details of the NAV per share are set out in note 9.

iShares MSCI Europe Quality Factor UCITS ETF

NOTES TO THE FINANCIAL STATEMENTS

For the period ended 31 May 2015

1. ACCOUNTING POLICIES, FINANCIAL INSTRUMENTS AND RISKS, TAX, SOFT COMMISSIONS AND EXCHANGE RATES

The accounting policies are set out on pages 46 to 50. The financial instruments and risks are set out on pages 51 to 70. The notes relating to tax, soft commissions and exchange rates are set out in the notes on pages 73 to 78.

2. OPERATING INCOME

	Period from 19 January 2015 to 31 May 2015 €'000
Dividend income	172
Securities lending income*	-
	172

* Amounts which are less than €500 are rounded to zero.

3. NET GAINS ON FINANCIAL ASSETS/LIABILITIES AT FAIR VALUE THROUGH PROFIT OR LOSS

	Period from 19 January 2015 to 31 May 2015 €'000
Net gains on investments in securities held at fair value through profit or loss	1,069
Net gains on futures contracts	4
Net gains on other investments	2
	1,075

4. OPERATING EXPENSES

	Period from 19 January 2015 to 31 May 2015 €'000
Management fees	(8)
	(8)

5. MANAGEMENT FEES

Fees earned by the Manager during the period and balances outstanding as at 31 May 2015 are disclosed in note 4 and note 12 respectively.

Please refer to note 5 of the financial statements of the Company for each Fund's management fee rate.

The Manager is responsible for discharging, from this fee, all fees of the Investment Manager, the Administrator and the Custodian and any distributing agent appointed by the distributor through whom the shares will be marketed, together with all reasonable out of pocket expenses of such service providers, (including sub-custodial fees and expenses, which will be at normal commercial rates) and transaction related charges of the Administrator and Custodian). The Manager will also be responsible for discharging from its fee for each share class an attributable proportion of the organisational and operating expenses, including audit and directors fees, of the Company. The fee will be accrued daily based on the daily net asset value of the share classes and will be paid monthly in arrears. Where the actual fees and costs incurred exceed the amount paid to the Manager, the excess will be discharged by the Manager from its own assets.

The Fund employs an "all in one" fee structure, paying all of its fees, operating costs and expenses (and its due proportion of any costs and expenses allocated to it) as a single flat fee (the "Total Expense Ratio" or "TER"). The TER is calculated in accordance with the Committee of European Securities Regulators ("CESR") guidelines on the methodology for calculation of the ongoing charges figure in the Key Investor Information Document.

Total fees paid to the Manager as a percentage of the average Fund assets for the period were as follows:

	TER % 31 May 2015
	0.25

6. ADJUSTMENT TO ALIGN TO THE VALUATION METHODOLOGY AS SET OUT IN THE PROSPECTUS

The adjustment between the financial statements net asset value and the valuation methodology set out in the prospectus is shown below:

	Period from 19 January 2015 to 31 May 2015 €'000
Balance brought forward	-
Adjustment to align to the valuation methodology as set out in the prospectus	11
Total adjustment for the period	11
Balance carried forward	11

Further details are set out in the accounting policies note m).

iShares MSCI Europe Quality Factor UCITS ETF

NOTES TO THE FINANCIAL STATEMENTS (continued)

For the period ended 31 May 2015

7. TRANSACTION COSTS

Disclosed in the table below are separately identifiable transaction costs incurred by the Fund for the period ended 31 May 2015. Please refer to note 10 of the financial statements of the Company for further details.

	Period from 19 January 2015 to 31 May 2015 €'000
Transaction costs	(18)

8. SHARE CAPITAL

The issued and fully paid redeemable participating share capital is at all times equal to the net asset value of the Fund. Redeemable participating shares are redeemable at the shareholders' option and are classified as financial liabilities.

	31 May 2015 No. of Shares
Number of redeemable participating shares:	
Balance at the beginning of period	-
Issued during the period	1,500,000
Redeemed during the period	-
Balance at the end of period	1,500,000

9. NET ASSETS ATTRIBUTABLE TO REDEEMABLE PARTICIPATING SHAREHOLDERS

	No. of Shares
Shares in issue	
As at 31 May 2015	1,500,000
	€'000
Net asset value	
As at 31 May 2015	8,836
Net asset value per share	
As at 31 May 2015	€5.89

10. RECEIVABLES

	31 May 2015 €'000
Sale of securities awaiting settlement	1,080
Dividend income receivable	18
Tax reclaim receivable	5
	1,103

11. FINANCIAL ASSETS/LIABILITIES AT FAIR VALUE THROUGH PROFIT OR LOSS

	31 May 2015 €'000
Financial assets:	
Investment in equities	8,768
	8,768

Financial liabilities:	
Unrealised losses on futures contracts	(1)
	(1)

12. PAYABLES

	31 May 2015 €'000
Purchase of securities awaiting settlement	(1,210)
Management fees payable	(2)
	(1,212)

13. COMMITMENTS AND CONTINGENT LIABILITIES

There were no significant commitments or contingent liabilities at the period ended 31 May 2015, other than those disclosed in note 16 of the financial statements of the Company.

14. RELATED PARTY TRANSACTIONS

The related parties are set out in note 18 of the financial statements of the Company.

15. EFFICIENT PORTFOLIO MANAGEMENT

The Fund may, subject to the conditions and within the limits from time to time laid down by the Central Bank of Ireland and the prospectus, engage in securities lending and employ techniques and instruments relating to transferable securities for efficient portfolio management purposes.

The securities lending agent appointed pursuant to the securities lending agreement is BlackRock Advisors (UK) Limited which is a related party to the Fund.

The Fund benefits from a borrower default indemnity provided by BlackRock Inc. The indemnity allows for full replacement of securities lent. BlackRock Inc. bears all operational costs directly related to securities loan transactions as well as the cost of indemnification against borrower default.

iShares MSCI Europe Quality Factor UCITS ETF

NOTES TO THE FINANCIAL STATEMENTS (continued)

For the period ended 31 May 2015

15. EFFICIENT PORTFOLIO MANAGEMENT (continued)

During the year the Fund engaged in securities lending. The Fund receives either cash collateral or securities as collateral, as determined within the schedule, for a value in excess of the market value of the securities loaned. As at 31 May 2015, there was no collateral held by the Fund. Collateral can consist of securities admitted to or dealt on a regulated market.

The collateral is registered and held in the name of BlackRock Advisors (UK) Limited on behalf of the Fund in any or all of the following collateral agents and central securities depositories: JP Morgan Chase, Bank of New York Mellon Corporation, Euroclear or CREST, depending on the type of collateral the counterparty needs to give as per the schedule in order to cover the required value of exposure. Further details can be found on page 61.

The Investment Manager monitors the fair value of the securities loaned and additional collateral is obtained, if necessary.

Securities lending income is split between the Fund and the securities lending agent in a ratio of 62.5:37.5 in favour of the Fund, with all operational costs borne out of the securities lending agents share.

The securities lending income earned during the year, the value of securities on loan at the year end and the value of collateral held at the year end for the Fund is shown below:

	31 May 2015 €'000
Income earned during the period*	-
Value of securities on loan at period end	-
Value of collateral held on behalf of the Fund at period end	-

* Amounts which are less than €500 are rounded to zero.

Please see note 16 for more information on financial derivative instruments.

16. FINANCIAL DERIVATIVE INSTRUMENTS

The Fund may buy and sell financial derivative instruments. See further details in note 20 of the financial statements of the Company and the Fund's Schedule of Investments.

17. SUBSEQUENT EVENTS

Please refer to note 21 of the financial statements of the Company.

iShares MSCI Europe Quality Factor UCITS ETF

SCHEDULE OF INVESTMENTS

As at 31 May 2015

Holding	Investment	Fair value €'000	% of net asset value
Transferable Securities Admitted to an Official Stock Exchange Listing or traded on a Regulated Market			
Equities			
Belgium			
Food			
152	Colruyt SA Com NPV	6	0.07
Telecommunications			
1,278	Belgacom SA Com NPV	41	0.46
Total Belgium		47	0.53
Bermuda			
Oil & gas			
2,949	Seadrill Ltd Com USD 2.00	32	0.36
Total Bermuda		32	0.36
Denmark			
Chemicals			
754	Novozymes A/S Com DKK 2.00	33	0.37
Healthcare products			
585	Coloplast A/S Com DKK 1.00	40	0.46
Insurance			
510	Tryg A/S Com DKK 5.00	10	0.11
Pharmaceuticals			
8,797	Novo Nordisk A/S Com DKK 0.20	447	5.06
Retail			
593	Pandora A/S Com DKK 1.00	54	0.61
Transportation			
588	DSV A/S Com DKK 1.00	18	0.20
Total Denmark		602	6.81
Finland			
Electricity			
1,667	Fortum Oyj Com EUR 3.40	29	0.33
Insurance			
2,063	Sampo Oyj Com NPV	88	1.00
Machinery - diversified			
1,824	Kone Oyj Com NPV	70	0.79
Miscellaneous manufacturers			
464	Wartsila Oyj Abp Com NPV	19	0.22
Pharmaceuticals			
568	Orion Oyj Com EUR 0.65	17	0.19
Telecommunications			
1,190	Elisa Oyj Com NPV	33	0.37
Total Finland		256	2.90
France			
Apparel retailers			
109	Hermes International Com NPV	39	0.44

Holding	Investment	Fair value €'000	% of net asset value
France (cont)			
Chemicals			
746	Air Liquide SA Com EUR 5.50	87	0.99
Insurance			
8,338	AXA SA Com EUR 2.29	191	2.16
603	CNP Assurances Com EUR 1.00	9	0.10
608	SCOR SE Com EUR 7.876972	19	0.22
Internet			
155	Iliad SA Com NPV	32	0.36
Nondurable household products			
102	Societe BIC SA Com EUR 3.82	15	0.17
Oil & gas services			
720	Technip SA Com EUR 0.7625	43	0.49
Real estate investment trusts			
371	Unibail-Rodamco SE Reits EUR 5.00	87	0.98
Total France		522	5.91
Germany			
Chemicals			
2,184	BASF SE Com NPV	184	2.09
271	Fuchs Petrolub SE Pref NPV	11	0.12
Cosmetics & personal care			
223	Beiersdorf AG Com NPV	18	0.20
Diversified financial services			
915	Deutsche Boerse AG Com NPV	67	0.76
Insurance			
1,623	Allianz SE Com NPV	231	2.61
277	Hannover Rueck SE Com NPV	25	0.28
Internet			
374	United Internet AG Com NPV	16	0.18
Retail			
299	Hugo Boss AG Com NPV	31	0.35
Software			
2,772	SAP SE Com NPV	186	2.11
Total Germany		769	8.70
Ireland			
Food			
334	Kerry Group Plc Com EUR 0.125	23	0.26
Total Ireland		23	0.26
Italy			
Insurance			
3,112	UnipolSai SpA Com NPV	8	0.09
Total Italy		8	0.09
Jersey			
Distribution & wholesale			
783	Wolseley Plc Com GBP 0.1080303	44	0.50

iShares MSCI Europe Quality Factor UCITS ETF

SCHEDULE OF INVESTMENTS (continued)

As at 31 May 2015

Holding	Investment	Fair value €'000	% of net asset value
Equities (cont)			
Jersey (cont)			
Oil & gas services			
2,717	Petrofac Ltd Com USD 0.02	34	0.39
Pharmaceuticals			
2,745	Shire Plc Com GBP 0.05	215	2.43
Total Jersey		293	3.32
Luxembourg			
Media			
123	RTL Group SA Com NPV	10	0.11
Metal fabricate/ hardware			
3,819	Tenaris SA Com USD 1.00	50	0.57
Telecommunications			
298	Millicom International Cellular SA Receipt USD 1.50	22	0.25
Total Luxembourg		82	0.93
Netherlands			
Aerospace & defence			
2,408	Airbus Group SE Com EUR 1.00	149	1.69
Media			
3,709	Reed Elsevier NV Com EUR 0.07	82	0.93
Personal products			
6,386	Unilever NV CVS EUR 0.16	248	2.80
Total Netherlands		479	5.42
Norway			
Insurance			
1,032	Gjensidige Forsikring ASA Com NOK 2.00	15	0.17
Telecommunications			
4,192	Telenor ASA Com NOK 6.00	86	0.97
Total Norway		101	1.14
Portugal			
Food			
642	Jeronimo Martins SGPS SA Com EUR 1.00	8	0.09
Total Portugal		8	0.09
Spain			
Electricity			
2,368	Endesa SA Com EUR 1.20	38	0.43
Food			
1,513	Distribuidora Internacional de Alimentacion SA Com EUR 0.10	11	0.12
Insurance			
4,008	Mapfre SA Com EUR 0.10	13	0.15

Holding	Investment	Fair value €'000	% of net asset value
Spain (cont)			
Machinery - diversified			
1,040	Zardoya Otis SA Com EUR 0.10	12	0.14
Retail			
4,509	Inditex SA Com EUR 0.03	136	1.54
Total Spain		210	2.38
Sweden			
Investment services			
1,877	Investor AB Com SEK 6.25	66	0.75
Machinery, construction & mining			
1,616	Atlas Copco AB Class 'B' Com NPV	1	0.01
1,459	Atlas Copco AB Class 'B' Com SEK 0.64	35	0.40
2,780	Atlas Copco AB Com NPV	2	0.02
2,513	Atlas Copco AB Com SEK 0.64	69	0.78
Retail			
5,174	Hennes & Mauritz AB Com NPV	186	2.10
Specialty finance			
1,325	Investment AB Kinnevik Com SEK 0.10	40	0.45
Telecommunications			
15,082	TeliaSonera AB Com SEK 3.20	81	0.92
Total Sweden		480	5.43
Switzerland			
Building materials and fixtures			
183	Geberit AG Com CHF 0.10	60	0.68
5	Sika AG Com CHF 0.60	15	0.17
Chemicals			
30	EMS-Chemie Holding AG Com CHF 0.01	12	0.14
20	Givaudan SA Com CHF 10.00	33	0.37
233	Syngenta AG Com CHF 0.10	96	1.09
Commercial services			
22	SGS SA Com CHF 1.00	39	0.44
Diversified financial services			
103	Partners Group Holding AG Com CHF 0.01	29	0.33
Hand & machine tools			
170	Schindler Holding AG Com CHF 0.10	27	0.30
78	Schindler Holding AG (voting) Com CHF 0.10	12	0.14
Insurance			
120	Swiss Life Holding AG Com CHF 5.10	26	0.30
1,152	Swiss Re AG Com CHF 0.10	94	1.06
653	Zurich Insurance Group AG Com CHF 0.10	189	2.14
Pharmaceuticals			
354	Actelion Ltd Com CHF 0.50	45	0.51
1,690	Roche Holding AG Com NPV	451	5.10
Telecommunications			
170	Swisscom AG Com CHF 1.00	90	1.02

iShares MSCI Europe Quality Factor UCITS ETF

SCHEDULE OF INVESTMENTS (continued)

As at 31 May 2015

Holding	Investment	Fair value €'000	% of net asset value
Equities (cont)			
Switzerland (cont)			
Transportation			
252	Kuehne & Nagel International AG Com CHF 1.00	32	0.36
Total Switzerland		1,250	14.15
United Kingdom			
Aerospace & defence			
6,375	Rolls-Royce Holdings Plc Com GBP 0.20	89	1.01
811,737	Rolls-Royce Holdings Plc Pref GBP 0.001	1	0.01
Airlines			
618	easyJet Plc Com GBP 0.2728571	14	0.16
Apparel retailers			
1,934	Burberry Group Plc Com GBP 0.0005	46	0.52
Auto parts & equipment			
7,152	GKN Plc Com GBP 0.10	36	0.41
Beverages			
5,709	Diageo Plc Com GBP 0.2893518	144	1.63
Chemicals			
531	Croda International Plc Com GBP 0.10	21	0.24
547	Johnson Matthey Plc Com GBP 1.047619	27	0.30
Commercial services			
853	Aggreko Plc Com GBP 0.04832911	19	0.22
1,330	Bunzl Plc Com GBP 0.3214286	35	0.40
2,506	Capita Plc Com GBP 0.020667	44	0.49
608	Intertek Group Plc Com GBP 0.01	21	0.24
6,536	Reed Elsevier Plc Com GBP 0.144397	99	1.12
Containers & packaging			
1,560	Rexam Plc Com GBP 0.8035714	12	0.14
Defence			
13,403	BAE Systems Plc Com GBP 0.025	96	1.09
Diversified financial services			
5,239	Aberdeen Asset Management Plc Com GBP 0.10	32	0.36
1,737	Hargreaves Lansdown Plc Com GBP 0.004	31	0.35
2,800	ICAP Plc Com GBP 0.10	21	0.24
1,374	London Stock Exchange Group Plc Com GBP 0.06918605	47	0.53
633	Schroders Plc Com GBP 1.00	30	0.34
Food			
1,040	Tate & Lyle Plc Com GBP 0.25	8	0.10
4,418	Unilever Plc Com GBP 0.0311	178	2.01
Forest products & paper			
892	Mondi Plc Com EUR 0.20	18	0.20
Gas distribution			
24,681	Centrica Plc Com GBP 0.061728	95	1.08
11,953	National Grid Plc Com GBP 0.1139535	156	1.76

Holding	Investment	Fair value €'000	% of net asset value
United Kingdom (cont)			
Insurance			
1,432	Admiral Group Plc Com GBP 0.001	30	0.34
5,627	Direct Line Insurance Group Plc Com GBP 0.10	26	0.29
27,256	Legal & General Group Plc Com GBP 0.025	101	1.14
16,106	Old Mutual Plc Com GBP 0.1142857	49	0.56
11,353	Prudential Plc Com GBP 0.05	257	2.91
Machinery - diversified			
706	Weir Group Plc Com GBP 0.125	20	0.23
Media			
21,338	ITV Plc Com GBP 0.10	81	0.92
3,303	Sky Plc Com GBP 0.50	48	0.54
Mining			
3,198	Rio Tinto Plc Com GBP 0.10	127	1.44
Miscellaneous manufacturers			
1,549	IMI Plc Com GBP 0.2857	27	0.31
1,521	Smiths Group Plc Com GBP 0.375	25	0.28
Nondurable household products			
1,888	Reckitt Benckiser Group Plc Com GBP 0.10	155	1.75
Oil & gas			
27,858	BG Group Plc Com GBP 0.10	441	4.99
Oil & gas services			
3,128	Amec Foster Wheeler Plc Com GBP 0.50	41	0.46
Real estate investment trusts			
3,751	British Land Co Plc Reits GBP 0.25	45	0.51
2,961	Hammerson Plc Reits GBP 0.25	27	0.31
2,953	Land Securities Group Plc Reits GBP 0.10	54	0.61
2,804	Segro Plc Reits GBP 0.10	17	0.19
Restaurants & bars			
7,292	Compass Group Plc Com GBP 0.10625	116	1.31
Retail			
497	Next Plc Com GBP 0.10	52	0.59
831	Sports Direct International Plc Com GBP 0.10	8	0.09
Semiconductors			
4,462	ARM Holdings Plc Com GBP 0.0005	72	0.81
Software			
4,433	Sage Group Plc Com GBP 0.01051948	35	0.40
Telecommunications			
2,504	Inmarsat Plc Com EUR 0.0005	35	0.39
Tobacco			
5,252	British American Tobacco Plc Com GBP 0.25	264	2.98
2,845	Imperial Tobacco Group Plc Com GBP 0.10	133	1.51
Total United Kingdom		3,606	40.81
Total equities		8,768	99.23

iShares MSCI Europe Quality Factor UCITS ETF

SCHEDULE OF INVESTMENTS (continued)

As at 31 May 2015

No. of contracts	Underlying exposure €'000	Fair value €'000	% of net asset value
Financial derivative instruments			
Futures contracts			
4 Ibex Mini Index Futures June 2015	46	(1)	(0.01)
Total unrealised losses on futures contracts		(1)	(0.01)
Total financial derivative instruments		(1)	(0.01)

	Fair value €'000	% of net asset value
Total value of investments	8,767	99.22
Cash[†]	167	1.89
Other net liabilities	(109)	(1.23)
Net assets attributable to redeemable participating shareholders	8,825	99.88
Adjustment to align to the valuation methodology as set out in the prospectus	11	0.12
Net asset value attributable to redeemable participating shareholders at the end of the period	8,836	100.00

[†] Cash holdings of €155,420 are held with State Street Bank and Trust Company. €11,548 is held as security for futures contracts with Barclays Plc.

Equities are primarily classified by the country of incorporation of the entity in which the Fund holds shares.

Underlying exposure has been calculated according to the guidelines issued by the European Securities and Market Authority ("ESMA") and represents the market value of an equivalent position in the assets underlying each financial derivative instrument.

Analysis of total current assets gross of all liabilities	Fair value €'000	% of total current assets
Transferable securities admitted to an official stock exchange listing or traded on a regulated market	8,768	87.35
Other assets	1,270	12.65
Total current assets	10,038	100.00

iShares MSCI Europe Quality Factor UCITS ETF

SCHEDULE OF MATERIAL PURCHASES AND SALES (unaudited)

For the period ended 31 May 2015

Holding	Investments	Proceeds €'000	Holding	Investments	Cost €'000
Sales			Purchases		
5,873	Vivendi SA Com EUR 5.50	136	11,105	Novo Nordisk A/S Com DKK 0.20	428
2,308	Novo Nordisk A/S Com DKK 0.20	117	1,690	Roche Holding AG Com NPV	425
5,398	BHP Billiton Plc Com USD 0.50	104	30,382	BG Group Plc Com GBP 0.10	344
589	Muenchener Rueckversicherungs-Gesellschaft AG Com NPV	99	5,415	British American Tobacco Plc Com GBP 0.25	256
2,223	SSE Plc Com GBP 0.50	52	1,773	Allianz SE Com NPV	252
2,524	BG Group Plc Com GBP 0.10	40	11,611	Prudential Plc Com GBP 0.05	230
560	SAP SE Com NPV	38	6,386	Unilever NV CVS EUR 0.16	227
92	Swatch Group AG Com CHF 2.25	33	684	Zurich Insurance Group AG Com CHF 0.10	195
4,079	BAE Systems Plc Com GBP 0.025	29	3,332	SAP SE Com NPV	192
392	Dassault Systemes Com EUR 0.50	28	5,174	Hennes & Mauritz AB Com NPV	184
1,131	Bureau Veritas SA Com EUR 0.12	24	2,184	BASF SE Com NPV	184
857	Diageo Plc Com GBP 0.2893518	22	2,745	Shire Plc Com GBP 0.05	179
150	Allianz SE Com NPV	21	8,338	AXA SA Com EUR 2.29	168
1,105	Alfa Laval AB Com SEK 2.84	19	6,566	Diageo Plc Com GBP 0.2893518	164
231	Swiss Re AG Com CHF 0.10	19	4,418	Unilever Plc Com GBP 0.0311	161
157	Air Liquide SA Com EUR 5.50	18	2,408	Airbus Group SE Com EUR 1.00	149
1,340	Amec Foster Wheeler Plc Com GBP 0.50	18	11,953	National Grid Plc Com GBP 0.1139535	146
4,303	Cobham Plc Com GBP 0.025	18	1,985	Reckitt Benckiser Group Plc Com GBP 0.10	141
5,697	Old Mutual Plc Com GBP 0.1142857	18	3,566	Rio Tinto Plc Com GBP 0.10	135
368	Rio Tinto Plc Com GBP 0.10	15	5,873	Vivendi SA Com EUR 5.50	121

The UCITS notices issued by the Central Bank of Ireland require a Schedule of Portfolio changes during the period. These are defined as aggregate purchases of a security exceeding one per cent of the total value of purchases for the period and aggregate disposals greater than one per cent of the total value of sales. At a minimum the largest 20 purchases and 20 sales must be given or all purchases and sales if less than 20. A full listing of the portfolio changes for the period is available, upon request, at no cost from the Administrator.

iShares MSCI Europe Size Factor UCITS ETF

INCOME STATEMENT

For the period ended 31 May 2015

	Note	Period from 19 January 2015 to 31 May 2015 €'000
Operating income	2	135
Net gains on financial assets/liabilities at fair value through profit or loss	3	1,197
Total gains		1,332
Operating expenses	4	(8)
Net operating profit		1,324
Net profit for the financial period before tax		1,324
Non-reclaimable withholding tax		(9)
Net profit for the financial period after tax		1,315
Adjustment to align to the valuation methodology as set out in the prospectus	6	4
Increase in net assets attributable to redeemable participating shareholders from operations		1,319

There are no recognised gains or losses arising in the period other than those dealt with in the income statement. In arriving at the results of the financial period, all amounts relate to continuing operations.

STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO REDEEMABLE PARTICIPATING SHAREHOLDERS

For the period ended 31 May 2015

	Period from 19 January 2015 to 31 May 2015 €'000
Net assets attributable to redeemable participating shareholders at the beginning of the period	-
Increase in net assets attributable to redeemable participating shareholders from operations	1,319
Share transactions:	
Proceeds from issue of redeemable participating shares	7,583
Increase in net assets resulting from share transactions	7,583
Net assets attributable to redeemable participating shareholders at the end of the period	8,902

The accompanying notes form an integral part of these financial statements.

iShares MSCI Europe Size Factor UCITS ETF

BALANCE SHEET

As at 31 May 2015

	Note	31 May 2015 €'000
CURRENT ASSETS		
Cash and cash equivalents		141
Margin cash account		9
Receivables	10	188
Financial assets at fair value through profit or loss	11	8,700
Total current assets		9,038
CURRENT LIABILITIES		
Payables	12	(139)
Financial liabilities at fair value through profit or loss	11	(1)
Total current liabilities excluding net assets attributable to redeemable participating shareholders		(140)
Net assets attributable to redeemable participating shareholders		8,898
Adjustment to align to the valuation methodology as set out in the prospectus	6	4
Net asset value attributable to redeemable participating shareholders at the end of the period		8,902

The accompanying notes form an integral part of these financial statements. Details of the NAV per share are set out in note 9.

iShares MSCI Europe Size Factor UCITS ETF

NOTES TO THE FINANCIAL STATEMENTS

For the period ended 31 May 2015

1. ACCOUNTING POLICIES, FINANCIAL INSTRUMENTS AND RISKS, TAX, SOFT COMMISSIONS AND EXCHANGE RATES

The accounting policies are set out on pages 46 to 50. The financial instruments and risks are set out on pages 51 to 70. The notes relating to tax, soft commissions and exchange rates are set out in the notes on pages 73 to 78.

2. OPERATING INCOME

	Period from 19 January 2015 to 31 May 2015 €'000
Dividend income	135
Securities lending income*	-
	135

* Amounts which are less than €500 are rounded to zero.

3. NET GAINS ON FINANCIAL ASSETS/LIABILITIES AT FAIR VALUE THROUGH PROFIT OR LOSS

	Period from 19 January 2015 to 31 May 2015 €'000
Net gains on investments in securities held at fair value through profit or loss	1,194
Net gains on futures contracts	2
Net gains on other investments	1
	1,197

4. OPERATING EXPENSES

	Period from 19 January 2015 to 31 May 2015 €'000
Management fees	(8)
	(8)

5. MANAGEMENT FEES

Fees earned by the Manager during the period and balances outstanding as at 31 May 2015 are disclosed in note 4 and note 12 respectively.

Please refer to note 5 of the financial statements of the Company for each Fund's management fee rate.

The Manager is responsible for discharging, from this fee, all fees of the Investment Manager, the Administrator and the Custodian and any distributing agent appointed by the distributor through whom the shares will be marketed, together with all reasonable out of pocket expenses of such service providers, (including sub-custodial fees and expenses, which will be at normal commercial rates) and transaction related charges of the Administrator and Custodian). The Manager will also be responsible for discharging from its fee for each share class an attributable proportion of the organisational and operating expenses, including audit and directors fees, of the Company. The fee will be accrued daily based on the daily net asset value of the share classes and will be paid monthly in arrears. Where the actual fees and costs incurred exceed the amount paid to the Manager, the excess will be discharged by the Manager from its own assets.

The Fund employs an "all in one" fee structure, paying all of its fees, operating costs and expenses (and its due proportion of any costs and expenses allocated to it) as a single flat fee (the "Total Expense Ratio" or "TER"). The TER is calculated in accordance with the Committee of European Securities Regulators ("CESR") guidelines on the methodology for calculation of the ongoing charges figure in the Key Investor Information Document.

Total fees paid to the Manager as a percentage of the average Fund assets for the period were as follows:

	TER % 31 May 2015
	0.25

6. ADJUSTMENT TO ALIGN TO THE VALUATION METHODOLOGY AS SET OUT IN THE PROSPECTUS

The adjustment between the financial statements net asset value and the valuation methodology set out in the prospectus is shown below:

	Period from 19 January 2015 to 31 May 2015 €'000
Balance brought forward	-
Adjustment to align to the valuation methodology as set out in the prospectus	4
Total adjustment for the period	4
Balance carried forward	4

Further details are set out in the accounting policies note m).

iShares MSCI Europe Size Factor UCITS ETF

NOTES TO THE FINANCIAL STATEMENTS (continued)

For the period ended 31 May 2015

7. TRANSACTION COSTS

Disclosed in the table below are separately identifiable transaction costs incurred by the Fund for the period ended 31 May 2015. Please refer to note 10 of the financial statements of the Company for further details.

	Period from 19 January 2015 to 31 May 2015 €'000
Transaction costs	(14)

8. SHARE CAPITAL

The issued and fully paid redeemable participating share capital is at all times equal to the net asset value of the Fund. Redeemable participating shares are redeemable at the shareholders' option and are classified as financial liabilities.

	31 May 2015 No. of Shares
Number of redeemable participating shares:	
Balance at the beginning of period	-
Issued during the period	1,500,000
Redeemed during the period	-
Balance at the end of period	1,500,000

9. NET ASSETS ATTRIBUTABLE TO REDEEMABLE PARTICIPATING SHAREHOLDERS

	No. of Shares
Shares in issue	
As at 31 May 2015	1,500,000

	€'000
Net asset value	
As at 31 May 2015	8,902

	€'000
Net asset value per share	
As at 31 May 2015	€5.93

10. RECEIVABLES

	31 May 2015 €'000
Sale of securities awaiting settlement	168
Dividend income receivable	17
Tax reclaim receivable	3
	188

11. FINANCIAL ASSETS/LIABILITIES AT FAIR VALUE THROUGH PROFIT OR LOSS

	31 May 2015 €'000
Financial assets:	
Investment in equities	8,686
Investment in rights	14
Unrealised gains on futures contracts*	-
	8,700

Financial liabilities:	
Unrealised losses on futures contracts	(1)
	(1)

* Investments which are less than €500 are rounded to zero.

12. PAYABLES

	31 May 2015 €'000
Purchase of securities awaiting settlement	(137)
Management fees payable	(2)
	(139)

13. COMMITMENTS AND CONTINGENT LIABILITIES

There were no significant commitments or contingent liabilities at the period ended 31 May 2015, other than those disclosed in note 16 of the financial statements of the Company.

14. RELATED PARTY TRANSACTIONS

The related parties are set out in note 18 of the financial statements of the Company.

15. EFFICIENT PORTFOLIO MANAGEMENT

The Fund may, subject to the conditions and within the limits from time to time laid down by the Central Bank of Ireland and the prospectus, engage in securities lending and employ techniques and instruments relating to transferable securities for efficient portfolio management purposes.

The securities lending agent appointed pursuant to the securities lending agreement is BlackRock Advisors (UK) Limited which is a related party to the Fund.

iShares MSCI Europe Size Factor UCITS ETF

NOTES TO THE FINANCIAL STATEMENTS (continued)

For the period ended 31 May 2015

15. EFFICIENT PORTFOLIO MANAGEMENT (continued)

The Fund benefits from a borrower default indemnity provided by BlackRock Inc. The indemnity allows for full replacement of securities lent. BlackRock Inc. bears all operational costs directly related to securities loan transactions as well as the cost of indemnification against borrower default.

During the period the Fund engaged in securities lending. The Fund receives either cash collateral or securities as collateral, as determined within the schedule, for a value in excess of the market value of the securities loaned. As at 31 May 2015, the collateral consists of securities admitted to or dealt on a regulated market.

The collateral is registered and held in the name of BlackRock Advisors (UK) Limited on behalf of the Fund in any or all of the following collateral agents and central securities depositories: JP Morgan Chase, Bank of New York Mellon Corporation, Euroclear or CREST, depending on the type of collateral the counterparty needs to give as per the schedule in order to cover the required value of exposure. Further details can be found on page 61.

The Investment Manager monitors the fair value of the securities loaned and additional collateral is obtained, if necessary.

Securities lending income is split between the Fund and the securities lending agent in a ratio of 62.5:37.5 in favour of the Fund, with all operational costs borne out of the securities lending agents share.

The securities lending income earned during the year, the value of securities on loan at the year end and the value of collateral held at the year end for the Fund is shown below:

	31 May 2015 €'000
Income earned during the period*	-
Value of securities on loan at period end	33
Value of collateral held on behalf of the Fund at period end	38

* Amounts which are less than €500 are rounded to zero.

16. FINANCIAL DERIVATIVE INSTRUMENTS

The Fund may buy and sell financial derivative instruments. See further details in note 20 of the financial statements of the Company and the Fund's Schedule of Investments.

17. SUBSEQUENT EVENTS

Please refer to note 21 of the financial statements of the Company.

Please see note 16 for more information on financial derivative instruments.

iShares MSCI Europe Size Factor UCITS ETF

SCHEDULE OF INVESTMENTS

As at 31 May 2015

Holding	Investment	Fair value €'000	% of net asset value
Transferable Securities Admitted to an Official Stock Exchange Listing or traded on a Regulated Market			
Equities			
Austria			
Banks			
1,898	Raiffeisen Bank International AG Com NPV	27	0.30
Industrial machinery			
719	Andritz AG Com NPV	40	0.45
Insurance			
784	Vienna Insurance Group AG Wiener Versicherung Gruppe Com NPV	27	0.31
Iron & steel			
940	Voestalpine AG Com NPV	36	0.40
Real estate investment & services			
9,555	Immofinanz AG Com NPV	23	0.26
Total Austria		153	1.72
Belgium			
Chemicals			
271	Solvay SA Com NPV	34	0.38
813	Umicore SA Com NPV	36	0.41
Food			
784	Colruyt SA Com NPV	32	0.36
525	Delhaize Group SA Com NPV	43	0.48
Insurance			
1,104	Ageas Com NPV	38	0.43
Pharmaceuticals			
606	UCB SA Com NPV	39	0.44
Telecommunications			
687	Telenet Group Holding NV Com NPV	34	0.38
Total Belgium		256	2.88
Bermuda			
Oil & gas			
3,200	Seadrill Ltd Com USD 2.00	35	0.39
Total Bermuda		35	0.39
Denmark			
Chemicals			
815	Novozymes A/S Com DKK 2.00	36	0.40
Commercial services			
1,242	ISS A/S Com DKK 1.00	39	0.44
Energy - alternate sources			
1,003	Vestas Wind Systems A/S Com DKK 1.00	46	0.52
Healthcare products			
535	William Demant Holding A/S Com DKK 1.00	40	0.45

Holding	Investment	Fair value €'000	% of net asset value
Denmark (cont)			
Insurance			
1,655	Tryg A/S Com DKK 5.00	30	0.34
Retail			
456	Pandora A/S Com DKK 1.00	42	0.47
Telecommunications			
4,827	TDC A/S Com DKK 1.00	33	0.37
Transportation			
1,241	DSV A/S Com DKK 1.00	39	0.44
Total Denmark		305	3.43
Finland			
Auto parts & equipment			
1,381	Nokian Renkaat Oyj Com NPV	41	0.46
Forest products & paper			
4,669	Stora Enso Oyj Com NPV	45	0.50
2,396	UPM-Kymmene Oyj Com NPV	39	0.44
Machinery - diversified			
1,278	Metso Oyj Com NPV	33	0.37
Miscellaneous manufacturers			
812	Wartsila Oyj Abp Com NPV	33	0.37
Oil & gas			
1,647	Neste Oyj Com NPV	38	0.43
Pharmaceuticals			
1,096	Orion Oyj Com EUR 0.65	33	0.37
Telecommunications			
1,348	Elisa Oyj Com NPV	38	0.43
Total Finland		300	3.37
France			
Advertising			
1,175	JCDecaux SA Com NPV	44	0.49
Aerospace & defence			
751	Thales SA Com EUR 3.00	42	0.47
1,191	Zodiac Aerospace Com NPV	40	0.45
Auto manufacturers			
2,114	Peugeot SA Com EUR 1.00	40	0.45
Auto parts & equipment			
246	Valeo SA Com EUR 3.00	36	0.40
Beverages			
529	Remy Cointreau SA Com EUR 1.60	35	0.39
Building materials and fixtures			
511	Imerys SA Com EUR 2.00	35	0.39
Chemicals			
679	Arkema SA Com EUR 10.00	46	0.52
Commercial services			
1,808	Bureau Veritas SA Com EUR 0.12	38	0.42
1,654	Edenred Com EUR 2.00	38	0.43

iShares MSCI Europe Size Factor UCITS ETF

SCHEDULE OF INVESTMENTS (continued)

As at 31 May 2015

Holding	Investment	Fair value €'000	% of net asset value
Equities (cont)			
France (cont)			
Computers			
575	Atos SE Com EUR 1.00	40	0.45
555	Cap Gemini SA Com EUR 8.00	44	0.49
Distribution & wholesale			
2,202	Rexel SA Com EUR 5.00	37	0.42
Diversified financial services			
606	Eurazeo SA Com NPV	37	0.42
Electrical components & equipment			
745	Legrand SA Com EUR 4.00	38	0.43
Engineering & construction			
316	Aéroports de Paris Com EUR 3.00	35	0.40
Food			
402	Casino Guichard Perrachon SA Com EUR 1.53	29	0.33
388	Sodexo SA Com EUR 4.00	36	0.40
Insurance			
1,256	SCOR SE Com EUR 7.876972	39	0.44
Internet			
161	Iliad SA Com NPV	33	0.37
Lodging			
737	Accor SA Com EUR 3.00	37	0.42
Machinery - diversified			
1,128	Alstom SA Com EUR 7.00	32	0.36
Media			
1,512	Lagardere SCA Com EUR 6.10	42	0.47
Metal products			
1,024	Vallourec SA Com EUR 2.00	23	0.26
Nondurable household products			
292	Societe BIC SA Com EUR 3.82	44	0.49
Oil & gas services			
529	Technip SA Com EUR 0.7625	32	0.36
Real estate investment trusts			
439	Fonciere Des Regions Reits EUR 3.00	35	0.40
283	Gecina SA Reits EUR 7.50	34	0.38
492	ICADE Reits NPV	35	0.39
Software			
591	Dassault Systemes Com EUR 0.50	42	0.47
Specialty finance			
313	Wendel SA Com EUR 4.00	36	0.40
Telecommunications			
12,132	Alcatel-Lucent Com EUR 0.05	44	0.50
1,161	Eutelsat Communications SA Com EUR 1.00	36	0.40
Transportation			
2,963	Groupe Eurotunnel SE Com EUR 0.40	41	0.46

Holding	Investment	Fair value €'000	% of net asset value
France (cont)			
Water			
2,279	Suez Environnement Co Com EUR 4.00	40	0.45
2,184	Veolia Environnement SA Com EUR 5.00	41	0.46
Total France		1,356	15.23
Germany			
Airlines			
2,318	Deutsche Lufthansa AG Com NPV	30	0.34
Chemicals			
725	Brenntag AG Com NPV	40	0.45
954	Fuchs Petrolub SE Pref NPV	38	0.43
1,331	K&S AG Com NPV	39	0.44
784	Lanxess AG Com NPV	40	0.45
648	Symrise AG Com NPV	38	0.42
Electrical components & equipment			
864	OSRAM Licht AG Com NPV	41	0.46
Engineering & construction			
632	Fraport AG Frankfurt Airport Services Worldwide Com NPV	38	0.43
Holding companies - diversified operations			
832	GEA Group AG Com NPV	37	0.41
Insurance			
444	Hannover Rueck SE Com NPV	39	0.44
Internet			
914	United Internet AG Com NPV	39	0.44
Leisure time			
4,098	TUI AG Com NPV	66	0.74
Media			
687	Axel Springer SE Com EUR 1.00	34	0.38
287	Kabel Deutschland Holding AG Com NPV	35	0.40
934	ProSiebenSat.1 Media AG Com NPV	41	0.46
Pharmaceuticals			
1,152	Celesio AG Com NPV	31	0.34
Real estate investment & services			
1,543	Deutsche Annington Immobilien SE Com NPV	44	0.49
1,667	Deutsche Wohnen AG Com NPV	37	0.42
Retail			
368	Hugo Boss AG Com NPV	38	0.43
Semiconductors			
3,738	Infineon Technologies AG Com NPV	44	0.49
Telecommunications			
7,596	Telefonica Deutschland Holding AG Com NPV	38	0.43
Total Germany		827	9.29

iShares MSCI Europe Size Factor UCITS ETF

SCHEDULE OF INVESTMENTS (continued)

As at 31 May 2015

Holding	Investment	Fair value €'000	% of net asset value
Equities (cont)			
Ireland			
Airlines			
3,578	Ryanair Holdings Plc Com EUR 0.00635	41	0.46
Banks			
105,822	Bank of Ireland Com EUR 0.05	37	0.41
Food			
561	Kerry Group Plc Com EUR 0.125	38	0.43
Total Ireland			
		116	1.30
Italy			
Aerospace & defence			
4,151	Finmeccanica SpA Com EUR 4.40	50	0.56
Banks			
2,287	Banca Monte dei Paschi di Siena SpA Com NPV	4	0.05
3,104	Banco Popolare SC Com NPV	48	0.54
4,521	Mediobanca SpA Com EUR 0.50	42	0.47
5,410	Unione di Banche Italiane SCpA Com EUR 2.50	40	0.45
Electrical components & equipment			
2,172	Prysmian SpA Com EUR 0.10	45	0.51
Electricity			
17,652	Enel Green Power SpA Com EUR 0.20	31	0.35
7,911	Terna Rete Elettrica Nazionale SpA Com EUR 0.22	34	0.38
Holding companies - diversified operations			
886	Exor SpA Com EUR 1.00	40	0.45
Insurance			
15,080	UnipolSai SpA Com NPV	37	0.42
Oil & gas services			
2,550	Saipem SpA Com EUR 1.00	30	0.33
Tyres			
2,870	Pirelli & C. SpA Com NPV	44	0.49
Total Italy			
		445	5.00
Jersey			
Distribution & wholesale			
655	Wolseley Plc Com GBP 0.1080303	37	0.42
Mining			
572	Randgold Resources Ltd Com USD 0.05	37	0.42
Oil & gas services			
2,288	Petrofac Ltd Com USD 0.02	29	0.32
Total Jersey			
		103	1.16
Luxembourg			
Oil & gas services			
3,405	Subsea 7 SA Com USD 2.00	32	0.36

Holding	Investment	Fair value €'000	% of net asset value
Luxembourg (cont)			
Telecommunications			
460	Millicom International Cellular SA Receipt USD 1.50	34	0.38
1,095	SES SA Receipt NPV	35	0.39
Total Luxembourg			
		101	1.13
Netherlands			
Auto manufacturers			
1,964	Fiat Chrysler Automobiles NV Com EUR 0.01	29	0.33
Chemicals			
603	Koninklijke DSM NV Com EUR 1.50	33	0.37
1,004	OCI NV Com EUR 1.00	27	0.30
Commercial services			
823	Randstad Holding NV Com EUR 0.10	43	0.48
Computers			
489	Gemalto NV Com EUR 1.00	39	0.44
Engineering & construction			
693	Boskalis Westminster NV Com EUR 0.80	31	0.35
Healthcare products			
1,584	Qiagen NV Com EUR 0.01	35	0.39
Insurance			
1,665	Delta Lloyd NV Com EUR 0.20	26	0.29
1,608	NN Group NV Com EUR 0.12	41	0.46
Media			
1,352	Wolters Kluwer NV Com EUR 0.12	38	0.43
Pipelines			
739	Koninklijke Vopak NV Com EUR 0.50	34	0.38
Semiconductors			
5,553	STMicroelectronics NV Com EUR 1.04	43	0.48
Telecommunications			
11,622	Koninklijke KPN NV Com EUR 0.04	39	0.44
Transportation			
4,997	TNT Express NV Com EUR 0.08	38	0.43
Total Netherlands			
		496	5.57
Norway			
Food			
4,801	Orkla ASA Com NOK 1.25	34	0.38
Insurance			
2,056	Gjensidige Forsikring ASA Com NOK 2.00	29	0.33
Mining			
8,176	Norsk Hydro ASA Com NOK 1.098	35	0.39
Total Norway			
		98	1.10
Portugal			
Banks			
412,576	Banco Comercial Portugues SA Com NPV	35	0.39

iShares MSCI Europe Size Factor UCITS ETF

SCHEDULE OF INVESTMENTS (continued)

As at 31 May 2015

Holding	Investment	Fair value €'000	% of net asset value
Equities (cont)			
Portugal (cont)			
Food			
3,529	Jeronimo Martins SGPS SA Com EUR 1.00	44	0.50
Total Portugal		79	0.89
Spain			
Airlines			
4,542	International Consolidated Airlines Group SA Com EUR 0.50	35	0.39
Banks			
18,685	Banco de Sabadell SA Com EUR 0.125	43	0.48
7,310	Banco Popular Espanol SA Com EUR 0.50	33	0.37
4,812	Bankinter SA Com EUR 0.30	32	0.36
Engineering & construction			
1,008	ACS Actividades de Construcion y Servicios SA Com EUR 0.50	30	0.34
462	Aena SA Com EUR 10.00	44	0.49
1,839	Ferrovial SA Com EUR 0.20	36	0.41
Food			
5,899	Distribuidora Internacional de Alimentacion SA Com EUR 0.10	43	0.48
Insurance			
10,891	Mapfre SA Com EUR 0.10	35	0.39
Machinery - diversified			
3,250	Zardoya Otis SA Com EUR 0.10	38	0.43
Pharmaceuticals			
869	Grifols SA Com EUR 0.50	32	0.36
Total Spain		401	4.50
Sweden			
Agriculture			
1,171	Swedish Match AB Com SEK 1.90	32	0.36
Commercial services			
3,104	Securitas AB Com SEK 1.00	38	0.43
Engineering & construction			
1,808	Skanska AB Com NPV	34	0.38
Food			
942	ICA Gruppen AB Com SEK 2.50	30	0.34
Healthcare products			
3,665	Elektro AB Com SEK 0.50	23	0.26
1,636	Getinge AB Com SEK 0.50	36	0.40
Holding companies - diversified operations			
2,127	Industrivarden AB Com SEK 2.50	39	0.44
Home furnishings			
1,286	Electrolux AB Com SEK 5.00	36	0.40

Holding	Investment	Fair value €'000	% of net asset value
Sweden (cont)			
Machinery - diversified			
1,124	Hexagon AB Com SEK 0.22	38	0.43
5,227	Husqvarna AB Com SEK 2.00	36	0.40
Metal fabricate/ hardware			
1,815	SKF AB Com SEK 2.50	40	0.45
Mining			
2,199	Boliden AB Com SEK 2.11	43	0.48
Miscellaneous manufacturers			
2,243	Alfa Laval AB Com SEK 2.84	38	0.43
Oil & gas			
2,477	Lundin Petroleum AB Com SEK 0.01	35	0.40
Specialty finance			
1,142	Investment AB Kinnevik Com SEK 0.10	35	0.39
Telecommunications			
2,909	Tele2 AB Com SEK 1.25	31	0.35
Total Sweden		564	6.34
Switzerland			
Beverages			
1,737	Coca-Cola HBC AG Com CHF 6.70	35	0.39
Building materials and fixtures			
110	Geberit AG Com CHF 0.10	36	0.40
12	Sika AG Com CHF 0.60	37	0.42
Chemicals			
105	EMS-Chemie Holding AG Com CHF 0.01	40	0.46
21	Givaudan SA Com CHF 10.00	35	0.39
334	Lonza Group AG Com CHF 1.00	43	0.48
Commercial services			
569	Adecco SA Com CHF 1.00	41	0.46
Diversified financial services			
824	Julius Baer Group Ltd Com CHF 0.02	41	0.46
138	Partners Group Holding AG Com CHF 0.01	39	0.44
Food			
536	Aryzta AG Com CHF 0.02	31	0.35
35	Barry Callebaut AG Com CHF 18.60	36	0.40
8	Chocoladefabriken Lindt & Sprungli AG Com CHF 10.00	38	0.43
Healthcare products			
248	Sonova Holding AG Com CHF 0.05	34	0.38
Insurance			
295	Baloise Holding AG Com CHF 0.10	34	0.38
162	Swiss Life Holding AG Com CHF 5.10	35	0.39
Miscellaneous manufacturers			
320	Sulzer AG Com CHF 0.01	32	0.36
Oil & gas			
2,094	Transocean Ltd Com CHF 15.00	37	0.42

iShares MSCI Europe Size Factor UCITS ETF

SCHEDULE OF INVESTMENTS (continued)

