ANNUAL REPORT AND AUDITED FINANCIAL STATEMENTS

iSHARES VII PLC

iShares® by BLACKROCK®

FOR THE YEAR ENDED
31 JULY 2016

Contents

General information	3
Background	5
Investment Manager's report	10
Chairman's Statement	24
Board of Directors	26
Corporate Governance Statement	28
Audit Committee Report	34
Statement of Directors' Responsibilities	37
Directors' Report	39
Statement of the Depositary's Responsibilities	41
Depositary's report to the shareholders	42
Independent Auditors' report	43

Financial Statements

Financial statements of the Company

Basis of Preparation	49
Accounting policies	51
Financial instruments and risks	54
Income statement	77
Statement of changes in net assets attributable to redeemable participating shareholders	77
Balance sheet	78
Notes to the financial statements	79

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

iShares $ Treasury Bond 1-3yr UCITS ETF (Acc)	85
iShares $ Treasury Bond 3-7yr UCITS ETF (Acc)	93
iShares $ Treasury Bond 7-10yr UCITS ETF (Acc)	101
iShares Core EURO STOXX 50 UCITS ETF	107
iShares Core MSCI Pacific ex Japan UCITS ETF	115
iShares Core S&P 500 UCITS ETF	124
iShares Dow Jones Industrial Average UCITS ETF	137
iShares Euro Government Bond 1-3yr UCITS ETF (Acc)	144
iShares Euro Government Bond 3-7yr UCITS ETF (Acc)	150
iShares Euro Government Bond 7-10yr UCITS ETF (Acc)	158
iShares Euro Inflation Link Bond UCITS ETF	164
iShares FTSE 100 UCITS ETF (Acc)	168
iShares FTSE MIB UCITS ETF (Acc)	176
iShares MSCI Australia - B UCITS ETF	183
iShares MSCI Brazil UCITS ETF (Acc)	187
iShares MSCI Canada UCITS ETF	194
iShares MSCI Chile UCITS ETF	201
iShares MSCI EM Asia UCITS ETF	206
iShares MSCI EM Latin America UCITS ETF (Acc)	222
iShares MSCI EMU CHF Hedged UCITS ETF	227
iShares MSCI EMU Small Cap UCITS ETF	238
iShares MSCI EMU UCITS ETF	252
iShares MSCI EMU USD Hedged UCITS ETF	263

Contents (continued)

Financial Statements (continued)

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

iShares MSCI Europe - B UCITS ETF (Acc)	274
iShares MSCI Japan Large Cap UCITS ETF	278
iShares MSCI Japan Small Cap UCITS ETF (Acc)	282
iShares MSCI Japan UCITS ETF (Acc)	286
iShares MSCI Korea UCITS ETF (Acc)	296
iShares MSCI Mexico Capped UCITS ETF	304
iShares MSCI Russia ADR/GDR UCITS ETF	311
iShares MSCI South Africa - B UCITS ETF	317
iShares MSCI UK Large Cap UCITS ETF	321
iShares MSCI UK Small Cap UCITS ETF	328
iShares MSCI UK UCITS ETF	338
iShares MSCI USA Large Cap UCITS ETF	346
iShares MSCI USA Small Cap UCITS ETF	350
iShares MSCI USA UCITS ETF	377
iShares MSCI World - B UCITS ETF (Acc)	391
iShares NASDAQ 100 UCITS ETF	395
iShares Nikkei 225 UCITS ETF	403
iShares USD Inflation Linked Bond UCITS ETF	412
Report on Remuneration	416
Glossary	420
Disclaimers	421

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 Directors[1]
Paul McNaughton (Chairman) (Irish)
Paul McGowan (Irish)
Barry O'Dwyer (Irish)
Karen Prooth (British)
Teresa O'Flynn (Irish)

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
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

Registrar[2]
Computershare Investor Services (Ireland) Limited
Heron House
Corrig Road
Sandyford Industrial Estate
Dublin 18
Ireland

Registrar[3]
State Street Fund Services (Ireland) Limited
78 Sir John Rogerson's Quay
Dublin 2
Ireland