As at 31 May 2015

Holding	Investment	Fair value €'000	% of net asset value
Equities (cont)			
Switzerland (cont)			
Pharmaceuticals			
322	Actelion Ltd Com CHF 0.50	41	0.46
Real estate investment & services			
538	Swiss Prime Site AG Com CHF 15.30	39	0.44
Specialty finance			
491	Pargesa Holding SA Com CHF 20.00	31	0.35
Total Switzerland		735	8.26
United Kingdom			
Aerospace & defence			
8,188	Cobham Plc Com GBP 0.025	34	0.38
4,983	Meggitt Plc Com GBP 0.05	35	0.40
Airlines			
1,552	easyJet Plc Com GBP 0.2728571	35	0.39
Apparel retailers			
1,561	Burberry Group Plc Com GBP 0.0005	37	0.42
Auto parts & equipment			
7,511	GKN Plc Com GBP 0.10	38	0.43
Chemicals			
978	Croda International Plc Com GBP 0.10	40	0.44
764	Johnson Matthey Plc Com GBP 1.047619	37	0.42
Commercial services			
1,551	Aggreko Plc Com GBP 0.04832911	35	0.39
2,243	Ashtead Group Plc Com GBP 0.10	35	0.39
2,179	Babcock International Group Plc Com GBP 0.60	34	0.38
1,382	Bunzl Plc Com GBP 0.3214286	37	0.42
2,267	Capita Plc Com GBP 0.020667	40	0.45
8,770	G4S Plc Com GBP 0.25	36	0.40
874	Intertek Group Plc Com GBP 0.01	30	0.34
Containers & packaging			
5,300	Rexam Plc Com GBP 0.8035714	41	0.46
Diversified financial services			
5,530	Aberdeen Asset Management Plc Com GBP 0.10	34	0.38
2,425	Hargreaves Lansdown Plc Com GBP 0.004	43	0.48
5,654	ICAP Plc Com GBP 0.10	43	0.49
4,118	Investec Plc Com GBP 0.0002	34	0.38
1,396	London Stock Exchange Group Plc Com GBP 0.06918605	48	0.54
931	Schroders Plc Com GBP 1.00	44	0.49
Entertainment			
5,828	Merlin Entertainments Plc Com GBP 0.01	37	0.42
6,621	William Hill Plc Com GBP 0.10	39	0.43

Holding	Investment	Fair value €'000	% of net asset value
United Kingdom (cont)			
Food			
9,018	J Sainsbury Plc Com GBP 0.285714	32	0.36
3,733	Tate & Lyle Plc Com GBP 0.25	30	0.34
13,523	WM Morrison Supermarkets Plc Com GBP 0.10	32	0.36
Forest products & paper			
120	Mondi Plc Com EUR 0.20	3	0.03
Healthcare products			
2,241	Smith & Nephew Plc Com USD 0.20	36	0.40
Home builders			
656	Barratt Developments Plc Com GBP 0.10	5	0.06
1,612	Persimmon Plc Com GBP 0.10	44	0.49
1,937	Taylor Wimpey Plc Com GBP 0.01	5	0.06
Hotels			
939	InterContinental Hotels Group Plc Com GBP 0.158055	36	0.40
540	Whitbread Plc Com GBP 0.767974	38	0.43
Insurance			
1,988	Admiral Group Plc Com GBP 0.001	41	0.46
8,530	Direct Line Insurance Group Plc Com GBP 0.10	40	0.45
12,168	Old Mutual Plc Com GBP 0.1142857	37	0.42
5,239	RSA Insurance Group Plc Com GBP 0.01	32	0.36
4,870	Standard Life Plc Com GBP.122222	33	0.37
Leisure time			
917	Carnival Plc Com USD 1.66	40	0.45
Machinery - diversified			
1,433	Weir Group Plc Com GBP 0.125	40	0.45
Media			
11,657	ITV Plc Com GBP 0.10	44	0.49
Mining			
3,588	Fresnillo Plc Com USD 0.50	38	0.43
Miscellaneous manufacturers			
1,930	IMI Plc Com GBP 0.2857	33	0.37
9,334	Melrose Industries Plc Com GBP 0.001273	35	0.39
2,361	Smiths Group Plc Com GBP 0.375	39	0.44
Oil & gas			
5,801	Tullow Oil Plc Com GBP 0.10	32	0.36
Oil & gas services			
2,463	Amec Plc Com GBP 0.50	33	0.37
Real estate investment trusts			
3,271	British Land Co Plc Reits GBP 0.25	39	0.44
3,906	Hammerson Plc Reits GBP 0.25	36	0.40
7,030	Intu Properties Plc Reits GBP 0.50	33	0.37
2,070	Land Securities Group Plc Reits GBP 0.10	38	0.43
6,221	Segro Plc Reits GBP 0.10	37	0.42

iShares MSCI Europe Size Factor UCITS ETF

SCHEDULE OF INVESTMENTS (continued)

As at 31 May 2015

Holding	Investment	Fair value €'000	% of net asset value
Equities (cont)			
United Kingdom (cont)			
Retail			
5,782	Dixons Carphone Plc Com GBP 0.001	38	0.43
8,194	Kingfisher Plc Com GBP 0.157143	42	0.47
5,060	Marks & Spencer Group Plc Com GBP 0.25	41	0.46
370	Next Plc Com GBP 0.10	39	0.44
3,795	Sports Direct International Plc Com GBP 0.10	36	0.40
1,387	Travis Perkins Plc Com GBP 0.10	43	0.48
Software			
5,838	Sage Group Plc Com GBP 0.01051948	46	0.52
Specialty finance			
5,836	3i Group Plc Com GBP 0.738636	46	0.51
Telecommunications			
3,312	Inmarsat Plc Com EUR 0.0005	46	0.52
Transportation			
5,102	Royal Mail Plc Com GBP 0.01	37	0.42
Water			
1,202	Severn Trent Plc Com GBP 0.9789	37	0.41
2,728	United Utilities Group Plc Com GBP 0.05	38	0.43
Total United Kingdom		2,316	26.01
Total equities		8,686	97.57
Rights			
Germany			
1,667	Deutsche Wohnen AG - Rights 3 June 2015*	-	0.00
Total Germany		-	0.00
Italy			
2,287	Banca Monte dei Paschi di Siena SpA - Rights 19 June 2015	14	0.16
Total Italy		14	0.16
Total rights		14	0.16

No. of contracts	Underlying exposure €'000	Fair value €'000	% of net asset value
Financial derivative instruments			
Futures contracts			
1	Euro Stoxx 50 Index Futures June 2015*	34	0.00

No. of contracts	Underlying exposure €'000	Fair value €'000	% of net asset value	
Financial derivative instruments (cont)				
Futures contracts (cont)				
6	Ibex Mini Index Futures June 2015	68	(1)	(0.01)
Total unrealised gains on futures contracts			-	0.00
Total unrealised losses on futures contracts			(1)	(0.01)
Net unrealised losses on futures contracts			(1)	(0.01)
Total financial derivative instruments			(1)	(0.01)

	Fair value €'000	% of net asset value
Total value of investments	8,699	97.72
Cash[†]	150	1.69
Other net assets	49	0.55
Net assets attributable to redeemable participating shareholders	8,898	99.96
Adjustment to align to the valuation methodology as set out in the prospectus	4	0.04
Net asset value attributable to redeemable participating shareholders at the end of the period	8,902	100.00

[†] Cash holdings of €140,983 are held with State Street Bank and Trust Company. €8,809 is held as security for futures contracts with Barclays Plc.

* Investments which are less than €500 are rounded to zero.

Equities are primarily classified by the country of incorporation of the entity in which the Fund holds shares.

Underlying exposure has been calculated according to the guidelines issued by the European Securities and Market Authority ("ESMA") and represents the market value of an equivalent position in the assets underlying each financial derivative instrument.

iShares MSCI Europe Size Factor UCITS ETF

SCHEDULE OF INVESTMENTS (continued)

As at 31 May 2015

Analysis of total current assets gross of all liabilities	Fair value €'000	% of total current assets
Transferable securities admitted to an official stock exchange listing or traded on a regulated market	8,700	96.26
Exchange traded financial derivative instruments*	-	0.00
Other assets	338	3.74
Total current assets	9,038	100.00

* Investments which are less than €500 are rounded to zero.

iShares MSCI Europe Size Factor UCITS ETF

SCHEDULE OF MATERIAL PURCHASES AND SALES (unaudited)

For the period ended 31 May 2015

Holding	Investments	Proceeds €'000	Holding	Investments	Cost €'000
Sales			Purchases		
618	Altice SA Com EUR 0.01	55	5,154	TUI AG Com NPV	76
7,301	Friends Life Group Ltd Com NPV	43	2,081	OCI NV Com EUR 1.00	59
1,077	OCI NV Com EUR 1.00	41	1,711	Deutsche Annington Immobilien SE Com NPV	51
1,626	Reed Elsevier NV Com EUR 0.07	36	455	Hugo Boss AG Com NPV	50
1,285	Peugeot SA Com EUR 1.00	24	9,106	Merlin Entertainments Plc Com GBP 0.01	49
3,278	Merlin Entertainments Plc Com GBP 0.01	21	1,586	London Stock Exchange Group Plc Com GBP 0.06918605	49
1,199	Fiat Chrysler Automobiles NV Com EUR 0.01	17	1,072	Accor SA Com EUR 3.00	44
1,056	TUI AG Com NPV	17	1,665	ISS A/S Com DKK 1.00	43
335	Accor SA Com EUR 3.00	17	606	UCB SA Com NPV	42
423	ISS A/S Com DKK 1.00	13	698	Arkema SA Com EUR 10.00	41
89	Valeo SA Com EUR 3.00	13	572	Randgold Resources Ltd Com USD 0.05	41
1,158	International Consolidated Airlines Group SA Com EUR 0.50	9	618	Altice SA Com EUR 0.01	40
87	Hugo Boss AG Com NPV	9	1,608	NN Group NV Com EUR 0.12	39
3,684	Immofinanz AG Com NPV	9	1,654	Edenred Com EUR 2.00	39
1,123	TNT Express NV Com EUR 0.08	9	8	Chocoladefabriken Lindt & Sprungli AG Com CHF 10.00	39
190	London Stock Exchange Group Plc Com GBP 0.06918605	6	335	Valeo SA Com EUR 3.00	39
168	Deutsche Annington Immobilien SE Com NPV	5	3,399	Peugeot SA Com EUR 1.00	39
115	Umicore SA Com NPV	4	462	Aena SA Com EUR 10.00	38
2	Givaudan SA Com CHF 10.00	3	739	Koninklijke Vopak NV Com EUR 0.50	38
1	Sika AG Com CHF 0.60	3	3,588	Fresnillo Plc Com USD 0.50	38

The UCITS notices issued by the Central Bank of Ireland require a Schedule of Portfolio changes during the period. These are defined as aggregate purchases of a security exceeding one per cent of the total value of purchases for the period and aggregate disposals greater than one per cent of the total value of sales. At a minimum the largest 20 purchases and 20 sales must be given or all purchases and sales if less than 20. A full listing of the portfolio changes for the period is available, upon request, at no cost from the Administrator.

iShares MSCI Europe Value Factor UCITS ETF

INCOME STATEMENT

For the period ended 31 May 2015

	Note	Period from 19 January 2015 to 31 May 2015 €'000
Operating income	2	247
Net gains on financial assets/liabilities at fair value through profit or loss	3	928
Total gains		1,175
Operating expenses	4	(9)
Net operating profit		1,166
Net profit for the financial period before tax		1,166
Non-reclaimable withholding tax		(20)
Net profit for the financial period after tax		1,146
Adjustment to align to the valuation methodology as set out in the prospectus	6	5
Increase in net assets attributable to redeemable participating shareholders from operations		1,151

There are no recognised gains or losses arising in the period other than those dealt with in the income statement. In arriving at the results of the financial period, all amounts relate to continuing operations.

STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO REDEEMABLE PARTICIPATING SHAREHOLDERS

For the period ended 31 May 2015

	Period from 19 January 2015 to 31 May 2015 €'000
Net assets attributable to redeemable participating shareholders at the beginning of the period	-
Increase in net assets attributable to redeemable participating shareholders from operations	1,151
Share transactions:	
Proceeds from issue of redeemable participating shares	10,527
Increase in net assets resulting from share transactions	10,527
Net assets attributable to redeemable participating shareholders at the end of the period	11,678

The accompanying notes form an integral part of these financial statements.

iShares MSCI Europe Value Factor UCITS ETF

BALANCE SHEET

As at 31 May 2015

	Note	31 May 2015 €'000
CURRENT ASSETS		
Cash and cash equivalents		187
Margin cash account		11
Receivables	10	47
Financial assets at fair value through profit or loss	11	11,430
Total current assets		11,675
CURRENT LIABILITIES		
Payables	12	(2)
Financial liabilities at fair value through profit or loss*	11	-
Total current liabilities excluding net assets attributable to redeemable participating shareholders		(2)
Net assets attributable to redeemable participating shareholders		11,673
Adjustment to align to the valuation methodology as set out in the prospectus	6	5
Net asset value attributable to redeemable participating shareholders at the end of the period		11,678

* Amounts less than €500 are rounded to zero.

The accompanying notes form an integral part of these financial statements. Details of the NAV per share are set out in note 9.

iShares MSCI Europe Value Factor UCITS ETF

NOTES TO THE FINANCIAL STATEMENTS

For the period ended 31 May 2015

1. ACCOUNTING POLICIES, FINANCIAL INSTRUMENTS AND RISKS, TAX, SOFT COMMISSIONS AND EXCHANGE RATES

The accounting policies are set out on pages 46 to 50. The financial instruments and risks are set out on pages 51 to 70. The notes relating to tax, soft commissions and exchange rates are set out in the notes on pages 73 to 78.

2. OPERATING INCOME

	Period from 19 January 2015 to 31 May 2015 €'000
Dividend income	247
Securities lending income*	-
	247

* Amounts which are less than €500 are rounded to zero.

3. NET GAINS ON FINANCIAL ASSETS/LIABILITIES AT FAIR VALUE THROUGH PROFIT OR LOSS

	Period from 19 January 2015 to 31 May 2015 €'000
Net gains on investments in securities held at fair value through profit or loss	925
Net gains on futures contracts	2
Net gains on other investments	1
	928

4. OPERATING EXPENSES

	Period from 19 January 2015 to 31 May 2015 €'000
Management fees	(9)
	(9)

5. MANAGEMENT FEES

Fees earned by the Manager during the period and balances outstanding as at 31 May 2015 are disclosed in note 4 and note 12 respectively.

Please refer to note 5 of the financial statements of the Company for each Fund's management fee rate.

The Manager is responsible for discharging, from this fee, all fees of the Investment Manager, the Administrator and the Custodian and any distributing agent appointed by the distributor through whom the shares will be marketed, together with all reasonable out of pocket expenses of such service providers, (including sub-custodial fees and expenses, which will be at normal commercial rates) and transaction related charges of the Administrator and Custodian). The Manager will also be responsible for discharging from its fee for each share class an attributable proportion of the organisational and operating expenses, including audit and directors fees, of the Company. The fee will be accrued daily based on the daily net asset value of the share classes and will be paid monthly in arrears. Where the actual fees and costs incurred exceed the amount paid to the Manager, the excess will be discharged by the Manager from its own assets.

The Fund employs an "all in one" fee structure, paying all of its fees, operating costs and expenses (and its due proportion of any costs and expenses allocated to it) as a single flat fee (the "Total Expense Ratio" or "TER"). The TER is calculated in accordance with the Committee of European Securities Regulators ("CESR") guidelines on the methodology for calculation of the ongoing charges figure in the Key Investor Information Document.

Total fees paid to the Manager as a percentage of the average Fund assets for the period were as follows:

	TER % 31 May 2015
	0.25

6. ADJUSTMENT TO ALIGN TO THE VALUATION METHODOLOGY AS SET OUT IN THE PROSPECTUS

The adjustment between the financial statements net asset value and the valuation methodology set out in the prospectus is shown below:

	Period from 19 January 2015 to 31 May 2015 €'000
Balance brought forward	-
Adjustment to align to the valuation methodology as set out in the prospectus	5
Total adjustment for the period	5
Balance carried forward	5

Further details are set out in the accounting policies note m).

iShares MSCI Europe Value Factor UCITS ETF

NOTES TO THE FINANCIAL STATEMENTS (continued)

For the period ended 31 May 2015

7. TRANSACTION COSTS

Disclosed in the table below are separately identifiable transaction costs incurred by the Fund for the period ended 31 May 2015. Please refer to note 10 of the financial statements of the Company for further details.

	Period from 19 January 2015 to 31 May 2015 €'000
Transaction costs	(20)

8. SHARE CAPITAL

The issued and fully paid redeemable participating share capital is at all times equal to the net asset value of the Fund. Redeemable participating shares are redeemable at the shareholders' option and are classified as financial liabilities.

	31 May 2015 No. of Shares
Number of redeemable participating shares:	
Balance at the beginning of period	-
Issued during the period	2,000,000
Redeemed during the period	-
Balance at the end of period	2,000,000

9. NET ASSETS ATTRIBUTABLE TO REDEEMABLE PARTICIPATING SHAREHOLDERS

	No. of Shares
Shares in issue	
As at 31 May 2015	2,000,000
	€'000
Net asset value	
As at 31 May 2015	11,678
Net asset value per share	
As at 31 May 2015	€5.84

10. RECEIVABLES

	31 May 2015 €'000
Dividend income receivable	36
Tax reclaim receivable	11
	47

11. FINANCIAL ASSETS/LIABILITIES AT FAIR VALUE THROUGH PROFIT OR LOSS

	31 May 2015 €'000
Financial assets:	
Investment in equities	11,426
Investment in rights	4
	11,430

Financial liabilities:

Unrealised losses on futures contracts*	-
	-

* Investments which are less than €500 are rounded to zero.

12. PAYABLES

	31 May 2015 €'000
Management fees payable	(2)
	(2)

13. COMMITMENTS AND CONTINGENT LIABILITIES

There were no significant commitments or contingent liabilities at the period ended 31 May 2015, other than those disclosed in note 16 of the financial statements of the Company.

14. RELATED PARTY TRANSACTIONS

The related parties are set out in note 18 of the financial statements of the Company.

15. EFFICIENT PORTFOLIO MANAGEMENT

The Fund may, subject to the conditions and within the limits from time to time laid down by the Central Bank of Ireland and the prospectus, engage in securities lending and employ techniques and instruments relating to transferable securities for efficient portfolio management purposes.

The securities lending agent appointed pursuant to the securities lending agreement is BlackRock Advisors (UK) Limited which is a related party to the Fund.

iShares MSCI Europe Value Factor UCITS ETF

NOTES TO THE FINANCIAL STATEMENTS (continued)

For the period ended 31 May 2015

15. EFFICIENT PORTFOLIO MANAGEMENT (continued)

The Fund benefits from a borrower default indemnity provided by BlackRock Inc. The indemnity allows for full replacement of securities lent. BlackRock Inc. bears all operational costs directly related to securities loan transactions as well as the cost of indemnification against borrower default.

During the period the Fund engaged in securities lending. The Fund receives either cash collateral or securities as collateral, as determined within the schedule, for a value in excess of the market value of the securities loaned. As at 31 May 2015, the collateral consists of securities admitted to or dealt on a regulated market.

The collateral is registered and held in the name of BlackRock Advisors (UK) Limited on behalf of the Fund in any or all of the following collateral agents and central securities depositories: JP Morgan Chase, Bank of New York Mellon Corporation, Euroclear or CREST, depending on the type of collateral the counterparty needs to give as per the schedule in order to cover the required value of exposure. Further details can be found on page 61.

The Investment Manager monitors the fair value of the securities loaned and additional collateral is obtained, if necessary.

Securities lending income is split between the Fund and the securities lending agent in a ratio of 62.5:37.5 in favour of the Fund, with all operational costs borne out of the securities lending agents share.

The securities lending income earned during the year, the value of securities on loan at the year end and the value of collateral held at the year end for the Fund is shown below:

	31 May 2015 €'000
Income earned during the period*	-
Value of securities on loan at period end	15
Value of collateral held on behalf of the Fund at period end	17

* Amounts which are less than €500 are rounded to zero.

16. FINANCIAL DERIVATIVE INSTRUMENTS

The Fund may buy and sell financial derivative instruments. See further details in note 20 of the financial statements of the Company and the Fund's Schedule of Investments.

17. SUBSEQUENT EVENTS

Please refer to note 21 of the financial statements of the Company.

Please see note 16 for more information on financial derivative instruments.

iShares MSCI Europe Value Factor UCITS ETF

SCHEDULE OF INVESTMENTS

As at 31 May 2015

Holding	Investment	Fair value €'000	% of net asset value
Transferable Securities Admitted to an Official Stock Exchange Listing or traded on a Regulated Market			
Equities			
Austria			
Banks			
618	Raiffeisen Bank International AG Com NPV	8	0.07
Insurance			
84	Vienna Insurance Group AG Wiener Versicherung Gruppe Com NPV	3	0.03
Integrated oil & gas			
492	OMV AG Com NPV	13	0.11
Iron & steel			
526	Voestalpine AG Com NPV	20	0.17
Real estate investment & services			
3,377	Immofinanz AG Com NPV	8	0.07
Total Austria		52	0.45
Belgium			
Chemicals			
141	Solvay SA Com NPV	18	0.15
Food			
1,766	Delhaize Group SA Com NPV	144	1.23
Insurance			
769	Ageas Com NPV	26	0.23
Total Belgium		188	1.61
Denmark			
Beverages			
1,297	Carlsberg A/S Com DKK 20.00	109	0.93
Energy - alternate sources			
521	Vestas Wind Systems A/S Com DKK 1.00	24	0.21
Marine transportation			
51	AP Moeller - Maersk A/S Class 'B' Com DKK 1000.00	89	0.76
29	AP Moeller - Maersk A/S Com DKK 1000.00	50	0.43
Telecommunications			
2,058	TDC A/S Com DKK 1.00	14	0.12
Total Denmark		286	2.45
Finland			
Auto parts & equipment			
286	Nokian Renkaat Oyj Com NPV	8	0.07
Forest products & paper			
2,038	Stora Enso Oyj Com NPV	19	0.16
2,051	UPM-Kymmene Oyj Com NPV	34	0.29
Total Finland		61	0.52

Holding	Investment	Fair value €'000	% of net asset value
France			
Aerospace & defence			
418	Thales SA Com EUR 3.00	24	0.21
Auto manufacturers			
1,265	Peugeot SA Com EUR 1.00	24	0.21
1,396	Renault SA Com EUR 3.81	132	1.13
Auto parts & equipment			
954	Cie Generale des Etablissements Michelin Com EUR 2.00	93	0.80
260	Valeo SA Com EUR 3.00	38	0.32
Banks			
3,535	BNP Paribas SA Com EUR 2.00	194	1.66
4,004	Credit Agricole SA Com EUR 3.00	54	0.47
1,730	Natixis SA Com EUR 1.60	12	0.10
3,219	Societe Generale SA Com EUR 1.25	137	1.17
Building materials and fixtures			
2,062	Cie de Saint-Gobain Com EUR 4.00	87	0.74
Chemicals			
184	Arkema SA Com EUR 10.00	12	0.10
Computers			
610	Atos SE Com EUR 1.00	43	0.37
865	Cap Gemini SA Com EUR 8.00	68	0.58
Distribution & wholesale			
1,505	Rexel SA Com EUR 5.00	25	0.21
Electricity			
713	Electricite de France SA Com EUR 0.50	16	0.13
5,405	GDF Suez Com EUR 1.00	99	0.85
Engineering & construction			
966	Bouygues SA Com EUR 1.00	35	0.30
2,110	Vinci SA Com EUR 2.50	114	0.98
Food			
610	Casino Guichard Perrachon SA Com EUR 1.53	44	0.38
Insurance			
6,744	AXA SA Com EUR 2.29	155	1.32
614	CNP Assurances Com EUR 1.00	9	0.08
452	SCOR SE Com EUR 7.876972	14	0.12
Machinery - diversified			
1,077	Alstom SA Com EUR 7.00	31	0.27
Media			
382	Lagardere SCA Com EUR 6.10	10	0.09
Metal products			
581	Vallourec SA Com EUR 2.00	13	0.11
Oil & gas			
3,537	Total SA Com EUR 2.50	163	1.40
Pharmaceuticals			
6,000	Sanofi Com EUR 2.00	535	4.58

iShares MSCI Europe Value Factor UCITS ETF

SCHEDULE OF INVESTMENTS (continued)

As at 31 May 2015

Holding	Investment	Fair value €'000	% of net asset value
Equities (cont)			
France (cont)			
Telecommunications			
6,039	Orange SA Com EUR 4.00	87	0.74
Total France		2,268	19.42
Germany			
Airlines			
2,211	Deutsche Lufthansa AG Com NPV	28	0.24
Auto manufacturers			
1,300	Bayerische Motoren Werke AG Com EUR 1.00	130	1.11
300	Bayerische Motoren Werke AG Pref EUR 1.00	23	0.20
3,575	Daimler AG Com NPV	305	2.61
1,223	Porsche Automobil Holding SE Pref NPV	98	0.84
184	Volkswagen AG Com NPV	41	0.35
1,022	Volkswagen AG Pref NPV	225	1.93
Banks			
3,583	Commerzbank AG Com NPV	43	0.37
7,140	Deutsche Bank AG Com NPV	196	1.67
Building materials and fixtures			
470	HeidelbergCement AG Com NPV	35	0.30
Chemicals			
474	K&S AG Com NPV	14	0.12
Electricity			
7,892	E.ON SE Com NPV	105	0.90
1,357	RWE AG Com NPV	29	0.25
Health care services			
593	Fresenius Medical Care AG & Co KGaA Com NPV	46	0.39
1,130	Fresenius SE & Co KGaA Com NPV	66	0.57
Insurance			
1,219	Allianz SE Com NPV	174	1.49
137	Hannover Rueck SE Com NPV	12	0.10
462	Muenchener Rueckversicherungs-Gesellschaft AG Com NPV	77	0.66
Miscellaneous manufacturers			
2,771	Siemens AG Com NPV	265	2.27
Pharmaceuticals			
1,755	Bayer AG Com NPV	227	1.94
128	Celesio AG Com NPV	3	0.03
589	Merck KGaA Com NPV	57	0.49
Semiconductors			
5,601	Infineon Technologies AG Com NPV	66	0.57
Total Germany		2,265	19.40

Holding	Investment	Fair value €'000	% of net asset value
Ireland			
Airlines			
626	Ryanair Holdings Plc Com EUR 0.00635	7	0.06
Total Ireland		7	0.06
Italy			
Aerospace & defence			
2,520	Finmeccanica SpA Com EUR 4.40	30	0.26
Banks			
678	Banca Monte dei Paschi di Siena SpA Com NPV	1	0.01
966	Banco Popolare SC Com NPV	15	0.13
2,139	Intesa Sanpaolo SpA Misc EUR 0.52	6	0.05
1,499	Mediobanca SpA Com EUR 0.50	14	0.12
2,159	Unione di Banche Italiane SCpA Com EUR 2.50	16	0.14
Electrical components & equipment			
701	Prysmian SpA Com EUR 0.10	14	0.12
Electricity			
19,251	Enel SpA Com EUR 1.00	85	0.73
Insurance			
1,433	UnipolSai SpA Com NPV	4	0.03
Oil & gas			
3,387	Eni SpA Com NPV	55	0.47
Telecommunications			
41,829	Telecom Italia SpA Com NPV	47	0.40
35,402	Telecom Italia SpA Misc NPV	32	0.27
Tyres			
750	Pirelli & C. SpA Com NPV	12	0.10
Total Italy		331	2.83
Jersey			
Mining			
30,675	Glencore Plc Com USD 0.01	123	1.05
Total Jersey		123	1.05
Luxembourg			
Iron & steel			
5,718	ArcelorMittal Com NPV	55	0.47
Oil & gas services			
917	Subsea 7 SA Com USD 2.00	9	0.08
Total Luxembourg		64	0.55
Netherlands			
Auto manufacturers			
6,466	Fiat Chrysler Automobiles NV Com EUR 0.01	94	0.80

iShares MSCI Europe Value Factor UCITS ETF

SCHEDULE OF INVESTMENTS (continued)

As at 31 May 2015

Holding	Investment	Fair value €'000	% of net asset value
Equities (cont)			
Netherlands (cont)			
Banks			
11,476	ING Groep NV CVS EUR 0.24	172	1.47
Beverages			
662	Heineken Holding NV Com EUR 1.60	42	0.36
Electronics			
3,367	Koninklijke Philips NV Com EUR 0.20	84	0.72
Engineering & construction			
344	Boskalis Westminster NV Com EUR 0.80	15	0.13
Food			
10,311	Koninklijke Ahold NV Com EUR 0.01	191	1.64
Healthcare products			
590	Qiagen NV Com EUR 0.01	13	0.11
Insurance			
8,712	Aegon NV Com EUR 0.12	60	0.52
665	Delta Lloyd NV Com EUR 0.20	11	0.09
Machinery - diversified			
4,769	CNH Industrial NV Com EUR 0.01	39	0.33
Semiconductors			
3,660	STMicroelectronics NV Com EUR 1.04	28	0.24
Transportation			
2,138	TNT Express NV Com EUR 0.08	16	0.14
Total Netherlands		765	6.55
Norway			
Banks			
2,207	DNB ASA Com NOK 10.00	35	0.30
Chemicals			
602	Yara International ASA Com NOK 1.70	28	0.24
Food			
5,166	Orkla ASA Com NOK 1.25	37	0.32
Oil & gas			
1,671	Statoil ASA Com NOK 2.50	28	0.24
Total Norway		128	1.10
Portugal			
Electricity			
4,866	EDP - Energias de Portugal SA Com EUR 1.00	17	0.15
Total Portugal		17	0.15
Spain			
Airlines			
4,512	International Consolidated Airlines Group SA Com EUR 0.50	35	0.30
Electricity			
12,800	Iberdrola SA Com EUR 0.75	81	0.69

Holding	Investment	Fair value €'000	% of net asset value
Spain (cont)			
Engineering & construction			
578	ACS Actividades de Construcción y Servicios SA Com EUR 0.50	17	0.14
Insurance			
2,484	Mapfre SA Com EUR 0.10	8	0.07
Oil & gas			
1,391	Repsol SA Com EUR 1.00	24	0.21
Telecommunications			
9,342	Telefonica SA Com EUR 1.00	120	1.03
Total Spain		285	2.44
Sweden			
Commercial services			
1,041	Securitas AB Com SEK 1.00	13	0.11
Cosmetics & personal care			
3,857	Svenska Cellulosa AB SCA Com SEK 3.33	91	0.78
Healthcare products			
709	Gefinge AB Com SEK 0.50	16	0.13
Mining			
890	Boliden AB Com SEK 2.11	17	0.15
Telecommunications			
18,271	Telefonaktiebolaget LM Ericsson Com SEK 5.00	187	1.60
6,949	TeliaSonera AB Com SEK 3.20	37	0.32
Total Sweden		361	3.09
Switzerland			
Banks			
3,613	Credit Suisse Group AG Com CHF 0.04	87	0.74
Chemicals			
206	Lonza Group AG Com CHF 1.00	26	0.22
Food			
590	Aryzta AG Com CHF 0.02	34	0.29
Insurance			
108	Baloise Holding AG Com CHF 0.10	12	0.10
125	Swiss Life Holding AG Com CHF 5.10	28	0.24
1,105	Swiss Re AG Com CHF 0.10	90	0.77
280	Zurich Insurance Group AG Com CHF 0.10	81	0.70
Oil & gas			
946	Transocean Ltd Com CHF 15.00	17	0.15
Pharmaceuticals			
6,956	Novartis AG Com CHF 0.50	650	5.56
Total Switzerland		1,025	8.77
United Kingdom			
Aerospace & defence			
12,533	BAE Systems Plc Com GBP 0.025	90	0.77
3,569	Meggitt Plc Com GBP 0.05	25	0.21

iShares MSCI Europe Value Factor UCITS ETF

SCHEDULE OF INVESTMENTS (continued)

As at 31 May 2015

Holding	Investment	Fair value €'000	% of net asset value
Equities (cont)			
United Kingdom (cont)			
Airlines			
658	easyJet Plc Com GBP 0.2728571	15	0.13
Banks			
63,914	Barclays Plc Com GBP 0.25	240	2.06
40,694	HSBC Holdings Plc Com USD 0.50	353	3.02
6,915	Royal Bank of Scotland Group Plc Com GBP 1.00	33	0.28
7,653	Standard Chartered Plc Com USD 0.50	111	0.95
Food			
22,338	J Sainsbury Plc Com GBP 0.285714	78	0.67
3,529	Tate & Lyle Plc Com GBP 0.25	29	0.25
126,787	Tesco Plc Com GBP 0.05	375	3.21
34,227	WM Morrison Supermarkets Plc Com GBP 0.10	81	0.69
Home builders			
1,026	Persimmon Plc Com GBP 0.10	28	0.24
Insurance			
9,627	Old Mutual Plc Com GBP 0.1142857	30	0.26
Mining			
5,555	Anglo American Plc Com USD 0.54945	79	0.68
6,163	BHP Billiton Plc Com USD 0.50	118	1.01
331	Lonmin Plc Com USD 1.00	1	0.01
4,941	Rio Tinto Plc Com GBP 0.10	197	1.68
Oil & gas			
42,189	BP Plc Com USD 0.25	264	2.26
3,521	Royal Dutch Shell Plc Class 'B' Com EUR 0.07	97	0.83
6,386	Royal Dutch Shell Plc Com EUR 0.07	173	1.48
Retail			
7,585	Kingfisher Plc Com GBP 0.157143	39	0.33
4,698	Marks & Spencer Group Plc Com GBP 0.25	38	0.33
1,025	Travis Perkins Plc Com GBP 0.10	32	0.27
Specialty finance			
3,123	3i Group Plc Com GBP 0.738636	24	0.21
Telecommunications			
70,125	Vodafone Group Plc Com USD 0.2095	249	2.13
Tobacco			
7,909	Imperial Tobacco Group Plc Com GBP 0.10	371	3.18
Transportation			
4,053	Royal Mail Plc Com GBP 0.01	30	0.26
Total United Kingdom		3,200	27.40
Total equities		11,426	97.84

Holding	Investment	Fair value €'000	% of net asset value
Rights			
Italy			
678	Banca Monte dei Paschi di Siena SpA - Rights 19 June 2015	4	0.03
Total Italy		4	0.03
Total rights		4	0.03

No. of contracts	Underlying exposure €'000	Fair value €'000	% of net asset value	
Financial derivative instruments				
Futures contracts				
6	Euro Stoxx 50 Index Futures June 2015*	206	-	0.00
Total unrealised losses on futures contracts			-	0.00
Total financial derivative instruments			-	0.00

	Fair value €'000	% of net asset value
Total value of investments	11,430	97.87
Cash[†]	198	1.70
Other net assets	45	0.39
Net assets attributable to redeemable participating shareholders	11,673	99.96
Adjustment to align to the valuation methodology as set out in the prospectus	5	0.04
Net asset value attributable to redeemable participating shareholders at the end of the period	11,678	100.00

[†] Cash holdings of €187,217 are held with State Street Bank and Trust Company. €11,279 is held as security for futures contracts with Barclays Plc.

* Investments which are less than €500 are rounded to zero.

Equities are primarily classified by the country of incorporation of the entity in which the Fund holds shares.

iShares MSCI Europe Value Factor UCITS ETF

SCHEDULE OF INVESTMENTS (continued)

As at 31 May 2015

Underlying exposure has been calculated according to the guidelines issued by the European Securities and Market Authority (“ESMA”) and represents the market value of an equivalent position in the assets underlying each financial derivative instrument.

Analysis of total current assets gross of all liabilities	Fair value €'000	% of total current assets
Transferable securities admitted to an official stock exchange listing or traded on a regulated market	11,430	97.90
Other assets	245	2.10
Total current assets	11,675	100.00

iShares MSCI Europe Value Factor UCITS ETF

SCHEDULE OF MATERIAL PURCHASES AND SALES (unaudited)

For the period ended 31 May 2015

Holding	Investments	Proceeds €'000	Holding	Investments	Cost €'000
Sales			Purchases		
3,389	Friends Life Group Ltd Com NPV	20	6,992	Novartis AG Com CHF 0.50	614
6,163	South32 Ltd Com NPV	9	6,000	Sanofi Com EUR 2.00	498
822	International Consolidated Airlines Group SA Com EUR 0.50	7	126,787	Tesco Plc Com GBP 0.05	379
426	Telefonica SA Com EUR 1.00	6	40,694	HSBC Holdings Plc Com USD 0.50	321
36	Novartis AG Com CHF 0.50	3	7,909	Imperial Tobacco Group Plc Com GBP 0.10	312
			3,575	Daimler AG Com NPV	279
			2,771	Siemens AG Com NPV	269
			42,189	BP Plc Com USD 0.25	236
			1,755	Bayer AG Com NPV	224
			70,125	Vodafone Group Plc Com USD 0.2095	212
			1,022	Volkswagen AG Pref NPV	210
			63,914	Barclays Plc Com GBP 0.25	197
			18,271	Telefonaktiebolaget LM Ericsson Com SEK 5.00	197
			7,140	Deutsche Bank AG Com NPV	190
			4,941	Rio Tinto Plc Com GBP 0.10	189
			1,219	Allianz SE Com NPV	179
			6,386	Royal Dutch Shell Plc Com EUR 0.07	178
			3,535	BNP Paribas SA Com EUR 2.00	172
			10,311	Koninklijke Ahold NV Com EUR 0.01	169
			3,537	Total SA Com EUR 2.50	156

The UCITS notices issued by the Central Bank of Ireland require a Schedule of Portfolio changes during the period. These are defined as aggregate purchases of a security exceeding one per cent of the total value of purchases for the period and aggregate disposals greater than one per cent of the total value of sales. At a minimum the largest 20 purchases and 20 sales must be given or all purchases and sales if less than 20. A full listing of the portfolio changes for the period is available, upon request, at no cost from the Administrator.

iShares MSCI France UCITS ETF

INCOME STATEMENT

For the period ended 31 May 2015

	Note	Period from 8 September 2014 to 31 May 2015 €'000
Operating income	2	134
Net gains on financial assets/liabilities at fair value through profit or loss	3	588
Total gains		722
Operating expenses	4	(9)
Net operating profit		713
Net profit for the financial period before tax		713
Non-reclaimable withholding tax		(1)
Net profit for the financial period after tax		712
Adjustment to align to the valuation methodology as set out in the prospectus	6	2
Increase in net assets attributable to redeemable participating shareholders from operations		714

There are no recognised gains or losses arising in the period other than those dealt with in the income statement. In arriving at the results of the financial period, all amounts relate to continuing operations.

STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO REDEEMABLE PARTICIPATING SHAREHOLDERS

For the period ended 31 May 2015

	Period from 8 September 2014 to 31 May 2015 €'000
Net assets attributable to redeemable participating shareholders at the beginning of the period	-
Increase in net assets attributable to redeemable participating shareholders from operations	714
Share transactions:	
Proceeds from issue of redeemable participating shares	7,925
Increase in net assets resulting from share transactions	7,925
Net assets attributable to redeemable participating shareholders at the end of the period	8,639

The accompanying notes form an integral part of these financial statements.

iShares MSCI France UCITS ETF

BALANCE SHEET

As at 31 May 2015

	Note	31 May 2015 €'000
CURRENT ASSETS		
Cash and cash equivalents		58
Margin cash account		2
Receivables	10	18
Financial assets at fair value through profit or loss	11	8,572
Total current assets		8,650
CURRENT LIABILITIES		
Payables	12	(13)
Total current liabilities excluding net assets attributable to redeemable participating shareholders		(13)
Net assets attributable to redeemable participating shareholders		8,637
Adjustment to align to the valuation methodology as set out in the prospectus	6	2
Net asset value attributable to redeemable participating shareholders at the end of the period		8,639

The accompanying notes form an integral part of these financial statements. Details of the NAV per share are set out in note 9.

iShares MSCI France UCITS ETF

NOTES TO THE FINANCIAL STATEMENTS

For the period ended 31 May 2015

1. ACCOUNTING POLICIES, FINANCIAL INSTRUMENTS AND RISKS, TAX, SOFT COMMISSIONS AND EXCHANGE RATES

The accounting policies are set out on pages 46 to 50. The financial instruments and risks are set out on pages 51 to 70. The notes relating to tax, soft commissions and exchange rates are set out in the notes on pages 73 to 78.

2. OPERATING INCOME

	Period from 8 September 2014 to 31 May 2015 €'000
Dividend income	134
Securities lending income*	-
	134

* Amounts which are less than €500 are rounded to zero.

3. NET GAINS ON FINANCIAL ASSETS/LIABILITIES AT FAIR VALUE THROUGH PROFIT OR LOSS

	Period from 8 September 2014 to 31 May 2015 €'000
Net gains on investments in securities held at fair value through profit or loss	588
	588

4. OPERATING EXPENSES

	Period from 8 September 2014 to 31 May 2015 €'000
Management fees	(9)
	(9)

5. MANAGEMENT FEES

Fees earned by the Manager during the year and balances outstanding as at 31 May 2015 are disclosed in note 4 and note 12 respectively.

Please refer to note 5 of the financial statements of the Company for each Fund's management fee rate.

The Manager is responsible for discharging, from this fee, all fees of the Investment Manager, the Administrator and the Custodian and any distributing agent appointed by the distributor through whom the shares will be marketed, together with all reasonable out of pocket expenses of such service providers, (including sub-custodial fees and expenses, which will be at normal commercial rates) and transaction related charges of the Administrator and Custodian). The Manager will also be responsible for discharging from its fee for each share class an attributable proportion of the organisational and operating expenses, including audit and directors fees, of the Company. The fee will be accrued daily based on the daily net asset value of the share classes and will be paid monthly in arrears. Where the actual fees and costs incurred exceed the amount paid to the Manager, the excess will be discharged by the Manager from its own assets.

The Fund employs an "all in one" fee structure, paying all of its fees, operating costs and expenses (and its due proportion of any costs and expenses allocated to it) as a single flat fee (the "Total Expense Ratio" or "TER"). The TER is calculated in accordance with the Committee of European Securities Regulators ("CESR") guidelines on the methodology for calculation of the ongoing charges figure in the Key Investor Information Document.

Total fees paid to the Manager as a percentage of the average Fund assets for the period were as follows:

	TER % 31 May 2015
	0.25

6. ADJUSTMENT TO ALIGN TO THE VALUATION METHODOLOGY AS SET OUT IN THE PROSPECTUS

The adjustment between the financial statements net asset value and the valuation methodology set out in the prospectus is shown below:

	Period from 8 September 2014 to 31 May 2015 €'000
Balance brought forward	-
Adjustment to align to the valuation methodology as set out in the prospectus	2
Total adjustment for the period	2
Balance carried forward	2

Further details are set out in the accounting policies note m).

iShares MSCI France UCITS ETF

NOTES TO THE FINANCIAL STATEMENTS (continued)

For the period ended 31 May 2015

7. TRANSACTION COSTS

Disclosed in the table below are separately identifiable transaction costs incurred by the Fund for the period ended 31 May 2015. Please refer to note 10 of the financial statements of the Company for further details.

	Period from 8 September 2014 to 31 May 2015 €'000
Transaction costs	(16)

8. SHARE CAPITAL

The issued and fully paid redeemable participating share capital is at all times equal to the net asset value of the Fund. Redeemable participating shares are redeemable at the shareholders' option and are classified as financial liabilities.

	31 May 2015 No. of Shares
Number of redeemable participating shares:	
Balance at the beginning of period	-
Issued during the period	300,000
Redeemed during the period	-
Balance at the end of period	300,000

9. NET ASSETS ATTRIBUTABLE TO REDEEMABLE PARTICIPATING SHAREHOLDERS

	No. of Shares
Shares in issue	
As at 31 May 2015	300,000

	€'000
Net asset value	
As at 31 May 2015	8,639

Net asset value per share	
As at 31 May 2015	€28.80

10. RECEIVABLES

	31 May 2015 €'000
Sale of securities awaiting settlement	6
Dividend income receivable	12
	18

11. FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS

	31 May 2015 €'000
Financial assets:	
Investment in equities	8,572
Unrealised gains on futures contracts*	-
	8,572

* Investments which are less than €500 are rounded to zero.

12. PAYABLES

	31 May 2015 €'000
Purchase of securities awaiting settlement	(12)
Management fees payable	(1)
	(13)

13. COMMITMENTS AND CONTINGENT LIABILITIES

There were no significant commitments or contingent liabilities at the period ended 31 May 2015 other than those disclosed in note 16 of the financial statements of the Company.

14. RELATED PARTY TRANSACTIONS

The related parties are set out in note 18 of the financial statements of the Company.

15. EFFICIENT PORTFOLIO MANAGEMENT

The Fund may, subject to the conditions and within the limits from time to time laid down by the Central Bank of Ireland and the prospectus, engage in securities lending and employ techniques and instruments relating to transferable securities for efficient portfolio management purposes.

The securities lending agent appointed pursuant to the securities lending agreement is BlackRock Advisors (UK) Limited which is a related party to the Fund.

The Fund benefits from a borrower default indemnity provided by BlackRock Inc. The indemnity allows for full replacement of securities lent. BlackRock Inc. bears all operational costs directly related to securities loan transactions as well as the cost of indemnification against borrower default.

iShares MSCI France UCITS ETF

NOTES TO THE FINANCIAL STATEMENTS (continued)

For the period ended 31 May 2015

15. EFFICIENT PORTFOLIO MANAGEMENT (continued)

During the year the Fund engaged in securities lending. The Fund receives either cash collateral or securities as collateral, as determined within the schedule, for a value in excess of the market value of the securities loaned. As at 31 May 2015, there was no collateral held by the Fund. Collateral can consist of securities admitted to or dealt on a regulated market.

The collateral is registered and held in the name of BlackRock Advisors (UK) Limited on behalf of the Fund in any or all of the following collateral agents and central securities depositories: JP Morgan Chase, Bank of New York Mellon Corporation, Euroclear or CREST, depending on the type of collateral the counterparty needs to give as per the schedule in order to cover the required value of exposure. Further details can be found on page 61.

The Investment Manager monitors the fair value of the securities loaned and additional collateral is obtained, if necessary.

Securities lending income is split between the Fund and the securities lending agent in a ratio of 62.5:37.5 in favour of the Fund, with all operational costs borne out of the securities lending agents share.

The securities lending income earned during the year, the value of securities on loan at the year end and the value of collateral held at the year end for the Fund is shown below:

	31 May 2015 €'000
Income earned during the period*	-
Value of securities on loan at period end	-
Value of collateral held on behalf of the Fund at period end	-

* Amounts which are less than €500 are rounded to zero.

Please see note 16 for more information on financial derivative instruments.

16. FINANCIAL DERIVATIVE INSTRUMENTS

The Fund may buy and sell financial derivative instruments. See further details in note 20 of the financial statements of the Company and the Fund's Schedule of Investments.

17. SUBSEQUENT EVENTS

Please refer to note 21 of the financial statements of the Company.

iShares MSCI France UCITS ETF

SCHEDULE OF INVESTMENTS

As at 31 May 2015

Holding	Investment	Fair value €'000	% of net asset value
Transferable Securities Admitted to an Official Stock Exchange Listing or traded on a Regulated Market			
Equities			
France			
Advertising			
525	JCDecaux SA Com NPV	19	0.22
1,354	Publicis Groupe SA Com EUR 0.40	99	1.15
Aerospace & defence			
2,129	Safran SA Com EUR 0.20	137	1.59
690	Thales SA Com EUR 3.00	39	0.45
1,372	Zodiac Aerospace Com NPV	46	0.53
Apparel retailers			
398	Christian Dior SE Com EUR 2.00	73	0.84
191	Hermes International Com NPV	68	0.79
2,024	LVMH Moët Hennessy Louis Vuitton SE Com EUR 0.30	328	3.80
Auto manufacturers			
2,987	Peugeot SA Com EUR 1.00	57	0.66
1,404	Renault SA Com EUR 3.81	132	1.53
Auto parts & equipment			
1,346	Cie Generale des Etablissements Michelin Com EUR 2.00	131	1.52
560	Valeo SA Com EUR 3.00	82	0.95
Banks			
7,679	BNP Paribas SA Com EUR 2.00	422	4.88
7,488	Credit Agricole SA Com EUR 3.00	102	1.18
6,804	Natixis SA Com EUR 1.60	46	0.54
5,265	Societe Generale SA Com EUR 1.25	224	2.59
Beverages			
1,538	Pernod Ricard SA Com EUR 1.55	173	2.00
178	Remy Cointreau SA Com EUR 1.60	12	0.14
Building materials and fixtures			
3,397	Cie de Saint-Gobain Com EUR 4.00	144	1.67
250	Imerys SA Com EUR 2.00	17	0.20
1,364	Lafarge SA Com EUR 4.00	88	1.01
Chemicals			
2,494	Air Liquide SA Com EUR 5.50	293	3.39
477	Arkema SA Com EUR 10.00	32	0.37
Commercial services			
1,836	Bureau Veritas SA Com EUR 0.12	38	0.44
1,485	Edenred Com EUR 2.00	34	0.39
Computers			
587	Atos SE Com EUR 1.00	41	0.48
1,056	Cap Gemini SA Com EUR 8.00	84	0.97
Distribution & wholesale			
1,994	Rexel SA Com EUR 5.00	33	0.38
Diversified financial services			
288	Eurazeo SA Com NPV	18	0.21

Holding	Investment	Fair value €'000	% of net asset value
France (cont)			
Electrical components & equipment			
1,914	Legrand SA Com EUR 4.00	98	1.14
3,911	Schneider Electric SE Com EUR 4.00	269	3.11
Electricity			
1,765	Electricite de France SA Com EUR 0.50	39	0.46
10,489	GDF Suez Com EUR 1.00	193	2.23
Engineering & construction			
217	Aeroports de Paris Com EUR 3.00	25	0.29
1,234	Bouygues SA Com EUR 1.00	44	0.51
3,427	Vinci SA Com EUR 2.50	185	2.14
Food			
3,988	Carrefour SA Com EUR 2.50	123	1.42
413	Casino Guichard Perrachon SA Com EUR 1.53	29	0.34
4,237	Danone SA Com EUR 0.25	265	3.07
690	Sodexo SA Com EUR 4.00	65	0.75
Healthcare products			
1,479	Essilor International SA Com EUR 0.18	164	1.90
Holding companies - diversified operations			
6,441	Bollore SA Com EUR 0.16	33	0.38
Hotels			
1,525	Accor SA Com EUR 3.00	76	0.88
Insurance			
13,553	AXA SA Com EUR 2.29	310	3.59
1,253	CNP Assurances Com EUR 1.00	19	0.22
1,120	SCOR SE Com EUR 7.876972	35	0.40
Internet			
190	Iliad SA Com NPV	39	0.45
Machinery - diversified			
1,578	Alstom SA Com EUR 7.00	45	0.52
Media			
861	Lagardere SCA Com EUR 6.10	24	0.28
709	Numericable-SFR SAS Com EUR 1.00	37	0.43
8,775	Vivendi SA Com EUR 5.50	203	2.35
Metal products			
795	Vallourec SA Com EUR 2.00	18	0.21
Nondurable household products			
208	Societe BIC SA Com EUR 3.82	31	0.36
Oil & gas			
15,472	Total SA Com EUR 2.50	711	8.23
Oil & gas services			
774	Technip SA Com EUR 0.7625	46	0.53
Personal products			
1,824	L'Oreal SA Com EUR 0.20	314	3.63
Pharmaceuticals			
8,658	Sanofi Com EUR 2.00	772	8.94

iShares MSCI France UCITS ETF

SCHEDULE OF INVESTMENTS (continued)

As at 31 May 2015

Holding	Investment	Fair value €'000	% of net asset value
Equities (cont)			
France (cont)			
Real estate investment trusts			
217	Fonciere Des Regions Reits EUR 3.00	17	0.20
211	Gecina SA Reits EUR 7.50	25	0.29
271	ICADE Reits NPV	19	0.22
1,254	Klepierre Reits EUR 1.40	51	0.59
712	Unibail-Rodamco SE Reits EUR 5.00	167	1.93
Retail			
545	Kering Com EUR 4.00	87	1.01
Software			
922	Dassault Systemes Com EUR 0.50	66	0.76
Specialty finance			
232	Wendel SA Com EUR 4.00	27	0.31
Telecommunications			
20,544	Alcatel-Lucent Com EUR 0.05	75	0.87
1,133	Eutelsat Communications SA Com EUR 1.00	35	0.41
13,414	Orange SA Com EUR 4.00	192	2.22
Transportation			
3,413	Groupe Eurotunnel SE Com EUR 0.40	47	0.54
Water			
2,160	Suez Environnement Co Com EUR 4.00	38	0.44
3,114	Veolia Environnement SA Com EUR 5.00	59	0.68
Total France		8,129	94.10
Luxembourg			
Iron & steel			
7,295	ArcelorMittal Com NPV	71	0.82
Telecommunications			
2,233	SES SA Receipt NPV	72	0.83
Total Luxembourg		143	1.65
Netherlands			
Aerospace & defence			
4,259	Airbus Group SE Com EUR 1.00	264	3.05
Semiconductors			
4,653	STMicroelectronics NV Com EUR 1.04	36	0.42
Total Netherlands		300	3.47
Total equities		8,572	99.22

No. of contracts	Underlying exposure €'000	Fair value €'000	% of net asset value	
Financial derivative instruments				
Futures contracts				
1	CAC 40 Index Futures June 2015*	50	-	0.00
Total unrealised gains on futures contracts			-	0.00
Total financial derivative instruments			-	0.00

	Fair value €'000	% of net asset value
Total value of investments	8,572	99.22
Cash[†]	60	0.69
Other net assets	5	0.07
Net assets attributable to redeemable participating shareholders	8,637	99.98
Adjustment to align to the valuation methodology as set out in the prospectus	2	0.02
Net asset value attributable to redeemable participating shareholders at the end of the period	8,639	100.00

[†] Cash holdings of €57,852 are held with State Street Bank and Trust Company. €2,470 is held as security for futures contracts with Barclays Plc.

* Investments which are less than €500 are rounded to zero.

Equities are primarily classified by the country of incorporation of the entity in which the Fund holds shares.

Underlying exposure has been calculated according to the guidelines issued by the European Securities and Market Authority ("ESMA") and represents the market value of an equivalent position in the assets underlying each financial derivative instrument.

Analysis of total current assets gross of all liabilities	Fair value €'000	% of total current assets
Transferable securities admitted to an official stock exchange listing or traded on a regulated market	8,572	99.10
Exchange traded financial derivative instruments*	-	0.00
Other assets	78	0.90
Total current assets	8,650	100.00

* Investments which are less than €500 are rounded to zero.

iShares MSCI France UCITS ETF

SCHEDULE OF MATERIAL PURCHASES AND SALES (unaudited)

For the period ended 31 May 2015

Holding	Investments	Proceeds €'000	Holding	Investments	Cost €'000
Sales			Purchases		
380	Carrefour SA Com EUR 2.50	12	15,645	Total SA Com EUR 2.50	782
173	Total SA Com EUR 2.50	8	8,739	Sanofi Com EUR 2.00	764
81	Sanofi Com EUR 2.00	7	7,783	BNP Paribas SA Com EUR 2.00	426
109	Vinci SA Com EUR 2.50	6	2,046	LVMH Moet Hennessy Louis Vuitton SE Com EUR 0.30	299
104	BNP Paribas SA Com EUR 2.00	5	13,674	AXA SA Com EUR 2.29	287
180	Vivendi SA Com EUR 5.50	4	2,521	Air Liquide SA Com EUR 5.50	265
118	Bouygues SA Com EUR 1.00	4	1,840	L'Oreal SA Com EUR 0.20	265
22	LVMH Moet Hennessy Louis Vuitton SE Com EUR 0.30	3	3,937	Schneider Electric SE Com EUR 4.00	264
27	Air Liquide SA Com EUR 5.50	3	4,280	Danone SA Com EUR 0.25	248
43	Danone SA Com EUR 0.25	2	4,281	Airbus Group SE Com EUR 1.00	231
27	Renault SA Com EUR 3.81	2	5,292	Societe Generale SA Com EUR 1.25	223
121	AXA SA Com EUR 2.29	2	10,542	GDF Suez Com EUR 1.00	203
16	L'Oreal SA Com EUR 0.20	2	8,955	Vivendi SA Com EUR 5.50	188
26	Schneider Electric SE Com EUR 4.00	2	3,536	Vinci SA Com EUR 2.50	178
35	Cie de Saint-Gobain Com EUR 4.00	1	13,495	Orange SA Com EUR 4.00	168
6	Unibail-Rodamco SE Reits EUR 5.00	1	718	Unibail-Rodamco SE Reits EUR 5.00	156
22	Airbus Group SE Com EUR 1.00	1	1,547	Pernod Ricard SA Com EUR 1.55	150
27	Societe Generale SA Com EUR 1.25	1	3,432	Cie de Saint-Gobain Com EUR 4.00	139
81	Orange SA Com EUR 4.00	1	1,485	Essilor International SA Com EUR 0.18	138
53	GDF Suez Com EUR 1.00	1	2,139	Safran SA Com EUR 0.20	123

The UCITS notices issued by the Central Bank of Ireland require a Schedule of Portfolio changes during the period. These are defined as aggregate purchases of a security exceeding one per cent of the total value of purchases for the period and aggregate disposals greater than one per cent of the total value of sales. At a minimum the largest 20 purchases and 20 sales must be given or all purchases and sales if less than 20. A full listing of the portfolio changes for the period is available, upon request, at no cost from the Administrator.

iShares MSCI Russia Capped Swap*

INCOME STATEMENT

For the year ended 31 May 2015

	Note	Year ended 31 May 2015 \$'000	Year ended 31 May 2014 \$'000
Net gains on financial assets/liabilities at fair value through profit or loss	2	-	3,375
Total gains		-	3,375
Operating expenses**	3	-	(69)
Net operating profit		-	3,306
Increase in net assets attributable to redeemable participating shareholders from operations		-	3,306

There are no recognised gains or losses arising in the year ended 31 May 2014 other than those dealt with in the income statement. In arriving at the results of the financial year, all amounts relate to discontinued operations.

STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO REDEEMABLE PARTICIPATING SHAREHOLDERS

For the year ended 31 May 2015

	Year ended 31 May 2015 \$'000	Year ended 31 May 2014 \$'000
Net assets attributable to redeemable participating shareholders at the beginning of the year	-	23,342
Increase in net assets attributable to redeemable participating shareholders from operations	-	3,306
Share transactions:		
Proceeds from issue of redeemable participating shares	-	3,509
Payments on redemption of redeemable participating shares	-	(30,157)
Decrease in net assets resulting from share transactions	-	(26,648)
Net assets attributable to redeemable participating shareholders at the end of the year	-	-

* As the Fund closed on 24 October 2013, final termination financial statements were prepared for the Fund for the year ended 31 May 2014. The Fund's Income Statement and Statement of Changes in Net Assets Attributable to Redeemable Participating Shareholders are disclosed purely for presentation purposes only to correspond with the Company's combined financial statements.

** Termination expenses are borne outside of the Fund and paid by BlackRock.

The accompanying notes form an integral part of these financial statements.

iShares MSCI Russia Capped Swap*

BALANCE SHEET

As at 31 May 2015

	31 May 2015 \$'000	31 May 2014 \$'000
CURRENT ASSETS		
Financial assets at fair value through profit or loss	-	-
Total current assets	-	-
CURRENT LIABILITIES		
Bank overdraft	-	-
Payables	-	-
Total current liabilities excluding net assets attributable to redeemable participating shareholders	-	-
Net asset value attributable to redeemable participating shareholders at the end of the year	-	-

* As the Fund closed on 24 October 2013, final termination financial statements were prepared for the Fund for the year ended 31 May 2014. The Fund's Balance Sheet is disclosed purely for presentation purposes only to correspond with the Company's combined financial statements.

The accompanying notes form an integral part of these financial statements.

iShares MSCI Russia Capped Swap

NOTES TO THE FINANCIAL STATEMENTS

For the year ended 31 May 2015

1. ACCOUNTING POLICIES, FINANCIAL INSTRUMENTS AND RISKS, TAX, SOFT COMMISSIONS AND EXCHANGE RATES

The accounting policies are set out on pages 46 to 50. The financial instruments and risks are set out on pages 51 to 70. The notes relating to tax, soft commissions and exchange rates are set out in the notes on pages 73 to 78.

2. NET GAINS ON FINANCIAL ASSETS/LIABILITIES AT FAIR VALUE THROUGH PROFIT OR LOSS

	Year ended 31 May 2015 \$'000	Year ended 31 May 2014 \$'000
Net gains on total return swaps	-	3,375
	-	3,375

3. OPERATING EXPENSES

	Year ended 31 May 2015 \$'000	Year ended 31 May 2014 \$'000
Management fees	-	(69)
	-	(69)

4. MANAGEMENT FEES

Fees earned by the Manager during the year 31 May 2014 are disclosed in note 3.

Please refer to note 5 of the financial statements of the Company for each Fund's management fee rate.

The Manager is responsible for discharging, from this fee, all fees of the Investment Manager, the Administrator and the Custodian and any distributing agent appointed by the distributor through whom the shares will be marketed, together with all reasonable out of pocket expenses of such service providers, (including sub-custodial fees and expenses, which will be at normal commercial rates) and transaction related charges of the Administrator and Custodian). The Manager will also be responsible for discharging from its fee for each share class an attributable proportion of the organisational and operating expenses, including audit and directors fees, of the Company. The fee will be accrued daily based on the daily net asset value of the share classes and will be paid monthly in arrears. Where the actual fees and costs incurred exceed the amount paid to the Manager, the excess will be discharged by the Manager from its own assets.

The Fund employs an "all in one" fee structure, paying all of its fees, operating costs and expenses (and its due proportion of any costs and expenses allocated to it) as a single flat fee (the "Total Expense Ratio" or "TER"). The TER is calculated in accordance with the Committee of European Securities Regulators ("CESR") guidelines on the methodology for calculation of the ongoing charges figure in the Key Investor Information Document. The Fund employs an "all in one" fee structure, paying all of its fees, operating costs and expenses (and its due proportion of any costs and expenses allocated to it) as a single flat fee (the "Total Expense Ratio" or "TER"). The TER is calculated in accordance with the Committee of European Securities Regulators ("CESR") guidelines on the methodology for calculation of the ongoing charges figure in the Key Investor Information Document.

Total fees paid to the Manager as a percentage of the average Fund assets for the year were as follows:

	31 May 2015	31 May 2014
	N/A	0.74%

5. TRANSACTION COSTS

Transaction costs on this Fund are not separately identifiable for the year ended 31 May 2014. Please refer to note 10 of the financial statements of the Company for further details.

6. SHARE CAPITAL

The issued and fully paid redeemable participating share capital is at all times equal to the net asset value of the Fund. Redeemable participating shares are redeemable at the shareholders' option and are classified as financial liabilities.

	31 May 2015 No. of Shares	31 May 2014 No. of Shares
Number of redeemable participating shares:		
Balance at the beginning of year	-	980,731
Issued during the year	-	155,000
Redeemed during the year	-	(1,135,731)
Balance at the end of year	-	-

7. NET ASSETS ATTRIBUTABLE TO REDEEMABLE PARTICIPATING SHAREHOLDERS

	No. of Shares
Shares in issue	
As at 31 May 2015	-
As at 31 May 2014	-
As at 31 May 2013	980,731

iShares MSCI Russia Capped Swap

NOTES TO THE FINANCIAL STATEMENTS (continued)

For the year ended 31 May 2015

7. NET ASSETS ATTRIBUTABLE TO REDEEMABLE PARTICIPATING SHAREHOLDERS (continued)

	\$'000
Net asset value	
As at 31 May 2015	-
As at 31 May 2014	-
As at 31 May 2013	23,342

Net asset value per share	
As at 31 May 2015	-
As at 31 May 2014	-
As at 31 May 2013	\$23.80

8. COMMITMENTS AND CONTINGENT LIABILITIES

There were no significant commitments or contingent liabilities at the year ended 31 May 2014, other than those disclosed in note 16 of the financial statements of the Company.

9. RELATED PARTY TRANSACTIONS

The related parties are set out in note 18 of the financial statements of the Company.

10. FINANCIAL DERIVATIVE INSTRUMENTS

The Fund may have bought and sold financial derivative instruments prior to its closure. See further details in note 20 of the financial statements of the Company and the Fund's Schedule of Investments.

11. SUBSEQUENT EVENTS

Please refer to note 21 of the financial statements of the Company.

iShares MSCI World Momentum Factor UCITS ETF

INCOME STATEMENT

For the period ended 31 May 2015

	Note	Period from 6 October 2014 to 31 May 2015 \$'000
Operating income	2	216
Net gains on financial assets/liabilities at fair value through profit or loss	3	1,552
Total gains		1,768
Operating expenses	4	(33)
Net operating profit		1,735
Net profit for the financial period before tax		1,735
Non-reclaimable withholding tax		(53)
Net profit for the financial period after tax		1,682
Adjustment to align to the valuation methodology as set out in the prospectus	6	16
Increase in net assets attributable to redeemable participating shareholders from operations		1,698

There are no recognised gains or losses arising in the period other than those dealt with in the income statement. In arriving at the results of the financial period, all amounts relate to continuing operations.

STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO REDEEMABLE PARTICIPATING SHAREHOLDERS

For the period ended 31 May 2015

	Period from 6 October 2014 to 31 May 2015 \$'000
Net assets attributable to redeemable participating shareholders at the beginning of the period	-
Increase in net assets attributable to redeemable participating shareholders from operations	1,698
Share transactions:	
Proceeds from issue of redeemable participating shares	26,047
Increase in net assets resulting from share transactions	26,047
Net assets attributable to redeemable participating shareholders at the end of the period	27,745

The accompanying notes form an integral part of these financial statements.

iShares MSCI World Momentum Factor UCITS ETF

BALANCE SHEET

As at 31 May 2015

	Note	31 May 2015 \$'000
CURRENT ASSETS		
Cash and cash equivalents		114
Margin cash account		7
Receivables	10	15,575
Financial assets at fair value through profit or loss	11	27,324
Total current assets		43,020
CURRENT LIABILITIES		
Payables	12	(15,289)
Financial liabilities at fair value through profit or loss	11	(2)
Total current liabilities excluding net assets attributable to redeemable participating shareholders		(15,291)
Net assets attributable to redeemable participating shareholders		27,729
Adjustment to align to the valuation methodology as set out in the prospectus	6	16
Net asset value attributable to redeemable participating shareholders at the end of the period		27,745

The accompanying notes form an integral part of these financial statements. Details of the NAV per share are set out in note 9.

iShares MSCI World Momentum Factor UCITS ETF

NOTES TO THE FINANCIAL STATEMENTS

For the period ended 31 May 2015

1. ACCOUNTING POLICIES, FINANCIAL INSTRUMENTS AND RISKS, TAX, SOFT COMMISSIONS AND EXCHANGE RATES

The accounting policies are set out on pages 46 to 50. The financial instruments and risks are set out on pages 51 to 70. The notes relating to tax, soft commissions and exchange rates are set out in the notes on pages 73 to 78.

2. OPERATING INCOME

	Period from 6 October 2014 to 31 May 2015 \$'000
Dividend income	216
Securities lending income*	-
	216

* Amounts which are less than \$500 are rounded to zero.

3. NET GAINS ON FINANCIAL ASSETS/LIABILITIES AT FAIR VALUE THROUGH PROFIT OR LOSS

	Period from 6 October 2014 to 31 May 2015 \$'000
Net gains on investments in securities held at fair value through profit or loss	1,544
Net gains on futures contracts	9
Net losses on other investments	(1)
	1,552

4. OPERATING EXPENSES

	Period from 6 October 2014 to 31 May 2015 \$'000
Management fees	(33)
	(33)

5. MANAGEMENT FEES

Fees earned by the Manager during the year and balances outstanding as at 31 May 2015 are disclosed in note 4 and note 12 respectively.

Please refer to note 5 of the financial statements of the Company for each Fund's management fee rate.

The Manager is responsible for discharging, from this fee, all fees of the Investment Manager, the Administrator and the Custodian and any distributing agent appointed by the distributor through whom the shares will be marketed, together with all reasonable out of pocket expenses of such service providers, (including sub-custodial fees and expenses, which will be at normal commercial rates) and transaction related charges of the Administrator and Custodian). The Manager will also be responsible for discharging from its fee for each share class an attributable proportion of the organisational and operating expenses, including audit and directors fees, of the Company. The fee will be accrued daily based on the daily net asset value of the share classes and will be paid monthly in arrears. Where the actual fees and costs incurred exceed the amount paid to the Manager, the excess will be discharged by the Manager from its own assets.

The Fund employs an "all in one" fee structure, paying all of its fees, operating costs and expenses (and its due proportion of any costs and expenses allocated to it) as a single flat fee (the "Total Expense Ratio" or "TER"). The TER is calculated in accordance with the Committee of European Securities Regulators ("CESR") guidelines on the methodology for calculation of the ongoing charges figure in the Key Investor Information Document.

Total fees paid to the Manager as a percentage of the average Fund assets for the period were as follows:

	TER % 31 May 2015
	0.30

6. ADJUSTMENT TO ALIGN TO THE VALUATION METHODOLOGY AS SET OUT IN THE PROSPECTUS

The adjustment between the financial statements net asset value and the valuation methodology set out in the prospectus is shown below:

	Period from 6 October 2014 to 31 May 2015 \$'000
Balance brought forward	-
Adjustment to align to the valuation methodology as set out in the prospectus	16
Total adjustment for the period	16
Balance carried forward	16

Further details are set out in the accounting policies note m).

iShares MSCI World Momentum Factor UCITS ETF

NOTES TO THE FINANCIAL STATEMENTS (continued)

For the period ended 31 May 2015

7. TRANSACTION COSTS

Disclosed in the table below are separately identifiable transaction costs incurred by the Fund for the period ended 31 May 2015. Please refer to note 10 of the financial statements of the Company for further details.

	Period from 6 October 2014 to 31 May 2015 \$'000
Transaction costs	(6)

8. SHARE CAPITAL

The issued and fully paid redeemable participating share capital is at all times equal to the net asset value of the Fund. Redeemable participating shares are redeemable at the shareholders' option and are classified as financial liabilities.

Number of redeemable participating shares:	31 May 2015 No. of Shares
Balance at the beginning of period	-
Issued during the period	1,000,000
Redeemed during the period	-
Balance at the end of period	1,000,000

9. NET ASSETS ATTRIBUTABLE TO REDEEMABLE PARTICIPATING SHAREHOLDERS

	No. of Shares
Shares in issue	
As at 31 May 2015	1,000,000

	\$'000
Net asset value	
As at 31 May 2015	27,745

Net asset value per share	
As at 31 May 2015	\$27.75

10. RECEIVABLES

	31 May 2015 \$'000
Sale of securities awaiting settlement	15,529
Dividend income receivable	45
Tax reclaim receivable	1
	15,575

11. FINANCIAL ASSETS/LIABILITIES AT FAIR VALUE THROUGH PROFIT OR LOSS

	31 May 2015 \$'000
Financial assets:	
Investment in equities	27,324
Investment in rights*	-
	27,324

Financial liabilities:	
Unrealised losses on futures contracts	(2)
	(2)

* Investments which are less than \$500 are rounded to zero.

12. PAYABLES

	31 May 2015 \$'000
Purchase of securities awaiting settlement	(15,283)
Management fees payable	(6)
	(15,289)

13. COMMITMENTS AND CONTINGENT LIABILITIES

There were no significant commitments or contingent liabilities at the period ended 31 May 2015, other than those disclosed in note 16 of the financial statements of the Company.

14. RELATED PARTY TRANSACTIONS

The related parties are set out in note 18 of the financial statements of the Company.

15. EFFICIENT PORTFOLIO MANAGEMENT

The Fund may, subject to the conditions and within the limits from time to time laid down by the Central Bank of Ireland and the prospectus, engage in securities lending and employ techniques and instruments relating to transferable securities for efficient portfolio management purposes.

The securities lending agent appointed pursuant to the securities lending agreement is BlackRock Advisors (UK) Limited which is a related party to the Fund.

iShares MSCI World Momentum Factor UCITS ETF

NOTES TO THE FINANCIAL STATEMENTS (continued)

For the period ended 31 May 2015

15. EFFICIENT PORTFOLIO MANAGEMENT (continued)

The Fund benefits from a borrower default indemnity provided by BlackRock Inc. The indemnity allows for full replacement of securities lent. BlackRock Inc. bears all operational costs directly related to securities loan transactions as well as the cost of indemnification against borrower default.

During the year the Fund engaged in securities lending. The Fund receives either cash collateral or securities as collateral, as determined within the schedule, for a value in excess of the market value of the securities loaned. As at 31 May 2015, there was no collateral held by the Fund. Collateral can consist of securities admitted to or dealt on a regulated market.

The collateral is registered and held in the name of BlackRock Advisors (UK) Limited on behalf of the Fund in any or all of the following collateral agents and central securities depositories: JP Morgan Chase, Bank of New York Mellon Corporation, Euroclear or CREST, depending on the type of collateral the counterparty needs to give as per the schedule in order to cover the required value of exposure. Further details can be found on page 61.

The Investment Manager monitors the fair value of the securities loaned and additional collateral is obtained, if necessary.

Securities lending income is split between the Fund and the securities lending agent in a ratio of 62.5:37.5 in favour of the Fund, with all operational costs borne out of the securities lending agents share.

The securities lending income earned during the year, the value of securities on loan at the year end and the value of collateral held at the year end for the Fund is shown below:

	31 May 2015 \$'000
Income earned during the period*	-
Value of securities on loan at period end	-
Value of collateral held on behalf of the Fund at period end	-

* Amounts which are less than \$500 are rounded to zero.

16. FINANCIAL DERIVATIVE INSTRUMENTS

The Fund may buy and sell financial derivative instruments. See further details in note 20 of the financial statements of the Company and the Fund's Schedule of Investments.

17. SUBSEQUENT EVENTS

Please refer to note 21 of the financial statements of the Company.

Please see note 16 for more information on financial derivative instruments.

iShares MSCI World Momentum Factor UCITS ETF

SCHEDULE OF INVESTMENTS

As at 31 May 2015

Holding	Investment	Fair value \$'000	% of net asset value
Transferable Securities Admitted to an Official Stock Exchange Listing or traded on a Regulated Market			
Equities			
Australia			
Airlines			
3,691	Qantas Airways Ltd Com NPV	10	0.03
Chemicals			
6,372	Incitec Pivot Ltd Com NPV	19	0.07
Commercial services			
10,583	Transurban Group Misc NPV	82	0.30
Engineering & construction			
3,710	Sydney Airport Misc NPV	16	0.06
Entertainment			
2,276	Aristocrat Leisure Ltd Com NPV	13	0.05
3,342	Tabcorp Holdings Ltd Com NPV	13	0.05
4,678	Tatts Group Ltd Com NPV	15	0.05
Health care services			
630	Ramsay Health Care Ltd Com NPV	31	0.11
Healthcare products			
247	Cochlear Ltd Com NPV	17	0.06
Oil & gas			
877	Caltex Australia Ltd Com NPV	23	0.08
Pipelines			
5,760	APA Group Misc NPV	41	0.15
Real estate investment trusts			
8,006	Westfield Corp Reits NPV	59	0.21
Telecommunications			
892	TPG Telecom Ltd Com NPV	6	0.02
Total Australia		345	1.24
Belgium			
Beverages			
3,312	Anheuser-Busch InBev NV Com NPV	397	1.43
Chemicals			
387	Umicore SA Com NPV	19	0.07
Telecommunications			
636	Belgacom SA Com NPV	22	0.08
Total Belgium		438	1.58
Bermuda			
Engineering & construction			
4,000	Cheung Kong Infrastructure Holdings Ltd Com HKD 1.00	33	0.12
Leisure time			
417	Norwegian Cruise Line Holdings Ltd Com USD 0.001	22	0.08

Holding	Investment	Fair value \$'000	% of net asset value
Bermuda (cont)			
Semiconductors			
482	Freescale Semiconductor Ltd Com USD 0.01	22	0.08
Total Bermuda		77	0.28
Canada			
Electricity			
736	Fortis Inc Com NPV	22	0.08
Food			
1,634	Metro Inc Com NPV	45	0.16
Insurance			
94	Fairfax Financial Holdings Ltd Com NPV	47	0.17
705	Intact Financial Corp Com NPV	50	0.18
Media			
1,336	Thomson Reuters Corp Com NPV	53	0.19
Pharmaceuticals			
881	Catamaran Corp Com NPV	53	0.19
2,079	Valeant Pharmaceuticals International Inc Com NPV	493	1.78
Real estate investment & services			
3,632	Brookfield Asset Management Inc Com NPV	128	0.46
Retail			
1,706	Alimentation Couche-Tard Inc Com NPV	66	0.24
743	Dollarama Inc Com NPV	41	0.15
1,184	Restaurant Brands International Inc Com NPV	46	0.16
Software			
138	Constellation Software Inc Com NPV	56	0.20
Total Canada		1,100	3.96
Denmark			
Commercial services			
563	ISS A/S Com DKK 1.00	19	0.07
Insurance			
555	Tryg A/S Com DKK 5.00	11	0.04
Pharmaceuticals			
10,941	Novo Nordisk A/S Com DKK 0.20	610	2.20
Retail			
498	Pandora A/S Com DKK 1.00	50	0.18
Transportation			
769	DSV A/S Com DKK 1.00	27	0.09
Total Denmark		717	2.58
Finland			
Forest products & paper			
1,971	Stora Enso Oyj Com NPV	21	0.07

iShares MSCI World Momentum Factor UCITS ETF

SCHEDULE OF INVESTMENTS (continued)

As at 31 May 2015

Holding	Investment	Fair value \$'000	% of net asset value
Equities (cont)			
Finland (cont)			
Oil & gas			
517	Neste Oyj Com NPV	13	0.05
Total Finland		34	0.12
France			
Advertising			
781	Publicis Groupe SA Com EUR 0.40	62	0.22
Aerospace & defence			
1,279	Safran SA Com EUR 0.20	90	0.32
377	Thales SA Com EUR 3.00	24	0.09
825	Zodiac Aerospace Com NPV	30	0.11
Apparel retailers			
254	Christian Dior SE Com EUR 2.00	51	0.18
123	Hermes International Com NPV	48	0.17
1,006	LVMH Moet Hennessy Louis Vuitton SE Com EUR 0.30	178	0.65
Auto manufacturers			
1,688	Peugeot SA Com EUR 1.00	35	0.13
719	Renault SA Com EUR 3.81	75	0.27
Auto parts & equipment			
653	Cie Generale des Etablissements Michelin Com EUR 2.00	70	0.25
395	Valeo SA Com EUR 3.00	63	0.23
Banks			
3,087	Natixis SA Com EUR 1.60	23	0.08
Beverages			
877	Pernod Ricard SA Com EUR 1.55	108	0.39
Chemicals			
1,448	Air Liquide SA Com EUR 5.50	186	0.67
Computers			
1,020	Cap Gemini SA Com EUR 8.00	88	0.32
Engineering & construction			
95	Aeroports de Paris Com EUR 3.00	12	0.04
Healthcare products			
877	Essilor International SA Com EUR 0.18	107	0.39
Hotels			
1,068	Accor SA Com EUR 3.00	58	0.21
Insurance			
662	SCOR SE Com EUR 7.876972	23	0.08
Media			
484	Lagardere SCA Com EUR 6.10	14	0.05
693	Numericable-SFR SAS Com EUR 1.00	40	0.15
Nondurable household products			
199	Societe BIC SA Com EUR 3.82	33	0.12
Personal products			
1,729	L'Oreal SA Com EUR 0.20	326	1.17

Holding	Investment	Fair value \$'000	% of net asset value
France (cont)			
Real estate investment trusts			
654	Klepierre Reits EUR 1.40	29	0.10
Software			
779	Dassault Systemes Com EUR 0.50	61	0.22
Transportation			
2,782	Groupe Eurotunnel SE Com EUR 0.40	42	0.15
Water			
977	Suez Environnement Co Com EUR 4.00	19	0.07
1,709	Veolia Environnement SA Com EUR 5.00	35	0.13
Total France		1,930	6.96
Germany			
Auto manufacturers			
3,711	Daimler AG Com NPV	347	1.25
Chemicals			
696	Brenntag AG Com NPV	42	0.15
611	Symrise AG Com NPV	39	0.14
Diversified financial services			
903	Deutsche Boerse AG Com NPV	72	0.26
Electrical components & equipment			
552	OSRAM Licht AG Com NPV	29	0.10
Health care services			
1,124	Fresenius Medical Care AG & Co KGaA Com NPV	96	0.34
1,957	Fresenius SE & Co KGaA Com NPV	124	0.45
Insurance			
305	Hannover Rueck SE Com NPV	29	0.11
Internet			
398	United Internet AG Com NPV	19	0.07
Media			
55	Kabel Deutschland Holding AG Com NPV	8	0.03
926	ProSiebenSat.1 Media AG Com NPV	44	0.16
Nondurable household products			
372	Henkel AG & Co KGaA Com NPV	38	0.14
813	Henkel AG & Co KGaA Pref NPV	97	0.35
Pharmaceuticals			
714	Merck KGaA Com NPV	76	0.27
Real estate investment & services			
1,736	Deutsche Annington Immobilien SE Com NPV	55	0.20
1,379	Deutsche Wohnen AG Com NPV	34	0.12
Telecommunications			
14,620	Deutsche Telekom AG Com NPV	251	0.90
2,011	Telefonica Deutschland Holding AG Com NPV	11	0.04
Total Germany		1,411	5.08

iShares MSCI World Momentum Factor UCITS ETF

SCHEDULE OF INVESTMENTS (continued)

As at 31 May 2015

Holding	Investment	Fair value \$'000	% of net asset value
Equities (cont)			
Hong Kong			
Airlines			
11,000	Cathay Pacific Airways Ltd Com NPV	28	0.10
Banks			
13,500	BOC Hong Kong Holdings Ltd Com NPV	56	0.20
3,300	Hang Seng Bank Ltd Com NPV	66	0.24
Diversified financial services			
2,000	Hong Kong Exchanges and Clearing Ltd Com NPV	77	0.28
Insurance			
48,200	AIA Group Ltd Com NPV	317	1.14
Real estate investment & services			
5,000	Henderson Land Development Co Ltd Com NPV	40	0.15
Transportation			
9,000	MTR Corp Ltd Com NPV	43	0.15
Total Hong Kong		627	2.26
Ireland			
Airlines			
787	Ryanair Holdings Plc Com EUR 0.00635	10	0.04
Healthcare products			
4,135	Medtronic Plc Com USD 0.10	316	1.14
Insurance			
529	Willis Group Holdings Plc Com USD 0.000115	25	0.09
Pharmaceuticals			
1,231	Actavis Plc Com USD 0.0001	378	1.36
599	Mallinckrodt Plc Com USD 0.20	77	0.28
Total Ireland		806	2.91
Israel			
Pharmaceuticals			
2,530	Teva Pharmaceutical Industries Ltd Com ILS 0.10	153	0.55
Real estate investment & services			
230	Azrieli Group Com ILS 0.10	10	0.04
Telecommunications			
346	NICE-Systems Ltd Com ILS 1.00	22	0.08
Total Israel		185	0.67
Italy			
Commercial services			
1,786	Atlantia SpA Com EUR 1.00	46	0.17
Retail			
1,086	Luxottica Group SpA Com EUR 0.06	73	0.26

Holding	Investment	Fair value \$'000	% of net asset value
Italy (cont)			
Tyres			
1,157	Pirelli & C. SpA Com NPV	19	0.07
Total Italy		138	0.50
Japan			
Advertising			
1,100	Hakuhodo DY Holdings Inc Com NPV	12	0.04
Aerospace & defence			
6,000	Kawasaki Heavy Industries Ltd Com NPV	30	0.11
Airlines			
4,000	ANA Holdings Inc Com NPV	11	0.04
400	Japan Airlines Co Ltd Com NPV	14	0.05
Apparel retailers			
600	Asics Corp Com NPV	16	0.06
Auto manufacturers			
11,400	Toyota Motor Corp Com NPV	790	2.85
Auto parts & equipment			
900	Aisin Seiki Co Ltd Com NPV	42	0.15
2,400	Bridgestone Corp Com NPV	100	0.36
400	Koito Manufacturing Co Ltd Com NPV	16	0.06
800	NHK Spring Co Ltd Com NPV	9	0.03
600	NOK Corp Com NPV	20	0.07
700	Sumitomo Rubber Industries Ltd Com NPV	12	0.04
400	Toyoda Gosei Co Ltd Com NPV	10	0.04
600	Toyota Industries Corp Com NPV	36	0.13
Banks			
4,000	Aozora Bank Ltd Com NPV	15	0.06
1,000	Bank of Kyoto Ltd Com NPV	11	0.04
4,000	Bank of Yokohama Ltd Com NPV	25	0.09
3,000	Chiba Bank Ltd Com NPV	24	0.09
3,000	Fukuoka Financial Group Inc Com NPV	16	0.06
1,000	Gunma Bank Ltd Com NPV	7	0.03
2,000	Hachijuni Bank Ltd Com NPV	15	0.05
3,000	Hiroshima Bank Ltd Com NPV	18	0.06
1,000	Iyo Bank Ltd Com NPV	12	0.04
55,100	Mitsubishi UFJ Financial Group Inc Com NPV	408	1.47
2,500	Seven Bank Ltd Com NPV	12	0.04
500	Suruga Bank Ltd Com NPV	11	0.04
1,000	Yamaguchi Financial Group Inc Com NPV	13	0.05
Beverages			
1,300	Asahi Group Holdings Ltd Com NPV	41	0.15
500	Suntory Beverage & Food Ltd Com NPV	21	0.07
Broadline retailers			
1,200	Isetan Mitsukoshi Holdings Ltd Com NPV	20	0.07
900	J Front Retailing Co Ltd Com NPV	16	0.06

iShares MSCI World Momentum Factor UCITS ETF

SCHEDULE OF INVESTMENTS (continued)

As at 31 May 2015

Holding	Investment	Fair value \$'000	% of net asset value
Equities (cont)			
Japan (cont)			
Building materials and fixtures			
3,000	Asahi Glass Co Ltd Com NPV	20	0.07
Chemicals			
1,000	Air Water Inc Com NPV	18	0.06
5,000	Asahi Kasei Corp Com NPV	44	0.16
1,000	Daicel Corp Com NPV	13	0.05
500	Hitachi Chemical Co Ltd Com NPV	10	0.04
1,000	Kaneka Corp Com NPV	7	0.03
1,000	Kansai Paint Co Ltd Com NPV	17	0.06
1,100	Kuraray Co Ltd Com NPV	15	0.05
6,300	Mitsubishi Chemical Holdings Corp Com NPV	40	0.14
1,000	Nippon Paint Holdings Co Ltd Com NPV	31	0.11
600	Nitto Denko Corp Com NPV	47	0.17
8,000	Sumitomo Chemical Co Ltd Com NPV	47	0.17
800	Taiyo Nippon Sanso Corp Com NPV	10	0.04
4,000	Teijin Ltd Com NPV	15	0.05
7,000	Toray Industries Inc Com NPV	58	0.21
Commercial services			
500	Park24 Co Ltd Com NPV	9	0.03
900	Secom Co Ltd Com NPV	60	0.22
2,000	Toppa Printing Co Ltd Com NPV	17	0.06
Computers			
500	Nomura Research Institute Ltd Com NPV	19	0.07
200	Otsuka Corp Com NPV	10	0.04
600	TDK Corp Com NPV	48	0.17
Cosmetics & personal care			
2,400	Kao Corp Com NPV	109	0.39
Electrical components & equipment			
1,400	Casio Computer Co Ltd Com NPV	27	0.10
400	Mabuchi Motor Co Ltd Com NPV	24	0.09
700	Nidec Corp Com NPV	51	0.18
Electronics			
600	Hamamatsu Photonics KK Com NPV	19	0.07
1,600	Hoya Corp Com NPV	59	0.21
200	Keyence Corp Com NPV	108	0.39
2,000	Minebea Co Ltd Com NPV	37	0.13
1,100	Murata Manufacturing Co Ltd Com NPV	179	0.65
Engineering & construction			
300	Japan Airport Terminal Co Ltd Com NPV	17	0.06
Entertainment			
1,500	Oriental Land Co Ltd Com NPV	97	0.35
500	Toho Co Ltd Com NPV	12	0.04
Environmental control			
400	Kurita Water Industries Ltd Com NPV	10	0.03

Holding	Investment	Fair value \$'000	% of net asset value
Japan (cont)			
Food			
3,000	Ajinomoto Co Inc Com NPV	62	0.22
400	Calbee Inc Com NPV	15	0.06
1,000	Kikkoman Corp Com NPV	28	0.10
500	MEIJI Holdings Co Ltd Com NPV	57	0.21
1,000	Yamazaki Baking Co Ltd Com NPV	17	0.06
Gas			
2,000	Toho Gas Co Ltd Com NPV	12	0.04
Hand & machine tools			
200	SMC Corp Com NPV	60	0.22
Healthcare products			
1,000	Shimadzu Corp Com NPV	13	0.05
800	Sysmex Corp Com NPV	47	0.17
1,000	Terumo Corp Com NPV	23	0.08
Home builders			
2,900	Daiwa House Industry Co Ltd Com NPV	70	0.25
2,000	Sekisui Chemical Co Ltd Com NPV	27	0.10
2,600	Sekisui House Ltd Com NPV	43	0.15
Home furnishings			
7,000	Sony Corp Com NPV	218	0.78
Insurance			
1,900	MS&AD Insurance Group Holdings Inc Com NPV	59	0.22
1,300	Sompo Japan Nipponkoa Holdings Inc Com NPV	48	0.17
3,100	Tokio Marine Holdings Inc Com NPV	128	0.46
Internet			
500	M3 Inc Com NPV	9	0.03
300	Mixi Inc Com NPV	13	0.05
3,500	Rakuten Inc Com NPV	58	0.21
Leisure time			
400	Shimano Inc Com NPV	57	0.21
600	Yamaha Corp Com NPV	12	0.04
900	Yamaha Motor Co Ltd Com NPV	23	0.08
Machinery - diversified			
800	Fanuc Corp Com NPV	177	0.64
3,000	Sumitomo Heavy Industries Ltd Com NPV	20	0.07
Metal fabricate/ hardware			
1,800	NSK Ltd Com NPV	30	0.11
Miscellaneous manufacturers			
2,000	FUJIFILM Holdings Corp Com NPV	77	0.28
Personal products			
1,900	Unicharm Corp Com NPV	42	0.15
Pharmaceuticals			
8,307	Astellas Pharma Inc Com NPV	121	0.44
1,900	Eisai Co Ltd Com NPV	119	0.43
1,000	Kyowa Hakko Kirin Co Ltd Com NPV	13	0.05

iShares MSCI World Momentum Factor UCITS ETF

SCHEDULE OF INVESTMENTS (continued)

As at 31 May 2015

Holding	Investment	Fair value \$'000	% of net asset value
Equities (cont)			
Japan (cont)			
Pharmaceuticals (cont)			
1,000	Mitsubishi Tanabe Pharma Corp Com NPV	16	0.06
300	Ono Pharmaceutical Co Ltd Com NPV	33	0.12
1,900	Santen Pharmaceutical Co Ltd Com NPV	27	0.09
1,900	Shionogi & Co Ltd Com NPV	67	0.24
3,500	Takeda Pharmaceutical Co Ltd Com NPV	170	0.61
Real estate investment & services			
700	Seibu Holdings Inc Com NPV	16	0.06
Retail			
100	ABC-Mart Inc Com NPV	6	0.02
2,200	Aeon Co Ltd Com NPV	29	0.10
200	Don Quijote Holdings Co Ltd Com NPV	16	0.06
800	Marui Group Co Ltd Com NPV	10	0.04
400	Nitori Holdings Co Ltd Com NPV	31	0.11
700	USS Co Ltd Com NPV	13	0.05
Semiconductors			
400	Rohm Co Ltd Com NPV	28	0.10
Telecommunications			
5,700	KDDI Corp Com NPV	129	0.47
1,400	Nippon Telegraph & Telephone Corp Com NPV	98	0.35
Toys			
600	Nintendo Co Ltd Com NPV	102	0.37
Transportation			
600	Central Japan Railway Co Com NPV	104	0.38
1,400	East Japan Railway Co Com NPV	128	0.46
4,000	Keihan Electric Railway Co Ltd Com NPV	23	0.08
1,000	Keisei Electric Railway Co Ltd Com NPV	12	0.04
5,000	Nagoya Railroad Co Ltd Com NPV	19	0.07
4,000	Nippon Express Co Ltd Com NPV	22	0.08
900	West Japan Railway Co Com NPV	54	0.19
Total Japan		5,958	21.47
Jersey			
Pharmaceuticals			
2,028	Shire Plc Com GBP 0.05	174	0.63
Total Jersey		174	0.63
Luxembourg			
Telecommunications			
653	Altice SA Com EUR 0.01	85	0.31
Total Luxembourg		85	0.31
Netherlands			
Auto manufacturers			
3,068	Fiat Chrysler Automobiles NV Com EUR 0.01	49	0.18

Holding	Investment	Fair value \$'000	% of net asset value
Netherlands (cont)			
Beverages			
361	Heineken Holding NV Com EUR 1.60	25	0.09
829	Heineken NV Com EUR 1.60	65	0.23
Commercial services			
517	Randstad Holding NV Com EUR 0.10	30	0.11
Food			
3,427	Koninklijke Ahold NV Com EUR 0.01	70	0.25
Media			
2,939	Reed Elsevier NV Com EUR 0.07	71	0.26
1,749	Wolters Kluwer NV Com EUR 0.12	54	0.19
Personal products			
7,685	Unilever NV CVS EUR 0.16	327	1.18
Pharmaceuticals			
1,506	Mylan NV Com EUR 0.01	109	0.40
Semiconductors			
1,449	ASML Holding NV Com EUR 0.09	161	0.58
Transportation			
1,748	TNT Express NV Com EUR 0.08	15	0.05
Total Netherlands		976	3.52
New Zealand			
Electricity			
7,173	Meridian Energy Ltd Com NPV	12	0.04
Total New Zealand		12	0.04
Portugal			
Food			
1,139	Jeronimo Martins SGPS SA Com EUR 1.00	16	0.06
Total Portugal		16	0.06
Singapore			
Airlines			
5,700	Singapore Airlines Ltd Com NPV	48	0.17
Semiconductors			
1,254	Avago Technologies Ltd Com NPV	185	0.67
Transportation			
13,600	ComfortDelGro Corp Ltd Com NPV	31	0.11
Total Singapore		264	0.95
Spain			
Airlines			
2,843	International Consolidated Airlines Group SA Com EUR 0.50	24	0.09
Engineering & construction			
1,392	Ferrovial SA Com EUR 0.20	30	0.11
Retail			
3,839	Inditex SA Com EUR 0.03	127	0.46

iShares MSCI World Momentum Factor UCITS ETF

SCHEDULE OF INVESTMENTS (continued)

As at 31 May 2015

Holding	Investment	Fair value \$'000	% of net asset value
Equities (cont)			
Spain (cont)			
Software			
2,110	Amadeus IT Holding SA Com EUR 0.01	96	0.34
Total Spain		277	1.00
Sweden			
Commercial services			
2,122	Securitas AB Com SEK 1.00	29	0.10
Cosmetics & personal care			
2,076	Svenska Cellulosa AB SCA Com SEK 3.33	54	0.20
Engineering & construction			
1,379	Skanska AB Com NPV	29	0.10
Holding companies - diversified operations			
755	Industrivarden AB Com SEK 2.50	15	0.05
Machinery - diversified			
906	Hexagon AB Com EUR 0.22	33	0.12
Machinery, construction & mining			
2,497	Atlas Copco AB Com SEK 0.64	75	0.27
Metal fabricate/ hardware			
1,528	Assa Abloy AB Com NPV	90	0.32
1,565	SKF AB Com SEK 2.50	38	0.14
Mining			
1,587	Boliden AB Com SEK 2.11	34	0.12
Specialty finance			
2,095	Investor AB Com SEK 6.25	82	0.30
Telecommunications			
1,138	Tele2 AB Com SEK 1.25	13	0.05
Total Sweden		492	1.77
Switzerland			
Chemicals			
25	Givaudan SA Com CHF 10.00	46	0.16
197	Lonza Group AG Com CHF 1.00	27	0.10
Pharmaceuticals			
6,438	Novartis AG Com CHF 0.50	659	2.38
Total Switzerland		732	2.64
United Kingdom			
Diversified financial services			
1,306	London Stock Exchange Group Plc Com GBP 0.06918605	49	0.18
430	Schroders Plc Com GBP 1.00	22	0.08
Home builders			
13,120	Taylor Wimpey Plc Com GBP 0.01	37	0.13

Holding	Investment	Fair value \$'000	% of net asset value
United Kingdom (cont)			
Hotels			
830	InterContinental Hotels Group Plc Com GBP 0.158055	35	0.12
539	Whitbread Plc Com GBP 0.767974	42	0.15
Retail			
5,825	Marks & Spencer Group Plc Com GBP 0.25	52	0.19
Specialty finance			
3,087	3i Group Plc Com GBP 0.738636	26	0.09
Telecommunications			
2,115	Inmarsat Plc Com EUR 0.0005	32	0.12
Total United Kingdom		295	1.06
United States			
Aerospace & defence			
585	Northrop Grumman Corp Com USD 1.00	93	0.34
171	TransDigm Group Inc Com USD 0.01	39	0.14
Airlines			
905	Southwest Airlines Co Com USD 1.00	34	0.12
Apparel retailers			
1,380	Hanesbrands Inc Com USD 0.01	44	0.16
682	Kohl's Corp Com USD 0.01	45	0.16
512	Under Armour Inc Com USD 0.000333	40	0.14
Beverages			
846	Dr Pepper Snapple Group Inc Com USD 0.01	65	0.23
600	Monster Beverage Corp Com USD 0.005	76	0.28
Biotechnology			
732	BioMarin Pharmaceutical Inc Com USD 0.001	92	0.33
546	Incyte Corp Com USD 0.001	60	0.22
290	Medivation Inc Com USD 0.01	38	0.14
102	Puma Biotechnology Inc Com USD 0.0001	20	0.07
Building materials and fixtures			
440	Vulcan Materials Co Com USD 1.00	40	0.14
Chemicals			
321	Sherwin-Williams Co Com USD 1.00	93	0.33
Commercial services			
670	CDK Global Inc Com USD 0.01	36	0.13
390	Cintas Corp Com NPV	34	0.12
568	Equifax Inc Com USD 1.25	57	0.21
490	SEI Investments Co Com USD 0.01	23	0.08
517	Verisk Analytics Inc Com USD 0.001	37	0.13
Computers			
10,755	Apple Inc Com USD 0.00001	1,402	5.06
Containers & packaging			
540	Ball Corp Com NPV	38	0.14

iShares MSCI World Momentum Factor UCITS ETF

SCHEDULE OF INVESTMENTS (continued)

As at 31 May 2015

Holding	Investment	Fair value \$'000	% of net asset value
Equities (cont)			
United States (cont)			
Diversified financial services			
881	FNF Group Com USD 0.0001	33	0.12
337	NASDAQ OMX Group Inc Com USD 0.01	18	0.06
5,117	Visa Inc Com USD 0.0001	351	1.27
Electronics			
107	Mettler-Toledo International Inc Com USD 0.01	35	0.13
Financial services			
780	McGraw Hill Financial Inc Com USD 1.00	81	0.29
Food			
4,063	Kraft Foods Group Inc Com NPV	343	1.24
2,368	Kroger Co Com USD 1.00	173	0.62
754	WhiteWave Foods Co Com USD 0.01	36	0.13
Hand & machine tools			
140	Snap-on Inc Com USD 1.00	22	0.08
Health care providers			
442	Centene Corp Com USD 0.001	33	0.12
Health care services			
1,750	Aetna Inc Com USD 0.01	206	0.74
1,079	Anthem Inc Com USD 0.01	181	0.65
1,274	Cigna Corp Com USD 0.25	180	0.65
471	Humana Inc Com USD 0.166	101	0.36
4,119	UnitedHealth Group Inc Com USD 0.01	495	1.79
245	Universal Health Services Inc Com USD 0.01	32	0.12
Healthcare products			
692	Becton Dickinson and Co Com USD 1.00	97	0.35
5,089	Boston Scientific Corp Com USD 0.01	93	0.33
130	Cooper Cos Inc Com USD 0.10	24	0.09
985	Hologic Inc Com USD 0.01	35	0.13
Home furnishings			
381	Leggett & Platt Inc Com USD 0.01	18	0.06
Hotels			
587	Marriott International Inc Com USD 0.01	46	0.17
Insurance			
1,157	Allstate Corp Com USD 0.01	78	0.28
Internet			
1,478	Amazon.com Inc Com USD 0.01	634	2.29
Media			
6,340	Walt Disney Co Com USD 0.01	699	2.52
Oil & gas			
423	Tesoro Corp Com USD 0.167	37	0.13
Pharmaceuticals			
1,516	AmerisourceBergen Corp Com USD 0.01	171	0.62
1,071	Hospira Inc Com USD 0.01	95	0.34
760	McKesson Corp Com USD 0.01	180	0.65

Holding	Investment	Fair value \$'000	% of net asset value
United States (cont)			
Pharmaceuticals (cont)			
481	Omnicare Inc Com USD 1.00	46	0.17
221	Quintiles Transnational Holdings Inc Com USD 0.01	15	0.05
Real estate investment & services			
983	CBRE Group Inc Com USD 0.01	37	0.13
155	Jones Lang LaSalle Inc Com USD 0.01	27	0.10
Real estate investment trusts			
216	Essex Property Trust Inc Reits USD 0.0001	48	0.17
654	UDR Inc Reits USD 0.01	21	0.08
Restaurants & bars			
7,032	Starbucks Corp Com USD 0.001	365	1.32
Retail			
126	AutoZone Inc Com USD 0.01	85	0.31
1,186	Costco Wholesale Corp Com USD 0.005	169	0.61
5,092	CVS Health Corp Com USD 0.01	521	1.88
847	Dollar Tree Inc Com USD 0.01	63	0.23
3,923	Home Depot Inc Com USD 0.05	437	1.57
1,140	L Brands Inc Com USD 0.50	99	0.36
4,184	Lowe's Cos Inc Com USD 0.50	293	1.05
401	O'Reilly Automotive Inc Com USD 0.01	88	0.32
776	Ross Stores Inc Com USD 0.01	75	0.27
2,676	Target Corp Com USD 0.0833	212	0.76
203	Ulta Salon Cosmetics & Fragrance Inc Com USD 0.01	31	0.11
Semiconductors			
1,181	Skyworks Solutions Inc Com USD 0.25	129	0.46
Software			
1,603	Electronic Arts Inc Com USD 0.01	100	0.36
832	Fiserv Inc Com USD 0.01	67	0.24
901	Intuit Inc Com USD 0.01	94	0.34
341	Rackspace Hosting Inc Com USD 0.001	14	0.05
622	Red Hat Inc Com USD 0.0001	48	0.17
376	ServiceNow Inc Com USD 0.001	29	0.11
Telecommunications			
576	Palo Alto Networks Inc Com USD 0.0001	98	0.35
Tobacco			
1,186	Reynolds American Inc Com USD 0.0001	91	0.33
Total United States		10,235	36.90
Total equities		27,324	98.49
Rights			
Germany			
669	Deutsche Wohnen AG - Rights 3 June 2015*	-	0.00
Total Germany		-	0.00
Total rights		-	0.00

iShares MSCI World Momentum Factor UCITS ETF

SCHEDULE OF INVESTMENTS (continued)

As at 31 May 2015

No. of contracts	Underlying exposure \$'000	Fair value \$'000	% of net asset value
Financial derivative instruments			
Futures contracts			
4 Ibex Mini Index Futures June 2015	50	(1)	(0.01)
1 Mini-Hang Seng Index Futures June 2015	36	(1)	(0.01)
Total unrealised losses on futures contracts		(2)	(0.02)
Total financial derivative instruments		(2)	(0.02)

	Fair value \$'000	% of net asset value
Total value of investments	27,322	98.47
Cash[†]	121	0.44
Other net assets	286	1.03
Net assets attributable to redeemable participating shareholders	27,729	99.94
Adjustment to align to the valuation methodology as set out in the prospectus	16	0.06
Net asset value attributable to redeemable participating shareholders at the end of the period	27,745	100.00

[†] Cash holdings of \$113,686 are held with State Street Bank and Trust Company. \$6,854 is held as security for futures contracts with Barclays Plc.