Company Secretary
Chartered Corporate Services
Fourth Floor
76 Lower Baggot Street
Dublin 2
Ireland

Investment Manager and Promoter
BlackRock Advisors (UK) Limited
12 Throgmorton Avenue
London EC2N 2DL
England

Sub-Investment Managers[4]
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

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

Registered office of the Company
J.P. Morgan House
International Financial Services Centre
Dublin 1
Ireland

Legal Advisors to the Company
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

[1] All Directors are non-executive Directors.
[2] Registrar for all Funds except iShares MSCI EMU USD Hedged UCITS ETF and iShares MSCI EMU CHF Hedged UCITS ETF, up to 29 February 2016.
[3] Registrar for iShares MSCI EMU CHF Hedged UCITS ETF and iShares MSCI EMU USD Hedged UCITS ETF from launch date and all Funds from 29 February 2016.
[4] The Investment Manager has sub-delegated certain portfolio management functions (in part or in full) in respect of iShares $ Treasury Bond 1-3yr UCITS ETF (Acc), iShares $ Treasury Bond 3-7yr UCITS ETF (Acc), iShares $ Treasury Bond 7-10yr UCITS ETF (Acc), iShares Euro Government Bond 1-3yr UCITS ETF (Acc), iShares Euro Government Bond 3-7yr UCITS ETF (Acc) and iShares Euro Government Bond 7-10yr UCITS ETF (Acc).

General information (continued)

Paying Agent[1]
Citibank N.A., London Branch
Citigroup Centre
25 Canada Square
Canary Wharf
London E14 5LB
England

Paying Agent in Switzerland
State Street Bank International GmbH
Munich, Zurich Branch
Beethovenstrasse 19
CH-8027 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

The Company is duly registered with the Comisión Nacional de Mercado de Valores in Spain under number 886.

[1] Paying Agent for iShares MSCI EMU USD Hedged UCITS ETF and iShares MSCI EMU CHF Hedged UCITS ETF only to 29 February 2016 and for all for Funds from 29 February 2016.

Background

iShares VII public limited company (the "Company") is organised as an open-ended investment company with variable capital. The Company was incorporated in Ireland on 9 April 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 (Undertakings in Collective Investment in Transferable Securities) Regulations, 2011 (as amended) (the "UCITS Regulations") and is regulated by the Central Bank of Ireland (the "CBI").

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

On 29 September 2015, the Board of Directors resolved to close iShares MSCI Chile UCITS ETF and iShares MSCI EM Latin America UCITS ETF (Acc) effective 4 December 2015.

Cora O'Donohoe resigned as a Director effective 31 December 2015. Teresa O'Flynn was appointed as a Director effective 6 January 2016.

A new prospectus was issued on 4 January 2016 which includes changes to the anticipated tracking error of the following funds:

Fund	Anticipated Tracking Error %	Revised Anticipated Tracking Error %
iShares $ Treasury Bond 7-10yr UCITS ETF (Acc)	Up to 0.30	Up to 0.20
iShares Core MSCI Pacific ex Japan UCITS ETF	Up to 0.25	Up to 0.15
iShares Euro Government Bond 1-3yr UCITS ETF (Acc)	Up to 0.10	Up to 0.05
iShares Euro Government Bond 3-7yr UCITS ETF (Acc)	Up to 0.15	Up to 0.10
iShares Euro Government Bond 7-10yr UCITS ETF (Acc)	Up to 0.15	Up to 0.10
iShares FTSE MIB UCITS ETF (Acc)	Up to 0.40	Up to 0.30
iShares MSCI EM Asia UCITS ETF	Up to 0.80	Up to 1.00
iShares MSCI EMU Small Cap UCITS ETF	Up to 0.50	Up to 0.90
iShares MSCI Japan UCITS ETF (Acc)	Up to 0.10	Up to 0.15
iShares MSCI Korea UCITS ETF (Acc)	Up to 0.70	Up to 0.90
iShares MSCI Russia ADR/GDR UCITS ETF	Up to 1.90	Up to 1.50

The following sentence has been removed from the prospectus issued on 4 January 2016: "Any deferred redemption requests shall be treated in priority to any redemption requests received on subsequent Dealing Days."