* Investments which are less than \$500 are rounded to zero.

Equities are primarily classified by the country of incorporation of the entity in which the Fund holds shares.

Underlying exposure has been calculated according to the guidelines issued by the European Securities and Market Authority ("ESMA") and represents the market value of an equivalent position in the assets underlying each financial derivative instrument.

Analysis of total current assets gross of all liabilities	Fair value \$'000	% of total current assets
Transferable securities admitted to an official stock exchange listing or traded on a regulated market	27,324	63.51
Other assets	15,696	36.49
Total current assets	43,020	100.00

iShares MSCI World Momentum Factor UCITS ETF

SCHEDULE OF MATERIAL PURCHASES AND SALES (unaudited)

For the period ended 31 May 2015

Holding	Investments	Proceeds \$'000	Holding	Investments	Cost \$'000
Sales			Purchases		
20,855	Microsoft Corp Com USD 0.00000625	977	11,559	Apple Inc Com USD 0.00001	1,381
7,139	Johnson & Johnson Com USD 1.00	721	20,855	Microsoft Corp Com USD 0.00000625	966
12,232	Wells Fargo & Co Com USD 1.666	681	11,400	Toyota Motor Corp Com NPV	790
5,804	Gilead Sciences Inc Com USD 0.001	652	7,139	Johnson & Johnson Com USD 1.00	736
17,745	Intel Corp Com USD 0.001	612	7,558	Novartis AG Com CHF 0.50	732
7,619	Facebook Inc Com USD 0.000006	598	12,232	Wells Fargo & Co Com USD 1.666	651
3,442	Amgen Inc Com USD 0.0001	538	6,340	Walt Disney Co Com USD 0.01	635
3,154	Berkshire Hathaway Inc Com USD 0.0033	451	1,478	Amazon.com Inc Com USD 0.01	634
4,341	Exxon Mobil Corp Com NPV	412	17,745	Intel Corp Com USD 0.001	621
4,081	PepsiCo Inc Com USD 0.017	394	5,804	Gilead Sciences Inc Com USD 0.001	602
7,472	Altria Group Inc Com USD 0.333	383	11,544	Novo Nordisk A/S Com DKK 0.20	594
3,677	Union Pacific Corp Com USD 2.50	371	7,619	Facebook Inc Com USD 0.000006	590
3,098	Celgene Corp Com USD 0.01	355	2,625	Valeant Pharmaceuticals International Inc Com NPV	564
5,292	Merck & Co Inc Com USD 0.50	314	3,442	Amgen Inc Com USD 0.0001	549
4,113	AbbVie Inc Com USD 0.01	274	5,092	CVS Health Corp Com USD 0.01	474
1,673	3M Co Com USD 0.01	266	3,154	Berkshire Hathaway Inc Com USD 0.0033	453
2,900	Eli Lilly & Co Com NPV	229	4,119	UnitedHealth Group Inc Com USD 0.01	440
1,187	Lockheed Martin Corp Com USD 1.00	223	4,678	Daimler AG Com NPV	419
2,106	Nike Inc Com NPV	214	3,677	Union Pacific Corp Com USD 2.50	415
545	Biogen Inc Com USD 0.0005	213	55,100	Mitsubishi UFJ Financial Group Inc Com NPV	409

The UCITS notices issued by the Central Bank of Ireland require a Schedule of Portfolio changes during the period. These are defined as aggregate purchases of a security exceeding one per cent of the total value of purchases for the period and aggregate disposals greater than one per cent of the total value of sales. At a minimum the largest 20 purchases and 20 sales must be given or all purchases and sales if less than 20. A full listing of the portfolio changes for the period is available, upon request, at no cost from the Administrator.

iShares MSCI World Quality Factor UCITS ETF

INCOME STATEMENT

For the period ended 31 May 2015

	Note	Period from 6 October 2014 to 31 May 2015 \$'000
Operating income	2	232
Net gains on financial assets/liabilities at fair value through profit or loss	3	626
Total gains		858
Operating expenses	4	(26)
Net operating profit		832
Net profit for the financial period before tax		832
Non-reclaimable withholding tax		(26)
Net profit for the financial period after tax		806
Adjustment to align to the valuation methodology as set out in the prospectus	6	4
Increase in net assets attributable to redeemable participating shareholders from operations		810

There are no recognised gains or losses arising in the period other than those dealt with in the income statement. In arriving at the results of the financial period, all amounts relate to continuing operations.

STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO REDEEMABLE PARTICIPATING SHAREHOLDERS

For the period ended 31 May 2015

	Period from 6 October 2014 to 31 May 2015 \$'000
Net assets attributable to redeemable participating shareholders at the beginning of the period	-
Increase in net assets attributable to redeemable participating shareholders from operations	810
Share transactions:	
Proceeds from issue of redeemable participating shares	25,892
Payments on redemption of redeemable participating shares	(4,990)
Increase in net assets resulting from share transactions	20,902
Net assets attributable to redeemable participating shareholders at the end of the period	21,712

The accompanying notes form an integral part of these financial statements.

iShares MSCI World Quality Factor UCITS ETF

BALANCE SHEET

As at 31 May 2015

	Note	31 May 2015 \$'000
CURRENT ASSETS		
Cash and cash equivalents		91
Margin cash account		17
Receivables	10	1,114
Financial assets at fair value through profit or loss	11	21,448
Total current assets		22,670
CURRENT LIABILITIES		
Payables	12	(959)
Financial liabilities at fair value through profit or loss	11	(3)
Total current liabilities excluding net assets attributable to redeemable participating shareholders		(962)
Net assets attributable to redeemable participating shareholders		21,708
Adjustment to align to the valuation methodology as set out in the prospectus	6	4
Net asset value attributable to redeemable participating shareholders at the end of the period		21,712

The accompanying notes form an integral part of these financial statements. Details of the NAV per share are set out in note 9.

iShares MSCI World Quality Factor UCITS ETF

NOTES TO THE FINANCIAL STATEMENTS

For the period ended 31 May 2015

1. ACCOUNTING POLICIES, FINANCIAL INSTRUMENTS AND RISKS, TAX, SOFT COMMISSIONS AND EXCHANGE RATES

The accounting policies are set out on pages 46 to 50. The financial instruments and risks are set out on pages 51 to 70. The notes relating to tax, soft commissions and exchange rates are set out in the notes on pages 73 to 78.

2. OPERATING INCOME

	Period from 6 October 2014 to 31 May 2015 \$'000
Dividend income	232
Securities lending income*	-
	232

* Amounts which are less than \$500 are rounded to zero.

3. NET GAINS ON FINANCIAL ASSETS/LIABILITIES AT FAIR VALUE THROUGH PROFIT OR LOSS

	Period from 6 October 2014 to 31 May 2015 \$'000
Net gains on investments in securities held at fair value through profit or loss	619
Net gains on futures contracts	7
	626

4. OPERATING EXPENSES

	Period from 6 October 2014 to 31 May 2015 \$'000
Management fees	(26)
	(26)

5. MANAGEMENT FEES

Fees earned by the Manager during the year and balances outstanding as at 31 May 2015 are disclosed in note 4 and note 12 respectively.

Please refer to note 5 of the financial statements of the Company for each Fund's management fee rate.

The Manager is responsible for discharging, from this fee, all fees of the Investment Manager, the Administrator and the Custodian and any distributing agent appointed by the distributor through whom the shares will be marketed, together with all reasonable out of pocket expenses of such service providers, (including sub-custodial fees and expenses, which will be at normal commercial rates) and transaction related charges of the Administrator and Custodian). The Manager will also be responsible for discharging from its fee for each share class an attributable proportion of the organisational and operating expenses, including audit and directors fees, of the Company. The fee will be accrued daily based on the daily net asset value of the share classes and will be paid monthly in arrears. Where the actual fees and costs incurred exceed the amount paid to the Manager, the excess will be discharged by the Manager from its own assets.

The Fund employs an "all in one" fee structure, paying all of its fees, operating costs and expenses (and its due proportion of any costs and expenses allocated to it) as a single flat fee (the "Total Expense Ratio" or "TER"). The TER is calculated in accordance with the Committee of European Securities Regulators ("CESR") guidelines on the methodology for calculation of the ongoing charges figure in the Key Investor Information Document.

Total fees paid to the Manager as a percentage of the average Fund assets for the period were as follows:

	TER % 31 May 2015
	0.30

6. ADJUSTMENT TO ALIGN TO THE VALUATION METHODOLOGY AS SET OUT IN THE PROSPECTUS

The adjustment between the financial statements net asset value and the valuation methodology set out in the prospectus is shown below:

	Period from 6 October 2014 to 31 May 2015 \$'000
Balance brought forward	-
Adjustment to align to the valuation methodology as set out in the prospectus	4
Total adjustment for the period	4
Balance carried forward	4

Further details are set out in the accounting policies note m).

iShares MSCI World Quality Factor UCITS ETF

NOTES TO THE FINANCIAL STATEMENTS (continued)

For the period ended 31 May 2015

7. TRANSACTION COSTS

Disclosed in the table below are separately identifiable transaction costs incurred by the Fund for the period ended 31 May 2015. Please refer to note 10 of the financial statements of the Company for further details.

	Period from 6 October 2014 to 31 May 2015 \$'000
Transaction costs	(22)

8. SHARE CAPITAL

The issued and fully paid redeemable participating share capital is at all times equal to the net asset value of the Fund. Redeemable participating shares are redeemable at the shareholders' option and are classified as financial liabilities.

	31 May 2015 No. of Shares
Number of redeemable participating shares:	
Balance at the beginning of period	-
Issued during the period	1,000,000
Redeemed during the period	(200,000)
Balance at the end of period	800,000

9. NET ASSETS ATTRIBUTABLE TO REDEEMABLE PARTICIPATING SHAREHOLDERS

	No. of Shares
Shares in issue	
As at 31 May 2015	800,000
	\$'000
Net asset value	
As at 31 May 2015	21,712
Net asset value per share	
As at 31 May 2015	\$27.14

10. RECEIVABLES

	31 May 2015 \$'000
Sale of securities awaiting settlement	1,068
Dividend income receivable	44
Tax reclaim receivable	2
	1,114

11. FINANCIAL ASSETS/LIABILITIES AT FAIR VALUE THROUGH PROFIT OR LOSS

	31 May 2015 \$'000
Financial assets:	
Investment in equities	21,448
	21,448

Financial liabilities:	
Unrealised losses on futures contracts	(3)
	(3)

12. PAYABLES

	31 May 2015 \$'000
Purchase of securities awaiting settlement	(954)
Management fees payable	(5)
	(959)

13. COMMITMENTS AND CONTINGENT LIABILITIES

There were no significant commitments or contingent liabilities at the period ended 31 May 2015, other than those disclosed in note 16 of the financial statements of the Company.

14. RELATED PARTY TRANSACTIONS

The related parties are set out in note 18 of the financial statements of the Company.

15. EFFICIENT PORTFOLIO MANAGEMENT

The Fund may, subject to the conditions and within the limits from time to time laid down by the Central Bank of Ireland and the prospectus, engage in securities lending and employ techniques and instruments relating to transferable securities for efficient portfolio management purposes.

The securities lending agent appointed pursuant to the securities lending agreement is BlackRock Advisors (UK) Limited which is a related party to the Fund.

The Fund benefits from a borrower default indemnity provided by BlackRock Inc. The indemnity allows for full replacement of securities lent. BlackRock Inc. bears all operational costs directly related to securities loan transactions as well as the cost of indemnification against borrower default.

iShares MSCI World Quality Factor UCITS ETF

NOTES TO THE FINANCIAL STATEMENTS (continued)

For the period ended 31 May 2015

15. EFFICIENT PORTFOLIO MANAGEMENT (continued)

During the year the Fund engaged in securities lending. The Fund receives either cash collateral or securities as collateral, as determined within the schedule, for a value in excess of the market value of the securities loaned. As at 31 May 2015, there was no collateral held by the Fund. Collateral can consist of securities admitted to or dealt on a regulated market.

The collateral is registered and held in the name of BlackRock Advisors (UK) Limited on behalf of the Fund in any or all of the following collateral agents and central securities depositories: JP Morgan Chase, Bank of New York Mellon Corporation, Euroclear or CREST, depending on the type of collateral the counterparty needs to give as per the schedule in order to cover the required value of exposure. Further details can be found on page 61.

The Investment Manager monitors the fair value of the securities loaned and additional collateral is obtained, if necessary.

Securities lending income is split between the Fund and the securities lending agent in a ratio of 62.5:37.5 in favour of the Fund, with all operational costs borne out of the securities lending agents share.

The securities lending income earned during the year, the value of securities on loan at the year end and the value of collateral held at the year end for the Fund is shown below:

	31 May 2015 \$'000
Income earned during the period*	-
Value of securities on loan at period end	-
Value of collateral held on behalf of the Fund at period end	-

* Amounts which are less than \$500 are rounded to zero.

Please see note 15 for more information on financial derivative instruments.

16. FINANCIAL DERIVATIVE INSTRUMENTS

The Fund may buy and sell financial derivative instruments. See further details in note 20 of the financial statements of the Company and the Fund's Schedule of Investments.

17. SUBSEQUENT EVENTS

Please refer to note 21 of the financial statements of the Company.

iShares MSCI World Quality Factor UCITS ETF

SCHEDULE OF INVESTMENTS

As at 31 May 2015

Holding	Investment	Fair value \$'000	% of net asset value
Transferable Securities Admitted to an Official Stock Exchange Listing or traded on a Regulated Market			
Equities			
Australia			
Banks			
1,684	Bendigo & Adelaide Bank Ltd Com NPV	16	0.07
Biotechnology			
1,644	CSL Ltd Com NPV	117	0.54
Containers & packaging			
1,353	Amcor Ltd Com NPV	15	0.07
Diversified financial services			
897	ASX Ltd Com NPV	29	0.13
1,693	Platinum Asset Management Ltd Com NPV	10	0.05
Engineering & construction			
1,977	Lend Lease Group Misc NPV	25	0.12
Food			
2,793	Woolworths Ltd Com NPV	60	0.28
Healthcare products			
131	Cochlear Ltd Com NPV	9	0.04
Internet			
717	Seek Ltd Com NPV	9	0.04
Mining			
857	Rio Tinto Ltd Com NPV	38	0.18
Oil & gas			
945	Woodside Petroleum Ltd Com NPV	26	0.12
Real estate investment & services			
156	REA Group Ltd Com NPV	5	0.02
Telecommunications			
25,980	Telstra Corp Ltd Com NPV	124	0.57
1,432	TPG Telecom Ltd Com NPV	10	0.04
Total Australia		493	2.27
Belgium			
Food			
164	Colruyt SA Com NPV	7	0.03
Telecommunications			
723	Belgacom SA Com NPV	25	0.12
Total Belgium		32	0.15
Bermuda			
Diversified financial services			
1,425	Invesco Ltd Com USD 0.20	57	0.26
Engineering & construction			
7,000	Cheung Kong Infrastructure Holdings Ltd Com HKD 1.00	57	0.27

Holding	Investment	Fair value \$'000	% of net asset value
Bermuda (cont)			
Insurance			
451	Arch Capital Group Ltd Com USD 0.01	29	0.13
235	Axis Capital Holdings Ltd Com USD 0.0125	13	0.06
Total Bermuda		156	0.72
British Virgin Islands			
Apparel retailers			
587	Michael Kors Holdings Ltd Com NPV	27	0.12
Total British Virgin Islands		27	0.12
Canada			
Banks			
1,321	Canadian Imperial Bank of Commerce Com NPV	100	0.46
Chemicals			
1,592	Potash Corp of Saskatchewan Inc Com NPV	50	0.23
Diversified financial services			
1,021	CI Financial Corp Com NPV	29	0.13
Insurance			
1,080	Great-West Lifeco Inc Com NPV	31	0.14
383	Intact Financial Corp Com NPV	28	0.13
669	Power Financial Corp Com NPV	19	0.09
Oil & gas			
747	Canadian Oil Sands Ltd Com NPV	6	0.03
427	Imperial Oil Ltd Com NPV	17	0.07
144	Vermilion Energy Inc Com NPV	6	0.03
Retail			
391	Dollarama Inc Com NPV	22	0.10
503	Restaurant Brands International Inc Com NPV	19	0.09
Telecommunications			
508	Telus Corp Com NPV	17	0.08
Transportation			
1,730	Canadian National Railway Co Com NPV	102	0.47
Total Canada		446	2.05
Cayman Islands			
Diversified financial services			
6,916	CK Hutchison Holdings Ltd Com HKD 1.00	107	0.50
Hotels			
5,225	MGM China Holdings Ltd Com HKD 1.00	10	0.04
6,000	Sands China Ltd Com USD 0.01	23	0.11
Real estate investment & services			
8,916	Cheung Kong Property Holdings Ltd Com HKD 1.00	55	0.25
Total Cayman Islands		195	0.90

iShares MSCI World Quality Factor UCITS ETF

SCHEDULE OF INVESTMENTS (continued)

As at 31 May 2015

Holding	Investment	Fair value \$'000	% of net asset value
Equities (cont)			
Curacao			
Oil & gas services			
1,839	Schlumberger Ltd Com USD 0.01	167	0.77
Total Curacao		167	0.77
Denmark			
Chemicals			
625	Novozymes A/S Com DKK 2.00	30	0.14
Healthcare products			
464	Coloplast A/S Com DKK 1.00	35	0.16
60	William Demant Holding A/S Com DKK 1.00	5	0.02
Insurance			
500	Tryg A/S Com DKK 5.00	10	0.05
Pharmaceuticals			
6,483	Novo Nordisk A/S Com DKK 0.20	361	1.66
Retail			
312	Pandora A/S Com DKK 1.00	31	0.14
Total Denmark		472	2.17
Finland			
Electricity			
2,192	Fortum Oyj Com EUR 3.40	42	0.19
Insurance			
1,566	Sampo Oyj Com NPV	74	0.34
Machinery - diversified			
1,182	Kone Oyj Com NPV	49	0.23
Miscellaneous manufacturers			
332	Wartsila Oyj Abp Com NPV	15	0.07
Pharmaceuticals			
376	Orion Oyj Com EUR 0.65	12	0.06
Telecommunications			
613	Elisa Oyj Com NPV	19	0.08
Total Finland		211	0.97
France			
Apparel retailers			
57	Hermes International Com NPV	22	0.10
Insurance			
6,326	AXA SA Com EUR 2.29	159	0.73
601	SCOR SE Com EUR 7.876972	21	0.10
Nondurable household products			
60	Societe BIC SA Com EUR 3.82	10	0.05
Total France		212	0.98

Holding	Investment	Fair value \$'000	% of net asset value
Germany			
Chemicals			
1,425	BASF SE Com NPV	131	0.61
155	Fuchs Petrolub SE Pref NPV	7	0.03
Diversified financial services			
823	Deutsche Boerse AG Com NPV	66	0.30
Insurance			
264	Hannover Rueck SE Com NPV	26	0.12
Retail			
143	Hugo Boss AG Com NPV	16	0.07
Total Germany		246	1.13
Hong Kong			
Banks			
2,800	Hang Seng Bank Ltd Com NPV	56	0.26
Diversified financial services			
2,600	Hong Kong Exchanges and Clearing Ltd Com NPV	100	0.46
Electricity			
9,031	Power Assets Holdings Ltd Com NPV	86	0.40
Gas			
35,146	Hong Kong & China Gas Co Ltd Com NPV	84	0.39
Hotels			
7,000	Galaxy Entertainment Group Ltd Com NPV	34	0.16
4,000	SJM Holdings Ltd Com NPV	5	0.02
Insurance			
39,059	AIA Group Ltd Com NPV	257	1.18
Real estate investment & services			
4,000	Henderson Land Development Co Ltd Com NPV	32	0.15
8,000	Sino Land Co Ltd Com NPV	14	0.06
Total Hong Kong		668	3.08
Ireland			
Computers			
1,484	Accenture Plc Com USD 0.0000225	143	0.66
Food			
323	Kerry Group Plc Com EUR 0.125	24	0.11
Total Ireland		167	0.77
Japan			
Airlines			
400	Japan Airlines Co Ltd Com NPV	14	0.06
Diversified financial services			
1,129	Japan Exchange Group Inc Com NPV	34	0.16
Home builders			
1,900	Daiwa House Industry Co Ltd Com NPV	46	0.21
Insurance			
800	Sony Financial Holdings Inc Com NPV	14	0.07

iShares MSCI World Quality Factor UCITS ETF

SCHEDULE OF INVESTMENTS (continued)

As at 31 May 2015

Holding	Investment	Fair value \$'000	% of net asset value
Equities (cont)			
Japan (cont)			
Internet			
400	Kakaku.com Inc Com NPV	6	0.03
700	M3 Inc Com NPV	14	0.06
2,000	Yahoo Japan Corp Com NPV	9	0.04
Real estate investment & services			
400	Daito Trust Construction Co Ltd Com NPV	45	0.21
Software			
300	Colopl Inc Com NPV	6	0.03
300	Oracle Corp Japan Com NPV	13	0.06
Telecommunications			
7,476	KDDI Corp Com NPV	169	0.78
6,055	NTT DoCoMo Inc Com NPV	109	0.50
Total Japan		479	2.21
Jersey			
Auto parts & equipment			
972	Delphi Automotive Plc Com USD 0.01	85	0.39
Distribution & wholesale			
541	Wolseley Plc Com GBP 0.1080303	33	0.15
Oil & gas services			
567	Petrofac Ltd Com USD 0.02	8	0.04
Pharmaceuticals			
1,680	Shire Plc Com GBP 0.05	144	0.66
Total Jersey		270	1.24
Luxembourg			
Media			
92	RTL Group SA Com NPV	8	0.04
Metal fabricate/ hardware			
711	Tenaris SA Com USD 1.00	10	0.04
Total Luxembourg		18	0.08
Netherlands			
Aerospace			
1,155	Airbus Group SE Com EUR 1.00	78	0.36
Chemicals			
1,449	LyondellBasell Industries NV Com USD 0.01	147	0.68
Engineering & construction			
200	Chicago Bridge & Iron Co NV Com EUR 0.01	11	0.05
Media			
2,447	Reed Elsevier NV Com EUR 0.07	59	0.27
Oil & gas services			
91	Core Laboratories NV Com EUR 0.02	11	0.05

Holding	Investment	Fair value \$'000	% of net asset value
Netherlands (cont)			
Personal products			
5,320	Unilever NV CVS EUR 0.16	226	1.04
Total Netherlands		532	2.45
New Zealand			
Health care services			
1,790	Ryman Healthcare Ltd Com NPV	10	0.05
Total New Zealand		10	0.05
Norway			
Insurance			
857	Gjensidige Forsikring ASA Com NOK 2.00	13	0.06
Total Norway		13	0.06
Portugal			
Food			
639	Jeronimo Martins SGPS SA Com EUR 1.00	9	0.04
Total Portugal		9	0.04
Singapore			
Diversified financial services			
4,000	Singapore Exchange Ltd Com NPV	25	0.11
Engineering & construction			
4,000	Singapore Technologies Engineering Ltd Com NPV	10	0.05
Fixed line telecommunications			
37,358	Singapore Telecommunications Ltd Com NPV	114	0.53
Marine transportation			
2,000	Sembcorp Marine Ltd Com NPV	5	0.02
Total Singapore		154	0.71
Spain			
Electricity			
2,904	Endesa SA Com EUR 1.20	54	0.25
Food			
1,832	Distribuidora Internacional de Alimentacion SA Com EUR 0.10	15	0.07
Insurance			
3,781	Mapfre SA Com EUR 0.10	13	0.06
Machinery - diversified			
617	Zardoya Otis SA Com EUR 0.10	8	0.04
Retail			
2,907	Inditex SA Com EUR 0.03	96	0.44
Total Spain		186	0.86

iShares MSCI World Quality Factor UCITS ETF

SCHEDULE OF INVESTMENTS (continued)

As at 31 May 2015

Holding	Investment	Fair value \$'000	% of net asset value
Equities (cont)			
Sweden			
Machinery, construction & mining			
1,028	Atlas Copco AB Class 'B' Com NPV	1	0.00
1,028	Atlas Copco AB Class 'B' Com SEK 0.64	28	0.13
1,768	Atlas Copco AB Com NPV	1	0.00
1,768	Atlas Copco AB Com SEK 0.64	53	0.25
Retail			
3,026	Hennes & Mauritz AB Com NPV	119	0.55
Specialty finance			
1,060	Investment AB Kinnevik Com SEK 0.10	35	0.16
1,414	Investor AB Com SEK 6.25	56	0.26
Total Sweden		293	1.35
Switzerland			
Building materials and fixtures			
108	Geberit AG Com CHF 0.10	39	0.18
3	Sika AG Com CHF 0.60	10	0.05
Chemicals			
35	EMS-Chemie Holding AG Com CHF 0.01	15	0.07
10	Givaudan SA Com CHF 10.00	18	0.08
176	Syngenta AG Com CHF 0.10	79	0.37
Commercial services			
15	SGS SA Com CHF 1.00	29	0.13
Diversified financial services			
95	Partners Group Holding AG Com CHF 0.01	30	0.14
Hand & machine tools			
107	Schindler Holding AG Com CHF 0.10	19	0.08
48	Schindler Holding AG (voting) Com CHF 0.10	8	0.04
Insurance			
1,076	ACE Ltd Com CHF 24.77	114	0.53
503	Zurich Insurance Group AG Com CHF 0.10	160	0.73
Pharmaceuticals			
339	Actelion Ltd Com CHF 0.50	47	0.22
1,796	Roche Holding AG Com NPV	526	2.42
Telecommunications			
99	Swisscom AG Com CHF 1.00	57	0.26
Transportation			
143	Kuehne & Nagel International AG Com CHF 1.00	20	0.09
Total Switzerland		1,171	5.39
United Kingdom			
Aerospace & defence			
6,915	BAE Systems Plc Com GBP 0.025	54	0.25
2,963	Rolls-Royce Holdings Plc Com GBP 0.20	45	0.21

Holding	Investment	Fair value \$'000	% of net asset value
United Kingdom (cont)			
Airlines			
340	easyJet Plc Com GBP 0.2728571	8	0.04
Apparel retailers			
1,153	Burberry Group Plc Com GBP 0.0005	30	0.14
Auto parts & equipment			
2,868	GKN Plc Com GBP 0.10	16	0.07
Beverages			
4,747	Diageo Plc Com GBP 0.2893518	131	0.60
Chemicals			
539	Croda International Plc Com GBP 0.10	24	0.11
423	Johnson Matthey Plc Com GBP 1.047619	23	0.11
Commercial services			
591	Aggreko Plc Com GBP 0.04832911	14	0.07
799	Bunzl Plc Com GBP 0.3214286	23	0.11
1,396	Capita Plc Com GBP 0.020667	27	0.12
408	Intertek Group Plc Com GBP 0.01	16	0.07
3,678	Reed Elsevier Plc Com GBP 0.144397	61	0.28
Containers & packaging			
1,268	Rexam Plc Com GBP 0.8035714	11	0.05
Diversified financial services			
4,261	Aberdeen Asset Management Plc Com GBP 0.10	29	0.13
1,728	Hargreaves Lansdown Plc Com GBP 0.004	33	0.16
2,133	ICAP Plc Com GBP 0.10	18	0.08
1,079	London Stock Exchange Group Plc Com GBP 0.06918605	41	0.19
507	Schroders Plc Com GBP 1.00	26	0.12
Food			
3,856	Unilever Plc Com GBP 0.0311	170	0.78
Forest products & paper			
433	Mondi Plc Com EUR 0.20	10	0.05
Gas distribution			
31,429	Centrica Plc Com GBP 0.061728	133	0.61
Insurance			
1,224	Admiral Group Plc Com GBP 0.001	28	0.13
969	Aon Plc Com USD 0.01	98	0.45
20,337	Legal & General Group Plc Com GBP 0.025	82	0.38
9,090	Prudential Plc Com GBP 0.05	226	1.04
Machinery - diversified			
443	Weir Group Plc Com GBP 0.125	14	0.06
Media			
11,761	ITV Plc Com GBP 0.10	49	0.22
Mining			
2,425	Rio Tinto Plc Com GBP 0.10	106	0.49

iShares MSCI World Quality Factor UCITS ETF

SCHEDULE OF INVESTMENTS (continued)

As at 31 May 2015

Holding	Investment	Fair value \$'000	% of net asset value
Equities (cont)			
United Kingdom (cont)			
Miscellaneous manufacturers			
797	IMI Plc Com GBP 0.2857	15	0.07
1,028	Smiths Group Plc Com GBP 0.375	19	0.09
Nondurable household products			
1,867	Reckitt Benckiser Group Plc Com GBP 0.10	168	0.77
Oil & gas			
4,656	BG Group Plc Com GBP 0.10	81	0.37
Oil & gas services			
496	Amec Plc Com GBP 0.50	7	0.03
Pharmaceuticals			
2,600	AstraZeneca Plc Com USD 0.25	173	0.80
Restaurants & bars			
4,660	Compass Group Plc Com GBP 0.10625	81	0.37
Software			
1,682	Sage Group Plc Com GBP 0.01051948	15	0.07
Tobacco			
4,261	British American Tobacco Plc Com GBP 0.25	234	1.08
2,329	Imperial Tobacco Group Plc Com GBP 0.10	120	0.55
Total United Kingdom		2,459	11.32
United States			
Aerospace & defence			
1,851	Boeing Co Com USD 5.00	260	1.20
577	General Dynamics Corp Com USD 1.00	81	0.37
801	Lockheed Martin Corp Com USD 1.00	151	0.70
619	Raytheon Co Com USD 0.01	64	0.29
384	Rockwell Collins Inc Com USD 0.01	36	0.17
Apparel retailers			
1,570	Nike Inc Com NPV	160	0.73
Banks			
355	M&T Bank Corp Com USD 0.50	43	0.20
Beverages			
364	Brown-Forman Corp Com USD 0.15	35	0.16
539	Coca-Cola Enterprises Inc Com USD 0.01	24	0.11
472	Dr Pepper Snapple Group Inc Com USD 0.01	36	0.17
503	Monster Beverage Corp Com USD 0.005	64	0.29
3,134	PepsiCo Inc Com USD 0.017	302	1.39
Biotechnology			
593	Biogen Inc Com USD 0.0005	235	1.08
2,328	Celgene Corp Com USD 0.01	267	1.23
5,384	Gilead Sciences Inc Com USD 0.001	605	2.79

Holding	Investment	Fair value \$'000	% of net asset value
United States (cont)			
Chemicals			
252	Albemarle Corp Com USD 0.01	15	0.07
339	Celanese Corp Com USD 0.0001	23	0.11
111	CF Industries Holdings Inc Com USD 0.01	35	0.16
279	Eastman Chemical Co Com USD 0.01	21	0.10
251	FMC Corp Com USD 0.10	14	0.06
148	International Flavors & Fragrances Inc Com USD 0.125	18	0.08
220	PPG Industries Inc Com USD 1.67	50	0.23
549	Praxair Inc Com USD 0.01	68	0.31
235	Sherwin-Williams Co Com USD 1.00	68	0.31
271	Sigma-Aldrich Corp Com USD 1.00	38	0.18
79	Westlake Chemical Corp Com USD 0.01	6	0.03
Commercial services			
731	Automatic Data Processing Inc Com USD 0.10	62	0.29
711	H&R Block Inc Com NPV	22	0.11
2,380	MasterCard Inc Com USD 0.0001	220	1.01
383	Robert Half International Inc Com USD 0.001	22	0.10
651	SEI Investments Co Com USD 0.01	31	0.14
299	Verisk Analytics Inc Com USD 0.001	22	0.10
Computers			
5,854	Apple Inc Com USD 0.00001	763	3.51
1,556	International Business Machines Corp Com USD 0.20	264	1.22
207	Teradata Corp Com USD 0.01	8	0.04
Cosmetics & personal care			
677	Estee Lauder Cos Inc Com USD 0.01	59	0.27
Distribution & wholesale			
771	Fastenal Co Com USD 0.01	32	0.15
123	Fossil Group Inc Com USD 0.01	9	0.04
160	WW Grainger Inc Com USD 0.50	38	0.17
Diversified financial services			
183	Affiliated Managers Group Inc Com USD 0.01	41	0.19
581	Ameriprise Financial Inc Com USD 0.01	72	0.33
440	BlackRock Inc Com USD 0.01*	161	0.74
3,841	Charles Schwab Corp Com USD 0.01	122	0.56
663	Eaton Vance Corp Com USD 0.00390625	27	0.13
1,646	Franklin Resources Inc Com USD 0.10	84	0.39
420	Raymond James Financial Inc Com USD 0.01	24	0.11
1,181	T Rowe Price Group Inc Com USD 0.20	95	0.44
1,049	TD Ameritrade Holding Corp Com USD 0.01	39	0.18
3,326	Visa Inc Com USD 0.0001	229	1.05

iShares MSCI World Quality Factor UCITS ETF

SCHEDULE OF INVESTMENTS (continued)

As at 31 May 2015

Holding	Investment	Fair value \$'000	% of net asset value
Equities (cont)			
United States (cont)			
Electricity			
607	MDU Resources Group Inc Com USD 1.00	13	0.06
1,901	NextEra Energy Inc Com USD 0.01	194	0.89
893	OGE Energy Corp Com USD 0.01	28	0.13
2,131	Public Service Enterprise Group Inc Com NPV	91	0.42
Electronics			
1,549	Honeywell International Inc Com USD 1.00	161	0.74
103	Mettler-Toledo International Inc Com USD 0.01	34	0.16
Financial services			
1,489	McGraw Hill Financial Inc Com USD 1.00	154	0.71
Food			
435	Hershey Co Com USD 1.00	41	0.19
579	Kellogg Co Com USD 0.25	36	0.17
1,401	Kraft Foods Group Inc Com NPV	118	0.54
Healthcare products			
255	CR Bard Inc Com USD 0.25	44	0.20
347	ResMed Inc Com USD 0.004	20	0.09
300	Varian Medical Systems Inc Com USD 1.00	26	0.12
Household goods & home construction			
1,092	Kimberly-Clark Corp Com USD 1.25	119	0.55
Insurance			
1,648	Aflac Inc Com USD 0.10	102	0.47
283	Assurant Inc Com USD 0.01	19	0.09
3,593	Berkshire Hathaway Inc Com USD 0.0033	514	2.37
809	Chubb Corp Com USD 1.00	79	0.36
1,997	Marsh & McLennan Cos Inc Com USD 1.00	116	0.53
933	Principal Financial Group Inc Com USD 0.01	48	0.22
2,105	Progressive Corp Com USD 1.00	57	0.26
440	Torchmark Corp Com USD 1.00	25	0.12
1,113	Travelers Cos Inc Com NPV	113	0.52
420	WR Berkley Corp Com USD 0.20	21	0.10
Internet			
96	F5 Networks Inc Com NPV	12	0.06
115	Priceline Group Inc Com USD 0.008	135	0.62
Leisure time			
172	Polaris Industries Inc Com USD 0.01	25	0.11
Machinery - diversified			
360	Cummins Inc Com USD 2.50	49	0.23
324	Flowserve Corp Com USD 1.25	18	0.08
364	Rockwell Automation Inc Com USD 1.00	44	0.20
199	Wabtec Corp Com USD 0.01	20	0.09

Holding	Investment	Fair value \$'000	% of net asset value
United States (cont)			
Miscellaneous manufacturers			
1,640	3M Co Com USD 0.01	261	1.20
227	Pall Corp Com USD 0.10	28	0.13
79	SPX Corp Com USD 0.01	6	0.03
Oil & gas			
2,493	Chevron Corp Com USD 0.75	257	1.18
127	Cimarex Energy Co Com USD 0.01	15	0.07
1,497	ConocoPhillips Com USD 0.01	95	0.44
6,729	Exxon Mobil Corp Com NPV	573	2.64
180	Helmerich & Payne Inc Com USD 0.10	13	0.06
407	Marathon Petroleum Corp Com USD 0.01	42	0.19
1,100	Occidental Petroleum Corp Com USD 0.20	86	0.40
773	Phillips 66 Com USD 0.01	61	0.28
531	Southwestern Energy Co Com USD 0.01	14	0.06
Oil & gas services			
404	FMC Technologies Inc Com USD 0.01	17	0.08
1,196	Halliburton Co Com USD 2.50	54	0.25
595	National Oilwell Varco Inc Com USD 0.01	29	0.13
199	Oceaneering International Inc Com USD 0.25	10	0.05
Pharmaceuticals			
2,167	Eli Lilly & Co Com NPV	171	0.79
Real estate investment trusts			
561	Public Storage Reits USD 0.10	108	0.50
Restaurants & bars			
2,321	McDonald's Corp Com USD 0.01	223	1.03
4,297	Starbucks Corp Com USD 0.001	223	1.03
1,072	Yum! Brands Inc Com NPV	97	0.44
Retail			
484	Bed Bath & Beyond Inc Com USD 0.01	35	0.16
71	Chipotle Mexican Grill Inc Com USD 0.01	44	0.20
833	Coach Inc Com USD 0.01	29	0.14
553	Dollar Tree Inc Com USD 0.01	41	0.19
219	Family Dollar Stores Inc Com USD 0.10	17	0.08
673	Gap Inc Com USD 0.05	26	0.12
3,478	Home Depot Inc Com USD 0.05	387	1.78
248	Lululemon Athletica Inc Com USD 0.005	15	0.07
296	Nordstrom Inc Com NPV	22	0.10
260	O'Reilly Automotive Inc Com USD 0.01	57	0.26
639	Ross Stores Inc Com USD 0.01	62	0.29
2,161	TJX Cos Inc Com USD 1.00	139	0.64
336	Tractor Supply Co Com USD 0.008	29	0.13
Semiconductors			
403	Linear Technology Corp Com USD 0.001	19	0.09
2,345	Qualcomm Inc Com USD 0.0001	164	0.76
343	Xilinx Inc Com USD 0.01	16	0.07

iShares MSCI World Quality Factor UCITS ETF

SCHEDULE OF INVESTMENTS (continued)

As at 31 May 2015

Holding	Investment	Fair value \$'000	% of net asset value
Equities (cont)			
United States (cont)			
Software			
475	Intuit Inc Com USD 0.01	49	0.23
12,210	Microsoft Corp Com USD 0.00000625	572	2.63
4,941	Oracle Corp Com USD 0.01	215	0.99
645	Paychex Inc Com USD 0.01	32	0.15
Telecommunications			
128	Harris Corp Com USD 1.00	10	0.05
Tobacco			
884	Reynolds American Inc Com USD 0.0001	68	0.31
Toys			
757	Mattel Inc Com USD 1.00	20	0.09
Transportation			
424	CH Robinson Worldwide Inc Com USD 0.10	26	0.12
423	Expeditors International of Washington Inc Com USD 0.01	19	0.09
271	JB Hunt Transport Services Inc Com USD 0.01	23	0.10
2,001	Union Pacific Corp Com USD 2.50	202	0.93
Total United States		12,362	56.94
Total equities		21,448	98.78

No. of contracts	Underlying exposure \$'000	Fair value \$'000	% of net asset value
Financial derivative instruments			
Futures contracts			
3	Ibex Mini Index Futures June 2015	37	(1)
2	Mini Hang Seng Index Futures June 2015	72	(2)
Total unrealised losses on futures contracts		(3)	(0.01)
Total financial derivative instruments		(3)	(0.01)

	Fair value \$'000	% of net asset value
Total value of investments	21,445	98.77
Cash[†]	108	0.50
Other net assets	155	0.71

	Fair value \$'000	% of net asset value
Net assets attributable to redeemable participating shareholders	21,708	99.98
Adjustment to align to the valuation methodology as set out in the prospectus	4	0.02
Net asset value attributable to redeemable participating shareholders at the end of the period	21,712	100.00

[†] Cash holdings of \$91,137 are held with State Street Bank and Trust Company. \$17,058 is held as security for futures contracts with Barclays Plc.
* Investment in related party.

Equities are primarily classified by the country of incorporation of the entity in which the Fund holds shares.

Underlying exposure has been calculated according to the guidelines issued by the European Securities and Market Authority ("ESMA") and represents the market value of an equivalent position in the assets underlying each financial derivative instrument.

Analysis of total current assets gross of all liabilities	Fair value \$'000	% of total current assets
Transferable securities admitted to an official stock exchange listing or traded on a regulated market	21,448	94.61
Other assets	1,222	5.39
Total current assets	22,670	100.00

iShares MSCI World Quality Factor UCITS ETF

SCHEDULE OF MATERIAL PURCHASES AND SALES (unaudited)

For the period ended 31 May 2015

Holding	Investments	Proceeds \$'000	Holding	Investments	Cost \$'000
Sales			Purchases		
1,187	Roche Holding AG Com NPV	348	7,671	Apple Inc Com USD 0.00001	857
1,817	Apple Inc Com USD 0.00001	198	2,983	Roche Holding AG Com NPV	849
3,926	Novo Nordisk A/S Com DKK 0.20	191	8,501	Exxon Mobil Corp Com NPV	777
7,226	BHP Billiton Ltd Com NPV	164	15,443	Microsoft Corp Com USD 0.00000625	708
1,772	Exxon Mobil Corp Com NPV	154	6,726	Gilead Sciences Inc Com USD 0.001	701
3,233	Microsoft Corp Com USD 0.00000625	146	4,477	Berkshire Hathaway Inc Com USD 0.0033	660
5,554	Vivendi SA Com EUR 5.50	140	10,409	Novo Nordisk A/S Com DKK 0.20	506
1,342	Gilead Sciences Inc Com USD 0.001	135	4,345	Home Depot Inc Com USD 0.05	445
884	Berkshire Hathaway Inc Com USD 0.0033	128	3,387	Chevron Corp Com USD 0.75	383
1,449	SAP SE Com NPV	106	3,916	PepsiCo Inc Com USD 0.017	373
17,800	AIA Group Ltd Com NPV	99	6,082	British American Tobacco Plc Com GBP 0.25	342
1,821	British American Tobacco Plc Com GBP 0.25	99	1,944	International Business Machines Corp Com USD 0.20	335
4,598	BHP Billiton Plc Com USD 0.50	96	56,859	AIA Group Ltd Com NPV	327
894	Chevron Corp Com USD 0.75	95	2,312	Boeing Co Com USD 5.00	314
1,292	Eli Lilly & Co Com NPV	88	2,049	3M Co Com USD 0.01	313
3,053	Diageo Plc Com GBP 0.2893518	87	2,908	Celgene Corp Com USD 0.01	309
705	Monsanto Co Com USD 0.01	84	2,966	McDonald's Corp Com USD 0.01	285
867	Home Depot Inc Com USD 0.05	84	781	Biogen Inc Com USD 0.0005	279
3,636	Telenor ASA Com NOK 6.00	80	2,487	Union Pacific Corp Com USD 2.50	278
23,492	Old Mutual Plc Com GBP 0.1142857	76	11,256	Prudential Plc Com GBP 0.05	276

The UCITS notices issued by the Central Bank of Ireland require a Schedule of Portfolio changes during the period. These are defined as aggregate purchases of a security exceeding one per cent of the total value of purchases for the period and aggregate disposals greater than one per cent of the total value of sales. At a minimum the largest 20 purchases and 20 sales must be given or all purchases and sales if less than 20. A full listing of the portfolio changes for the period is available, upon request, at no cost from the Administrator.

iShares MSCI World Size Factor UCITS ETF

INCOME STATEMENT

For the period ended 31 May 2015

	Note	Period from 6 October 2014 to 31 May 2015 \$'000
Operating income	2	344
Net gains on financial assets/liabilities at fair value through profit or loss	3	1,949
Total gains		2,293
Operating expenses	4	(42)
Net operating profit		2,251
Net profit for the financial period before tax		2,251
Non-reclaimable withholding tax		(36)
Net profit for the financial period after tax		2,215
Adjustment to align to the valuation methodology as set out in the prospectus	6	18
Increase in net assets attributable to redeemable participating shareholders from operations		2,233

There are no recognised gains or losses arising in the period other than those dealt with in the income statement. In arriving at the results of the financial period, all amounts relate to continuing operations.

STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO REDEEMABLE PARTICIPATING SHAREHOLDERS

For the period ended 31 May 2015

	Period from 6 October 2014 to 31 May 2015 \$'000
Net assets attributable to redeemable participating shareholders at the beginning of the period	-
Increase in net assets attributable to redeemable participating shareholders from operations	2,233
Share transactions:	
Proceeds from issue of redeemable participating shares	30,771
Payments on redemption of redeemable participating shares	(8,375)
Increase in net assets resulting from share transactions	22,396
Net assets attributable to redeemable participating shareholders at the end of the period	24,629

The accompanying notes form an integral part of these financial statements.

iShares MSCI World Size Factor UCITS ETF

BALANCE SHEET

As at 31 May 2015

	Note	31 May 2015 \$'000
CURRENT ASSETS		
Cash and cash equivalents		192
Margin cash account		15
Receivables	10	122
Financial assets at fair value through profit or loss	11	24,349
Total current assets		24,678
CURRENT LIABILITIES		
Payables	12	(65)
Financial liabilities at fair value through profit or loss	11	(2)
Total current liabilities excluding net assets attributable to redeemable participating shareholders		(67)
Net assets attributable to redeemable participating shareholders		24,611
Adjustment to align to the valuation methodology as set out in the prospectus	6	18
Net asset value attributable to redeemable participating shareholders at the end of the period		24,629

The accompanying notes form an integral part of these financial statements. Details of the NAV per share are set out in note 9.

iShares MSCI World Size Factor UCITS ETF

NOTES TO THE FINANCIAL STATEMENTS

For the period ended 31 May 2015

1. ACCOUNTING POLICIES, FINANCIAL INSTRUMENTS AND RISKS, TAX, SOFT COMMISSIONS AND EXCHANGE RATES

The accounting policies are set out on pages 46 to 50. The financial instruments and risks are set out on pages 51 to 70. The notes relating to tax, soft commissions and exchange rates are set out in the notes on pages 73 to 78.

2. OPERATING INCOME

	Period from 6 October 2014 to 31 May 2015 \$'000
Dividend income	344
Securities lending income*	-
	344

* Amounts which are less than \$500 are rounded to zero.

3. NET GAINS ON FINANCIAL ASSETS/LIABILITIES AT FAIR VALUE THROUGH PROFIT OR LOSS

	Period from 6 October 2014 to 31 May 2015 \$'000
Net gains on investments in securities held at fair value through profit or loss	1,955
Net gains on futures contracts	3
Net losses on other investments	(9)
	1,949

4. OPERATING EXPENSES

	Period from 6 October 2014 to 31 May 2015 \$'000
Management fees	(42)
	(42)

5. MANAGEMENT FEES

Fees earned by the Manager during the year and balances outstanding as at 31 May 2015 and are disclosed in note 4 and note 12 respectively.

Please refer to note 5 of the financial statements of the Company for each Fund's management fee rate.

The Manager is responsible for discharging, from this fee, all fees of the Investment Manager, the Administrator and the Custodian and any distributing agent appointed by the distributor through whom the shares will be marketed, together with all reasonable out of pocket expenses of such service providers, (including sub-custodial fees and expenses, which will be at normal commercial rates) and transaction related charges of the Administrator and Custodian). The Manager will also be responsible for discharging from its fee for each share class an attributable proportion of the organisational and operating expenses, including audit and directors fees, of the Company. The fee will be accrued daily based on the daily net asset value of the share classes and will be paid monthly in arrears. Where the actual fees and costs incurred exceed the amount paid to the Manager, the excess will be discharged by the Manager from its own assets.

The Fund employs an "all in one" fee structure, paying all of its fees, operating costs and expenses (and its due proportion of any costs and expenses allocated to it) as a single flat fee (the "Total Expense Ratio" or "TER"). The TER is calculated in accordance with the Committee of European Securities Regulators ("CESR") guidelines on the methodology for calculation of the ongoing charges figure in the Key Investor Information Document.

Total fees paid to the Manager as a percentage of the average Fund assets for the period were as follows:

	TER % 31 May 2015
	0.30

6. ADJUSTMENT TO ALIGN TO THE VALUATION METHODOLOGY AS SET OUT IN THE PROSPECTUS

The adjustment between the financial statements net asset value and the valuation methodology set out in the prospectus is shown below:

	Period from 6 October 2014 to 31 May 2015 \$'000
Balance brought forward	-
Adjustment to align to the valuation methodology as set out in the prospectus	18
Total adjustment for period	18
Balance carried forward	18

Further details are set out in the accounting policies note m).

iShares MSCI World Size Factor UCITS ETF

NOTES TO THE FINANCIAL STATEMENTS (continued)

For the period ended 31 May 2015

7. TRANSACTION COSTS

Disclosed in the table below are separately identifiable transaction costs incurred by the Fund for the period ended 31 May 2015. Please refer to note 10 of the financial statements of the Company for further details.

	Period from 6 October 2014 to 31 May 2015 \$'000
Transaction costs	(16)

8. SHARE CAPITAL

The issued and fully paid redeemable participating share capital is at all times equal to the net asset value of the Fund. Redeemable participating shares are redeemable at the shareholders' option and are classified as financial liabilities.

	31 May 2015 No. of Shares
Number of redeemable participating shares:	
Balance at the beginning of period	-
Issued during the period	1,200,000
Redeemed during the period	(300,000)
Balance at the end of period	900,000

9. NET ASSETS ATTRIBUTABLE TO REDEEMABLE PARTICIPATING SHAREHOLDERS

	No. of Shares
Shares in issue	
As at 31 May 2015	900,000
	\$'000
Net asset value	
As at 31 May 2015	24,629
Net asset value per share	
As at 31 May 2015	\$27.37

10. RECEIVABLES

	31 May 2015 \$'000
Sale of securities awaiting settlement	49
Dividend income receivable	70
Tax reclaim receivable	3
	122

11. FINANCIAL ASSETS/LIABILITIES AT FAIR VALUE THROUGH PROFIT OR LOSS

	31 May 2015 \$'000
Financial assets:	
Investment in equities	24,339
Investment in rights	10
	24,349
Financial liabilities:	
Unrealised losses on futures contracts	(2)
	(2)

12. PAYABLES

	31 May 2015 \$'000
Purchase of securities awaiting settlement	(58)
Management fees payable	(7)
	(65)

13. COMMITMENTS AND CONTINGENT LIABILITIES

There were no significant commitments or contingent liabilities at the period ended 31 May 2015, other than those disclosed in note 16 of the financial statements of the Company.

14. RELATED PARTY TRANSACTIONS

The related parties are set out in note 18 of the financial statements of the Company.

15. EFFICIENT PORTFOLIO MANAGEMENT

The Fund may, subject to the conditions and within the limits from time to time laid down by the Central Bank of Ireland and the prospectus, engage in securities lending and employ techniques and instruments relating to transferable securities for efficient portfolio management purposes.

The securities lending agent appointed pursuant to the securities lending agreement is BlackRock Advisors (UK) Limited which is a related party to the Fund.

The Fund benefits from a borrower default indemnity provided by BlackRock Inc. The indemnity allows for full replacement of securities lent. BlackRock Inc. bears all operational costs directly related to securities loan transactions as well as the cost of indemnification against borrower default.

iShares MSCI World Size Factor UCITS ETF

NOTES TO THE FINANCIAL STATEMENTS (continued)

For the period ended 31 May 2015

15. EFFICIENT PORTFOLIO MANAGEMENT (continued)

During the period the Fund engaged in securities lending. The Fund receives either cash collateral or securities as collateral, as determined within the schedule, for a value in excess of the market value of the securities loaned. As at 31 May 2015, the collateral consists of securities admitted to or dealt on a regulated market.

The collateral is registered and held in the name of BlackRock Advisors (UK) Limited on behalf of the Fund in any or all of the following collateral agents and central securities depositories: JP Morgan Chase, Bank of New York Mellon Corporation, Euroclear or CREST, depending on the type of collateral the counterparty needs to give as per the schedule in order to cover the required value of exposure. Further details can be found on page 61.

The Investment Manager monitors the fair value of the securities loaned and additional collateral is obtained, if necessary.

Securities lending income is split between the Fund and the securities lending agent in a ratio of 62.5:37.5 in favour of the Fund, with all operational costs borne out of the securities lending agents share.

The securities lending income earned during the year, the value of securities on loan at the year end and the value of collateral held at the year end for the Fund is shown below:

	31 May 2015 \$'000
Income earned during the period*	-
Value of securities on loan at period end	49
Value of collateral held on behalf of the Fund at period end	55

* Amounts which are less than \$500 are rounded to zero.

Please see note 16 for more information on financial derivative instruments.

16. FINANCIAL DERIVATIVE INSTRUMENTS

The Fund may buy and sell financial derivative instruments. See further details in note 20 of the financial statements of the Company and the Fund's Schedule of Investments.

17. SUBSEQUENT EVENTS

Please refer to note 21 of the financial statements of the Company.

iShares MSCI World Size Factor UCITS ETF

SCHEDULE OF INVESTMENTS

As at 31 May 2015

Holding	Investment	Fair value \$'000	% of net asset value
Transferable Securities Admitted to an Official Stock Exchange Listing or traded on a Regulated Market			
Equities			
Australia			
Airlines			
16,337	Qantas Airways Ltd Com NPV	44	0.18
Banks			
2,290	Bank of Queensland Ltd Com NPV	23	0.10
2,403	Bendigo & Adelaide Bank Ltd Com NPV	23	0.09
Beverages			
5,711	Treasury Wine Estates Ltd Com NPV	23	0.09
Broadline retailers			
9,035	Harvey Norman Holdings Ltd Com NPV	32	0.13
Building materials and fixtures			
5,122	Boral Ltd Com NPV	24	0.10
Chemicals			
10,006	Incitec Pivot Ltd Com NPV	30	0.12
Commercial services			
5,880	ALS Ltd Com NPV	27	0.11
Computers			
2,209	Computershare Ltd Com NPV	22	0.09
Diversified financial services			
757	ASX Ltd Com NPV	24	0.10
3,752	Platinum Asset Management Ltd Com NPV	23	0.09
Electricity			
2,097	AGL Energy Ltd Com NPV	26	0.11
19,795	AusNet Services Com NPV	23	0.09
Engineering & construction			
1,396	Cimic Group Ltd Com NPV	26	0.11
2,046	Lend Lease Group Misc NPV	26	0.11
6,294	Sydney Airport Misc NPV	27	0.11
2,479	WorleyParsons Ltd Com NPV	21	0.08
Entertainment			
8,624	Tabcorp Holdings Ltd Com NPV	33	0.13
9,095	Tatts Group Ltd Com NPV	29	0.12
Health care services			
11,436	Healtscope Ltd Com NPV	24	0.10
603	Ramsay Health Care Ltd Com NPV	29	0.12
1,598	Sonic Healthcare Ltd Com NPV	25	0.10
Healthcare products			
370	Cochlear Ltd Com NPV	25	0.10
Insurance			
13,384	Medibank Pvt Ltd Com NPV	22	0.09
Internet			
1,664	Seek Ltd Com NPV	21	0.09

Holding	Investment	Fair value \$'000	% of net asset value
Australia (cont)			
Mining			
20,159	Alumina Ltd Com NPV	27	0.11
4,429	Iluka Resources Ltd Com NPV	31	0.12
Oil & gas			
1,806	Caltex Australia Ltd Com NPV	47	0.19
Pipelines			
5,301	APA Group Misc NPV	38	0.15
Real estate investment & services			
625	REA Group Ltd Com NPV	19	0.08
Real estate investment trusts			
4,029	Dexus Property Group Reits NPV	25	0.10
11,105	Federation Centres Reits NPV	26	0.11
5,409	Goodman Group Reits NPV	27	0.11
7,094	GPT Group Reits NPV	25	0.10
15,791	Mirvac Group Reits NPV	24	0.10
13,658	Novion Property Group Reits NPV	25	0.10
Telecommunications			
3,587	TPG Telecom Ltd Com NPV	25	0.10
Transportation			
4,793	Asciano Ltd Com NPV	25	0.10
5,574	Aurizon Holdings Ltd Com NPV	23	0.09
Travel & tourism			
792	Flight Centre Travel Group Ltd Com NPV	28	0.11
Total Australia		1,067	4.33
Austria			
Banks			
1,371	Raiffeisen Bank International AG Com NPV	21	0.08
Industrial machinery			
487	Andritz AG Com NPV	30	0.12
Insurance			
490	Vienna Insurance Group AG Wiener Versicherung Gruppe Com NPV	19	0.08
Iron & steel			
638	Voestalpine AG Com NPV	26	0.11
Real estate investment & services			
9,564	Immofinanz AG Com NPV	26	0.10
Total Austria		122	0.49
Belgium			
Chemicals			
157	Solvay SA Com NPV	22	0.09
535	Umicore SA Com NPV	26	0.10
Food			
579	Colruyt SA Com NPV	26	0.10
349	Delhaize Group SA Com NPV	31	0.13

iShares MSCI World Size Factor UCITS ETF

SCHEDULE OF INVESTMENTS (continued)

As at 31 May 2015

Holding	Investment	Fair value \$'000	% of net asset value
Equities (cont)			
Belgium (cont)			
Insurance			
812	Ageas Com NPV	30	0.12
Pharmaceuticals			
370	UCB SA Com NPV	26	0.11
Telecommunications			
433	Telenet Group Holding NV Com NPV	24	0.10
Total Belgium		185	0.75
Bermuda			
Agriculture			
282	Bunge Ltd Com USD 0.01	26	0.11
Apparel retailers			
7,500	Yue Yuen Industrial Holdings Ltd Com HKD 0.25	26	0.10
Diversified financial services			
727	Invesco Ltd Com USD 0.20	29	0.12
Food			
24,000	First Pacific Co Ltd Com USD 0.01	23	0.09
Holding companies - diversified operations			
27,000	Noble Group Ltd Com HKD 0.25	16	0.06
13,351	NWS Holdings Ltd Com HKD 1.00	21	0.09
Hotels			
18,000	Shangri-La Asia Ltd Com HKD 1.00	27	0.11
Insurance			
450	Arch Capital Group Ltd Com USD 0.01	29	0.12
538	Axis Capital Holdings Ltd Com USD 0.0125	30	0.12
156	Everest Re Group Ltd Com USD 0.01	28	0.11
235	PartnerRe Ltd Com USD 1.00	31	0.13
285	RenaissanceRe Holdings Ltd Com USD 1.00	29	0.12
Leisure time			
706	Norwegian Cruise Line Holdings Ltd Com USD 0.001	39	0.16
Oil & gas			
1,534	Nabors Industries Ltd Com USD 0.001	22	0.09
2,144	Seadrill Ltd Com USD 2.00	26	0.10
Real estate investment & services			
8,000	Kerry Properties Ltd Com HKD 1.00	33	0.13
Retail			
208	Signet Jewelers Ltd Com USD 0.18	27	0.11
Semiconductors			
1,719	Marvell Technology Group Ltd Com USD 0.002	24	0.10
Total Bermuda		486	1.97

Holding	Investment	Fair value \$'000	% of net asset value
British Virgin Islands			
Apparel retailers			
292	Michael Kors Holdings Ltd Com NPV	14	0.06
Total British Virgin Islands		14	0.06
Canada			
Aerospace			
1,890	CAE Inc Com NPV	22	0.09
Chemicals			
441	Methanex Corp Com NPV	24	0.10
Clothing & accessories			
956	Gildan Activewear Inc Com NPV	30	0.12
Computers			
2,103	BlackBerry Ltd Com NPV	21	0.08
Diversified financial services			
848	CI Financial Corp Com NPV	24	0.10
Electricity			
679	Atco Ltd Com NPV	24	0.10
857	Fortis Inc Com NPV	26	0.11
2,698	TransAlta Corp Com NPV	23	0.09
Engineering & construction			
663	SNC-Lavalin Group Inc Com NPV	24	0.10
Food			
409	Empire Co Ltd Com NPV	29	0.12
340	George Weston Ltd Com NPV	28	0.11
995	Metro Inc Com NPV	27	0.11
Forest products & paper			
440	West Fraser Timber Co Ltd Com NPV	24	0.10
Gas			
707	Canadian Utilities Ltd Com NPV	21	0.09
619	Keyera Corp Com NPV	20	0.08
Hand & machine tools			
950	Finning International Inc Com NPV	19	0.08
Insurance			
55	Fairfax Financial Holdings Ltd Com NPV	27	0.11
656	Industrial Alliance Insurance & Financial Services Inc Com NPV	23	0.09
388	Intact Financial Corp Com NPV	28	0.12
Mining			
1,088	Agnico Eagle Mines Ltd Com NPV	35	0.14
1,392	Cameco Corp Com NPV	21	0.09
4,324	Eldorado Gold Corp Com NPV	21	0.09
1,704	First Quantum Minerals Ltd Com NPV	22	0.09
546	Franco-Nevada Corp Com NPV	28	0.11
10,069	Kinross Gold Corp Com NPV	23	0.09
7,028	New Gold Inc Com NPV	22	0.09
6,568	Turquoise Hill Resources Ltd Com NPV	28	0.11
6,996	Yamana Gold Inc Com NPV	25	0.10

iShares MSCI World Size Factor UCITS ETF

SCHEDULE OF INVESTMENTS (continued)

As at 31 May 2015

Holding	Investment	Fair value \$'000	% of net asset value
Equities (cont)			
Canada (cont)			
Miscellaneous manufacturers			
7,038	Bombardier Inc Com NPV	15	0.06
Oil & gas			
894	ARC Resources Ltd Com NPV	16	0.07
1,005	Baytex Energy Corp Com NPV	17	0.07
2,765	Canadian Oil Sands Ltd Com NPV	24	0.10
1,734	Enerplus Corp Com NPV	17	0.07
1,105	MEG Energy Corp Com NPV	18	0.07
616	Paramount Resources Ltd Com NPV	16	0.06
739	Peyto Exploration & Development Corp Com NPV	20	0.08
818	PrairieSky Royalty Ltd Com NPV	22	0.09
718	Tourmaline Oil Corp Com NPV	23	0.09
517	Vermilion Energy Inc Com NPV	22	0.09
Pipelines			
610	AltaGas Ltd Com NPV	19	0.08
953	Inter Pipeline Ltd Com NPV	23	0.09
Real estate investment & services			
1,489	First Capital Realty Inc Com NPV	22	0.09
Real estate investment trusts			
1,174	H&R Real Estate Investment Trust NPV	21	0.08
989	RioCan Real Estate Investment Trust NPV	22	0.09
Retail			
261	Canadian Tire Corp Ltd Com NPV	27	0.11
592	Dollarama Inc Com NPV	33	0.13
1,273	Jean Coutu Group PJC Inc Com NPV	24	0.10
456	Restaurant Brands International Inc Com NPV	17	0.07
Software			
90	Constellation Software Inc Com NPV	37	0.15
436	Open Text Corp Com NPV	18	0.07
Specialty finance			
445	Onex Corp Com NPV	25	0.10
Total Canada		1,187	4.82
Cayman Islands			
Hotels			
7,600	MGM China Holdings Ltd Com HKD 1.00	14	0.06
Semiconductors			
2,400	ASM Pacific Technology Ltd Com HKD 0.10	25	0.10
Telecommunications			
20,000	HKT Trust & HKT Ltd Misc HKD 0.0005	25	0.10
Total Cayman Islands		64	0.26

Holding	Investment	Fair value \$'000	% of net asset value
Denmark			
Chemicals			
513	Novozymes A/S Com DKK 2.00	25	0.10
Commercial services			
1,133	ISS A/S Com DKK 1.00	39	0.16
Energy - alternate sources			
725	Vestas Wind Systems A/S Com DKK 1.00	37	0.15
Healthcare products			
379	William Demant Holding A/S Com DKK 1.00	31	0.12
Insurance			
1,023	Tryg A/S Com DKK 5.00	20	0.08
Retail			
343	Pandora A/S Com DKK 1.00	34	0.14
Telecommunications			
3,543	TDC A/S Com DKK 1.00	27	0.11
Transportation			
776	DSV A/S Com DKK 1.00	27	0.11
Total Denmark		240	0.97
Finland			
Auto parts & equipment			
995	Nokian Renkaat Oyj Com NPV	32	0.13
Forest products & paper			
3,366	Stora Enso Oyj Com NPV	35	0.14
1,475	UPM-Kymmene Oyj Com NPV	27	0.11
Machinery - diversified			
851	Metso Oyj Com NPV	24	0.10
Miscellaneous manufacturers			
448	Wartsila Oyj Abp Com NPV	20	0.08
Oil & gas			
1,230	Neste Oyj Com NPV	31	0.13
Pharmaceuticals			
812	Orion Oyj Com EUR 0.65	27	0.11
Telecommunications			
816	Elisa Oyj Com NPV	25	0.10
Total Finland		221	0.90
France			
Advertising			
848	JCDecaux SA Com NPV	35	0.14
Aerospace & defence			
541	Thales SA Com EUR 3.00	34	0.14
740	Zodiac Aerospace Com NPV	27	0.11
Auto manufacturers			
2,494	Peugeot SA Com EUR 1.00	52	0.21
Auto parts & equipment			
228	Valeo SA Com EUR 3.00	36	0.15

iShares MSCI World Size Factor UCITS ETF

SCHEDULE OF INVESTMENTS (continued)

As at 31 May 2015

Holding	Investment	Fair value \$'000	% of net asset value
Equities (cont)			
France (cont)			
Beverages			
382	Remy Cointreau SA Com EUR 1.60	28	0.11
Building materials and fixtures			
304	Imerys SA Com EUR 2.00	23	0.09
Chemicals			
498	Arkema SA Com EUR 10.00	37	0.15
Commercial services			
1,097	Bureau Veritas SA Com EUR 0.12	25	0.10
770	Edenred Com EUR 2.00	19	0.08
Computers			
415	Atos SE Com EUR 1.00	32	0.13
364	Cap Gemini SA Com EUR 8.00	31	0.13
Distribution & wholesale			
1,589	Rexel SA Com EUR 5.00	29	0.12
Diversified financial services			
438	Eurazeo SA Com NPV	29	0.12
Electrical components & equipment			
537	Legrand SA Com EUR 4.00	30	0.12
Engineering & construction			
205	Aéroports de Paris Com EUR 3.00	25	0.10
Food			
259	Casino Guichard Perrachon SA Com EUR 1.53	21	0.08
235	Sodexo SA Com EUR 4.00	24	0.10
Insurance			
736	SCOR SE Com EUR 7.876972	25	0.10
Internet			
117	Iliad SA Com NPV	26	0.11
Lodging			
651	Accor SA Com EUR 3.00	36	0.15
Machinery - diversified			
646	Alstom SA Com EUR 7.00	20	0.08
Media			
1,088	Lagardere SCA Com EUR 6.10	33	0.13
Metal products			
739	Vallourec SA Com EUR 2.00	18	0.07
Nondurable household products			
192	Societe BIC SA Com EUR 3.82	32	0.13
Oil & gas services			
385	Technip SA Com EUR 0.7625	25	0.10
Real estate investment trusts			
277	Fonciere Des Regions Reits EUR 3.00	24	0.10
192	Gecina SA Reits EUR 7.50	25	0.10
355	ICADE Reits NPV	28	0.11
Software			
409	Dassault Systemes Com EUR 0.50	32	0.13

Holding	Investment	Fair value \$'000	% of net asset value
France (cont)			
Specialty finance			
240	Wendel SA Com EUR 4.00	31	0.13
Telecommunications			
8,756	Alcatel-Lucent Com EUR 0.05	35	0.14
740	Eutelsat Communications SA Com EUR 1.00	25	0.10
Transportation			
1,893	Groupe Eurotunnel SE Com EUR 0.40	28	0.12
Water			
1,643	Suez Environnement Co Com EUR 4.00	32	0.13
1,408	Veolia Environnement SA Com EUR 5.00	29	0.12
Total France		1,041	4.23
Germany			
Airlines			
1,612	Deutsche Lufthansa AG Com NPV	22	0.09
Chemicals			
492	Brenntag AG Com NPV	30	0.12
546	Fuchs Petrolub SE Pref NPV	24	0.10
923	K&S AG Com NPV	30	0.12
544	Lanxess AG Com NPV	30	0.12
448	Symrise AG Com NPV	28	0.12
Electrical components & equipment			
640	OSRAM Licht AG Com NPV	34	0.14
Engineering & construction			
438	Fraport AG Frankfurt Airport Services Worldwide Com NPV	29	0.12
Insurance			
291	Hannover Rueck SE Com NPV	28	0.11
Internet			
579	United Internet AG Com NPV	27	0.11
Leisure time			
3,486	TUI AG Com NPV	61	0.25
Machinery - diversified			
595	GEA Group AG Com NPV	29	0.12
Media			
505	Axel Springer SE Com EUR 1.00	27	0.11
186	Kabel Deutschland Holding AG Com NPV	25	0.10
597	ProSiebenSat.1 Media AG Com NPV	29	0.12
Pharmaceuticals			
725	Celesio AG Com NPV	21	0.08
Real estate investment & services			
1,163	Deutsche Annington Immobilien SE Com NPV	37	0.15
1,187	Deutsche Wohnen AG Com NPV	29	0.12
Retail			
292	Hugo Boss AG Com NPV	33	0.13

iShares MSCI World Size Factor UCITS ETF

SCHEDULE OF INVESTMENTS (continued)

As at 31 May 2015

Holding	Investment	Fair value \$'000	% of net asset value
Equities (cont)			
Germany (cont)			
Semiconductors			
2,762	Infineon Technologies AG Com NPV	36	0.14
Telecommunications			
6,104	Telefonica Deutschland Holding AG Com NPV	34	0.14
Total Germany		643	2.61
Hong Kong			
Airlines			
13,000	Cathay Pacific Airways Ltd Com NPV	33	0.14
Banks			
6,000	Bank of East Asia Ltd Com NPV	27	0.11
Fixed line telecommunications			
45,000	PCCW Ltd Com NPV	28	0.12
Hand & machine tools			
8,000	Techtronic Industries Co Ltd Com NPV	28	0.11
Real estate investment & services			
6,000	Hysan Development Co Ltd Com NPV	28	0.11
22,000	New World Development Co Ltd Com NPV	29	0.12
6,000	Wheelock & Co Ltd Com NPV	32	0.13
Real estate investment trusts			
4,000	Link REIT NPV	23	0.09
Total Hong Kong		228	0.93
Ireland			
Airlines			
2,602	Ryanair Holdings Plc Com EUR 0.00635	33	0.13
Banks			
65,426	Bank of Ireland Com EUR 0.05	25	0.10
Building materials and fixtures			
2,049	James Hardie Industries Plc Receipt EUR 0.59	28	0.11
Computers			
379	Seagate Technology Plc Com USD 0.00001	21	0.09
Food			
381	Kerry Group Plc Com EUR 0.125	28	0.11
Insurance			
610	Willis Group Holdings Plc Com USD 0.000115	29	0.12
775	XL Group Plc Com USD 0.01	29	0.12
Miscellaneous manufacturers			
340	Pentair Plc Com USD 0.01	22	0.09
Oil & gas services			
2,105	Weatherford International Plc Com USD 0.001	29	0.12

Holding	Investment	Fair value \$'000	% of net asset value
Ireland (cont)			
Pharmaceuticals			
373	Alkermes Plc Com USD 0.01	23	0.09
448	Endo International Plc Com USD 0.0001	37	0.15
159	Jazz Pharmaceuticals Plc Com USD 0.0001	29	0.12
270	Mallinckrodt Plc Com USD 0.20	35	0.14
Total Ireland		368	1.49
Israel			
Banks			
5,186	Bank Hapoalim BM Com ILS 1.00	27	0.11
6,425	Bank Leumi Le-Israel BM Com ILS 0.10	25	0.10
2,569	Mizrahi Tefahot Bank Ltd Com ILS 0.10	29	0.12
Investment services			
84	Delek Group Ltd Com ILS 1.00	24	0.10
42	Israel Corp Ltd Com ILS 1.00	15	0.06
Real estate investment & services			
644	Azrieli Group Com ILS 0.10	28	0.11
Telecommunications			
14,236	Bezeq The Israeli Telecommunication Corp Ltd Com ILS 1.00	24	0.10
405	NICE-Systems Ltd Com ILS 1.00	25	0.10
Total Israel		197	0.80
Italy			
Aerospace & defence			
3,171	Finmeccanica SpA Com EUR 4.40	42	0.17
Banks			
1,550	Banca Monte dei Paschi di Siena SpA Com NPV	3	0.01
2,239	Banco Popolare SC Com NPV	38	0.16
2,695	Mediobanca SpA Com EUR 0.50	28	0.11
3,182	Unione di Banche Italiane SCpA Com EUR 2.50	26	0.11
Electrical components & equipment			
1,568	Prysmian SpA Com EUR 0.10	35	0.14
Electricity			
11,560	Enel Green Power SpA Com EUR 0.20	22	0.09
4,856	Terna Rete Elettrica Nazionale SpA Com EUR 0.22	23	0.09
Holding companies - diversified operations			
595	Exor SpA Com EUR 1.00	30	0.12
Insurance			
10,821	UnipolSai SpA Com NPV	29	0.12
Oil & gas services			
1,764	Saipem SpA Com EUR 1.00	22	0.09

iShares MSCI World Size Factor UCITS ETF

SCHEDULE OF INVESTMENTS (continued)

As at 31 May 2015

Holding	Investment	Fair value \$'000	% of net asset value
Equities (cont)			
Italy (cont)			
Tyres			
1,943	Pirelli & C. SpA Com NPV	33	0.13
Total Italy		331	1.34
Japan			
Advertising			
2,800	Hakuhodo DY Holdings Inc Com NPV	30	0.12
Aerospace & defence			
5,000	IHI Corp Com NPV	24	0.10
7,000	Kawasaki Heavy Industries Ltd Com NPV	35	0.14
Apparel retailers			
1,200	Asics Corp Com NPV	32	0.13
Auto manufacturers			
1,500	Daihatsu Motor Co Ltd Com NPV	22	0.09
2,100	Hino Motors Ltd Com NPV	29	0.12
Auto parts & equipment			
1,800	JTEKT Corp Com NPV	33	0.13
900	Koito Manufacturing Co Ltd Com NPV	36	0.15
1,000	NGK Insulators Ltd Com NPV	25	0.10
1,000	NGK Spark Plug Co Ltd Com NPV	30	0.12
3,000	NHK Spring Co Ltd Com NPV	35	0.14
1,000	NOK Corp Com NPV	33	0.14
1,200	Stanley Electric Co Ltd Com NPV	29	0.12
1,800	Sumitomo Rubber Industries Ltd Com NPV	32	0.13
1,300	Toyoda Gosei Co Ltd Com NPV	32	0.13
3,000	Yokohama Rubber Co Ltd Com NPV	34	0.14
Banks			
9,000	Aozora Bank Ltd Com NPV	35	0.14
3,000	Bank of Kyoto Ltd Com NPV	34	0.14
4,000	Bank of Yokohama Ltd Com NPV	25	0.10
3,000	Chiba Bank Ltd Com NPV	24	0.10
1,800	Chugoku Bank Ltd Com NPV	28	0.11
4,000	Fukuoka Financial Group Inc Com NPV	21	0.09
4,000	Gunma Bank Ltd Com NPV	28	0.11
4,000	Hachijuni Bank Ltd Com NPV	30	0.12
6,000	Hiroshima Bank Ltd Com NPV	35	0.14
13,000	Hokuhoku Financial Group Inc Com NPV	31	0.13
2,100	Iyo Bank Ltd Com NPV	26	0.11
5,000	Joyo Bank Ltd Com NPV	27	0.11
7,000	Seven Bank Ltd Com NPV	33	0.13
12,000	Shinsei Bank Ltd Com NPV	24	0.10
3,000	Shizuoka Bank Ltd Com NPV	33	0.13
1,300	Suruga Bank Ltd Com NPV	28	0.11
3,000	Yamaguchi Financial Group Inc Com NPV	38	0.16

Holding	Investment	Fair value \$'000	% of net asset value
Japan (cont)			
Broadline retailers			
1,900	Isetan Mitsukoshi Holdings Ltd Com NPV	32	0.13
1,800	J Front Retailing Co Ltd Com NPV	32	0.13
3,000	Takashimaya Co Ltd Com NPV	29	0.12
Building materials and fixtures			
1,300	LIXIL Group Corp Com NPV	25	0.10
300	Rinnai Corp Com NPV	23	0.09
8,000	Taiheiyo Cement Corp Com NPV	24	0.10
2,000	TOTO Ltd Com NPV	33	0.13
Chemicals			
1,000	Air Water Inc Com NPV	18	0.07
2,000	Daicel Corp Com NPV	26	0.11
1,600	Hitachi Chemical Co Ltd Com NPV	32	0.13
1,500	JSR Corp Com NPV	27	0.11
5,000	Kaneka Corp Com NPV	37	0.15
2,000	Kansai Paint Co Ltd Com NPV	35	0.14
2,200	Kuraray Co Ltd Com NPV	29	0.12
6,300	Mitsubishi Chemical Holdings Corp Com NPV	40	0.16
4,000	Mitsubishi Gas Chemical Co Inc Com NPV	23	0.09
10,000	Mitsui Chemicals Inc Com NPV	33	0.13
1,000	Nippon Paint Holdings Co Ltd Com NPV	31	0.13
7,000	Sumitomo Chemical Co Ltd Com NPV	41	0.17
3,000	Taiyo Nippon Sanso Corp Com NPV	37	0.15
9,000	Teijin Ltd Com NPV	33	0.13
Commercial services			
800	Benesse Holdings Inc Com NPV	21	0.08
3,000	Dai Nippon Printing Co Ltd Com NPV	32	0.13
1,500	Park24 Co Ltd Com NPV	26	0.11
4,000	Toppan Printing Co Ltd Com NPV	34	0.14
Computers			
1,200	Itochu Techno-Solutions Corp Com NPV	29	0.11
700	Nomura Research Institute Ltd Com NPV	27	0.11
700	Otsuka Corp Com NPV	34	0.14
400	TDK Corp Com NPV	32	0.13
Containers & packaging			
1,800	Toyo Seikan Group Holdings Ltd Com NPV	27	0.11
Distribution & wholesale			
900	Hitachi High-Technologies Corp Com NPV	25	0.10
Diversified financial services			
8,600	Acom Co Ltd Com NPV	28	0.11
1,300	Aeon Financial Service Co Ltd Com NPV	31	0.13
1,200	Credit Saison Co Ltd Com NPV	24	0.10
1,000	Japan Exchange Group Inc Com NPV	30	0.12
5,100	Mitsubishi UFJ Lease & Finance Co Ltd Com NPV	27	0.11

iShares MSCI World Size Factor UCITS ETF

SCHEDULE OF INVESTMENTS (continued)

As at 31 May 2015

Holding	Investment	Fair value \$'000	% of net asset value
Equities (cont)			
Japan (cont)			
Electrical components & equipment			
1,600	Brother Industries Ltd Com NPV	25	0.10
2,100	Casio Computer Co Ltd Com NPV	40	0.16
600	Mabuchi Motor Co Ltd Com NPV	36	0.15
Electricity			
1,800	Chugoku Electric Power Co Inc Com NPV	27	0.11
900	Electric Power Development Co Ltd Com NPV	31	0.13
1,900	Hokuriku Electric Power Co Com NPV	29	0.12
2,200	Kyushu Electric Power Co Inc Com NPV	26	0.10
1,900	Shikoku Electric Power Co Inc Com NPV	28	0.11
2,400	Tohoku Electric Power Co Inc Com NPV	34	0.14
6,700	Tokyo Electric Power Co Inc Com NPV	38	0.15
Electronics			
1,200	Hamamatsu Photonics KK Com NPV	37	0.15
200	Hirose Electric Co Ltd Com NPV	28	0.12
1,700	Ibiden Co Ltd Com NPV	32	0.13
9,000	Japan Display Inc Com NPV	38	0.15
2,000	Minebea Co Ltd Com NPV	37	0.15
6,000	Nippon Electric Glass Co Ltd Com NPV	32	0.13
2,200	Yaskawa Electric Corp Com NPV	31	0.13
2,100	Yokogawa Electric Corp Com NPV	25	0.10
Engineering & construction			
3,000	Chiyoda Corp Com NPV	27	0.11
6,000	Kajima Corp Com NPV	26	0.11
4,000	Obayashi Corp Com NPV	26	0.11
4,000	Shimizu Corp Com NPV	31	0.12
6,000	Taisei Corp Com NPV	33	0.13
Entertainment			
700	Sankyo Co Ltd Com NPV	26	0.10
1,800	Sega Sammy Holdings Inc Com NPV	26	0.11
1,200	Toho Co Ltd Com NPV	30	0.12
Environmental control			
1,200	Kurita Water Industries Ltd Com NPV	29	0.12
Food			
700	Calbee Inc Com NPV	27	0.11
1,000	Kikkoman Corp Com NPV	28	0.11
300	MEIJI Holdings Co Ltd Com NPV	34	0.14
1,000	NH Foods Ltd Com NPV	22	0.09
2,400	Nisshin Seifun Group Inc Com NPV	30	0.12
600	Nissin Foods Holdings Co Ltd Com NPV	26	0.11
900	Toyo Suisan Kaisha Ltd Com NPV	31	0.13
2,000	Yamazaki Baking Co Ltd Com NPV	33	0.13
Forest products & paper			
7,000	Oji Holdings Corp Com NPV	31	0.13
Gas			
5,000	Toho Gas Co Ltd Com NPV	31	0.13

Holding	Investment	Fair value \$'000	% of net asset value
Japan (cont)			
Hand & machine tools			
6,000	Fuji Electric Co Ltd Com NPV	28	0.11
400	Makita Corp Com NPV	22	0.09
1,200	THK Co Ltd Com NPV	29	0.12
Health care services			
600	Miraca Holdings Inc Com NPV	29	0.12
Healthcare products			
3,000	Shimadzu Corp Com NPV	40	0.16
600	Sysmex Corp Com NPV	35	0.14
Home builders			
2,100	Iida Group Holdings Co Ltd Com NPV	34	0.14
2,000	Sekisui Chemical Co Ltd Com NPV	27	0.11
Home furnishings			
10,000	Sharp Corp Com NPV	14	0.06
Internet			
1,600	Kakaku.com Inc Com NPV	25	0.10
1,800	M3 Inc Com NPV	34	0.14
600	Mixi Inc Com NPV	26	0.10
2,200	SBI Holdings Inc Com NPV	31	0.13
700	Trend Micro Inc Com NPV	25	0.10
Iron & steel			
1,000	Hitachi Metals Ltd Com NPV	16	0.06
19,000	Kobe Steel Ltd Com NPV	36	0.15
900	Yamato Kogyo Co Ltd Com NPV	22	0.09
Leisure time			
200	Shimano Inc Com NPV	28	0.11
1,900	Yamaha Corp Com NPV	39	0.16
1,200	Yamaha Motor Co Ltd Com NPV	30	0.12
Machinery - diversified			
2,700	Amada Holdings Co Ltd Com NPV	28	0.11
1,000	Nabtesco Corp Com NPV	26	0.10
4,000	Sumitomo Heavy Industries Ltd Com NPV	26	0.11
Machinery, construction & mining			
1,300	Hitachi Construction Machinery Co Ltd Com NPV	24	0.10
Metal fabricate/ hardware			
1,000	Maruichi Steel Tube Ltd Com NPV	27	0.11
2,200	NSK Ltd Com NPV	36	0.15
Mining			
9,000	Mitsubishi Materials Corp Com NPV	36	0.15
Miscellaneous manufacturers			
2,200	Konica Minolta Inc Com NPV	28	0.11
Office & business equipment			
1,200	Seiko Epson Corp Com NPV	22	0.09

iShares MSCI World Size Factor UCITS ETF

SCHEDULE OF INVESTMENTS (continued)

As at 31 May 2015

Holding	Investment	Fair value \$'000	% of net asset value
Equities (cont)			
Japan (cont)			
Oil & gas			
1,500	Idemitsu Kosan Co Ltd Com NPV	30	0.12
3,400	Showa Shell Sekiyu KK Com NPV	32	0.13
3,000	TonenGeneral Sekiyu KK Com NPV	28	0.12
Pharmaceuticals			
1,800	Alfresa Holdings Corp Com NPV	28	0.11
700	Hisamitsu Pharmaceutical Co Inc Com NPV	28	0.11
2,200	Medipal Holdings Corp Com NPV	34	0.14
1,900	Santen Pharmaceutical Co Ltd Com NPV	26	0.11
1,000	Shionogi & Co Ltd Com NPV	36	0.15
2,200	Sumitomo Dainippon Pharma Co Ltd Com NPV	25	0.10
1,000	Suzuken Co Ltd Com NPV	33	0.13
Real estate investment & services			
1,400	Aeon Mall Co Ltd Com NPV	26	0.11
200	Daito Trust Construction Co Ltd Com NPV	22	0.09
2,700	Hulic Co Ltd Com NPV	28	0.11
1,300	Nomura Real Estate Holdings Inc Com NPV	27	0.11
1,900	NTT Urban Development Corp Com NPV	20	0.08
1,200	Seibu Holdings Inc Com NPV	27	0.11
3,000	Tokyo Tatemono Co Ltd Com NPV	23	0.09
3,300	Tokyu Fudosan Holdings Corp Com NPV	25	0.10
Real estate investment trusts			
7	Japan Prime Realty Investment Corp Reits NPV	23	0.09
5	Japan Real Estate Investment Corp Reits NPV	23	0.09
13	Japan Retail Fund Investment Corp Reits NPV	26	0.11
13	Nippon Prologis REIT Inc NPV	25	0.10
18	United Urban Investment Corp Reits NPV	27	0.11
Restaurants & bars			
900	McDonald's Holdings Co Japan Ltd Com NPV	19	0.08
Retail			
400	ABC-Mart Inc Com NPV	23	0.10
3,400	Citizen Holdings Co Ltd Com NPV	25	0.10
400	Don Quijote Holdings Co Ltd Com NPV	31	0.13
600	FamilyMart Co Ltd Com NPV	25	0.10
400	Lawson Inc Com NPV	28	0.11
2,700	Marui Group Co Ltd Com NPV	34	0.14
400	Nitori Holdings Co Ltd Com NPV	31	0.13
300	Shimamura Co Ltd Com NPV	32	0.13
1,600	USS Co Ltd Com NPV	30	0.12
6,600	Yamada Denki Co Ltd Com NPV	28	0.11

Holding	Investment	Fair value \$'000	% of net asset value
Japan (cont)			
Semiconductors			
2,400	Advantest Corp Com NPV	29	0.12
400	Rohm Co Ltd Com NPV	28	0.11
Software			
1,000	Colopl Inc Com NPV	21	0.08
6,600	GungHo Online Entertainment Inc Com NPV	24	0.10
1,400	Konami Corp Com NPV	26	0.11
2,800	Nexon Co Ltd Com NPV	38	0.15
600	Oracle Corp Japan Com NPV	26	0.11
Storage & warehousing			
1,000	Mitsubishi Logistics Corp Com NPV	14	0.06
Telecommunications			
400	Hikari Tsushin Inc Com NPV	28	0.11
Toys			
1,200	Bandai Namco Holdings Inc Com NPV	25	0.10
900	Sanrio Co Ltd Com NPV	25	0.10
Transportation			
4,000	Hankyu Hanshin Holdings Inc Com NPV	24	0.10
3,000	Kamigumi Co Ltd Com NPV	28	0.11
5,000	Keihan Electric Railway Co Ltd Com NPV	29	0.12
3,000	Keikyu Corp Com NPV	23	0.09
3,000	Keio Corp Com NPV	22	0.09
2,000	Keisei Electric Railway Co Ltd Com NPV	23	0.09
9,000	Mitsui OSK Lines Ltd Com NPV	31	0.13
7,000	Nagoya Railroad Co Ltd Com NPV	27	0.11
6,000	Nippon Express Co Ltd Com NPV	33	0.13
9,000	Nippon Yusen KK Com NPV	27	0.11
3,000	Odakyu Electric Railway Co Ltd Com NPV	28	0.12
5,000	Tobu Railway Co Ltd Com NPV	22	0.09
Total Japan		5,531	22.46
Jersey			
Distribution & wholesale			
451	Wolseley Plc Com GBP 0.1080303	28	0.11
Mining			
388	Randgold Resources Ltd Com USD 0.05	28	0.12
Oil & gas services			
1,259	Petrofac Ltd Com USD 0.02	17	0.07
Total Jersey		73	0.30
Liberia			
Leisure time			
340	Royal Caribbean Cruises Ltd Com USD 0.01	26	0.11
Total Liberia		26	0.11

iShares MSCI World Size Factor UCITS ETF

SCHEDULE OF INVESTMENTS (continued)

As at 31 May 2015

Holding	Investment	Fair value \$'000	% of net asset value
Equities (cont)			
Luxembourg			
Oil & gas services			
2,507	Subsea 7 SA Com USD 2.00	26	0.11
Telecommunications			
261	Millicom International Cellular SA Receipt USD 1.50	21	0.08
692	SES SA Receipt NPV	25	0.10
Total Luxembourg		72	0.29
Mauritius			
Agriculture			
76,300	Golden Agri-Resources Ltd Com USD 0.025	23	0.09
Total Mauritius		23	0.09
Netherlands			
Auto manufacturers			
2,509	Fiat Chrysler Automobiles NV Com EUR 0.01	40	0.16
Chemicals			
411	Koninklijke DSM NV Com EUR 1.50	24	0.10
704	OCI NV Com EUR 1.00	21	0.08
Commercial services			
590	Randstad Holding NV Com EUR 0.10	34	0.14
Computers			
343	Gemalto NV Com EUR 1.00	30	0.12
Electronics			
592	Sensata Technologies Holding NV Com EUR 0.01	33	0.13
Engineering & construction			
466	Boskalis Westminster NV Com EUR 0.80	23	0.09
477	Chicago Bridge & Iron Co NV Com EUR 0.01	26	0.11
Healthcare products			
1,105	Qiagen NV Com EUR 0.01	27	0.11
Insurance			
1,066	Delta Lloyd NV Com EUR 0.20	19	0.08
1,092	NN Group NV Com EUR 0.12	30	0.12
Media			
659	Nielsen NV Com EUR 0.07	30	0.12
887	Wolters Kluwer NV Com EUR 0.12	27	0.11
Oil & gas services			
157	Core Laboratories NV Com EUR 0.02	18	0.08
Pharmaceuticals			
478	Mylan NV Com EUR 0.01	35	0.14
Pipelines			
484	Koninklijke Vopak NV Com EUR 0.50	24	0.10
Semiconductors			
3,994	STMicroelectronics NV Com EUR 1.04	34	0.14