As of 1 February 2016, the Paying Agent in Switzerland changed from JPMorgan Chase Bank, National Association, Columbus, Zurich Branch to State Street Bank GmbH, Munich, Zurich Branch. With effect from 28 April 2016, State Street Bank GmbH changed its' name to State Street Bank International GmbH.

A new prospectus was issued on 29 February 2016 which includes details of all funds converting to the International Central Securities Depositary ("ICSD") model. State Street Fund Services (Ireland) Limited replaced Computershare Investor Services (Ireland) Limited as Registrar for all Funds of the Company.

An update to Directive 2009/65/EC on the co-ordination of laws, regulations and administrative provisions relating to undertakings for collective investment in transferable securities (the "UCITS Directive"), Directive 2014/91/EU ("UCITS V") became effective on 18 March 2016 and was transposed into Irish law effective 21 March 2016. A depositary agreement dated 13 October 2016, with an effective date of 18 March 2016, has consequently been entered into between the Company, the Manager and the Depositary, amending and restating the custody agreement between the parties dated 11 June 2010.

Background (continued)

Changes to the Company (continued)

As agreed at an Extraordinary General Meeting ("EGM") held 13 April, with effect from 26 May 2016, the following benchmark names were changed:

Fund	Previous Benchmark Name	Updated Benchmark Name
iShares $ Treasury Bond 1-3yr UCITS ETF (Acc)	Barclays US Treasury 1-3 Year Term Index	ICE U.S. Treasury 1-3 Year Term Bond Index
iShares $ Treasury Bond 3-7yr UCITS ETF (Acc)	Barclays US Treasury 3-7 Year Term Index	ICE U.S. Treasury 3-7 Year Term Bond Index
iShares $ Treasury Bond 7-10yr UCITS ETF (Acc)	Barclays US Treasury 10 Year Term Index	ICE U.S. Treasury 10 Year Term Bond Index

In response to the CBI publishing the Central Bank (Supervision and Enforcement) Act, 2013 (Section 48(1)) Investor Money Regulations 2015 for Fund Service Providers (the "Investor Money Regulations" or "IMR") in March 2015 (effective from 1 July 2016), the Manager undertook, together with State Street Custodial Services (Ireland) Limited, a review of the way in which subscription, distribution and redemption monies are channelled to and from the Company.

As a result of this review, subscription and redemption monies will (effective from 23 May 2016), be channelled through an umbrella cash collection account in the name of the Company, and in respect of any Funds considered to be highly leveraged, Fund cash collection accounts in the name of the relevant Fund(s). Pending issue of the Shares and /or payment of subscription proceeds to an account in the name of the Company or the relevant Fund(s), and pending payment of redemption proceeds or distributions, the relevant investor will be an unsecured creditor of the relevant Fund in respect of amounts paid by or due to it. An addendum to the Prospectus was issued on 1 July 2016 for this change. For the avoidance of doubt, none of the Funds of the Company are considered highly leveraged.

Brexit

In a United Kingdom ("UK") referendum held on 23 June 2016, the electorate of the UK resolved to leave the European Union. For further details on the possible impact of the results of the referendum please refer to the Investment Manager's report and the Financial Instruments and Risk: Market Risk section.

Fund details

There were 30 Funds in operation at 31 July 2016. 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 listed in the table below:

Fund	Benchmark Index	Investment Management Approach*
iShares $ Treasury Bond 1-3yr UCITS ETF (Acc)	ICE U.S. Treasury 1-3 Year Term Index	Non-replicating
iShares $ Treasury Bond 3-7yr UCITS ETF (Acc)	ICE U.S. Treasury 3-7 Year Term Index	Non-replicating
iShares $ Treasury Bond 7-10yr UCITS ETF (Acc)	ICE U.S. Treasury 10 Year Term Index	Non-replicating
iShares Core EURO STOXX 50 UCITS ETF	EURO STOXX 50	Replicating
iShares Core MSCI Pacific ex Japan UCITS ETF	MSCI Pacific ex Japan	Replicating
iShares Core S&P 500 UCITS ETF	S&P 500	Replicating
iShares Dow Jones Industrial Average UCITS ETF	Dow Jones Industrial Average℠	Replicating
iShares Euro Government Bond 1-3yr UCITS ETF (Acc)	Barclays Euro Government Bond 1-3 Year Term Index	Non-replicating
iShares Euro Government Bond 3-7yr UCITS ETF (Acc)	Barclays Euro Government Bond 3-7 Year Term Index	Non-replicating
iShares Euro Government Bond 7-10yr UCITS ETF (Acc)	Barclays Euro Government Bond 10 Year Term Index	Non-replicating
iShares FTSE 100 UCITS ETF (Acc)	FTSE 100	Replicating
iShares FTSE MIB UCITS ETF (Acc)	FTSE MIB	Replicating
iShares MSCI Brazil UCITS ETF (Acc)	MSCI Brazil Index Net USD	Replicating
iShares MSCI Canada UCITS ETF	MSCI Canada	Replicating
iShares MSCI EM Asia UCITS ETF	MSCI EM Asia Index Net USD	Non-replicating
iShares MSCI EMU CHF Hedged UCITS ETF	MSCI EMU 100% Hedged to CHF Index	Replicating
iShares MSCI EMU Small Cap UCITS ETF	MSCI EMU Small Cap	Non-replicating
iShares MSCI EMU UCITS ETF	MSCI EMU	Replicating

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

Background (continued)

Fund details (continued)

Fund	Benchmark Index	Investment Management Approach*
iShares MSCI EMU USD Hedged UCITS ETF	MSCI EMU 100% Hedged to USD Index	Replicating
iShares MSCI Russia ADR/GDR UCITS ETF	MSCI Russia ADR/GDR Index Net USD	Replicating
iShares MSCI Japan UCITS ETF (Acc)	MSCI Japan	Replicating
iShares MSCI Korea UCITS ETF (Acc)	MSCI Korea Index Net USD	Replicating
iShares MSCI Mexico Capped UCITS ETF	MSCI Mexico Capped Index Net USD	Replicating
iShares MSCI UK Large Cap UCITS ETF	MSCI UK Large Cap	Replicating
iShares MSCI UK Small Cap UCITS ETF	MSCI UK Small Cap	Non-replicating
iShares MSCI UK UCITS ETF	MSCI UK	Replicating
iShares MSCI USA Small Cap UCITS ETF	MSCI USA Small Cap	Non-replicating
iShares MSCI USA UCITS ETF	MSCI USA	Replicating
iShares NASDAQ 100 UCITS ETF	NASDAQ 100	Replicating
iShares Nikkei 225 UCITS ETF	Nikkei 225	Replicating

* Please refer to the Investment Manager's report for further information on the meaning of 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 Euro. 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. PEA eligible funds must 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 July 2016, the below Funds had the following percentage of their assets invested in eligible PEA assets:

Fund	% Invested in European PEA eligible shares
iShares Core EURO STOXX 50 UCITS ETF	94.64
iShares MSCI EMU UCITS ETF	85.06

The Directors have notified shareholders of the withdrawal of the PEA eligible status of iShares FTSE 100 UCITS ETF (Acc), iShares FTSE MIB UCITS ETF (Acc), iShares MSCI EMU CHF Hedged UCITS ETF, iShares MSCI EMU Small Cap UCITS ETF, iShares MSCI EMU USD Hedged UCITS ETF, iShares MSCI UK Large Cap UCITS ETF, iShares MSCI UK Small Cap UCITS ETF and iShares MSCI UK UCITS ETF during the second quarter of 2016.

Stock exchange listings

As of 31 July 2016, the Funds are listed and traded on the following exchanges:

Fund	Base Currency*	London Stock Exchange**	Borsa Italiana	Deutsche Börse***	NYSE Euronext Amsterdam	SIX Swiss Exchange	SIC List****
iShares $ Treasury Bond 1-3yr UCITS ETF (Acc)	$	✓	✓	✓	✓	✓	-
iShares $ Treasury Bond 3-7yr UCITS ETF (Acc)	$	✓	✓	✓	✓	✓	-

* All €, $, £, Fr and ¥ base currency Funds are denominated in Euro, United States Dollar, British Pound, Swiss Franc and Japanese Yen respectively.
** Admitted to trading only (not listed) on main market of the London Stock Exchange ("LSE").
*** Funds trade on the Deutsche Börse Xetra XTF Funds Platform of the Frankfurt Stock Exchange.
**** SIC list (Sistema Internacional de Cotizaciones) is an international platform of the Mexican Stock Exchange.