Holding	Investment	Fair value \$'000	% of net asset value
Netherlands (cont)			
Telecommunications			
8,167	Koninklijke KPN NV Com EUR 0.04	30	0.12
Transportation			
4,329	TNT Express NV Com EUR 0.08	36	0.15
Total Netherlands		541	2.20
New Zealand			
Building materials and fixtures			
3,817	Fletcher Building Ltd Com NPV	24	0.10
Electricity			
5,366	Contact Energy Ltd Com NPV	23	0.09
19,019	Meridian Energy Ltd Com NPV	31	0.13
10,656	Mighty River Power Ltd Com NPV	22	0.09
Engineering & construction			
7,376	Auckland International Airport Ltd Com NPV	25	0.10
Health care services			
4,459	Ryman Healthcare Ltd Com NPV	25	0.10
Telecommunications			
10,994	Spark New Zealand Ltd Com NPV	22	0.09
Total New Zealand		172	0.70
Norway			
Food			
2,884	Orkla ASA Com NOK 1.25	23	0.09
Insurance			
1,365	Gjensidige Forsikring ASA Com NOK 2.00	21	0.09
Mining			
4,696	Norsk Hydro ASA Com NOK 1.098	22	0.09
Total Norway		66	0.27
Portugal			
Banks			
290,931	Banco Comercial Portugues SA Com NPV	27	0.11
Food			
2,495	Jeronimo Martins SGPS SA Com EUR 1.00	34	0.14
Total Portugal		61	0.25
Singapore			
Commercial services			
40,300	Hutchison Port Holdings Trust Unit NPV	27	0.11
Diversified financial services			
4,500	Singapore Exchange Ltd Com NPV	28	0.11
Electronics			
2,614	Flextronics International Ltd Com NPV	32	0.13
Engineering & construction			
7,500	Sembcorp Industries Ltd Com NPV	23	0.09

iShares MSCI World Size Factor UCITS ETF

SCHEDULE OF INVESTMENTS (continued)

As at 31 May 2015

Holding	Investment	Fair value \$'000	% of net asset value
Equities (cont)			
Singapore (cont)			
Marine transportation			
31,300	Yangzijiang Shipbuilding Holdings Ltd Com NPV	33	0.14
Media			
1,900	Singapore Press Holdings Ltd Com NPV	6	0.02
Real estate investment & services			
4,500	UOL Group Ltd Com NPV	24	0.10
Real estate investment trusts			
15,000	Ascendas Real Estate Investment Trust NPV	27	0.11
22,500	CapitaLand Commercial Trust Reits NPV	27	0.11
16,500	CapitaLand Mall Trust Reits NPV	26	0.11
19,500	Suntec Real Estate Investment Trust NPV	26	0.10
Telecommunications			
9,000	StarHub Ltd Com NPV	27	0.11
Transportation			
15,000	ComfortDelGro Corp Ltd Com NPV	34	0.14
Total Singapore		340	1.38
Spain			
Airlines			
4,263	International Consolidated Airlines Group SA Com EUR 0.50	36	0.15
Banks			
10,856	Banco de Sabadell SA Com EUR 0.125	27	0.11
5,247	Banco Popular Espanol SA Com EUR 0.50	26	0.10
3,259	Bankinter SA Com EUR 0.30	24	0.10
Engineering & construction			
659	ACS Actividades de Construcción y Servicios SA Com EUR 0.50	21	0.09
310	Aena SA Com EUR 10.00	32	0.13
1,319	Ferrovial SA Com EUR 0.20	29	0.11
Food			
3,994	Distribuidora Internacional de Alimentación SA Com EUR 0.10	32	0.13
Insurance			
6,824	Mapfre SA Com EUR 0.10	24	0.10
Machinery - diversified			
2,200	Zardoya Otis SA Com EUR 0.10	28	0.11
Pharmaceuticals			
496	Grifols SA Com EUR 0.50	20	0.08
Total Spain		299	1.21
Sweden			
Agriculture			
739	Swedish Match AB Com SEK 1.90	22	0.09

Holding	Investment	Fair value \$'000	% of net asset value
Sweden (cont)			
Commercial services			
2,220	Securitas AB Com SEK 1.00	30	0.12
Engineering & construction			
1,091	Skanska AB Com NPV	23	0.09
Food			
610	ICA Gruppen AB Com SEK 2.50	21	0.08
Healthcare products			
2,483	Elektro AB Com SEK 0.50	17	0.07
1,108	Getinge AB Com SEK 0.50	27	0.11
Holding companies - diversified operations			
1,471	Industrivarden AB Com SEK 2.50	29	0.12
Home furnishings			
974	Electrolux AB Com SEK 5.00	30	0.12
Machinery - diversified			
818	Hexagon AB Com EUR 0.22	30	0.12
4,075	Husqvarna AB Com SEK 2.00	31	0.13
Metal fabricate/ hardware			
1,233	SKF AB Com SEK 2.50	30	0.12
Mining			
1,800	Boliden AB Com SEK 2.11	39	0.16
Miscellaneous manufacturers			
1,236	Alfa Laval AB Com SEK 2.84	23	0.09
Oil & gas			
1,677	Lundin Petroleum AB Com SEK 0.01	26	0.11
Specialty finance			
655	Investment AB Kinnevik Com SEK 0.10	22	0.09
Telecommunications			
2,079	Tele2 AB Com SEK 1.25	24	0.10
Total Sweden		424	1.72
Switzerland			
Beverages			
1,093	Coca-Cola HBC AG Com CHF 6.70	24	0.10
Building materials and fixtures			
78	Geberit AG Com CHF 0.10	28	0.11
7	Sika AG Com CHF 0.60	24	0.10
Chemicals			
67	EMS-Chemie Holding AG Com CHF 0.01	28	0.11
16	Givaudan SA Com CHF 10.00	29	0.12
240	Lonza Group AG Com CHF 1.00	34	0.14
Commercial services			
319	Adecco SA Com CHF 1.00	25	0.10
Diversified financial services			
570	Julius Baer Group Ltd Com CHF 0.02	31	0.13
99	Partners Group Holding AG Com CHF 0.01	31	0.12

iShares MSCI World Size Factor UCITS ETF

SCHEDULE OF INVESTMENTS (continued)

As at 31 May 2015

Holding	Investment	Fair value \$'000	% of net asset value
Equities (cont)			
Switzerland (cont)			
Electronics			
460	Garmin Ltd Com CHF 10.00	21	0.09
Food			
280	Aryzta AG Com CHF 0.02	18	0.07
19	Barry Callebaut AG Com CHF 18.60	21	0.09
4	Chocoladefabriken Lindt & Sprungli AG Com CHF 10.00	21	0.08
Healthcare products			
168	Sonova Holding AG Com CHF 0.05	25	0.10
Insurance			
217	Baloise Holding AG Com CHF 0.10	27	0.11
109	Swiss Life Holding AG Com CHF 5.10	26	0.11
Miscellaneous manufacturers			
237	Sulzer AG Com CHF 0.01	26	0.11
Oil & gas			
1,404	Transocean Ltd Com CHF 15.00	27	0.11
Pharmaceuticals			
271	Actelion Ltd Com CHF 0.50	38	0.15
Real estate investment & services			
444	Swiss Prime Site AG Com CHF 15.30	35	0.14
Specialty finance			
286	Pargesa Holding SA Com CHF 20.00	20	0.08
Total Switzerland		559	2.27
United Kingdom			
Aerospace & defence			
5,042	Cobham Plc Com GBP 0.025	23	0.09
3,262	Meggitt Plc Com GBP 0.05	25	0.10
Airlines			
950	easyJet Plc Com GBP 0.2728571	23	0.09
Apparel retailers			
992	Burberry Group Plc Com GBP 0.0005	26	0.11
Auto parts & equipment			
5,424	GKN Plc Com GBP 0.10	30	0.12
Chemicals			
663	Croda International Plc Com GBP 0.10	30	0.12
457	Johnson Matthey Plc Com GBP 1.047619	24	0.10
Commercial services			
1,118	Aggreko Plc Com GBP 0.04832911	27	0.11
1,627	Ashtead Group Plc Com GBP 0.10	28	0.11
1,574	Babcock International Group Plc Com GBP 0.60	27	0.11
902	Bunzl Plc Com GBP 0.3214286	26	0.11
1,399	Capita Plc Com GBP 0.020667	27	0.11
5,948	G4S Plc Com GBP 0.25	27	0.11
513	Intertek Group Plc Com GBP 0.01	20	0.08

Holding	Investment	Fair value \$'000	% of net asset value
United Kingdom (cont)			
Containers & packaging			
3,836	Rexam Plc Com GBP 0.8035714	33	0.13
Diversified financial services			
3,579	Aberdeen Asset Management Plc Com GBP 0.10	24	0.10
1,755	Hargreaves Lansdown Plc Com GBP 0.004	34	0.14
3,943	ICAP Plc Com GBP 0.10	33	0.13
2,923	Investec Plc Com GBP 0.0002	27	0.11
1,039	London Stock Exchange Group Plc Com GBP 0.06918605	39	0.16
597	Schroders Plc Com GBP 1.00	31	0.12
Entertainment			
6,191	Merlin Entertainments Plc Com GBP 0.01	43	0.18
4,633	William Hill Plc Com GBP 0.10	30	0.12
Food			
6,527	J Sainsbury Plc Com GBP 0.285714	25	0.10
2,533	Tate & Lyle Plc Com GBP 0.25	23	0.09
9,763	WM Morrison Supermarkets Plc Com GBP 0.10	25	0.11
Healthcare products			
1,631	Smith & Nephew Plc Com USD 0.20	29	0.12
Home builders			
1,124	Persimmon Plc Com GBP 0.10	34	0.14
Hotels			
629	InterContinental Hotels Group Plc Com GBP 0.158055	26	0.11
376	Whitbread Plc Com GBP 0.767974	29	0.12
Insurance			
1,437	Admiral Group Plc Com GBP 0.001	33	0.13
6,186	Direct Line Insurance Group Plc Com GBP 0.10	32	0.13
7,567	Old Mutual Plc Com GBP 0.1142857	25	0.10
3,784	RSA Insurance Group Plc Com GBP 1.00	25	0.10
3,198	Standard Life Plc Com GBP 0.122222	24	0.10
Leisure time			
631	Carnival Plc Com USD 1.66	30	0.12
Machinery - diversified			
806	Weir Group Plc Com GBP 0.125	25	0.10
Media			
8,522	ITV Plc Com GBP 0.10	35	0.14
Miscellaneous manufacturers			
1,398	IMI Plc Com GBP 0.2857	27	0.11
5,733	Melrose Industries Plc Com GBP 0.001273	23	0.09
1,153	Smiths Group Plc Com GBP 0.375	21	0.09

iShares MSCI World Size Factor UCITS ETF

SCHEDULE OF INVESTMENTS (continued)

As at 31 May 2015

Holding	Investment	Fair value \$'000	% of net asset value
Equities (cont)			
United Kingdom (cont)			
Oil & gas			
703	Ensco Plc Com USD 0.10	17	0.07
1,207	Noble Corp Plc Com USD 0.01	20	0.08
3,724	Tullow Oil Plc Com GBP 0.10	22	0.09
Oil & gas services			
1,633	Amec Plc Com GBP 0.50	24	0.10
Real estate investment trusts			
2,155	British Land Co Plc Reits GBP 0.25	28	0.11
2,837	Hammerson Plc Reits GBP 0.25	29	0.12
5,006	Intu Properties Plc Reits GBP 0.50	25	0.10
1,429	Land Securities Group Plc Reits GBP 0.10	29	0.12
4,245	Segro Plc Reits GBP 0.10	28	0.11
Retail			
4,574	Dixons Carphone Plc Com GBP 0.001	33	0.13
5,910	Kingfisher Plc Com GBP 0.157143	34	0.14
3,372	Marks & Spencer Group Plc Com GBP 0.25	30	0.12
229	Next Plc Com GBP 0.10	26	0.11
2,737	Sports Direct International Plc Com GBP 0.10	28	0.11
911	Travis Perkins Plc Com GBP 0.10	31	0.13
Software			
3,727	Sage Group Plc Com GBP 0.01051948	32	0.13
Specialty finance			
3,851	3i Group Plc Com GBP 0.738636	33	0.13
Telecommunications			
2,082	Inmarsat Plc Com EUR 0.0005	31	0.13
Transportation			
3,712	Royal Mail Plc Com GBP 0.01	30	0.12
Water			
780	Severn Trent Plc Com GBP 0.9789	26	0.11
1,760	United Utilities Group Plc Com GBP 0.05	27	0.11
Total United Kingdom		1,731	7.03
United States			
Advertising			
1,417	Interpublic Group of Cos Inc Com USD 0.10	29	0.12
Aerospace & defence			
343	B/E Aerospace Inc Com USD 0.01	20	0.08
223	L-3 Communications Holdings Inc Com USD 0.01	26	0.10
334	Rockwell Collins Inc Com USD 0.01	32	0.13
139	TransDigm Group Inc Com USD 0.01	31	0.13
Apparel retailers			
564	Dick's Sporting Goods Inc Com USD 0.01	30	0.12
935	Hanesbrands Inc Com USD 0.01	30	0.12

Holding	Investment	Fair value \$'000	% of net asset value
United States (cont)			
Apparel retailers (cont)			
472	Kohl's Corp Com USD 0.01	31	0.13
135	Ralph Lauren Corp Com USD 0.01	17	0.07
340	Under Armour Inc Com USD 0.000333	27	0.11
Auto parts & equipment			
247	Autoliv Inc Com USD 1.00	31	0.13
429	BorgWarner Inc Com USD 0.01	26	0.10
Banks			
469	CIT Group Inc Com USD 0.01	22	0.09
550	Comerica Inc Com USD 5.00	27	0.11
1,265	Fifth Third Bancorp Com NPV	26	0.11
520	First Republic Bank Com USD 0.01	31	0.13
2,524	Huntington Bancshares Inc Com USD 0.01	28	0.11
1,908	KeyCorp Com USD 1.00	28	0.11
1,703	New York Community Bancorp Inc Com USD 0.01	30	0.12
2,474	Regions Financial Corp Com USD 0.01	25	0.10
Beverages			
280	Brown-Forman Corp Com USD 0.15	26	0.11
537	Coca-Cola Enterprises Inc Com USD 0.01	24	0.10
267	Constellation Brands Inc Com USD 0.01	32	0.13
331	Dr Pepper Snapple Group Inc Com USD 0.01	25	0.10
304	Molson Coors Brewing Co Com USD 0.01	22	0.09
216	Monster Beverage Corp Com USD 0.005	28	0.11
Biotechnology			
358	Incyte Corp Com USD 0.001	39	0.16
416	Isis Pharmaceuticals Inc Com USD 0.001	28	0.11
238	Medivation Inc Com USD 0.01	32	0.13
Building materials and fixtures			
189	Martin Marietta Materials Inc Com USD 0.01	28	0.12
1,221	Masco Corp Com USD 1.00	33	0.13
427	Vulcan Materials Co Com USD 1.00	39	0.16
Chemicals			
244	Airgas Inc Com USD 0.01	25	0.10
526	Albemarle Corp Com USD 0.01	32	0.13
252	Ashland Inc Com USD 0.01	32	0.13
427	Celanese Corp Com USD 0.0001	30	0.12
96	CF Industries Holdings Inc Com USD 0.01	30	0.12
297	Eastman Chemical Co Com USD 0.01	23	0.09
451	FMC Corp Com USD 0.10	26	0.11
262	International Flavors & Fragrances Inc Com USD 0.125	31	0.13
174	Sigma-Aldrich Corp Com USD 1.00	24	0.10
331	Westlake Chemical Corp Com USD 0.01	23	0.09

iShares MSCI World Size Factor UCITS ETF

SCHEDULE OF INVESTMENTS (continued)

As at 31 May 2015

Holding	Investment	Fair value \$'000	% of net asset value
Equities (cont)			
United States (cont)			
Coal			
573	Consol Energy Inc Com USD 0.01	16	0.06
Commercial services			
748	ADT Corp Com USD 0.01	27	0.11
421	Cintas Corp Com NPV	36	0.15
364	Equifax Inc Com USD 1.25	37	0.15
159	FleetCor Technologies Inc Com USD 0.001	24	0.10
896	H&R Block Inc Com NPV	29	0.12
1,154	Hertz Global Holdings Inc Com USD 0.01	23	0.09
366	ManpowerGroup Inc Com USD 0.01	31	0.13
780	Quanta Services Inc Com USD 0.00001	23	0.09
406	Robert Half International Inc Com USD 0.001	23	0.09
589	SEI Investments Co Com USD 0.01	28	0.11
833	Total System Services Inc Com USD 0.10	34	0.14
232	Towers Watson & Co Com USD 0.01	32	0.13
207	United Rentals Inc Com USD 0.01	18	0.08
864	Vantiv Inc Com USD 0.00001	35	0.14
418	Verisk Analytics Inc Com USD 0.001	30	0.12
1,589	Western Union Co Com USD 0.01	35	0.14
Computers			
412	Computer Sciences Corp Com USD 1.00	28	0.11
210	IHS Inc Com USD 0.01	26	0.11
279	SanDisk Corp Com USD 0.001	19	0.08
668	Synopsys Inc Com USD 0.01	33	0.13
616	Teradata Corp Com USD 0.01	24	0.10
Containers & packaging			
421	Ball Corp Com NPV	30	0.12
523	Crown Holdings Inc Com USD 5.00	29	0.12
617	MeadWestvaco Corp Com USD 0.01	31	0.13
1,082	Owens-Illinois Inc Com USD 0.01	26	0.11
514	Rock-Tenn Co Com USD 0.01	33	0.13
608	Sealed Air Corp Com USD 0.10	30	0.12
Cosmetics & personal care			
2,483	Avon Products Inc Com USD 0.25	17	0.07
Distribution & wholesale			
531	Fastenal Co Com USD 0.01	22	0.09
249	Fossil Group Inc Com USD 0.01	18	0.07
232	Genuine Parts Co Com USD 1.00	21	0.08
914	LKQ Corp Com USD 0.01	26	0.11
100	WW Grainger Inc Com USD 0.50	24	0.10
Diversified financial services			
144	Affiliated Managers Group Inc Com USD 0.01	32	0.13
103	Alliance Data Systems Corp Com USD 0.01	31	0.13
1,247	Ally Financial Inc Com USD 0.10	28	0.11

Holding	Investment	Fair value \$'000	% of net asset value
United States (cont)			
Diversified financial services (cont)			
568	Eaton Vance Corp Com USD 0.00390625	23	0.09
769	FNF Group Com USD 0.0001	29	0.12
517	Legg Mason Inc Com USD 0.10	27	0.11
535	NASDAQ OMX Group Inc Com USD 0.01	28	0.11
1,124	Navient Corp Com USD 0.01	22	0.09
406	Raymond James Financial Inc Com USD 0.01	24	0.10
Electrical components & equipment			
492	AMETEK Inc Com USD 0.01	27	0.11
220	Energizer Holdings Inc Com USD 0.01	31	0.12
Electricity			
1,842	AES Corp Com USD 0.01	25	0.10
450	Alliant Energy Corp Com USD 0.01	27	0.11
662	Ameren Corp Com USD 0.01	27	0.11
1,145	Calpine Corp Com USD 0.001	23	0.09
885	CMS Energy Corp Com USD 0.01	30	0.12
340	DTE Energy Co Com NPV	27	0.11
562	Eversource Energy Com USD 5.00	28	0.11
328	Integrus Energy Group Inc Com USD 1.00	24	0.10
1,019	MDU Resources Group Inc Com USD 1.00	21	0.09
785	NRG Energy Inc Com USD 0.01	20	0.08
724	OGE Energy Corp Com USD 0.01	23	0.09
920	Pepco Holdings Inc Com USD 0.01	25	0.10
466	Pinnacle West Capital Corp Com NPV	28	0.12
501	Scana Corp Com NPV	27	0.11
565	Wisconsin Energy Corp Com USD 0.01	27	0.11
Electronics			
532	Amphenol Corp Com USD 0.001	30	0.12
451	Arrow Electronics Inc Com USD 1.00	28	0.11
601	Avnet Inc Com USD 1.00	27	0.11
763	FLIR Systems Inc Com USD 0.01	23	0.09
81	Mettler-Toledo International Inc Com USD 0.01	26	0.11
733	Trimble Navigation Ltd Com NPV	17	0.07
250	Waters Corp Com USD 0.01	33	0.14
Engineering & construction			
346	Fluor Corp Com USD 0.01	19	0.08
481	Jacobs Engineering Group Inc Com USD 1.00	21	0.09
253	SBA Communications Corp Com USD 0.01	28	0.11
Environmental control			
226	Stericycle Inc Com USD 0.01	31	0.13
Food			
523	Hormel Foods Corp Com USD 0.0586	30	0.12
259	JM Smucker Co Com NPV	31	0.13

iShares MSCI World Size Factor UCITS ETF

SCHEDULE OF INVESTMENTS (continued)

As at 31 May 2015

Holding	Investment	Fair value \$'000	% of net asset value
Equities (cont)			
United States (cont)			
Food (cont)			
361	McCormick & Co Inc Com NPV	28	0.11
565	Tyson Foods Inc Com USD 0.10	24	0.10
Gas			
1,078	CenterPoint Energy Inc Com USD 0.01	22	0.09
695	NiSource Inc Com USD 0.01	33	0.13
Hand & machine tools			
189	Snap-on Inc Com USD 1.00	29	0.12
Health care services			
379	DaVita HealthCare Partners Inc Com USD 0.001	32	0.13
253	Laboratory Corp of America Holdings Com USD 0.10	30	0.12
444	Quest Diagnostics Inc Com USD 0.01	33	0.14
291	Universal Health Services Inc Com USD 0.01	38	0.15
Healthcare products			
2,013	Boston Scientific Corp Com USD 0.01	37	0.15
157	Cooper Cos Inc Com USD 0.10	29	0.11
169	CR Bard Inc Com USD 0.25	29	0.12
547	Dentsply International Inc Com USD 0.01	28	0.11
189	Edwards Lifesciences Corp Com USD 1.00	25	0.10
220	Henry Schein Inc Com USD 0.01	31	0.13
1,084	Hologic Inc Com USD 0.01	39	0.16
614	Patterson Cos Inc Com USD 0.01	29	0.12
502	ResMed Inc Com USD 0.004	29	0.12
313	Varian Medical Systems Inc Com USD 1.00	27	0.11
Holding companies - diversified operations			
1,045	Leucadia National Corp Com USD 1.00	26	0.11
Home builders			
1,166	DR Horton Inc Com USD 0.01	30	0.12
513	Lennar Corp Com USD 0.10	24	0.10
1,357	PulteGroup Inc Com USD 0.01	26	0.10
743	Toll Brothers Inc Com USD 0.01	27	0.11
Home furnishings			
574	Leggett & Platt Inc Com USD 0.01	27	0.11
133	Whirlpool Corp Com USD 1.00	25	0.10
Hotels			
1,067	MGM Resorts International Com USD 0.01	21	0.09
331	Starwood Hotels & Resorts Worldwide Inc Com USD 0.01	27	0.11
358	Wyndham Worldwide Corp Com USD 0.01	31	0.12
127	Wynn Resorts Ltd Com USD 0.01	13	0.05

Holding	Investment	Fair value \$'000	% of net asset value
United States (cont)			
Household goods & home construction			
540	Avery Dennison Corp Com USD 1.00	33	0.13
370	Church & Dwight Co Inc Com USD 1.00	31	0.13
671	Newell Rubbermaid Inc Com USD 1.00	27	0.11
Insurance			
60	Alleghany Corp Com USD 1.00	29	0.11
382	Assurant Inc Com USD 0.01	25	0.10
523	Cincinnati Financial Corp Com USD 2.00	26	0.11
2,740	Genworth Financial Inc Com USD 0.001	22	0.09
588	Hartford Financial Services Group Inc Com USD 0.01	24	0.10
415	Lincoln National Corp Com NPV	24	0.09
556	Principal Financial Group Inc Com USD 0.01	29	0.12
472	Torchmark Corp Com USD 1.00	27	0.11
767	Unum Group Com USD 0.10	27	0.11
687	Voya Financial Inc Com USD 0.01	31	0.13
574	WR Berkley Corp Com USD 0.20	28	0.11
Internet			
135	Equinix Inc Reits USD 0.001	36	0.15
271	Expedia Inc Com USD 0.001	29	0.12
186	F5 Networks Inc Com NPV	23	0.09
843	FireEye Inc Com USD 0.0001	39	0.16
893	Liberty Interactive Corp QVC Group Com USD 0.01	25	0.10
376	TripAdvisor Inc Com USD 0.001	29	0.12
388	VeriSign Inc Com USD 0.001	25	0.10
244	Zillow Group Inc Com USD 0.0001	22	0.09
Leisure time			
573	Jarden Corp Com USD 0.01	30	0.12
150	Polaris Industries Inc Com USD 0.01	22	0.09
Machinery - diversified			
547	AGCO Corp Com USD 0.01	28	0.11
346	Flowserve Corp Com USD 1.25	19	0.08
213	Rockwell Automation Inc Com USD 1.00	26	0.11
184	Roper Technologies Inc Com USD 0.01	32	0.13
285	Wabtec Corp Com USD 0.01	29	0.11
679	Xylem Inc Com USD 0.01	25	0.10
Machinery, construction & mining			
435	Joy Global Inc Com USD 1.00	17	0.07
Media			
1,498	Cablevision Systems Corp Com USD 0.01	37	0.15
186	Charter Communications Inc Com USD 0.001	33	0.13
456	Discovery Communications Inc Class 'C' Com USD 0.01	14	0.06
229	Discovery Communications Inc Com USD 0.01	8	0.03

iShares MSCI World Size Factor UCITS ETF

SCHEDULE OF INVESTMENTS (continued)

As at 31 May 2015

Holding	Investment	Fair value \$'000	% of net asset value
Equities (cont)			
United States (cont)			
Media (cont)			
445	Liberty Media Corp Class 'C' Com USD 0.01	17	0.07
202	Liberty Media Corp Com USD 0.01	8	0.03
1,755	News Corp Com USD 0.01	27	0.11
334	Scripps Networks Interactive Inc Com USD 0.01	22	0.09
Mining			
1,396	Alcoa Inc Com USD 1.00	17	0.07
Miscellaneous manufacturers			
292	Dover Corp Com USD 1.00	22	0.09
300	Pall Corp Com USD 0.10	37	0.15
208	Parker-Hannifin Corp Com USD 0.50	25	0.10
244	SPX Corp Com USD 0.01	18	0.08
659	Textron Inc Com USD 0.125	30	0.12
Oil & gas			
692	Cabot Oil & Gas Corp Com USD 0.10	23	0.09
337	Cheniere Energy Inc Com USD 0.003	26	0.10
204	Cimarex Energy Co Com USD 0.01	24	0.10
2,575	Cobalt International Energy Inc Com USD 0.01	26	0.11
222	Concho Resources Inc Com USD 0.001	27	0.11
722	Diamond Offshore Drilling Inc Com USD 0.01	22	0.09
415	Energen Corp Com USD 0.01	29	0.12
247	EQT Corp Com NPV	21	0.08
319	Helmerich & Payne Inc Com USD 0.10	23	0.09
514	HollyFrontier Corp Com USD 0.01	21	0.09
496	Murphy Oil Corp Com USD 1.00	21	0.09
1,069	QEP Resources Inc Com USD 0.01	20	0.08
391	Range Resources Corp Com USD 0.01	22	0.09
331	Tesoro Corp Com USD 0.167	29	0.12
753	Whiting Petroleum Corp Com USD 0.001	25	0.10
Oil & gas services			
376	Cameron International Corp Com USD 0.01	19	0.08
456	FMC Technologies Inc Com USD 0.01	19	0.08
358	Oceaneering International Inc Com USD 0.25	18	0.07
1,064	Superior Energy Services Inc Com USD 0.001	25	0.10
Pharmaceuticals			
379	AbbVie Inc Com USD 0.01	25	0.10
264	AmerisourceBergen Corp Com USD 0.01	30	0.12
267	BioMarin Pharmaceutical Inc Com USD 0.001	33	0.13
403	Hospira Inc Com USD 0.01	36	0.15

Holding	Investment	Fair value \$'000	% of net asset value
United States (cont)			
Pharmaceuticals (cont)			
406	Omnicare Inc Com USD 1.00	39	0.17
415	Quintiles Transnational Holdings Inc Com USD 0.01	29	0.12
Pipelines			
403	Oneok Inc Com USD 0.01	17	0.07
Real estate investment & services			
876	CBRE Group Inc Com USD 0.01	33	0.13
550	Realogy Holdings Corp Com USD 0.01	26	0.11
Real estate investment trusts			
1,088	American Capital Agency Corp Reits USD 0.01	23	0.09
2,893	American Realty Capital Properties Inc Reits USD 0.01	26	0.11
2,178	Annaly Capital Management Inc Reits USD 0.01	23	0.09
361	Camden Property Trust Reits USD 0.01	27	0.11
553	Communications Sales & Leasing Inc Reits USD.0001	14	0.06
337	Digital Realty Trust Inc Reits USD 0.01	22	0.09
1,475	Duke Realty Corp Reits USD 0.01	29	0.12
144	Essex Property Trust Inc Reits USD 0.0001	32	0.13
214	Federal Realty Investment Trust Reits USD 0.01	29	0.12
1,178	Host Hotels & Resorts Inc Reits USD 0.01	23	0.09
608	Iron Mountain Inc Reits USD 0.01	22	0.09
1,129	Kimco Realty Corp Reits USD 0.01	27	0.11
673	Liberty Property Trust Reits USD 0.001	24	0.09
388	Macerich Co Reits USD 0.01	32	0.13
597	Plum Creek Timber Co Inc Reits USD 0.01	24	0.10
974	Rayonier Inc Reits NPV	25	0.10
586	Realty Income Corp Reits USD 1.00	27	0.11
481	Regency Centers Corp Reits USD 0.01	30	0.12
235	SL Green Realty Corp Reits USD 0.01	28	0.11
920	UDR Inc Reits USD 0.01	30	0.12
Restaurants & bars			
532	Darden Restaurants Inc Com NPV	35	0.14
Retail			
162	Advance Auto Parts Inc Com USD 0.0001	25	0.10
459	AutoNation Inc Com USD 0.01	29	0.12
659	Best Buy Co Inc Com USD 0.10	23	0.09
418	CarMax Inc Com USD 0.50	30	0.12
734	Coach Inc Com USD 0.01	26	0.11
379	Dollar Tree Inc Com USD 0.01	28	0.12
298	Family Dollar Stores Inc Com USD 0.10	23	0.09
457	Foot Locker Inc Com USD 0.01	29	0.12

iShares MSCI World Size Factor UCITS ETF

SCHEDULE OF INVESTMENTS (continued)

As at 31 May 2015

Holding	Investment	Fair value \$'000	% of net asset value	Holding	Investment	Fair value \$'000	% of net asset value
Equities (cont)				United States (cont)			
United States (cont)				Telecommunications			
Retail (cont)				4,359	Frontier Communications Corp Com USD 0.25	22	0.09
525	GameStop Corp Com USD 0.001	23	0.09	337	Harris Corp Com USD 1.00	27	0.11
573	Lululemon Athletica Inc Com USD 0.005	34	0.14	1,245	Juniper Networks Inc Com USD 0.00001	34	0.14
373	Nordstrom Inc Com NPV	27	0.11	481	Level 3 Communications Inc Com USD 0.01	27	0.11
129	O'Reilly Automotive Inc Com USD 0.01	28	0.11	234	Palo Alto Networks Inc Com USD 0.0001	40	0.16
196	PVH Corp Com USD 1.00	20	0.08	Textile			
283	Ross Stores Inc Com USD 0.01	27	0.11	163	Mohawk Industries Inc Com USD 0.01	30	0.12
2,146	Staples Inc Com USD 0.0006	35	0.14	Toys			
289	Tiffany & Co Com USD 0.01	27	0.11	472	Hasbro Inc Com USD 0.50	34	0.14
397	Tractor Supply Co Com USD 0.008	35	0.14	658	Mattel Inc Com USD 1.00	17	0.07
189	Ulta Salon Cosmetics & Fragrance Inc Com USD 0.01	29	0.12	Transportation			
721	Urban Outfitters Inc Com USD 0.0001	25	0.10	319	CH Robinson Worldwide Inc Com USD 0.10	19	0.08
Savings & loans				543	Expeditors International of Washington Inc Com USD 0.01	25	0.10
2,638	Hudson City Bancorp Inc Com USD 0.01	25	0.10	331	JB Hunt Transport Services Inc Com USD 0.01	28	0.11
1,796	People's United Financial Inc Com USD 0.01	28	0.12	241	Kansas City Southern Com USD 0.01	22	0.09
Semiconductors				Water			
761	Altera Corp Com USD 0.001	37	0.15	543	American Water Works Co Inc Com USD 0.01	29	0.12
490	Analog Devices Inc Com USD 0.167	33	0.14	Total United States			
727	Cree Inc Com USD 0.00125	22	0.09	8,027 32.60			
295	KLA-Tencor Corp Com USD 0.001	18	0.07	Total equities			
297	Lam Research Corp Com USD 0.001	25	0.10	24,339 98.83			
570	Linear Technology Corp Com USD 0.001	27	0.11	Rights			
772	Maxim Integrated Products Inc Com USD 0.001	27	0.11	Germany			
555	Microchip Technology Inc Com USD 0.001	27	0.11	1,187	Deutsche Wohnen AG - Rights 3 June 2015*	-	0.00
1,368	NVIDIA Corp Com USD 0.001	30	0.12	Total Germany			
388	Qorvo Inc Com USD 0.0001	32	0.13	- 0.00			
421	Skyworks Solutions Inc Com USD 0.25	46	0.19	Italy			
559	Xilinx Inc Com USD 0.01	27	0.11	1,550	Banca Monte dei Paschi di Siena SpA - Rights 19 June 2015	10	0.05
Software				Total Italy			
484	Akamai Technologies Inc Com USD 0.01	37	0.15	10 0.05			
346	Ansys Inc Com USD 0.01	31	0.12	Total rights			
505	Autodesk Inc Com USD 0.01	27	0.11	10 0.05			
373	Citrix Systems Inc Com USD 0.001	24	0.10	No of Underlying Fair value % of net			
187	Dun & Bradstreet Corp Com USD 0.01	24	0.10	contracts exposure \$'000 \$'000 asset value			
567	Electronic Arts Inc Com USD 0.01	36	0.14	Financial derivative instruments			
421	Fiserv Inc Com USD 0.01	34	0.14	Futures contracts			
217	NetSuite Inc Com USD 0.01	20	0.08	5	Ibex Mini Index Futures June 2015	62	(1) (0.01)
1,651	Nuance Communications Inc Com USD 0.001	28	0.11				
540	Rackspace Hosting Inc Com USD 0.001	22	0.09				
382	Red Hat Inc Com USD 0.0001	29	0.12				
346	ServiceNow Inc Com USD 0.001	26	0.11				
249	Workday Inc Com USD 0.001	20	0.08				

iShares MSCI World Size Factor UCITS ETF

SCHEDULE OF INVESTMENTS (continued)

As at 31 May 2015

No of contracts	Underlying exposure \$'000	Fair value \$'000	% of net asset value
Financial derivative instruments (cont)			
Futures contracts (cont)			
2 MSCI EAFE Mini Index Futures June 2015	191	(1)	(0.01)
Total unrealised losses on futures contracts		(2)	(0.02)
Total financial derivative instruments		(2)	(0.02)

	Fair value \$'000	% of net asset value
Total value of investments	24,347	98.86
Cash[†]	207	0.84
Other net assets	57	0.23
Net assets attributable to redeemable participating shareholders	24,611	99.93
Adjustment to align to the valuation methodology as set out in the prospectus	18	0.07
Net asset value attributable to redeemable participating shareholders at the end of the period	24,629	100.00

[†] Cash holdings of \$192,096 are held with State Street Bank and Trust Company. \$14,653 is held as security for futures contracts with Barclays Plc.

* Investments which are less than \$500 are rounded to zero.

Equities are primarily classified by the country of incorporation of the entity in which the Fund holds shares.

Underlying exposure has been calculated according to the guidelines issued by the European Securities and Market Authority ("ESMA") and represents the market value of an equivalent position in the assets underlying each financial derivative instrument.

Analysis of total current assets gross of all liabilities	Fair value \$'000	% of total current assets
Transferable securities admitted to an official stock exchange listing or traded on a regulated market	24,349	98.67
Other assets	329	1.33
Total current assets	24,678	100.00

iShares MSCI World Size Factor UCITS ETF

SCHEDULE OF MATERIAL PURCHASES AND SALES (unaudited)

For the period ended 31 May 2015

Holding	Investments	Proceeds \$'000	Holding	Investments	Cost \$'000
Sales			Purchases		
550	Altice SA Com EUR 0.01	55	4,651	Tui AG Com NPV	82
14,000	Keppel Land Ltd Com NPV	47	6,000	Taiyo Nippon Sanso Corp Com NPV	70
521	PetSmart Inc Com USD 0.0001	43	2,640	Caltex Australia Ltd Com NPV	70
6,579	Friends Life Group Ltd Com NPV	42	4,000	NSK Ltd Com NPV	54
663	CareFusion Corp Com USD 0.01	40	1,552	Deutsche Annington Immobilien SE Com NPV	54
360	TRW Automotive Holdings Corp Com USD 0.01	38	400	Shimano Inc Com NPV	54
2,000	Air Water Inc Com NPV	36	1,528	London Stock Exchange Group Plc Com GBP 0.06918605	52
560	United Continental Holdings Inc Com USD 0.01	35	8,260	Merlin Entertainments Plc Com GBP 0.01	51
764	Klepierre Reits EUR 1.40	35	3,000	Kansai Paint Co Ltd Com NPV	50
886	OCI NV Com EUR 1.00	35	1,590	OCI NV Com EUR 1.00	50
2,000	Hitachi Metals Ltd Com NPV	32	1,800	Nippon Paint Holdings Co Ltd Com NPV	50
756	CGI Group Inc Com NPV	32	3,000	Air Water Inc Com NPV	50
2,000	Mitsubishi Logistics Corp Com NPV	31	3,327	Peugeot SA Com EUR 1.00	49
260	Vertex Pharmaceuticals Inc Com USD 0.01	30	390	Hugo Boss AG Com NPV	49
1,185	Reed Elsevier NV Com EUR 0.07	30	12,000	Japan Display Inc Com NPV	49
445	NICE-Systems Ltd Com ILS 1.00	29	3,000	Hitachi Metals Ltd Com NPV	48
200	Shimano Inc Com NPV	28	1,009	Level 3 Communications Inc Com USD 0.01	48
800	Nippon Paint Holdings Co Ltd Com NPV	28	598	Endo International Plc Com USD 0.0001	48
528	Level 3 Communications Inc Com USD 0.01	27	4,000	Sekisui Chemical Co Ltd Com NPV	48
672	Southwest Airlines Co Com USD 1.00	26	4,000	Daicel Corp Com NPV	47

The UCITS notices issued by the Central Bank of Ireland require a Schedule of Portfolio changes during the period. These are defined as aggregate purchases of a security exceeding one per cent of the total value of purchases for the period and aggregate disposals greater than one per cent of the total value of sales. At a minimum the largest 20 purchases and 20 sales must be given or all purchases and sales if less than 20. A full listing of the portfolio changes for the period is available, upon request, at no cost from the Administrator.

iShares MSCI World Value Factor UCITS ETF

INCOME STATEMENT

For the period ended 31 May 2015

	Note	Period from 6 October 2014 to 31 May 2015 \$'000
Operating income	2	280
Net gains on financial assets/liabilities at fair value through profit or loss	3	1,024
Total gains		1,304
Operating expenses	4	(30)
Net operating profit		1,274
Net profit for the financial period before tax		1,274
Non-reclaimable withholding tax		(29)
Net profit for the financial period after tax		1,245
Adjustment to align to the valuation methodology as set out in the prospectus	6	11
Increase in net assets attributable to redeemable participating shareholders from operations		1,256

There are no recognised gains or losses arising in the period other than those dealt with in the income statement. In arriving at the results of the financial period, all amounts relate to continuing operations.

STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO REDEEMABLE PARTICIPATING SHAREHOLDERS

For the period ended 31 May 2015

	Period from 6 October 2014 to 31 May 2015 \$'000
Net assets attributable to redeemable participating shareholders at the beginning of the period	-
Increase in net assets attributable to redeemable participating shareholders from operations	1,256
Share transactions:	
Proceeds from issue of redeemable participating shares	23,000
Increase in net assets resulting from share transactions	23,000
Net assets attributable to redeemable participating shareholders at the end of the period	24,256

The accompanying notes form an integral part of these financial statements.

iShares MSCI World Value Factor UCITS ETF

BALANCE SHEET

As at 31 May 2015

	Note	31 May 2015 \$'000
CURRENT ASSETS		
Cash and cash equivalents		510
Margin cash account		20
Receivables	10	113
Financial assets at fair value through profit or loss	11	23,607
Total current assets		24,250
CURRENT LIABILITIES		
Payables	12	(4)
Financial liabilities at fair value through profit or loss	11	(1)
Total current liabilities excluding net assets attributable to redeemable participating shareholders		(5)
Net assets attributable to redeemable participating shareholders		24,245
Adjustment to align to the valuation methodology as set out in the prospectus	6	11
Net asset value attributable to redeemable participating shareholders at the end of the period		24,256

The accompanying notes form an integral part of these financial statements. Details of the NAV per share are set out in note 9.

iShares MSCI World Value Factor UCITS ETF

NOTES TO THE FINANCIAL STATEMENTS

For the period ended 31 May 2015

1. ACCOUNTING POLICIES, FINANCIAL INSTRUMENTS AND RISKS, TAX, SOFT COMMISSIONS AND EXCHANGE RATES

The accounting policies are set out on pages 46 to 50. The financial instruments and risks are set out on pages 51 to 70. The notes relating to tax, soft commissions and exchange rates are set out in the notes on pages 73 to 78.

2. OPERATING INCOME

	Period from 6 October 2014 to 31 May 2015 \$'000
Dividend income	279
Securities lending income	1
	280

3. NET GAINS ON FINANCIAL ASSETS/LIABILITIES AT FAIR VALUE THROUGH PROFIT OR LOSS

	Period from 6 October 2014 to 31 May 2015 \$'000
Net gains on investments in securities held at fair value through profit or loss	1,021
Net gains on other investments	3
	1,024

4. OPERATING EXPENSES

	Period from 6 October 2014 to 31 May 2015 \$'000
Management fees	(30)
	(30)

5. MANAGEMENT FEES

Fees earned by the Manager during the year and balances outstanding as at 31 May 2015 are disclosed in note 4 and note 12 respectively.

Please refer to note 5 of the financial statements of the Company for each Fund's management fee rate.

The Manager is responsible for discharging, from this fee, all fees of the Investment Manager, the Administrator and the Custodian and any distributing agent appointed by the distributor through whom the shares will be marketed, together with all reasonable out of pocket expenses of such service providers, (including sub-custodial fees and expenses, which will be at normal commercial rates) and transaction related charges of the Administrator and Custodian). The Manager will also be responsible for discharging from its fee for each share class an attributable proportion of the organisational and operating expenses, including audit and directors fees, of the Company. The fee will be accrued daily based on the daily net asset value of the share classes and will be paid monthly in arrears. Where the actual fees and costs incurred exceed the amount paid to the Manager, the excess will be discharged by the Manager from its own assets.

The Fund employs an "all in one" fee structure, paying all of its fees, operating costs and expenses (and its due proportion of any costs and expenses allocated to it) as a single flat fee (the "Total Expense Ratio" or "TER"). The TER is calculated in accordance with the Committee of European Securities Regulators ("CESR") guidelines on the methodology for calculation of the ongoing charges figure in the Key Investor Information Document.

Total fees paid to the Manager as a percentage of the average Fund assets for the period were as follows:

	TER % 31 May 2015
	0.30

6. ADJUSTMENT TO ALIGN TO THE VALUATION METHODOLOGY AS SET OUT IN THE PROSPECTUS

The adjustment between the financial statements net asset value and the valuation methodology set out in the prospectus is shown below:

	Period from 6 October 2014 to 31 May 2015 \$'000
Balance brought forward	-
Adjustment to align to the valuation methodology as set out in the prospectus	11
Total adjustment for period	11
Balance carried forward	11

Further details are set out in the accounting policies note m).

iShares MSCI World Value Factor UCITS ETF

NOTES TO THE FINANCIAL STATEMENTS (continued)

For the period ended 31 May 2015

7. TRANSACTION COSTS

Disclosed in the table below are separately identifiable transaction costs incurred by the Fund for the period ended 31 May 2015. Please refer to note 10 of the financial statements of the Company for further details.

	Period from 6 October 2014 to 31 May 2015 \$'000
Transaction costs	(16)

8. SHARE CAPITAL

The issued and fully paid redeemable participating share capital is at all times equal to the net asset value of the Fund. Redeemable participating shares are redeemable at the shareholders' option and are classified as financial liabilities.

	31 May 2015 No. of Shares
Number of redeemable participating shares:	
Balance at the beginning of period	-
Issued during the period	900,000
Redeemed during the period	-
Balance at the end of period	900,000

9. NET ASSETS ATTRIBUTABLE TO REDEEMABLE PARTICIPATING SHAREHOLDERS

	No. of Shares
Shares in issue	
As at 31 May 2015	900,000
	\$'000
Net asset value	
As at 31 May 2015	24,256
Net asset value per share	
As at 31 May 2015	\$26.95

10. RECEIVABLES

	31 May 2015 \$'000
Sale of securities awaiting settlement	38
Dividend income receivable	72
Tax reclaim receivable	3
	113

11. FINANCIAL ASSETS/LIABILITIES AT FAIR VALUE THROUGH PROFIT OR LOSS

	31 May 2015 \$'000
Financial assets:	
Investment in equities	23,603
Investment in rights	2
Unrealised gains on futures contracts	2
	23,607
Financial liabilities:	
Unrealised losses on futures contracts	(1)
	(1)

12. PAYABLES

	31 May 2015 \$'000
Management fees payable	(4)
	(4)

13. COMMITMENTS AND CONTINGENT LIABILITIES

There were no significant commitments or contingent liabilities at the period ended 31 May 2015, other than those disclosed in note 16 of the financial statements of the Company.

14. RELATED PARTY TRANSACTIONS

The related parties are set out in note 18 of the financial statements of the Company.

15. EFFICIENT PORTFOLIO MANAGEMENT

The Fund may, subject to the conditions and within the limits from time to time laid down by the Central Bank of Ireland and the prospectus, engage in securities lending and employ techniques and instruments relating to transferable securities for efficient portfolio management purposes.

The securities lending agent appointed pursuant to the securities lending agreement is BlackRock Advisors (UK) Limited which is a related party to the Fund.

The Fund benefits from a borrower default indemnity provided by BlackRock Inc. The indemnity allows for full replacement of securities lent. BlackRock Inc. bears all operational costs directly related to securities loan transactions as well as the cost of indemnification against borrower default.

iShares MSCI World Value Factor UCITS ETF

NOTES TO THE FINANCIAL STATEMENTS (continued)

For the period ended 31 May 2015

15. EFFICIENT PORTFOLIO MANAGEMENT (continued)

During the period the Fund engaged in securities lending. The Fund receives either cash collateral or securities as collateral, as determined within the schedule, for a value in excess of the market value of the securities loaned. As at 31 May 2015, the collateral consists of securities admitted to or dealt on a regulated market.

The collateral is registered and held in the name of BlackRock Advisors (UK) Limited on behalf of the Fund in any or all of the following collateral agents and central securities depositories: JP Morgan Chase, Bank of New York Mellon Corporation, Euroclear or CREST, depending on the type of collateral the counterparty needs to give as per the schedule in order to cover the required value of exposure. Further details can be found on page 61.

The Investment Manager monitors the fair value of the securities loaned and additional collateral is obtained, if necessary.

Securities lending income is split between the Fund and the securities lending agent in a ratio of 62.5:37.5 in favour of the Fund, with all operational costs borne out of the securities lending agents share.

The securities lending income earned during the year, the value of securities on loan at the year end and the value of collateral held at the year end for the Fund is shown below:

	31 May 2015 \$'000
Income earned during the period	1
Value of securities on loan at period end	56
Value of collateral held on behalf of the Fund at period end	61

Please see note 16 for more information on financial derivative instruments.

16. FINANCIAL DERIVATIVE INSTRUMENTS

The Fund may buy and sell financial derivative instruments. See further details in note 20 of the financial statements of the Company and the Fund's Schedule of Investments.

17. SUBSEQUENT EVENTS

Please refer to note 21 of the financial statements of the Company.

iShares MSCI World Value Factor UCITS ETF

SCHEDULE OF INVESTMENTS

As at 31 May 2015

Holding	Investment	Fair value \$'000	% of net asset value
Transferable Securities Admitted to an Official Stock Exchange Listing or traded on a Regulated Market			
Equities			
Australia			
Beverages			
6,634	Treasury Wine Estates Ltd Com NPV	27	0.11
Chemicals			
6,274	Incitec Pivot Ltd Com NPV	19	0.08
Electricity			
1,322	AGL Energy Ltd Com NPV	16	0.07
Engineering & construction			
417	Cimic Group Ltd Com NPV	8	0.03
Gold mining			
2,826	Newcrest Mining Ltd Com NPV	31	0.13
Iron & steel			
12,562	Fortescue Metals Group Ltd Com NPV	23	0.09
Total Australia		124	0.51
Austria			
Banks			
372	Raiffeisen Bank International AG Com NPV	6	0.02
Insurance			
61	Vienna Insurance Group AG Wiener Versicherung Gruppe Com NPV	3	0.01
Integrated oil & gas			
400	OMV AG Com NPV	11	0.05
Iron & steel			
538	Voestalpine AG Com NPV	22	0.09
Real estate investment & services			
2,666	Immofinanz AG Com NPV	7	0.03
Total Austria		49	0.20
Belgium			
Food			
1,463	Delhaize Group SA Com NPV	130	0.54
Insurance			
448	Ageas Com NPV	17	0.07
Total Belgium		147	0.61
Bermuda			
Agriculture			
1,925	Bunge Ltd Com USD 0.01	178	0.73
Apparel retailers			
2,000	Yue Yuen Industrial Holdings Ltd Com HKD 0.25	7	0.03
Holding companies - diversified operations			
18,000	Noble Group Ltd Com HKD 0.25	11	0.05
8,103	NWS Holdings Ltd Com HKD 1.00	13	0.05

Holding	Investment	Fair value \$'000	% of net asset value
Bermuda (cont)			
Insurance			
190	Axis Capital Holdings Ltd Com USD 0.0125	11	0.04
93	Everest Re Group Ltd Com USD 0.01	17	0.07
85	PartnerRe Ltd Com USD 1.00	11	0.05
Oil & gas			
790	Seadrill Ltd Com USD 2.00	9	0.04
Real estate investment & services			
2,000	Kerry Properties Ltd Com HKD 1.00	8	0.03
Semiconductors			
1,403	Marvell Technology Group Ltd Com USD 0.002	20	0.08
Total Bermuda		285	1.17
Canada			
Auto parts & equipment			
1,082	Magna International Inc Com NPV	62	0.26
Food			
696	Empire Co Ltd Com NPV	50	0.21
2,055	Metro Inc Com NPV	56	0.23
Gold mining			
3,812	Kinross Gold Corp Com NPV	9	0.04
2,886	Yamana Gold Inc Com NPV	10	0.04
Mining			
1,141	First Quantum Minerals Ltd Com NPV	15	0.06
2,157	Teck Resources Ltd Com NPV	25	0.10
Miscellaneous manufacturers			
7,709	Bombardier Inc Com NPV	16	0.07
Oil & gas			
2,238	Suncor Energy Inc Com NPV	65	0.27
Pharmaceuticals			
711	Catamaran Corp Com NPV	43	0.17
Real estate investment trusts			
292	H&R Real Estate Investment Trust NPV	5	0.02
Total Canada		356	1.47
Cayman Islands			
Diversified financial services			
1,500	CK Hutchison Holdings Ltd Com HKD 1.00	23	0.10
Food			
17,000	WH Group Ltd Com USD 0.0001	13	0.05
Real estate investment & services			
1,500	Cheung Kong Property Holdings Ltd Com HKD 1.00	9	0.04
Total Cayman Islands		45	0.19

iShares MSCI World Value Factor UCITS ETF

SCHEDULE OF INVESTMENTS (continued)

As at 31 May 2015

Holding	Investment	Fair value \$'000	% of net asset value
Equities (cont)			
Denmark			
Beverages			
1,064	Carlsberg A/S Com DKK 20.00	98	0.40
Energy - alternate sources			
358	Vestas Wind Systems A/S Com DKK 1.00	18	0.08
Marine transportation			
42	AP Moeller - Maersk A/S Class 'B' Com DKK 1000.00	81	0.33
22	AP Moeller - Maersk A/S Com DKK 1000.00	41	0.17
Total Denmark		238	0.98
Finland			
Forest products & paper			
1,946	Stora Enso Oyj Com NPV	20	0.08
2,151	UPM-Kymmene Oyj Com NPV	39	0.16
Oil & gas			
214	Neste Oyj Com NPV	5	0.02
Total Finland		64	0.26
France			
Auto manufacturers			
519	Peugeot SA Com EUR 1	11	0.04
904	Renault SA Com EUR 3.81	94	0.39
Auto parts & equipment			
627	Cie Generale des Etablissements Michelin Com EUR 2	67	0.28
151	Valeo SA Com EUR 3	24	0.10
Banks			
2,496	BNP Paribas SA Com EUR 2.00	150	0.62
2,559	Credit Agricole SA Com EUR 3.00	38	0.16
2,198	Societe Generale SA Com EUR 1.25	103	0.42
Building materials and fixtures			
790	Cie de Saint-Gobain Com EUR 4.00	37	0.15
Computers			
88	Atos SE Com EUR 1.00	7	0.03
Distribution & wholesale			
1,132	Rexel SA Com EUR 5.00	21	0.08
Electricity			
408	Electricite de France SA Com EUR 0.50	10	0.04
4,941	GDF Suez Com EUR 1.00	100	0.41
Engineering & construction			
796	Bouygues SA Com EUR 1.00	31	0.13
Food			
489	Casino Guichard Perrachon SA Com EUR 1.53	38	0.16

Holding	Investment	Fair value \$'000	% of net asset value
France (cont)			
Insurance			
4,716	AXA SA Com EUR 2.29	118	0.49
732	CNP Assurances Com EUR 1.00	12	0.05
285	SCOR SE Com EUR 7.876972	10	0.04
Machinery - diversified			
831	Alstom SA Com EUR 7.00	26	0.11
Media			
166	Lagardere SCA Com EUR 6.1	5	0.02
Metal products			
421	Vallourec SA Com EUR 2.00	10	0.04
Oil & gas			
3,658	Total SA Com EUR 2.50	184	0.76
Pharmaceuticals			
4,297	Sanofi Com EUR 2.00	420	1.73
Telecommunications			
5,525	Orange SA Com EUR 4.00	87	0.36
Total France		1,603	6.61
Germany			
Airlines			
2,040	Deutsche Lufthansa AG Com NPV	28	0.12
Auto manufacturers			
820	Bayerische Motoren Werke AG Com EUR 1.00	90	0.37
192	Bayerische Motoren Werke AG Pref EUR 1.00	16	0.07
2,318	Daimler AG Com NPV	217	0.89
745	Porsche Automobil Holding SE Pref NPV	66	0.27
114	Volkswagen AG Com NPV	27	0.11
673	Volkswagen AG Pref NPV	163	0.67
Banks			
2,066	Commerzbank AG Com NPV	27	0.11
4,676	Deutsche Bank AG Com NPV	140	0.58
Building materials and fixtures			
529	HeidelbergCement AG Com NPV	43	0.18
Electricity			
7,342	E.ON SE Com NPV	108	0.44
1,217	RWE AG Com NPV	28	0.12
Insurance			
895	Allianz SE Com NPV	140	0.57
93	Hannover Rueck SE Com NPV	9	0.04
355	Muenchener Rueckversicherungs-Gesellschaft AG Com NPV	65	0.27
Pharmaceuticals			
456	Merck KGaA Com NPV	49	0.20
Total Germany		1,216	5.01

iShares MSCI World Value Factor UCITS ETF

SCHEDULE OF INVESTMENTS (continued)

As at 31 May 2015

Holding	Investment	Fair value \$'000	% of net asset value
Equities (cont)			
Hong Kong			
Airlines			
7,000	Cathay Pacific Airways Ltd Com NPV	18	0.07
Electricity			
2,000	Power Assets Holdings Ltd Com NPV	19	0.08
Holding companies - diversified operations			
10,000	Hutchison Whampoa Ltd Com NPV*	147	0.61
1,500	Swire Pacific Ltd Com HKD 0.60	20	0.08
3,000	Wharf Holdings Ltd Com NPV	21	0.09
Real estate investment & services			
1,000	Henderson Land Development Co Ltd Com NPV	8	0.03
1,000	Hysan Development Co Ltd Com NPV	5	0.02
19,000	New World Development Co Ltd Com NPV	25	0.10
6,000	Sino Land Co Ltd Com NPV	10	0.04
3,000	Sun Hung Kai Properties Ltd Com NPV	51	0.21
3,000	Wheelock & Co Ltd Com NPV	16	0.07
Transportation			
5,000	MTR Corp Ltd Com NPV	24	0.10
Total Hong Kong		364	1.50
Ireland			
Computers			
1,198	Seagate Technology Plc Com USD 0.00001	67	0.28
Insurance			
529	XL Group Plc Com USD 0.01	20	0.08
Pharmaceuticals			
204	Mallinckrodt Plc Com USD 0.20	26	0.11
Total Ireland		113	0.47
Israel			
Banks			
2,139	Bank Hapoalim BM Com ILS 1.00	11	0.05
3,141	Bank Leumi Le-Israel BM Com ILS 0.10	12	0.05
265	Mizrahi Tefahot Bank Ltd Com ILS 0.10	3	0.01
Pharmaceuticals			
3,869	Teva Pharmaceutical Industries Ltd Com ILS 0.10	235	0.97
Total Israel		261	1.08
Italy			
Aerospace & defence			
1,495	Finmeccanica SpA Com EUR 4.40	20	0.08

Holding	Investment	Fair value \$'000	% of net asset value
Italy (cont)			
Banks			
362	Banca Monte dei Paschi di Siena SpA Com NPV	1	0.00
546	Banco Popolare SC Com NPV	9	0.04
1,462	Intesa Sanpaolo SpA Misc EUR 0.52	4	0.02
947	Mediobanca SpA Com EUR 0.50	10	0.04
5,298	UniCredit SpA Com NPV	37	0.15
2,336	Unione di Banche Italiane SCpA Com EUR 2.50	19	0.08
Electricity			
12,234	Enel SpA Com EUR 1.00	59	0.24
Oil & gas			
4,010	Eni SpA Com NPV	72	0.30
Telecommunications			
39,795	Telecom Italia SpA Com NPV	49	0.20
29,477	Telecom Italia SpA Misc NPV	29	0.12
Total Italy		309	1.27
Japan			
Airlines			
4,000	ANA Holdings Inc Com NPV	11	0.04
1,200	Japan Airlines Co Ltd Com NPV	41	0.17
Auto manufacturers			
700	Daihatsu Motor Co Ltd Com NPV	10	0.04
1,600	Fuji Heavy Industries Ltd Com NPV	61	0.25
1,200	Hino Motors Ltd Com NPV	16	0.07
6,000	Honda Motor Co Ltd Com NPV	206	0.85
2,100	Isuzu Motors Ltd Com NPV	29	0.12
1,600	Mazda Motor Corp Com NPV	34	0.14
2,700	Mitsubishi Motors Corp Com NPV	25	0.10
9,600	Nissan Motor Co Ltd Com NPV	101	0.42
1,200	Suzuki Motor Corp Com NPV	42	0.17
9,300	Toyota Motor Corp Com NPV	644	2.66
Auto parts & equipment			
700	Aisin Seiki Co Ltd Com NPV	32	0.13
2,100	Bridgestone Corp Com NPV	87	0.36
1,200	Denso Corp Com NPV	63	0.26
900	JTEKT Corp Com NPV	17	0.07
300	Koito Manufacturing Co Ltd Com NPV	12	0.05
600	NHK Spring Co Ltd Com NPV	7	0.03
300	NOK Corp Com NPV	10	0.04
300	Stanley Electric Co Ltd Com NPV	7	0.03
3,700	Sumitomo Electric Industries Ltd Com NPV	59	0.24
700	Sumitomo Rubber Industries Ltd Com NPV	13	0.05
300	Toyoda Gosei Co Ltd Com NPV	8	0.03

iShares MSCI World Value Factor UCITS ETF

SCHEDULE OF INVESTMENTS (continued)

As at 31 May 2015

Holding	Investment	Fair value \$'000	% of net asset value
Equities (cont)			
Japan (cont)			
Auto parts & equipment (cont)			
400	Toyota Industries Corp Com NPV	24	0.10
1,000	Yokohama Rubber Co Ltd Com NPV	11	0.05
Banks			
3,000	Bank of Yokohama Ltd Com NPV	19	0.08
1,000	Chiba Bank Ltd Com NPV	8	0.03
300	Chugoku Bank Ltd Com NPV	5	0.02
1,000	Fukuoka Financial Group Inc Com NPV	5	0.02
1,000	Gunma Bank Ltd Com NPV	7	0.03
1,000	Hachijuni Bank Ltd Com NPV	8	0.03
1,000	Hiroshima Bank Ltd Com NPV	6	0.02
3,000	Hokuhoku Financial Group Inc Com NPV	7	0.03
400	Iyo Bank Ltd Com NPV	5	0.02
1,000	Joyo Bank Ltd Com NPV	5	0.02
34,200	Mitsubishi UFJ Financial Group Inc Com NPV	253	1.04
59,100	Mizuho Financial Group Inc Com NPV	130	0.54
4,200	Resona Holdings Inc Com NPV	24	0.10
3,000	Shinsei Bank Ltd Com NPV	6	0.03
3,400	Sumitomo Mitsui Financial Group Inc Com NPV	155	0.64
6,000	Sumitomo Mitsui Trust Holdings Inc Com NPV	28	0.12
Broadline retailers			
600	J Front Retailing Co Ltd Com NPV	10	0.04
1,000	Takashimaya Co Ltd Com NPV	10	0.04
Building materials and fixtures			
6,000	Asahi Glass Co Ltd Com NPV	39	0.16
Chemicals			
6,000	Asahi Kasei Corp Com NPV	53	0.22
400	Hitachi Chemical Co Ltd Com NPV	8	0.03
1,000	Kaneka Corp Com NPV	7	0.03
1,500	Kuraray Co Ltd Com NPV	20	0.08
6,900	Mitsubishi Chemical Holdings Corp Com NPV	44	0.18
3,000	Mitsubishi Gas Chemical Co Inc Com NPV	17	0.07
6,000	Sumitomo Chemical Co Ltd Com NPV	35	0.15
Commercial services			
3,000	Dai Nippon Printing Co Ltd Com NPV	32	0.13
3,000	Toppa Printing Co Ltd Com NPV	25	0.10
Computers			
3,000	Fujitsu Ltd Com NPV	17	0.07
600	TDK Corp Com NPV	48	0.20
Containers & packaging			
900	Toyo Seikan Group Holdings Ltd Com NPV	14	0.06

Holding	Investment	Fair value \$'000	% of net asset value
Japan (cont)			
Distribution & wholesale			
300	Hitachi High-Technologies Corp Com NPV	8	0.03
15,000	ITOCHU Corp Com NPV	203	0.84
15,600	Marubeni Corp Com NPV	92	0.38
12,700	Mitsubishi Corp Com NPV	285	1.17
16,000	Mitsui & Co Ltd Com NPV	225	0.93
10,600	Sumitomo Corp Com NPV	126	0.52
1,200	Toyota Tsusho Corp Com NPV	34	0.14
Diversified financial services			
700	Mitsubishi UFJ Lease & Finance Co Ltd Com NPV	4	0.02
6,400	Nomura Holdings Inc Com NPV	42	0.17
2,100	ORIX Corp Com NPV	33	0.14
Electrical components & equipment			
1,000	Brother Industries Ltd Com NPV	16	0.07
Electricity			
2,100	Chubu Electric Power Co Inc Com NPV	32	0.13
400	Electric Power Development Co Ltd Com NPV	14	0.06
400	Shikoku Electric Power Co Inc Com NPV	6	0.02
1,300	Tohoku Electric Power Co Inc Com NPV	18	0.08
7,000	Tokyo Electric Power Co Inc Com NPV	40	0.16
Electronics			
600	Ibiden Co Ltd Com NPV	11	0.05
1,000	Kyocera Corp Com NPV	55	0.22
7,000	NEC Corp Com NPV	23	0.09
3,000	Nippon Electric Glass Co Ltd Com NPV	16	0.07
Entertainment			
100	Sankyo Co Ltd Com NPV	4	0.02
400	Sega Sammy Holdings Inc Com NPV	6	0.02
Food			
1,000	NH Foods Ltd Com NPV	22	0.09
1,800	Nisshin Seifun Group Inc Com NPV	22	0.09
4,900	Seven & I Holdings Co Ltd Com NPV	204	0.84
600	Toyo Suisan Kaisha Ltd Com NPV	21	0.09
Forest products & paper			
4,000	Oji Holdings Corp Com NPV	18	0.07
Gas			
4,000	Osaka Gas Co Ltd Com NPV	16	0.07
Hand & machine tools			
400	THK Co Ltd Com NPV	10	0.04
Health care services			
100	Miraca Holdings Inc Com NPV	5	0.02
Healthcare products			
1,000	Terumo Corp Com NPV	23	0.09

iShares MSCI World Value Factor UCITS ETF

SCHEDULE OF INVESTMENTS (continued)

As at 31 May 2015

Holding	Investment	Fair value \$'000	% of net asset value
Equities (cont)			
Japan (cont)			
Home builders			
400	Iida Group Holdings Co Ltd Com NPV	7	0.03
1,000	Sekisui Chemical Co Ltd Com NPV	13	0.06
2,100	Sekisui House Ltd Com NPV	35	0.14
Home furnishings			
3,000	Sony Corp Com NPV	93	0.38
Insurance			
1,300	MS&AD Insurance Group Holdings Inc Com NPV	40	0.16
1,000	T&D Holdings Inc Com NPV	15	0.06
1,200	Tokio Marine Holdings Inc Com NPV	50	0.21
Internet			
600	SBI Holdings Inc Com NPV	9	0.04
Iron & steel			
3,400	JFE Holdings Inc Com NPV	83	0.34
21,000	Kobe Steel Ltd Com NPV	40	0.16
42,000	Nippon Steel & Sumitomo Metal Corp Com NPV	116	0.48
100	Yamato Kogyo Co Ltd Com NPV	2	0.01
Leisure time			
400	Yamaha Corp Com NPV	8	0.04
700	Yamaha Motor Co Ltd Com NPV	18	0.07
Machinery - diversified			
1,800	Amada Holdings Co Ltd Com NPV	18	0.08
13,000	Mitsubishi Heavy Industries Ltd Com NPV	83	0.34
3,000	Sumitomo Heavy Industries Ltd Com NPV	20	0.08
Machinery, construction & mining			
600	Hitachi Construction Machinery Co Ltd Com NPV	11	0.04
16,000	Hitachi Ltd Com NPV	109	0.45
Metal fabricate/ hardware			
100	Maruichi Steel Tube Ltd Com NPV	2	0.01
1,500	NSK Ltd Com NPV	25	0.10
Mining			
7,000	Mitsubishi Materials Corp Com NPV	28	0.12
3,000	Sumitomo Metal Mining Co Ltd Com NPV	46	0.19
Miscellaneous manufacturers			
2,400	FUJIFILM Holdings Corp Com NPV	92	0.38
2,200	Konica Minolta Inc Com NPV	28	0.11
900	Nikon Corp Com NPV	11	0.05
19,000	Toshiba Corp Com NPV	67	0.27
Office & business equipment			
4,200	Canon Inc Com NPV	145	0.60
4,200	Ricoh Co Ltd Com NPV	44	0.18
1,200	Seiko Epson Corp Com NPV	22	0.09

Holding	Investment	Fair value \$'000	% of net asset value
Japan (cont)			
Oil & gas			
300	Idemitsu Kosan Co Ltd Com NPV	6	0.03
1,800	Inpex Corp Com NPV	22	0.09
7,000	JX Holdings Inc Com NPV	31	0.13
300	Showa Shell Sekiyu KK Com NPV	3	0.01
Pharmaceuticals			
1,300	Alfresa Holdings Corp Com NPV	20	0.08
2,500	Daiichi Sankyo Co Ltd Com NPV	47	0.20
900	Medipal Holdings Corp Com NPV	14	0.06
900	Mitsubishi Tanabe Pharma Corp Com NPV	14	0.06
2,200	Otsuka Holdings Co Ltd Com NPV	69	0.28
1,200	Shionogi & Co Ltd Com NPV	43	0.18
400	Suzuken Co Ltd Com NPV	13	0.05
100	Taisho Pharmaceutical Holdings Co Ltd Com NPV	7	0.03
Retail			
8,800	Aeon Co Ltd Com NPV	118	0.48
1,000	Citizen Holdings Co Ltd Com NPV	7	0.03
400	FamilyMart Co Ltd Com NPV	16	0.07
700	Marui Group Co Ltd Com NPV	9	0.04
2,800	Yamada Denki Co Ltd Com NPV	12	0.05
Semiconductors			
400	Rohm Co Ltd Com NPV	28	0.12
Software			
700	Nexon Co Ltd Com NPV	9	0.04
Telecommunications			
4,500	KDDI Corp Com NPV	102	0.42
1,800	Nippon Telegraph & Telephone Corp Com NPV	126	0.52
4,200	NTT DoCoMo Inc Com NPV	75	0.31
Transportation			
700	Central Japan Railway Co Com NPV	122	0.50
1,200	East Japan Railway Co Com NPV	110	0.45
4,000	Hankyu Hanshin Holdings Inc Com NPV	24	0.10
1,000	Kamigumi Co Ltd Com NPV	9	0.04
10,000	Mitsui OSK Lines Ltd Com NPV	35	0.14
4,000	Nippon Express Co Ltd Com NPV	22	0.09
15,000	Nippon Yusen KK Com NPV	45	0.19
900	West Japan Railway Co Com NPV	54	0.22
Total Japan		6,746	27.81
Liberia			
Leisure time			
346	Royal Caribbean Cruises Ltd Com USD 0.01	26	0.11
Total Liberia		26	0.11

iShares MSCI World Value Factor UCITS ETF

SCHEDULE OF INVESTMENTS (continued)

As at 31 May 2015

Holding	Investment	Fair value \$'000	% of net asset value
Equities (cont)			
Luxembourg			
Iron & steel			
6,030	ArcelorMittal Com NPV	64	0.26
Oil & gas services			
588	Subsea 7 SA Com USD 2.00	6	0.03
Total Luxembourg		70	0.29
Mauritius			
Agriculture			
88,500	Golden Agri-Resources Ltd Com USD 0.025	27	0.11
Total Mauritius		27	0.11
Netherlands			
Auto manufacturers			
3,953	Fiat Chrysler Automobiles NV Com EUR 0.01	63	0.26
Banks			
8,424	ING Groep NV CVS EUR 0.24	138	0.57
Food			
8,096	Koninklijke Ahold NV Com EUR 0.01	164	0.68
Insurance			
5,607	Aegon NV Com EUR 0.12	43	0.18
436	Delta Lloyd NV Com EUR 0.20	7	0.03
Machinery - diversified			
3,875	CNH Industrial NV Com EUR 0.01	35	0.14
Semiconductors			
1,031	STMicroelectronics NV Com EUR 1.04	9	0.04
Transportation			
931	TNT Express NV Com EUR 0.08	8	0.03
Total Netherlands		467	1.93
Norway			
Banks			
1,751	DNB ASA Com NOK 10.00	31	0.13
Chemicals			
619	Yara International ASA Com NOK 1.70	31	0.13
Oil & gas			
1,706	Statoil ASA Com NOK 2.50	32	0.13
Total Norway		94	0.39
Singapore			
Airlines			
3,000	Singapore Airlines Ltd Com NPV	25	0.10
Commercial services			
25,500	Hutchison Port Holdings Trust Unit NPV	17	0.07

Holding	Investment	Fair value \$'000	% of net asset value
Singapore (cont)			
Electronics			
2,964	Flextronics International Ltd Com NPV	36	0.15
Engineering & construction			
4,500	Sembcorp Industries Ltd Com NPV	14	0.06
Food			
24,000	Wilmar International Ltd Com NPV	60	0.24
Marine transportation			
10,500	Yangzijiang Shipbuilding Holdings Ltd Com NPV	11	0.05
Real estate investment & services			
1,500	UOL Group Ltd Com NPV	8	0.03
Total Singapore		171	0.70
Spain			
Airlines			
1,687	International Consolidated Airlines Group SA Com EUR 0.5	14	0.06
Electricity			
13,277	Iberdrola SA Com EUR 0.75	92	0.38
Insurance			
1,454	Mapfre SA Com EUR 0.10	5	0.02
Oil & gas			
1,769	Repsol SA Com EUR 1.00	34	0.14
Total Spain		145	0.60
Sweden			
Mining			
955	Boliden AB Com SEK 2.11	20	0.08
Telecommunications			
6,039	TeliaSonera AB Com SEK 3.20	36	0.15
Total Sweden		56	0.23
Switzerland			
Banks			
2,697	Credit Suisse Group AG Com CHF 0.04	71	0.29
Chemicals			
163	Lonza Group AG Com CHF 1.00	23	0.09
Insurance			
81	Baloise Holding AG Com CHF 0.10	10	0.04
76	Swiss Life Holding AG Com CHF 5.10	18	0.08
759	Swiss Re AG Com CHF 0.10	68	0.28
Oil & gas			
835	Transocean Ltd Com CHF 15.00	16	0.07
Total Switzerland		206	0.85

iShares MSCI World Value Factor UCITS ETF

SCHEDULE OF INVESTMENTS (continued)

As at 31 May 2015

Holding	Investment	Fair value \$'000	% of net asset value
Equities (cont)			
United Kingdom			
Banks			
43,123	Barclays Plc Com GBP 0.25	178	0.73
30,243	HSBC Holdings Plc Com USD 0.50	287	1.18
5,102	Royal Bank of Scotland Group Plc Com GBP 1.00	27	0.11
5,238	Standard Chartered Plc Com USD 0.50	84	0.35
Food			
18,514	J Sainsbury Plc Com GBP 0.285714	71	0.30
98,817	Tesco Plc Com GBP 0.05	321	1.32
28,114	WM Morrison Supermarkets Plc Com GBP 0.10	73	0.30
Home builders			
673	Persimmon Plc Com GBP 0.10	20	0.08
Mining			
5,591	Anglo American Plc Com USD 0.54945	87	0.36
4,812	Rio Tinto Plc Com GBP 0.10	210	0.86
Oil & gas			
41,432	BP Plc Com USD 0.25	285	1.17
601	Ensco Plc Com USD 0.10	14	0.06
621	Noble Corp Plc Com USD 0.01	11	0.05
3,672	Royal Dutch Shell Plc Class 'B' Com EUR 0.07	111	0.46
6,554	Royal Dutch Shell Plc Com EUR 0.07	194	0.80
Retail			
2,532	Kingfisher Plc Com GBP 0.157143	14	0.06
Specialty finance			
2,106	3i Group Plc Com GBP 0.738636	18	0.07
Telecommunications			
69,049	Vodafone Group Plc Com USD 0.2095	269	1.11
Total United Kingdom		2,274	9.37
United States			
Agriculture			
7,658	Archer-Daniels-Midland Co Com NPV	405	1.67
Airlines			
859	American Airlines Group Inc Com USD 0.01	36	0.15
394	Delta Air Lines Inc Com USD 0.0001	17	0.07
376	United Continental Holdings Inc Com USD 0.01	21	0.08
Apparel retailers			
426	Kohl's Corp Com USD 0.01	28	0.11
Auto manufacturers			
8,487	Ford Motor Co Com USD 0.01	129	0.53
4,926	General Motors Co Com USD 0.01	177	0.73

Holding	Investment	Fair value \$'000	% of net asset value
United States (cont)			
Banks			
17,909	Bank of America Corp Com USD 0.01	296	1.22
943	Capital One Financial Corp Com USD 0.01	79	0.33
6,562	Citigroup Inc Com USD 0.01	355	1.46
652	Goldman Sachs Group Inc Com USD 0.01	134	0.56
6,354	JPMorgan Chase & Co Com USD 1.00	418	1.72
2,207	Regions Financial Corp Com USD 0.01	22	0.09
Beverages			
1,330	Molson Coors Brewing Co Com USD 0.01	98	0.40
Computers			
426	Computer Sciences Corp Com USD 1.00	29	0.12
6,094	EMC Corp Com USD 0.01	161	0.66
9,250	Hewlett-Packard Co Com USD 0.01	309	1.27
1,069	NetApp Inc Com USD 0.001	36	0.15
918	Western Digital Corp Com USD 0.01	89	0.37
Electricity			
366	Entergy Corp Com USD 0.01	28	0.12
2,003	Exelon Corp Com NPV	68	0.28
1,057	FirstEnergy Corp Com USD 0.10	37	0.15
Electronics			
457	Arrow Electronics Inc Com USD 1.00	28	0.12
726	Avnet Inc Com USD 1.00	32	0.13
4,634	Corning Inc Com USD 0.50	97	0.40
Food			
2,334	Tyson Foods Inc Com USD 0.10	99	0.41
Health care services			
1,744	Aetna Inc Com USD 0.01	206	0.85
1,502	Anthem Inc Com USD 0.01	252	1.04
1,097	Cigna Corp Com USD 0.25	154	0.64
645	Humana Inc Com USD 0.166	138	0.57
514	Quest Diagnostics Inc Com USD 0.01	39	0.16
3,333	UnitedHealth Group Inc Com USD 0.01	401	1.65
Insurance			
2,875	American International Group Inc Com USD 2.50	168	0.70
117	Assurant Inc Com USD 0.01	8	0.03
1,153	Genworth Financial Inc Com USD 0.001	9	0.04
924	Hartford Financial Services Group Inc Com USD 0.01	38	0.16
565	Lincoln National Corp Com NPV	32	0.13
534	Loews Corp Com USD 0.01	21	0.09
2,102	MetLife Inc Com USD 0.01	110	0.45
946	Prudential Financial Inc Com USD 0.01	80	0.33
504	Unum Group Com USD 0.10	18	0.07
475	Voya Financial Inc Com USD 0.01	22	0.09

iShares MSCI World Value Factor UCITS ETF

SCHEDULE OF INVESTMENTS (continued)

As at 31 May 2015

Holding	Investment	Fair value \$'000	% of net asset value
Equities (cont)			
United States (cont)			
Internet			
2,330	Symantec Corp Com USD 0.01	57	0.23
Machinery - diversified			
511	AGCO Corp Com USD 0.01	26	0.11
Office & business equipment			
4,796	Xerox Corp Com USD 1.00	55	0.23
Oil & gas			
735	Apache Corp Com USD 0.625	44	0.18
2,642	Chevron Corp Com USD 0.75	272	1.12
1,661	ConocoPhillips Com USD 0.01	106	0.44
630	Devon Energy Corp Com USD 0.10	41	0.17
1,081	Marathon Oil Corp Com USD 1.00	29	0.12
318	Murphy Oil Corp Com USD 1.00	14	0.06
1,040	Valero Energy Corp Com USD 0.01	62	0.25
Oil & gas services			
576	National Oilwell Varco Inc Com USD 0.01	28	0.12
Pharmaceuticals			
2,688	Express Scripts Holding Co Com USD 0.01	234	0.97
23,059	Pfizer Inc Com USD 0.05	801	3.30
Real estate investment trusts			
765	American Capital Agency Corp Reits USD 0.01	16	0.06
1,787	Annaly Capital Management Inc Reits USD 0.01	19	0.08
Retail			
766	Best Buy Co Inc Com USD 0.10	27	0.11
354	GameStop Corp Com USD 0.001	15	0.06
1,772	Staples Inc Com USD 0.0006	29	0.12
Semiconductors			
1,565	Broadcom Corp Com USD 0.0001	89	0.37
14,467	Intel Corp Com USD 0.001	499	2.06
4,561	Micron Technology Inc Com USD 0.10	127	0.52
Software			
1,121	CA Inc Com USD 0.10	34	0.14
Telecommunications			
1,588	CenturyLink Inc Com USD 1.00	53	0.22
17,992	Cisco Systems Inc Com USD 0.001	527	2.17
687	Juniper Networks Inc Com USD 0.00001	19	0.08
Total United States		8,147	33.59
Total equities		23,603	97.31

Holding	Investment	Fair value \$'000	% of net asset value
Rights			
Italy			
362	Banca Monte dei Paschi di Siena SpA - Rights 19 June 2015	2	0.01
Total Italy		2	0.01
Total rights		2	0.01

No. of contracts	Underlying exposure \$'000	Fair value \$'000	% of net asset value	
Financial derivative instruments				
Futures contracts				
5	Euro Stoxx 50 Index Futures June 2015	187	2	0.01
4	MSCI EAFE Mini Index Futures June 2015	381	(1)	(0.01)
Total unrealised gains on futures contracts			2	0.01
Total unrealised losses on futures contracts			(1)	(0.01)
Net unrealised gains on futures contracts			1	0.00
Total financial derivative instruments			1	0.00

	Fair value \$'000	% of net asset value
Total value of investments	23,606	97.32
Cash[†]	530	2.18
Other net assets	109	0.45
Net assets attributable to redeemable participating shareholders	24,245	99.95
Adjustment to align to the valuation methodology as set out in the prospectus	11	0.05
Net asset value attributable to redeemable participating shareholders at the end of the period	24,256	100.00

[†] Cash holdings of \$510,231 are held with State Street Bank and Trust Company. \$19,698 is held as security for futures contracts with Barclays Plc.

* This security was valued in consultation with the Manager. This security is suspended at year end and valued using the last traded price, consistent with the index provider.

iShares MSCI World Value Factor UCITS ETF

SCHEDULE OF INVESTMENTS (continued)

As at 31 May 2015

Equities are primarily classified by the country of incorporation of the entity in which the Fund holds shares.

Underlying exposure has been calculated according to the guidelines issued by the European Securities and Market Authority ("ESMA") and represents the market value of an equivalent position in the assets underlying each financial derivative instrument.

Analysis of total current assets gross of all liabilities	Fair value \$'000	% of total current assets
Transferable securities admitted to an official stock exchange listing or traded on a regulated market	23,605	97.34
Exchange traded financial derivative instruments	2	0.01
Other assets	643	2.65
Total current assets	24,250	100.00

iShares MSCI World Value Factor UCITS ETF

SCHEDULE OF MATERIAL PURCHASES AND SALES (unaudited)

For the period ended 31 May 2015

Holding	Investments	Proceeds \$'000	Holding	Investments	Cost \$'000
Sales			Purchases		
1,718	ConAgra Foods Inc Com USD 5.00	61	23,059	Pfizer Inc Com USD 0.05	714
626	Teva Pharmaceutical Industries Ltd Com ILS 0.10	38	9,800	Toyota Motor Corp Com NPV	597
1,500	CK Hutchison Holdings Ltd Com HKD 1.00	33	14,907	Intel Corp Com USD 0.001	504
546	CareFusion Corp Com USD 0.01	33	18,276	Cisco Systems Inc Com USD 0.001	486
500	Toyota Motor Corp Com NPV	31	4,297	Sanofi Com EUR 2.00	458
346	Lam Research Corp Com USD 0.001	28	6,555	JPMorgan Chase & Co Com USD 1.00	408
284	Marathon Petroleum Corp Com USD 0.01	27	7,658	Archer-Daniels-Midland Co Com NPV	396
424	Citigroup Inc Com USD 0.01	23	6,986	Citigroup Inc Com USD 0.01	371
184	TRW Automotive Holdings Corp Com USD 0.01	19	3,472	UnitedHealth Group Inc Com USD 0.01	336
200	MEIJI Holdings Co Ltd Com NPV	18	9,357	Hewlett-Packard Co Com USD 0.01	328
315	Rock-Tenn Co Com USD 0.01	18	18,584	Bank of America Corp Com USD 0.01	318
2,000	Daiwa Securities Group Inc Com NPV	16	2,779	Chevron Corp Com USD 0.75	316
137	Chevron Corp Com USD 0.75	16	30,243	HSBC Holdings Plc Com USD 0.50	302
2,000	Hitachi Ltd Com NPV	16	98,817	Tesco Plc Com GBP 0.05	297
440	Intel Corp Com USD 0.001	15	41,432	BP Plc Com USD 0.25	295
400	FUJIFILM Holdings Corp Com NPV	14	13,000	Mitsubishi Corp Com NPV	269
139	UnitedHealth Group Inc Com USD 0.01	14	4,495	Teva Pharmaceutical Industries Ltd Com ILS 0.10	254
2,300	Mitsubishi UFJ Financial Group Inc Com NPV	13	72,286	Vodafone Group Plc Com USD 0.2095	252
2,441	Asciiano Ltd Com NPV	13	16,000	Mitsui & Co Ltd Com NPV	237
65	Goldman Sachs Group Inc Com USD 0.01	12	6,554	Royal Dutch Shell Plc Com EUR 0.07	227

The UCITS notices issued by the Central Bank of Ireland require a Schedule of Portfolio changes during the period. These are defined as aggregate purchases of a security exceeding one per cent of the total value of purchases for the period and aggregate disposals greater than one per cent of the total value of sales. At a minimum the largest 20 purchases and 20 sales must be given or all purchases and sales if less than 20. A full listing of the portfolio changes for the period is available, upon request, at no cost from the Administrator.

iShares S&P CNX Nifty India Swap*

INCOME STATEMENT

For the year ended 31 May 2015

	Note	Year ended 31 May 2015 \$'000	Year ended 31 May 2014 \$'000
Net losses on financial assets/liabilities at fair value through profit or loss	2	-	(3,504)
Total losses		-	(3,504)
Operating expenses**	3	-	(175)
Net operating loss		-	(3,679)
Decrease in net assets attributable to redeemable participating shareholders from operations		-	(3,679)

There are no recognised gains or losses arising in the year ended 31 May 2014 other than those dealt with in the income statement. In arriving at the results of the financial year, all amounts relate to discontinued operations.

STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO REDEEMABLE PARTICIPATING SHAREHOLDERS

For the year ended 31 May 2015

	Year ended 31 May 2015 \$'000	Year ended 31 May 2014 \$'000
Net assets attributable to redeemable participating shareholders at the beginning of the year	-	58,074
Decrease in net assets attributable to redeemable participating shareholders from operations	-	(3,679)
Share transactions:		
Proceeds from issue of redeemable participating shares	-	-
Payments on redemption of redeemable participating shares	-	(54,395)
Decrease in net assets resulting from share transactions	-	(54,395)
Net assets attributable to redeemable participating shareholders at the end of the year	-	-

* As the Fund closed on 24 October 2013, final termination financial statements were prepared for the Fund for the year ended 31 May 2014. The Fund's Income Statement and Statement of Changes in Net Assets Attributable to Redeemable Participating Shareholders are disclosed purely for presentation purposes only to correspond with the Company's combined financial statements.

** Termination expenses are borne outside of the Fund and paid by BlackRock.

The accompanying notes form an integral part of these financial statements.

iShares S&P CNX Nifty India Swap*

BALANCE SHEET

As at 31 May 2015

	31 May 2015 \$'000	31 May 2014 \$'000
CURRENT ASSETS		
Financial assets at fair value through profit or loss	-	-
Total current assets	-	-
CURRENT LIABILITIES		
Bank overdraft	-	-
Payables	-	-
Total current liabilities excluding net assets attributable to redeemable participating shareholders	-	-
Net asset value attributable to redeemable participating shareholders at the end of the year	-	-

* As the Fund closed on 24 October 2013, final termination financial statements were prepared for the Fund for the year ended 31 May 2014. The Fund's Balance Sheet is disclosed purely for presentation purposes only to correspond with the Company's combined financial statements.

The accompanying notes form an integral part of these financial statements.

iShares S&P CNX Nifty India Swap

NOTES TO THE FINANCIAL STATEMENTS

For the year ended 31 May 2015

1. ACCOUNTING POLICIES, FINANCIAL INSTRUMENTS AND RISKS, TAX, SOFT COMMISSIONS AND EXCHANGE RATES

The accounting policies are set out on pages 46 to 50. The financial instruments and risks are set out on pages 51 to 70. The notes relating to tax, soft commissions and exchange rates are set out in the notes on pages 73 to 78.

2. NET LOSSES ON FINANCIAL ASSETS/LIABILITIES AT FAIR VALUE THROUGH PROFIT OR LOSS

	Year ended 31 May 2015 \$'000	Year ended 31 May 2014 \$'000
Net losses on total return swaps	-	(3,504)
	-	(3,504)

3. OPERATING EXPENSES

	Year ended 31 May 2015 \$'000	Year ended 31 May 2014 \$'000
Management fees	-	(175)
	-	(175)

4. MANAGEMENT FEES

Fees earned by the Manager during the year 31 May 2014 are disclosed in note 3.

Please refer to note 5 of the financial statements of the Company for each Fund's management fee rate.

The Manager is responsible for discharging, from this fee, all fees of the Investment Manager, the Administrator and the Custodian and any distributing agent appointed by the distributor through whom the shares will be marketed, together with all reasonable out of pocket expenses of such service providers, (including sub-custodial fees and expenses, which will be at normal commercial rates) and transaction related charges of the Administrator and Custodian). The Manager will also be responsible for discharging from its fee for each share class an attributable proportion of the organisational and operating expenses, including audit and directors fees, of the Company. The fee will be accrued daily based on the daily net asset value of the share classes and will be paid monthly in arrears. Where the actual fees and costs incurred exceed the amount paid to the Manager, the excess will be discharged by the Manager from its own assets.

The Fund employs an "all in one" fee structure, paying all of its fees, operating costs and expenses (and its due proportion of any costs and expenses allocated to it) as a single flat fee (the "Total Expense Ratio" or "TER"). The TER is calculated in accordance with the Committee of European Securities Regulators ("CESR") guidelines on the methodology for calculation of the ongoing charges figure in the Key Investor Information Document.

Total fees paid to the Manager as a percentage of the average Fund assets for the year were as follows:

	31 May 2015	31 May 2014
	N/A	0.85%

5. TRANSACTION COSTS

Transaction costs on this Fund are not separately identifiable for the year ended 31 May 2014. Please refer to note 10 of the financial statements of the Company for further details.

6. SHARE CAPITAL

The issued and fully paid redeemable participating share capital is at all times equal to the net asset value of the Fund. Redeemable participating shares are redeemable at the shareholders' option and are classified as financial liabilities.

	31 May 2015 No. of Shares	31 May 2014 No. of Shares
Number of redeemable participating shares:		
Balance at the beginning of year	-	2,731,764
Issued during the year	-	-
Redeemed during the year	-	(2,731,764)
Balance at the end of year	-	-

7. NET ASSETS ATTRIBUTABLE TO REDEEMABLE PARTICIPATING SHAREHOLDERS

	No. of Shares
Shares in issue	
As at 31 May 2015	-
As at 31 May 2014	-
As at 31 May 2013	2,731,764
	\$'000
Net asset value	
As at 31 May 2015	-
As at 31 May 2014	-
As at 31 May 2013	58,074

iShares S&P CNX Nifty India Swap

NOTES TO THE FINANCIAL STATEMENTS (continued)

For the year ended 31 May 2015

7. NET ASSETS ATTRIBUTABLE TO REDEEMABLE PARTICIPATING SHAREHOLDERS (continued)

Net asset value per share	
As at 31 May 2015	-
As at 31 May 2014	-
As at 31 May 2013	\$21.26

8. COMMITMENTS AND CONTINGENT LIABILITIES

There were no significant commitments or contingent liabilities at the year ended 31 May 2014, other than those disclosed in note 16 of the financial statements of the Company.

9. RELATED PARTY TRANSACTIONS

The related parties are set out in note 18 of the financial statements of the Company.

10. FINANCIAL DERIVATIVE INSTRUMENTS

The Fund may have bought and sold financial derivative instruments prior to its closure. See further details in note 20 of the financial statements of the Company and the Fund's Schedule of Investments.

11. SUBSEQUENT EVENTS

Please refer to note 21 of the financial statements of the Company.

iShares S&P GSCI Dynamic Roll Agriculture Swap*

INCOME STATEMENT

For the year ended 31 May 2015

	Note	Year ended 31 May 2015 \$'000	Year ended 31 May 2014 \$'000
Net losses on financial assets/liabilities at fair value through profit or loss	2	-	(884)
Total losses		-	(884)
Operating expenses**	3	-	(16)
Net operating loss		-	(900)
Decrease in net assets attributable to redeemable participating shareholders from operations		-	(900)

There are no recognised gains or losses arising in the year ended 31 May 2014 other than those dealt with in the income statement. In arriving at the results of the financial year, all amounts relate to discontinued operations.

STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO REDEEMABLE PARTICIPATING SHAREHOLDERS

For the year ended 31 May 2015

	Year ended 31 May 2015 \$'000	Year ended 31 May 2014 \$'000
Net assets attributable to redeemable participating shareholders at the beginning of the year	-	10,568
Decrease in net assets attributable to redeemable participating shareholders from operations	-	(900)
Share transactions:		
Proceeds from issue of redeemable participating shares	-	1,757
Payments on redemption of redeemable participating shares	-	(11,425)
Decrease in net assets resulting from share transactions	-	(9,668)
Net assets attributable to redeemable participating shareholders at the end of the year	-	-

* As the Fund closed on 24 October 2013, final termination financial statements were prepared for the Fund for the year ended 31 May 2014. The Fund's Income Statement and Statement of Changes in Net Assets Attributable to Redeemable Participating Shareholders are disclosed purely for presentation purposes only to correspond with the Company's combined financial statements.

** Termination expenses are borne outside of the Fund and paid by BlackRock.

The accompanying notes form an integral part of these financial statements.

iShares S&P GSCI Dynamic Roll Agriculture Swap*

BALANCE SHEET

As at 31 May 2015

	31 May 2015 \$'000	31 May 2014 \$'000
CURRENT ASSETS		
Cash and cash equivalents	-	-
Financial assets at fair value through profit or loss	-	-
Total current assets	-	-
CURRENT LIABILITIES		
Payables	-	-
Total current liabilities excluding net assets attributable to redeemable participating shareholders	-	-
Net asset value attributable to redeemable participating shareholders at the end of the year	-	-

* As the Fund closed on 24 October 2013, final termination financial statements were prepared for the Fund for the year ended 31 May 2014. The Fund's Balance Sheet is disclosed purely for presentation purposes only to correspond with the Company's combined financial statements.

The accompanying notes form an integral part of these financial statements.

iShares S&P GSCI Dynamic Roll Agriculture Swap

NOTES TO THE FINANCIAL STATEMENTS

For the year ended 31 May 2015

1. ACCOUNTING POLICIES, FINANCIAL INSTRUMENTS AND RISKS, TAX, SOFT COMMISSIONS AND EXCHANGE RATES

The accounting policies are set out on pages 46 to 50. The financial instruments and risks are set out on pages 51 to 70. The notes relating to tax, soft commissions and exchange rates are set out in the notes on pages 73 to 78.

2. NET LOSSES ON FINANCIAL ASSETS/LIABILITIES AT FAIR VALUE THROUGH PROFIT OR LOSS

	Year ended 31 May 2015 \$'000	Year ended 31 May 2014 \$'000
Net losses on total return swaps	-	(884)
	-	(884)

3. OPERATING EXPENSES

	Year ended 31 May 2015 \$'000	Year ended 31 May 2014 \$'000
Management fees	-	(16)
	-	(16)

4. MANAGEMENT FEES

Fees earned by the Manager during the year 31 May 2014 are disclosed in note 3.

Please refer to note 5 of the financial statements of the Company for each Fund's management fee rate.

The Manager is responsible for discharging, from this fee, all fees of the Investment Manager, the Administrator and the Custodian and any distributing agent appointed by the distributor through whom the shares will be marketed, together with all reasonable out of pocket expenses of such service providers, (including sub-custodial fees and expenses, which will be at normal commercial rates) and transaction related charges of the Administrator and Custodian). The Manager will also be responsible for discharging from its fee for each share class an attributable proportion of the organisational and operating expenses, including audit and directors fees, of the Company. The fee will be accrued daily based on the daily net asset value of the share classes and will be paid monthly in arrears. Where the actual fees and costs incurred exceed the amount paid to the Manager, the excess will be discharged by the Manager from its own assets.

The Fund employs an "all in one" fee structure, paying all of its fees, operating costs and expenses (and its due proportion of any costs and expenses allocated to it) as a single flat fee (the "Total Expense Ratio" or "TER"). The TER is calculated in accordance with the Committee of European Securities Regulators ("CESR") guidelines on the methodology for calculation of the ongoing charges figure in the Key Investor Information Document.

Total fees paid to the Manager as a percentage of the average Fund assets for the year were as follows:

	31 May 2015	31 May 2014
	N/A	0.45%

5. TRANSACTION COSTS

Transaction costs on this Fund are not separately identifiable for the year ended 31 May 2014. Please refer to note 10 of the financial statements of the Company for further details.

6. SHARE CAPITAL

The issued and fully paid redeemable participating share capital is at all times equal to the net asset value of the Fund. Redeemable participating shares are redeemable at the shareholders' option and are classified as financial liabilities.