Background (continued)

Stock exchange listings (continued)

Fund	Base Currency*	London Stock Exchange**	Borsa Italiana	Deutsche Börse***	NYSE Euronext Amsterdam	SIX Swiss Exchange	SIC List****
iShares $ Treasury Bond 7-10yr UCITS ETF (Acc)	$	✓	✓	✓	✓	✓	-
iShares Core EURO STOXX 50 UCITS ETF	€	✓	✓	✓	✓	✓	✓
iShares Core MSCI Pacific ex Japan UCITS ETF	$	✓	✓	✓	✓	✓	✓
iShares Core S&P 500 UCITS ETF	$	✓	✓	✓	✓	✓	✓
iShares Dow Jones Industrial Average UCITS ETF	$	✓	✓	✓	✓	✓	-
iShares Euro Government Bond 1-3yr UCITS ETF (Acc)	€	✓	✓	✓	✓	✓	-
iShares Euro Government Bond 3-7yr UCITS ETF (Acc)	€	✓	✓	✓	✓	✓	-
iShares Euro Government Bond 7-10yr UCITS ETF (Acc)	€	✓	✓	✓	✓	✓	-
iShares FTSE 100 UCITS ETF (Acc)	£	✓	✓	✓	✓	✓	-
iShares FTSE MIB UCITS ETF (Acc)	€	✓	✓	✓	✓	✓	-
iShares MSCI Brazil UCITS ETF (Acc)	$	✓	✓	✓	✓	✓	-
iShares MSCI Canada UCITS ETF	$	✓	✓	✓	✓	✓	-
iShares MSCI EM Asia UCITS ETF	$	✓	✓	✓	✓	✓	-
iShares MSCI EMU CHF Hedged UCITS ETF	Fr	-	-	-	-	✓	-
iShares MSCI EMU Small Cap UCITS ETF	€	✓	✓	✓	✓	✓	-
iShares MSCI EMU UCITS ETF	€	✓	✓	✓	✓	✓	-
iShares MSCI EMU USD Hedged UCITS ETF	$	✓	-	✓	-	✓	-
iShares MSCI Japan UCITS ETF (Acc)	$	✓	✓	✓	✓	✓	-
iShares MSCI Korea UCITS ETF (Acc)	$	✓	✓	✓	✓	✓	-
iShares MSCI Mexico Capped UCITS ETF	$	✓	✓	✓	✓	✓	-
iShares MSCI Russia ADR/GDR UCITS ETF	$	✓	✓	✓	✓	✓	-
iShares MSCI UK Large Cap UCITS ETF	£	✓	✓	✓	✓	✓	-
iShares MSCI UK Small Cap UCITS ETF	£	✓	✓	✓	✓	✓	-
iShares MSCI UK UCITS ETF	£	✓	✓	✓	✓	✓	-
iShares MSCI USA Small Cap UCITS ETF	$	✓	✓	✓	✓	✓	-
iShares MSCI USA UCITS ETF	$	✓	✓	✓	✓	✓	-
iShares NASDAQ 100 UCITS ETF	$	✓	✓	✓	✓	✓	-
iShares Nikkei 225 UCITS ETF	¥	✓	✓	✓	✓	✓	-

* All €, $, £, Fr and ¥ base currency Funds are denominated in Euro, United States Dollar, British Pound, Swiss Franc and Japanese Yen respectively.
** Admitted to trading only (not listed) on main market of the London Stock Exchange ("LSE").
*** Funds trade on the Deutsche Börse Xetra XTF Funds Platform of the Frankfurt Stock Exchange.
**** SIC list (Sistema Internacional de Cotizaciones) is an international platform of the Mexican Stock Exchange.