	31 May 2015 No. of Shares	31 May 2014 No. of Shares
Number of redeemable participating shares:		
Balance at the beginning of year	-	446,000
Issued during the year	-	80,000
Redeemed during the year	-	(526,000)
Balance at the end of year	-	-

7. NET ASSETS ATTRIBUTABLE TO REDEEMABLE PARTICIPATING SHAREHOLDERS

	No. of Shares
Shares in issue	
As at 31 May 2015	-
As at 31 May 2014	-
As at 31 May 2013	446,000
	\$'000
Net asset value	
As at 31 May 2015	-
As at 31 May 2014	-
As at 31 May 2013	10,568

iShares S&P GSCI Dynamic Roll Agriculture Swap

NOTES TO THE FINANCIAL STATEMENTS (continued)

For the year ended 31 May 2015

7. NET ASSETS ATTRIBUTABLE TO REDEEMABLE PARTICIPATING SHAREHOLDERS (continued)

Net asset value per share	
As at 31 May 2015	-
As at 31 May 2014	-
As at 31 May 2013	\$23.70

8. COMMITMENTS AND CONTINGENT LIABILITIES

There were no significant commitments or contingent liabilities at the year ended 31 May 2014, other than those disclosed in note 16 of the financial statements of the Company.

9. RELATED PARTY TRANSACTIONS

The related parties are set out in note 18 of the financial statements of the Company.

10. FINANCIAL DERIVATIVE INSTRUMENTS

The Fund may have bought and sold financial derivative instruments prior to its closure. See further details in note 20 of the financial statements of the Company and the Fund's Schedule of Investments.

11. SUBSEQUENT EVENTS

Please refer to note 21 of the financial statements of the Company.

iShares S&P GSCI Dynamic Roll Commodity Swap*

INCOME STATEMENT

For the year ended 31 May 2015

	Note	Year ended 31 May 2015 \$'000	Year ended 31 May 2014 \$'000
Net gains on financial assets/liabilities at fair value through profit or loss	2	-	351
Total gains		-	351
Operating expenses**	3	-	(17)
Net operating profit		-	334
Increase in net assets attributable to redeemable participating shareholders from operations		-	334

There are no recognised gains or losses arising in the year ended 31 May 2014 other than those dealt with in the income statement. In arriving at the results of the financial year, all amounts relate to discontinued operations.

STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO REDEEMABLE PARTICIPATING SHAREHOLDERS

For the year ended 31 May 2015

	Year ended 31 May 2015 \$'000	Year ended 31 May 2014 \$'000
Net assets attributable to redeemable participating shareholders at the beginning of the year	-	10,226
Increase in net assets attributable to redeemable participating shareholders from operations	-	334
Share transactions:		
Proceeds from issue of redeemable participating shares	-	1,585
Payments on redemption of redeemable participating shares	-	(12,145)
Decrease in net assets resulting from share transactions	-	(10,560)
Net assets attributable to redeemable participating shareholders at the end of the year	-	-

* As the Fund closed on 24 October 2013, final termination financial statements were prepared for the Fund for the year ended 31 May 2014. The Fund's Income Statement and Statement of Changes in Net Assets Attributable to Redeemable Participating Shareholders are disclosed purely for presentation purposes only to correspond with the Company's combined financial statements.

** Termination expenses are borne outside of the Fund and paid by BlackRock.

The accompanying notes form an integral part of these financial statements.

iShares S&P GSCI Dynamic Roll Commodity Swap*

BALANCE SHEET

As at 31 May 2015

	31 May 2015 \$'000	31 May 2014 \$'000
CURRENT ASSETS		
Cash and cash equivalents	-	-
Receivables	-	-
Financial assets at fair value through profit or loss	-	-
Total current assets	-	-
CURRENT LIABILITIES		
Payables	-	-
Total current liabilities excluding net assets attributable to redeemable participating shareholders	-	-
Net asset value attributable to redeemable participating shareholders at the end of the year	-	-

* As the Fund closed on 24 October 2013, final termination financial statements were prepared for the Fund for the year ended 31 May 2014. The Fund's Balance Sheet is disclosed purely for presentation purposes only to correspond with the Company's combined financial statements.

The accompanying notes form an integral part of these financial statements.

iShares S&P GSCI Dynamic Roll Commodity Swap

NOTES TO THE FINANCIAL STATEMENTS

For the year ended 31 May 2015

1. ACCOUNTING POLICIES, FINANCIAL INSTRUMENTS AND RISKS, TAX, SOFT COMMISSIONS AND EXCHANGE RATES

The accounting policies are set out on pages 46 to 50. The financial instruments and risks are set out on pages 51 to 70. The notes relating to tax, soft commissions and exchange rates are set out in the notes on pages 73 to 78.

2. NET GAINS ON FINANCIAL ASSETS/LIABILITIES AT FAIR VALUE THROUGH PROFIT OR LOSS

	Year ended 31 May 2015 \$'000	Year ended 31 May 2014 \$'000
Net gains on total return swaps	-	351
	-	351

3. OPERATING EXPENSES

	Year ended 31 May 2015 \$'000	Year ended 31 May 2014 \$'000
Management fees	-	(17)
	-	(17)

4. MANAGEMENT FEES

Fees earned by the Manager during the year 31 May 2014 are disclosed in note 3.

Please refer to note 5 of the financial statements of the Company for each Fund's management fee rate.

The Manager is responsible for discharging, from this fee, all fees of the Investment Manager, the Administrator and the Custodian and any distributing agent appointed by the distributor through whom the shares will be marketed, together with all reasonable out of pocket expenses of such service providers, (including sub-custodial fees and expenses, which will be at normal commercial rates) and transaction related charges of the Administrator and Custodian). The Manager will also be responsible for discharging from its fee for each share class an attributable proportion of the organisational and operating expenses, including audit and directors fees, of the Company. The fee will be accrued daily based on the daily net asset value of the share classes and will be paid monthly in arrears. Where the actual fees and costs incurred exceed the amount paid to the Manager, the excess will be discharged by the Manager from its own assets.

The Fund employs an "all in one" fee structure, paying all of its fees, operating costs and expenses (and its due proportion of any costs and expenses allocated to it) as a single flat fee (the "Total Expense Ratio" or "TER"). The TER is calculated in accordance with the Committee of European Securities Regulators ("CESR") guidelines on the methodology for calculation of the ongoing charges figure in the Key Investor Information Document. The Fund employs an "all in one" fee structure, paying all of its fees, operating costs and expenses (and its due proportion of any costs and expenses allocated to it) as a single flat fee (the "Total Expense Ratio" or "TER"). The TER is calculated in accordance with the Committee of European Securities Regulators ("CESR") guidelines on the methodology for calculation of the ongoing charges figure in the Key Investor Information Document.

Total fees paid to the Manager as a percentage of the average Fund assets for the year were as follows:

	31 May 2015	31 May 2014
	N/A	0.45%

5. TRANSACTION COSTS

Transaction costs on this Fund are not separately identifiable for the year ended 31 May 2014. Please refer to note 10 of the financial statements of the Company for further details.

6. SHARE CAPITAL

The issued and fully paid redeemable participating share capital is at all times equal to the net asset value of the Fund. Redeemable participating shares are redeemable at the shareholders' option and are classified as financial liabilities.

	31 May 2015 No. of Shares	31 May 2014 No. of Shares
Number of redeemable participating shares:		
Balance at the beginning of year	-	442,000
Issued during the year	-	65,000
Redeemed during the year	-	(507,000)
Balance at the end of year	-	-

7. NET ASSETS ATTRIBUTABLE TO REDEEMABLE PARTICIPATING SHAREHOLDERS

	No. of Shares
Shares in issue	
As at 31 May 2015	-
As at 31 May 2014	-
As at 31 May 2013	442,000

iShares S&P GSCI Dynamic Roll Commodity Swap

NOTES TO THE FINANCIAL STATEMENTS (continued)

For the year ended 31 May 2015

7. NET ASSETS ATTRIBUTABLE TO REDEEMABLE PARTICIPATING SHAREHOLDERS (continued)

	\$'000
Net asset value	
As at 31 May 2015	-
As at 31 May 2014	-
As at 31 May 2013	10,226

Net asset value per share	
As at 31 May 2015	-
As at 31 May 2014	-
As at 31 May 2013	\$23.14

8. COMMITMENTS AND CONTINGENT LIABILITIES

There were no significant commitments or contingent liabilities at the year ended 31 May 2014, other than those disclosed in note 16 of the financial statements of the Company.

9. RELATED PARTY TRANSACTIONS

The related parties are set out in note 18 of the financial statements of the Company.

10. FINANCIAL DERIVATIVE INSTRUMENTS

The Fund may have bought and sold financial instruments prior to its closure. See further details in note 20 of the financial statements of the Company and the Fund's Schedule of Investments.

11. SUBSEQUENT EVENTS

Please refer to note 21 of the financial statements of the Company.

iShares S&P GSCI Dynamic Roll Energy Swap

INCOME STATEMENT

For the year ended 31 May 2015

	Note	Year ended 31 May 2015 \$'000	Year ended 31 May 2014 \$'000
Net gains on financial assets/liabilities at fair value through profit or loss	2	-	971
Total gains		-	971
Operating expenses**	3	-	(43)
Net operating profit		-	928
Increase in net assets attributable to redeemable participating shareholders from operations		-	928

There are no recognised gains or losses arising in the year ended 31 May 2014 other than those dealt with in the income statement. In arriving at the results of the financial year, all amounts relate to discontinued operations.

STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO REDEEMABLE PARTICIPATING SHAREHOLDERS

For the year ended 31 May 2015

	Year ended 31 May 2015 \$'000	Year ended 31 May 2014 \$'000
Net assets attributable to redeemable participating shareholders at the beginning of the year	-	19,423
Increase in net assets attributable to redeemable participating shareholders from operations	-	928
Share transactions:		
Proceeds from issue of redeemable participating shares	-	12,891
Payments on redemption of redeemable participating shares	-	(33,242)
Decrease in net assets resulting from share transactions	-	(20,351)
Net assets attributable to redeemable participating shareholders at the end of the year	-	-

* As the Fund closed on 24 October 2013, final termination financial statements were prepared for the Fund for the year ended 31 May 2014. The Fund's Income Statement and Statement of Changes in Net Assets Attributable to Redeemable Participating Shareholders are disclosed purely for presentation purposes only to correspond with the Company's combined financial statements.

** Termination expenses are borne outside of the Fund and paid by BlackRock.

The accompanying notes form an integral part of these financial statements.

iShares S&P GSCI Dynamic Roll Energy Swap

BALANCE SHEET

As at 31 May 2015

	31 May 2015 \$'000	31 May 2014 \$'000
CURRENT ASSETS		
Cash and cash equivalents	-	-
Financial assets at fair value through profit or loss	-	-
Total current assets	-	-
CURRENT LIABILITIES		
Payables	-	-
Total current liabilities excluding net assets attributable to redeemable participating shareholders	-	-
Net asset value attributable to redeemable participating shareholders at the end of the year	-	-

* As the Fund closed on 24 October 2013, final termination financial statements were prepared for the Fund for the year ended 31 May 2014. The Fund's Balance Sheet is disclosed purely for presentation purposes only to correspond with the Company's combined financial statements.

The accompanying notes form an integral part of these financial statements.

iShares S&P GSCI Dynamic Roll Energy Swap

NOTES TO THE FINANCIAL STATEMENTS

For the year ended 31 May 2015

1. ACCOUNTING POLICIES, FINANCIAL INSTRUMENTS AND RISKS, TAX, SOFT COMMISSIONS AND EXCHANGE RATES

The accounting policies are set out on pages 46 to 50. The financial instruments and risks are set out on pages 51 to 70. The notes relating to tax, soft commissions and exchange rates are set out in the notes on pages 73 to 78.

2. NET GAINS ON FINANCIAL ASSETS/LIABILITIES AT FAIR VALUE THROUGH PROFIT OR LOSS

	Year ended 31 May 2015 \$'000	Year ended 31 May 2014 \$'000
Net gains on total return swaps	-	971
	-	971

3. OPERATING EXPENSES

	Year ended 31 May 2015 \$'000	Year ended 31 May 2014 \$'000
Management fees	-	(43)
	-	(43)

4. MANAGEMENT FEES

Fees earned by the Manager during the year 31 May 2014 are disclosed in note 3.

Please refer to note 5 of the financial statements of the Company for each Fund's management fee rate.

The Manager is responsible for discharging, from this fee, all fees of the Investment Manager, the Administrator and the Custodian and any distributing agent appointed by the distributor through whom the shares will be marketed, together with all reasonable out of pocket expenses of such service providers, (including sub-custodial fees and expenses, which will be at normal commercial rates) and transaction related charges of the Administrator and Custodian). The Manager will also be responsible for discharging from its fee for each share class an attributable proportion of the organisational and operating expenses, including audit and directors fees, of the Company. The fee will be accrued daily based on the daily net asset value of the share classes and will be paid monthly in arrears. Where the actual fees and costs incurred exceed the amount paid to the Manager, the excess will be discharged by the Manager from its own assets.

The Fund employs an "all in one" fee structure, paying all of its fees, operating costs and expenses (and its due proportion of any costs and expenses allocated to it) as a single flat fee (the "Total Expense Ratio" or "TER"). The TER is calculated in accordance with the Committee of European Securities Regulators ("CESR") guidelines on the methodology for calculation of the ongoing charges figure in the Key Investor Information Document.

Total fees paid to the Manager as a percentage of the average Fund assets for the year were as follows:

	31 May 2015	31 May 2014
	N/A	0.45%

5. TRANSACTION COSTS

Transaction costs on this Fund are not separately identifiable for the year ended 31 May 2014. Please refer to note 10 of the financial statements of the Company for further details.

6. SHARE CAPITAL

The issued and fully paid redeemable participating share capital is at all times equal to the net asset value of the Fund. Redeemable participating shares are redeemable at the shareholders' option and are classified as financial liabilities.

	31 May 2015 No. of Shares	31 May 2014 No. of Shares
Number of redeemable participating shares:		
Balance at the beginning of year	-	828,000
Issued during the year	-	510,000
Redeemed during the year	-	(1,338,000)
Balance at the end of year	-	-

7. NET ASSETS ATTRIBUTABLE TO REDEEMABLE PARTICIPATING SHAREHOLDERS

	No. of Shares
Shares in issue	
As at 31 May 2015	-
As at 31 May 2014	-
As at 31 May 2013	828,000
	\$'000
Net asset value	
As at 31 May 2015	-
As at 31 May 2014	-
As at 31 May 2013	19,423

iShares S&P GSCI Dynamic Roll Energy Swap

NOTES TO THE FINANCIAL STATEMENTS (continued)

For the year ended 31 May 2015

7. NET ASSETS ATTRIBUTABLE TO REDEEMABLE PARTICIPATING SHAREHOLDERS (continued)

Net asset value per share	
As at 31 May 2015	-
As at 31 May 2014	-
As at 31 May 2013	\$23.46

8. COMMITMENTS AND CONTINGENT LIABILITIES

There were no significant commitments or contingent liabilities at the year ended 31 May 2014, other than those disclosed in note 16 of the financial statements of the Company.

9. RELATED PARTY TRANSACTIONS

The related parties are set out in note 18 of the financial statements of the Company.

10. FINANCIAL DERIVATIVE INSTRUMENTS

The Fund may have bought and sold financial derivative instruments prior to its closure. See further details in note 20 of the financial statements of the Company and the Fund's Schedule of Investments.

11. SUBSEQUENT EVENTS

Please refer to note 21 of the financial statements of the Company.

iShares S&P GSCI Dynamic Roll Industrial Metals Swap*

INCOME STATEMENT

For the year ended 31 May 2015

	Note	Year ended 31 May 2015 \$'000	Year ended 31 May 2014 \$'000
Net losses on financial assets/liabilities at fair value through profit or loss	2	-	(287)
Total losses		-	(287)
Operating expenses**	3	-	(28)
Net operating loss		-	(315)
Decrease in net assets attributable to redeemable participating shareholders from operations		-	(315)

There are no recognised gains or losses arising in the year ended 31 May 2014 other than those dealt with in the income statement. In arriving at the results of the financial year, all amounts relate to discontinued operations.

STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO REDEEMABLE PARTICIPATING SHAREHOLDERS

For the year ended 31 May 2015

	Year ended 31 May 2015 \$'000	Year ended 31 May 2014 \$'000
Net assets attributable to redeemable participating shareholders at the beginning of the year	-	20,712
Decrease in net assets attributable to redeemable participating shareholders from operations	-	(315)
Share transactions:		
Proceeds from issue of redeemable participating shares	-	5,052
Payments on redemption of redeemable participating shares	-	(25,449)
Decrease in net assets resulting from share transactions	-	(20,397)
Net assets attributable to redeemable participating shareholders at the end of the year	-	-

* As the Fund closed on 24 October 2013, final termination financial statements were prepared for the Fund for the year ended 31 May 2014. The Fund's Income Statement and Statement of Changes in Net Assets Attributable to Redeemable Participating Shareholders are disclosed purely for presentation purposes only to correspond with the Company's combined financial statements.

** Termination expenses are borne outside of the Fund and paid by BlackRock.

The accompanying notes form an integral part of these financial statements.

iShares S&P GSCI Dynamic Roll Industrial Metals Swap*

BALANCE SHEET

As at 31 May 2015

	31 May 2015 \$'000	31 May 2014 \$'000
CURRENT ASSETS		
Financial assets at fair value through profit or loss	-	-
Total current assets	-	-
CURRENT LIABILITIES		
Bank overdraft	-	-
Payables	-	-
Total current liabilities excluding net assets attributable to redeemable participating shareholders	-	-
Net asset value attributable to redeemable participating shareholders at the end of the year	-	-

* As the Fund closed on 24 October 2013, final termination financial statements were prepared for the Fund for the year ended 31 May 2014. The Fund's Balance Sheet is disclosed purely for presentation purposes only to correspond with the Company's combined financial statements.

The accompanying notes form an integral part of these financial statements.

iShares S&P GSCI Dynamic Roll Industrial Metals Swap

NOTES TO THE FINANCIAL STATEMENTS

For the year ended 31 May 2015

1. ACCOUNTING POLICIES, FINANCIAL INSTRUMENTS AND RISKS, TAX, SOFT COMMISSIONS AND EXCHANGE RATES

The accounting policies are set out on pages 46 to 50. The financial instruments and risks are set out on pages 51 to 70. The notes relating to tax, soft commissions and exchange rates are set out in the notes on pages 73 to 78.

2. NET LOSSES ON FINANCIAL ASSETS/LIABILITIES AT FAIR VALUE THROUGH PROFIT OR LOSS

	Year ended 31 May 2015 \$'000	Year ended 31 May 2014 \$'000
Net losses on total return swaps	-	(287)
	-	(287)

3. OPERATING EXPENSES

	Year ended 31 May 2015 \$'000	Year ended 31 May 2014 \$'000
Management fees	-	(28)
	-	(28)

4. MANAGEMENT FEES

Fees earned by the Manager during the year 31 May 2014 are disclosed in note 3.

Please refer to note 5 of the financial statements of the Company for each Fund's management fee rate.

The Manager is responsible for discharging, from this fee, all fees of the Investment Manager, the Administrator and the Custodian and any distributing agent appointed by the distributor through whom the shares will be marketed, together with all reasonable out of pocket expenses of such service providers, (including sub-custodial fees and expenses, which will be at normal commercial rates) and transaction related charges of the Administrator and Custodian). The Manager will also be responsible for discharging from its fee for each share class an attributable proportion of the organisational and operating expenses, including audit and directors fees, of the Company. The fee will be accrued daily based on the daily net asset value of the share classes and will be paid monthly in arrears. Where the actual fees and costs incurred exceed the amount paid to the Manager, the excess will be discharged by the Manager from its own assets.

The Fund employs an "all in one" fee structure, paying all of its fees, operating costs and expenses (and its due proportion of any costs and expenses allocated to it) as a single flat fee (the "Total Expense Ratio" or "TER"). The TER is calculated in accordance with the Committee of European Securities Regulators ("CESR") guidelines on the methodology for calculation of the ongoing charges figure in the Key Investor Information Document.

Total fees paid to the Manager as a percentage of the average Fund assets for the year were as follows:

	31 May 2015	31 May 2014
	N/A	0.45

5. TRANSACTION COSTS

Transaction costs on this Fund are not separately identifiable for the year ended 31 May 2014. Please refer to note 10 of the financial statements of the Company for further details.

6. SHARE CAPITAL

The issued and fully paid redeemable participating share capital is at all times equal to the net asset value of the Fund. Redeemable participating shares are redeemable at the shareholders' option and are classified as financial liabilities.

	31 May 2015 No. of Shares	31 May 2014 No. of Shares
Number of redeemable participating shares:		
Balance at the beginning of year	-	900,000
Issued during the year	-	230,000
Redeemed during the year	-	(1,130,000)
Balance at the end of year	-	-

7. NET ASSETS ATTRIBUTABLE TO REDEEMABLE PARTICIPATING SHAREHOLDERS

	No. of Shares
Shares in issue	
As at 31 May 2015	-
As at 31 May 2014	-
As at 31 May 2013	900,000
	\$'000
Net asset value	
As at 31 May 2015	-
As at 31 May 2014	-
As at 31 May 2013	20,712

iShares S&P GSCI Dynamic Roll Industrial Metals Swap

NOTES TO THE FINANCIAL STATEMENTS (continued)

For the year ended 31 May 2015

**7. NET ASSETS ATTRIBUTABLE TO REDEEMABLE PARTICIPATING
SHAREHOLDERS (continued)**

Net asset value per share	
As at 31 May 2015	-
As at 31 May 2014	-
As at 31 May 2013	\$23.01

8. COMMITMENTS AND CONTINGENT LIABILITIES

There were no significant commitments or contingent liabilities at the year ended 31 May 2014, other than those disclosed in note 16 of the financial statements of the Company.

9. RELATED PARTY TRANSACTIONS

The related parties are set out in note 18 of the financial statements of the Company.

10. FINANCIAL DERIVATIVE INSTRUMENTS

The Fund may have bought and sold financial derivative instruments prior to its closure. See further details in note 20 of the financial statements of the Company and the Fund's Schedule of Investments.

11. SUBSEQUENT EVENTS

Please refer to note 21 of the financial statements of the Company.

iShares US Equity Buyback Achievers UCITS ETF

INCOME STATEMENT

For the period ended 31 May 2015

	Note	Period from 3 February 2015 to 31 May 2015 \$'000
Operating income	2	53
Net gains on financial assets/liabilities at fair value through profit or loss	3	189
Total gains		242
Operating expenses	4	(17)
Net operating profit		225
Net profit for the financial period before tax		225
Non-reclaimable withholding tax		(8)
Net profit for the financial period after tax		217
Adjustment to align to the valuation methodology as set out in the prospectus	6	3
Increase in net assets attributable to redeemable participating shareholders from operations		220

There are no recognised gains or losses arising in the period other than those dealt with in the income statement. In arriving at the results of the financial period, all amounts relate to continuing operations.

STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO REDEEMABLE PARTICIPATING SHAREHOLDERS

For the period ended 31 May 2015

	Period from 3 February 2015 to 31 May 2015 \$'000
Net assets attributable to redeemable participating shareholders at the beginning of the period	-
Increase in net assets attributable to redeemable participating shareholders from operations	220
Share transactions:	
Proceeds from issue of redeemable participating shares	10,287
Increase in net assets resulting from share transactions	10,287
Net assets attributable to redeemable participating shareholders at the end of the period	10,507

The accompanying notes form an integral part of these financial statements.

iShares US Equity Buyback Achievers UCITS ETF

BALANCE SHEET

As at 31 May 2015

	Note	31 May 2015 \$'000
CURRENT ASSETS		
Cash and cash equivalents		109
Margin cash account		32
Receivables	10	9
Financial assets at fair value through profit or loss	11	10,360
Total current assets		10,510
CURRENT LIABILITIES		
Payables	12	(5)
Financial liabilities at fair value through profit or loss	11	(1)
Total current liabilities excluding net assets attributable to redeemable participating shareholders		(6)
Net assets attributable to redeemable participating shareholders		10,504
Adjustment to align to the valuation methodology as set out in the prospectus	6	3
Net asset value attributable to redeemable participating shareholders at the end of the period		10,507

The accompanying notes form an integral part of these financial statements. Details of the NAV per share are set out in note 9.

iShares US Equity Buyback Achievers UCITS ETF

NOTES TO THE FINANCIAL STATEMENTS

For the period ended 31 May 2015

1. ACCOUNTING POLICIES, FINANCIAL INSTRUMENTS AND RISKS, TAX, SOFT COMMISSIONS AND EXCHANGE RATES

The accounting policies are set out on pages 46 to 50. The financial instruments and risks are set out on pages 51 to 70. The notes relating to tax, soft commissions and exchange rates are set out in the notes on pages 73 to 78.

2. OPERATING INCOME

	Period from 3 February 2015 to 31 May 2015 \$'000
Dividend income	53
	53

3. NET GAINS ON FINANCIAL ASSETS/LIABILITIES AT FAIR VALUE THROUGH PROFIT OR LOSS

	Period from 3 February 2015 to 31 May 2015 \$'000
Net gains on investments in securities held at fair value through profit or loss	190
Net losses on futures contracts	(1)
	189

4. OPERATING EXPENSES

	Period from 3 February 2015 to 31 May 2015 \$'000
Management fees	(17)
	(17)

5. MANAGEMENT FEES

Fees earned by the Manager during the period and balances outstanding as at 31 May 2015 are disclosed in note 4 and note 12 respectively.

Please refer to note 5 of the financial statements of the Company for each Fund's management fee rate.

The Manager is responsible for discharging, from this fee, all fees of the Investment Manager, the Administrator and the Custodian and any distributing agent appointed by the distributor through whom the shares will be marketed, together with all reasonable out of pocket expenses of such service providers, (including sub-custodial fees and expenses, which will be at normal commercial rates) and transaction related charges of the Administrator and Custodian). The Manager will also be responsible for discharging from its fee for each share class an attributable proportion of the organisational and operating expenses, including audit and directors fees, of the Company. The fee will be accrued daily based on the daily net asset value of the share classes and will be paid monthly in arrears. Where the actual fees and costs incurred exceed the amount paid to the Manager, the excess will be discharged by the Manager from its own assets.

The Fund employs an "all in one" fee structure, paying all of its fees, operating costs and expenses (and its due proportion of any costs and expenses allocated to it) as a single flat fee (the "Total Expense Ratio" or "TER"). The TER is calculated in accordance with the Committee of European Securities Regulators ("CESR") guidelines on the methodology for calculation of the ongoing charges figure in the Key Investor Information Document.

Total fees paid to the Manager as a percentage of the average Fund assets for the period were as follows:

	TER % 31 May 2015
	0.55

6. ADJUSTMENT TO ALIGN TO THE VALUATION METHODOLOGY AS SET OUT IN THE PROSPECTUS

The adjustment between the financial statements net asset value and the valuation methodology set out in the prospectus is shown below:

	Period from 3 February 2015 to 31 May 2015 \$'000
Balance brought forward	-
Adjustment to align to the valuation methodology as set out in the prospectus	3
Total adjustment for the period	3
Balance carried forward	3

Further details are set out in the accounting policies note m).

iShares US Equity Buyback Achievers UCITS ETF

NOTES TO THE FINANCIAL STATEMENTS (continued)

For the period ended 31 May 2015

7. TRANSACTION COSTS

Disclosed in the table below are separately identifiable transaction costs incurred by the Fund for the period ended 31 May 2015. Please refer to note 10 of the financial statements of the Company for further details.

	Period from 3 February 2015 to 31 May 2015 \$'000
Transaction costs	(1)

8. SHARE CAPITAL

The issued and fully paid redeemable participating share capital is at all times equal to the net asset value of the Fund. Redeemable participating shares are redeemable at the shareholders' option and are classified as financial liabilities.

	31 May 2015 No. of Shares
Number of redeemable participating shares:	
Balance at the beginning of period	-
Issued during the period	2,000,000
Redeemed during the period	-
Balance at the end of period	2,000,000

9. NET ASSETS ATTRIBUTABLE TO REDEEMABLE PARTICIPATING SHAREHOLDERS

	No. of Shares
Shares in issue	
As at 31 May 2015	2,000,000

	\$'000
Net asset value	
As at 31 May 2015	10,507

Net asset value per share	
As at 31 May 2015	\$5.25

10. RECEIVABLES

	31 May 2015 \$'000
Dividend income receivable	9
	9

11. FINANCIAL ASSETS/LIABILITIES AT FAIR VALUE THROUGH PROFIT OR LOSS

	31 May 2015 \$'000
Financial assets:	
Investment in equities	10,360
	10,360

Financial liabilities:	
Unrealised losses on futures contracts	(1)
	(1)

12. PAYABLES

	31 May 2015 \$'000
Management fees payable	(5)
	(5)

13. COMMITMENTS AND CONTINGENT LIABILITIES

There were no significant commitments or contingent liabilities at the period ended 31 May 2015, other than those disclosed in note 16 of the financial statements of the Company.

14. RELATED PARTY TRANSACTIONS

The related parties are set out in note 18 of the financial statements of the Company.

15. FINANCIAL DERIVATIVE INSTRUMENTS

The Fund may buy and sell financial derivative instruments. See further details in note 20 of the financial statements of the Company and the Fund's Schedule of Investments.

16. SUBSEQUENT EVENTS

Please refer to note 21 of the financial statements of the Company.

iShares US Equity Buyback Achievers UCITS ETF

SCHEDULE OF INVESTMENTS

As at 31 May 2015

Holding	Investment	Fair value \$'000	% of net asset value
Transferable Securities Admitted to an Official Stock Exchange Listing or traded on a Regulated Market			
Equities			
Bermuda			
Computers			
2,555	Genpact Ltd Com USD 0.01	57	0.54
Insurance			
1,101	Aspen Insurance Holdings Ltd Com USD 0.001514456	51	0.49
4,186	Assured Guaranty Ltd Com USD 0.01	120	1.14
2,065	Axis Capital Holdings Ltd Com USD 0.0125	114	1.08
317	Everest Re Group Ltd Com USD 0.01	57	0.55
3,220	Montpelier Re Holdings Ltd Com USD 0.001666	122	1.16
698	PartnerRe Ltd Com USD 1.00	92	0.88
1,333	RenaissanceRe Holdings Ltd Com USD 1.00	136	1.29
2,891	Validus Holdings Ltd Com USD 0.175	124	1.18
Personal products			
1,401	Helen of Troy Ltd Com USD 0.10	123	1.17
Total Bermuda		996	9.48
United States			
Aerospace & defence			
344	Boeing Co Com USD 5.00	48	0.46
438	General Dynamics Corp Com USD 1.00	61	0.58
1,173	Moog Inc Com USD 1.00	81	0.77
563	Northrop Grumman Corp Com USD 1.00	90	0.85
Apparel retailers			
4,220	Abercrombie & Fitch Co Com USD 0.01	86	0.82
2,361	Bob Evans Farms Inc Com USD 0.01	109	1.04
728	Kohl's Corp Com USD 0.01	48	0.46
1,386	Steven Madden Ltd Com USD 0.0001	52	0.49
Auto parts & equipment			
2,576	Cooper Tire & Rubber Co Com USD 1.00	95	0.90
934	Visteon Corp Com USD 0.01	102	0.97
430	Wabco Holdings Inc Com USD 0.01	54	0.52
Banks			
3,509	Associated Banc-Corp Com USD 0.01	66	0.63
1,915	CIT Group Inc Com USD 0.01	89	0.84
3,556	Fifth Third Bancorp Com NPV	72	0.69
Biotechnology			
316	United Therapeutics Corp Com USD 0.01	58	0.55
Broadline retailers			
1,769	Big Lots Inc Com USD 0.01	78	0.74
976	Macy's Inc Com USD 0.01	65	0.62

Holding	Investment	Fair value \$'000	% of net asset value
United States (cont)			
Building materials and fixtures			
1,100	Fortune Brands Home & Security Inc Com USD 0.01	50	0.48
Chemicals			
830	Ashland Inc Com USD 0.01	106	1.01
3,308	Chemtura Corp Com USD 0.01	92	0.88
710	Monsanto Co Com USD 0.01	83	0.79
2,803	Mosaic Co Com USD 0.01	128	1.22
116	NewMarket Corp Com NPV	53	0.50
186	Sherwin-Williams Co Com USD 1.00	54	0.51
Commercial services			
3,271	ADT Corp Com USD 0.01	119	1.13
206	Graham Holdings Co Com USD 1.00	220	2.09
Computers			
556	Apple Inc Com USD 0.00001	72	0.69
886	DST Systems Inc Com USD 0.01	105	1.00
3,237	Leidos Holdings Inc Com USD 0.0001	138	1.31
2,425	NetApp Inc Com USD 0.001	81	0.77
1,451	Teradata Corp Com USD 0.01	56	0.53
Containers & packaging			
1,266	MeadWestvaco Corp Com USD 0.01	64	0.61
Cosmetics & personal care			
3,081	Coty Inc Com USD 0.01	77	0.73
Distribution & wholesale			
911	Fossil Group Inc Com USD 0.01	65	0.62
Diversified financial services			
396	Ameriprise Financial Inc Com USD 0.01	49	0.47
992	Legg Mason Inc Com USD 0.10	53	0.50
4,667	PHH Corp Com USD 0.01	129	1.23
Electronics			
5,068	Corning Inc Com USD 0.50	106	1.01
Entertainment			
986	Marriott Vacations Worldwide Corp Com USD 0.01	87	0.83
Financial services			
13,824	Fortress Investment Group LLC Com NPV	108	1.03
Food			
812	Ingredion Inc Com USD 0.01	67	0.64
Footwear			
2,086	Iconix Brand Group Inc Com USD 0.001	54	0.51
Forest products & paper			
1,117	Clearwater Paper Corp Com USD 0.0001	67	0.64
Health care services			
562	Anthem Inc Com USD 0.01	94	0.90
417	Cigna Corp Com USD 0.25	59	0.56

iShares US Equity Buyback Achievers UCITS ETF

SCHEDULE OF INVESTMENTS (continued)

As at 31 May 2015

Holding	Investment	Fair value \$'000	% of net asset value
Equities (cont)			
United States (cont)			
Healthcare products			
2,224	Masimo Corp Com USD 0.001	78	0.74
581	Varian Medical Systems Inc Com USD 1.00	50	0.48
Home builders			
76	NVR Inc Com USD 0.01	103	0.98
Home furnishings			
15,063	TiVo Inc Com USD 0.001	159	1.51
Hotels			
814	Starwood Hotels & Resorts Worldwide Inc Com USD 0.01	67	0.64
Household goods & home construction			
1,076	Avery Dennison Corp Com USD 1.00	67	0.64
1,441	Newell Rubbermaid Inc Com USD 1.00	57	0.54
Insurance			
1,101	Allstate Corp Com USD 0.01	74	0.70
630	Chubb Corp Com USD 1.00	62	0.59
4,460	CNO Financial Group Inc Com USD 0.01	80	0.76
1,399	Kemper Corp Com USD 0.10	50	0.48
932	Torchmark Corp Com USD 1.00	53	0.51
828	Travelers Cos Inc Com NPV	84	0.80
1,285	Voya Financial Inc Com USD 0.01	58	0.55
1,202	WR Berkley Corp Com USD 0.20	59	0.56
Internet			
2,197	Liberty Interactive Corp QVC Group Com USD 0.01	61	0.59
1,497	Yahoo! Inc Com USD 0.001	64	0.61
Leisure time			
1,169	Life Time Fitness Inc Com USD 0.02	84	0.80
Machinery - diversified			
1,196	AGCO Corp Com USD 0.01	61	0.58
868	Deere & Co Com USD 1.00	81	0.77
1,573	Oshkosh Corp Com USD 0.01	79	0.75
Media			
2,262	CBS Corp Com USD 0.001	140	1.33
2,256	Discovery Communications Inc Com USD 0.01	77	0.73
900	Scripps Networks Interactive Inc Com USD 0.01	60	0.57
872	Time Warner Inc Com USD 0.01	74	0.70
1,638	Twenty-First Century Fox Inc Com USD 0.01	55	0.52
Metal fabricate/ hardware			
2,188	Timken Co Com NPV	85	0.81
667	Valmont Industries Inc Com USD 1.00	83	0.79
Mining			
677	Kaiser Aluminum Corp Com USD 0.01	55	0.52

Holding	Investment	Fair value \$'000	% of net asset value
United States (cont)			
Miscellaneous manufacturers			
4,684	Actuant Corp Com USD 0.20	110	1.05
1,628	Donaldson Co Inc Com USD 5.00	58	0.55
1,230	Illinois Tool Works Inc Com USD 0.01	116	1.10
1,119	SPX Corp Com USD 10.00	83	0.79
Office & business equipment			
5,695	Xerox Corp Com USD 1.00	65	0.62
Oil & gas			
950	Apache Corp Com USD 0.625	57	0.54
1,695	Hess Corp Com USD 1.00	114	1.09
1,095	Murphy Oil Corp Com USD 1.00	48	0.46
983	Phillips 66 Com USD 0.01	78	0.74
Oil equipment & services			
1,246	Seacor Holdings Inc Com USD 0.01	87	0.83
Pharmaceuticals			
1,032	Express Scripts Holding Co Com USD 0.01	90	0.85
956	VCA Inc Com USD 0.001	50	0.48
Property & casualty insurance			
1,577	ProAssurance Corp Com USD 0.01	71	0.68
Real estate investment trusts			
3,869	American Capital Agency Corp Reits USD 0.01	81	0.77
5,808	Invesco Mortgage Capital Inc Reits USD 0.01	92	0.88
3,041	Weyerhaeuser Co Reits USD 1.25	99	0.94
Retail			
1,113	AutoNation Inc Com USD 0.01	69	0.66
1,801	Bed Bath & Beyond Inc Com USD 0.01	128	1.22
1,515	BJ's Restaurants Inc Com NPV	69	0.66
1,095	Cheesecake Factory Inc Com USD 0.01	56	0.53
461	Dillard's Inc Com NPV	54	0.51
701	Dollar General Corp Com USD 0.875	51	0.48
1,670	GameStop Corp Com USD 0.001	73	0.69
1,313	Gap Inc Com USD 0.05	50	0.48
943	Lowe's Cos Inc Com USD 0.50	66	0.63
255	O'Reilly Automotive Inc Com USD 0.01	56	0.53
8,502	Pier 1 Imports Inc Com USD 0.001	108	1.03
2,344	Urban Outfitters Inc Com USD 0.0001	81	0.77
6,223	Wendy's Co Com USD 0.10	70	0.67
Semiconductors			
1,191	Altera Corp Com USD 0.001	58	0.55
3,588	Fairchild Semiconductor International Inc Com USD 0.01	71	0.68
3,857	Rovi Corp Com USD 0.001	65	0.62
Software			
2,149	Citrix Systems Inc Com USD 0.001	140	1.33
883	MSCI Inc Com USD 0.01	55	0.52

iShares US Equity Buyback Achievers UCITS ETF

SCHEDULE OF INVESTMENTS (continued)

As at 31 May 2015

Holding	Investment	Fair value \$'000	% of net asset value
Equities (cont)			
United States (cont)			
Software (cont)			
5,282	Take-Two Interactive Software Inc Com USD 0.01	144	1.38
Telecommunications			
1,939	InterDigital Inc Com USD 0.01	114	1.08
6,391	Juniper Networks Inc Com USD 0.00001	178	1.69
3,294	Netgear Inc Com USD 0.001	102	0.97
14,951	Polycom Inc Com USD 0.0005	201	1.92
Transportation			
1,275	Expeditors International of Washington Inc Com USD 0.01	58	0.55
563	FedEx Corp Com USD 0.10	98	0.93
Total United States		9,364	89.12
Total equities		10,360	98.60

No. of contracts	Underlying exposure \$'000	Fair value \$'000	% of net asset value
Financial derivative instruments			
Futures contracts			
48	Neustar Inc Futures September 2015	129	(1)
Total unrealised losses on futures contracts		(1)	(0.01)
Total financial derivative instruments		(1)	(0.01)

	Fair value \$'000	% of net asset value
Total value of investments	10,359	98.59
Cash[†]	141	1.34
Other net assets	4	0.04
Net assets attributable to redeemable participating shareholders	10,504	99.97
Adjustment to align to the valuation methodology as set out in the prospectus	3	0.03
Net asset value attributable to redeemable participating shareholders at the end of the period	10,507	100.00

[†] Cash holdings of \$108,723 are held with State Street Bank and Trust Company. \$31,889 is held as security for futures contracts with Goldman Sachs.

Equities are primarily classified by the country of incorporation of the entity in which the Fund holds shares.

Underlying exposure has been calculated according to the guidelines issued by the European Securities and Market Authority ("ESMA") and represents the market value of an equivalent position in the assets underlying each financial derivative instrument.

Analysis of total current assets gross of all liabilities	Fair value \$'000	% of total current assets
Transferable securities admitted to an official stock exchange listing or traded on a regulated market	10,360	98.57
Other assets	150	1.43
Total current assets	10,510	100.00

iShares US Equity Buyback Achievers UCITS ETF

SCHEDULE OF MATERIAL PURCHASES AND SALES (unaudited)

For the period ended 31 May 2015

Holding	Investments	Proceeds \$'000	Holding	Investments	Cost \$'000
Sales			Purchases		
39	Graham Holdings Co Com USD 1.00	40	245	Graham Holdings Co Com USD 1.00	235
305	Helen of Troy Ltd Com USD 0.10	27	14,951	Polycom Inc Com USD 0.0005	202
618	Urban Outfitters Inc Com USD 0.0001	25	15,063	TiVo Inc Com USD 0.001	162
523	Cooper Tire & Rubber Co Com USD 1.00	22	5,282	Take-Two Interactive Software Inc Com USD 0.01	148
256	Life Time Fitness Inc Com USD 0.02	18	6,391	Juniper Networks Inc Com USD 0.00001	148
486	Masimo Corp Com USD 0.001	16	2,803	Mosaic Co Com USD 0.01	141
108	Anthem Inc Com USD 0.01	16	1,844	Bed Bath & Beyond Inc Com USD 0.01	141
93	United Therapeutics Corp Com USD 0.01	15	3,237	Leidos Holdings Inc Com USD 0.0001	139
126	DST Systems Inc Com USD 0.01	14	2,413	CBS Corp Com USD 0.001	137
373	ADT Corp Com USD 0.01	14	3,644	ADT Corp Com USD 0.01	135
229	MSCI Inc Com USD 0.01	14	2,149	Citrix Systems Inc Com USD 0.001	134
294	Big Lots Inc Com USD 0.01	13	1,333	RenaissanceRe Holdings Ltd Com USD 1.00	133
180	Kohl's Corp Com USD 0.01	13	1,706	Helen of Troy Ltd Com USD 0.10	131
92	Cigna Corp Com USD 0.25	11	8,502	Pier 1 Imports Inc Com USD 0.001	130
1,083	Wendy's Co Com USD 0.10	11	2,361	Bob Evans Farms Inc Com USD 0.01	129
496	Genpact Ltd Com USD 0.01	11	5,068	Corning Inc Com USD 0.50	124
439	Coty Inc Com USD 0.01	10	1,695	Hess Corp Com USD 1.00	123
151	CBS Corp Com USD 0.001	9	1,264	Illinois Tool Works Inc Com USD 0.01	122
75	Apple Inc Com USD 0.00001	9	3,360	Montpelier Re Holdings Ltd Com USD 0.001666	121
224	Steven Madden Ltd Com USD 0.0001	9	2,891	Validus Holdings Ltd Com USD 0.175	119

The UCITS notices issued by the Central Bank of Ireland require a Schedule of Portfolio changes during the period. These are defined as aggregate purchases of a security exceeding one per cent of the total value of purchases for the period and aggregate disposals greater than one per cent of the total value of sales. At a minimum the largest 20 purchases and 20 sales must be given or all purchases and sales if less than 20. A full listing of the portfolio changes for the period is available, upon request, at no cost from the Administrator.

DISCLAIMERS

Regulatory Information

BlackRock Advisors (UK) Limited, which is authorised and regulated by the Financial Conduct Authority ('FCA'), registered office at 12 Throgmorton Avenue, London, EC2N 2DL, England, Tel +44 (0)20 7743 3000. For your protection, calls are usually recorded. iShares IV plc, ('the Company') is an open-ended investment company with variable capital having segregated liability between its funds organised under the laws of Ireland and authorised by the Central Bank of Ireland.

Restricted Investors

This document is not, and under no circumstances is to be construed as an advertisement or any other step in furtherance of a public offering of shares in the United States or Canada. This document is not aimed at persons who are resident in the United States, Canada or any province or territory thereof, where the companies/securities are not authorised or registered for distribution and where no prospectus has been filed with any securities commission or regulatory authority. The companies/securities may not be acquired or owned by, or acquired with the assets of, an ERISA Plan.

Risk Warnings

Investment in the products mentioned in this document may not be suitable for all investors. Past performance is not a guide to future performance and should not be the sole factor of consideration when selecting a product. The price of the investments may go up or down and the investor may not get back the amount invested. Your income is not fixed and may fluctuate. The value of investments involving exposure to foreign currencies can be affected by exchange rate movements. We remind you that the levels and bases of, and reliefs from, taxation can change.

BlackRock has not considered the suitability of this investment against your individual needs and risk tolerance. The data displayed provides summary information, investment should be made on the basis of the relevant Prospectus which is available from your Broker, Financial Adviser or BlackRock Advisors (UK) Limited. We recommend you seek independent professional advice prior to investing.

In respect of the products mentioned this document is intended for information purposes only and does not constitute investment advice or an offer to sell or a solicitation of an offer to buy the securities described within. This document may not be distributed without authorisation from the manager.

The Fund invests in China A Shares via the Investment Manager's Renminbi Qualified Foreign Institutional Investor ("RQFII") investment quota. The Fund is subject to RQFII policy and rule changes which could adversely impact the Fund or the Investment Manager's RQFII quota as well as the Fund's ability to hold China A-Shares. The Fund is subject to restrictions and requirements applicable to RQFII investment, including the following risks: regulatory policies risk, license, quota and repatriation risk, PRC assets risk, RQFII custodian and PRC broker risk, foreign exchange risk and RQFII quota allocation conflict risk.

Index Disclaimers

"Barclays Capital Inc." and 'Barclays U.S. 20+ Year Treasury Bond Index' and 'Barclays September 2018 Maturity US Corporate Index' are trademarks of Barclays Bank PLC and have been licensed for use for certain purposes by BlackRock Fund Advisors or its affiliates. iShares® is a registered trademark of BlackRock Fund Advisors or its affiliates. The Underlying Indices are maintained by Barclays Capital. Barclays Capital is not affiliated with the Funds, BFA, State Street, the Distributor or any of their respective affiliates.

BFA has entered into a license agreement with the Index Provider to use the Underlying Indices. BFA, or its affiliates, sublicenses rights in the Underlying Indices to the Company at no charge.

The Markit iBoxx USD Liquid Investment Grade 0-5 Index, Markit iBoxx USD Liquid High Yield 0-5 Capped Index, Markit iBoxx USD Liquid Investment Grade Ultrashort Index, Markit iBoxx GBP Liquid Investment Grade Ultrashort Index and Markit iBoxx EUR Liquid Investment Grade Ultrashort Index referenced herein are the property of Markit Indices Limited and is used under license. iShares \$ Short Duration Corporate Bond UCITS ETF, iShares \$ Short Duration High Yield Corporate Bond UCITS ETF, iShares \$ Ultrashort Bond UCITS ETF, iShares £ Ultrashort Bond UCITS ETF and iShares Euro Ultrashort Bond UCITS ETF are not sponsored, endorsed, or promoted by Markit Indices Limited.

DISCLAIMERS (continued)

Index Disclaimers (continued)

Markit iBoxx is a registered trade mark of Markit Indices Limited and has been licensed for use by BlackRock Advisors (UK) Limited. Markit Indices Limited does not approve, endorse or recommend BlackRock Advisors (UK) Limited or iShares plc. This product is not sponsored, endorsed or sold by IIC and IIC makes no representation regarding the suitability of investing in this product.

Indexed to



iShares funds are not sponsored, endorsed, or promoted by MSCI, and MSCI bears no liability with respect to any such funds or any index on which such funds are based. The Prospectus contains a more detailed description of the limited relationship that MSCI has with BlackRock Advisors (UK) Limited and any related funds.

'Nasdaq®', 'Nasdaq-100®' and 'Nasdaq-100 Index®' are trademarks of the Nasdaq Stock Market Inc. (which with its affiliates is referred to as the 'Corporations') and are licensed for use by BlackRock Asset Management Deutschland AG. iShares NASDAQ-100® (DE) is not issued, endorsed, sold or promoted by the Corporations. The Corporations make no warranties and bear no liability with respect to the Product.

© 2015 BlackRock, Inc. All Rights reserved. BLACKROCK, BLACKROCK SOLUTIONS, iSHARES, BUILD ON BLACKROCK, SO WHAT DO I DO WITH MY MONEY and the stylized i logo are registered and unregistered trademarks of BlackRock, Inc. or its subsidiaries in the United States and elsewhere. All other trademarks are those of their respective owners.

The BlackRock logo, featuring the word "BLACKROCK" in a bold, sans-serif font, with a registered trademark symbol (®) to the upper right of the "K".

BLACKROCK®

FOR MORE INFORMATION

BlackRock Advisors (UK) Limited,
12 Throgmorton Avenue,
London, EC2N 2DL,
England.

Tel: +44 (0)20 7743 3000 Website: ishares.com