Transactions with Connected parties

In accordance with the requirements of the CBI, the Manager shall ensure that any transactions carried out between the Funds and the Manager or Depositary to the Funds, the delegates or sub-delegates of the Manager or Depositary (excluding any non-group company sub-custodians appointed by a Depositary) and any associated or group company of the Manager, Depositary, delegate or sub-delegate ("Connected Parties") must be conducted at arm's length and in the best interests of the shareholders.

The board of directors of the Manager are satisfied that there are arrangements in place, as evidenced by written procedures, to ensure that the obligations set out above are applied to all transactions with Connected Parties and that transactions with Connected Parties entered into during the period complied with this obligation.

Background (continued)

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 July 2016.

Fund	TER (%)
iShares $ Treasury Bond 1-3yr UCITS ETF (Acc)	0.20
iShares $ Treasury Bond 3-7yr UCITS ETF (Acc)	0.20
iShares $ Treasury Bond 7-10yr UCITS ETF (Acc)	0.20
iShares Core EURO STOXX 50 UCITS ETF	0.10
iShares Core MSCI Pacific ex Japan UCITS ETF	0.20
iShares Core S&P 500 UCITS ETF	0.07
iShares Dow Jones Industrial Average UCITS ETF	0.33
iShares Euro Government Bond 1-3yr UCITS ETF (Acc)	0.20
iShares Euro Government Bond 3-7yr UCITS ETF (Acc)	0.20
iShares Euro Government Bond 7-10yr UCITS ETF (Acc)	0.20
iShares FTSE 100 UCITS ETF (Acc)	0.07
iShares FTSE MIB UCITS ETF (Acc)	0.33
iShares MSCI Brazil UCITS ETF (Acc)	0.65
iShares MSCI Canada UCITS ETF	0.48
iShares MSCI Chile UCITS ETF*	0.65
iShares MSCI EM Asia UCITS ETF	0.65
iShares MSCI EM Latin America UCITS ETF (Acc)*	0.65
iShares MSCI EMU CHF Hedged UCITS ETF	0.38
iShares MSCI EMU Small Cap UCITS ETF	0.58
iShares MSCI EMU UCITS ETF	0.33
iShares MSCI EMU USD Hedged UCITS ETF	0.38
iShares MSCI Japan UCITS ETF (Acc)	0.48
iShares MSCI Korea UCITS ETF (Acc)	0.65
iShares MSCI Mexico Capped UCITS ETF	0.65
iShares MSCI Russia ADR/GDR UCITS ETF	0.65
iShares MSCI UK Large Cap UCITS ETF	0.48
iShares MSCI UK Small Cap UCITS ETF	0.58
iShares MSCI UK UCITS ETF	0.33
iShares MSCI USA Small Cap UCITS ETF	0.43
iShares MSCI USA UCITS ETF	0.33
iShares NASDAQ 100 UCITS ETF	0.33
iShares Nikkei 225 UCITS ETF	0.48

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

Unclaimed dividends

In accordance with the prospectus, any dividend which has remained unclaimed for twelve years from the date of its declaration shall be forfeited and cease to remain owing by the Company to investors and become the property of the relevant Fund.

Investment Manager's report

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 listed in the Background section.

FUND PERFORMANCE*

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

Fund	Fund return for the year ended 31/07/2016 %	Benchmark return for the year ended 31/07/2016 %	Fund return for the year ended 31/07/2015 %	Benchmark return for the year ended 31/07/2015 %
iShares $ Treasury Bond 1-3yr UCITS ETF (Acc)	0.94	1.14	0.73	0.90
iShares $ Treasury Bond 3-7yr UCITS ETF (Acc)	4.28	4.47	3.21	3.43
iShares $ Treasury Bond 7-10yr UCITS ETF (Acc)	8.07	8.26	4.95	5.17
iShares Core EURO STOXX 50 UCITS ETF	(13.90)	(14.46)	19.41	18.51
iShares Core MSCI Pacific ex Japan UCITS ETF	0.78	0.89	(11.42)	(11.17)
iShares Core S&P 500 UCITS ETF	5.20	4.92	10.76	10.53
iShares Dow Jones Industrial Average UCITS ETF	6.24	6.16	8.57	8.57
iShares Euro Government Bond 1-3yr UCITS ETF (Acc)	0.37	0.57	0.86	1.07
iShares Euro Government Bond 3-7yr UCITS ETF (Acc)	3.35	3.54	2.56	2.77
iShares Euro Government Bond 7-10yr UCITS ETF (Acc)	8.04	8.24	6.08	6.31
iShares Euro Inflation Link Bond UCITS ETF**	N/A	N/A	7.23	7.33
iShares FTSE 100 UCITS ETF (Acc)	4.44	4.48	3.00	3.09
iShares FTSE MIB UCITS ETF (Acc)	(26.21)	(26.36)	16.96	16.86
iShares MSCI Australia - B UCITS ETF**	N/A	N/A	(17.53)	(17.21)
iShares MSCI Brazil UCITS ETF (Acc)	16.63	17.74	(39.23)	(38.79)
iShares MSCI Canada UCITS ETF	0.45	0.60	(18.49)	(18.37)
iShares MSCI Chile UCITS ETF***	(10.67)	(10.76)	(16.50)	(16.28)
iShares MSCI EM Asia UCITS ETF	(0.96)	(0.85)	(7.87)	(7.40)
iShares MSCI EM Latin America UCITS ETF (Acc)***	(14.65)	(14.52)	(30.96)	(30.53)
iShares MSCI EMU CHF Hedged UCITS ETF****	(12.10)	(12.24)	0.36	0.43
iShares MSCI EMU Small Cap UCITS ETF	(3.73)	(3.79)	27.41	25.58
iShares MSCI EMU UCITS ETF	(11.16)	(11.39)	21.29	20.75
iShares MSCI EMU USD Hedged UCITS ETF****	(10.92)	(10.70)	4.68	4.70
iShares MSCI Europe - B UCITS ETF (Acc)**	N/A	N/A	(1.73)	(1.73)
iShares MSCI Japan Large Cap UCITS ETF**	N/A	N/A	(1.56)	(1.54)
iShares MSCI Japan Small Cap UCITS ETF (Acc)**	N/A	N/A	(0.36)	(0.22)
iShares MSCI Japan UCITS ETF (Acc)	(3.92)	(3.49)	7.67	8.20
iShares MSCI Korea UCITS ETF (Acc)	10.81	11.37	(23.07)	(22.54)
iShares MSCI Mexico Capped UCITS ETF	(10.59)	(10.17)	(15.77)	(15.32)
iShares MSCI Russia ADR/GDR UCITS ETF	4.05	4.43	(26.60)	(26.01)
iShares MSCI South Africa - B UCITS ETF**	N/A	N/A	(4.11)	(3.61)
iShares MSCI UK Large Cap UCITS ETF	5.24	5.67	(0.98)	(0.54)
iShares MSCI UK Small Cap UCITS ETF	0.34	0.82	18.23	18.98
iShares MSCI UK UCITS ETF	4.02	4.32	1.96	2.28

* Fund performance is shown net of fees and expenses (TER).
** As this Fund closed in the prior year, performance figures are shown from 1 August 2014 to the closure date. Closure dates for these Funds are shown on the relevant Fund's income statement.
*** As this Fund closed during the year, current year results are shown from 1 August 2015 to the closure date. Closure dates for these Funds are shown in the background section.
**** As this Fund launched in the prior year, performance figures are shown from launch date to 31 July 2015.

Investment Manager's report (continued)

FUND PERFORMANCE* (continued)

Fund	Fund return for the year ended 31/07/2016 %	Benchmark return for the year ended 31/07/2016 %	Fund return for the year ended 31/07/2015 %	Benchmark return for the year ended 31/07/2015 %
iShares MSCI USA Large Cap UCITS ETF**	N/A	N/A	(0.29)	(0.29)
iShares MSCI USA Small Cap UCITS ETF	1.83	1.66	10.36	10.51
iShares MSCI USA UCITS ETF	4.31	4.33	10.55	10.65
iShares MSCI World - B UCITS ETF (Acc)**	N/A	N/A	0.08	0.10
iShares NASDAQ 100 UCITS ETF	3.87	3.99	18.66	18.83
iShares Nikkei 225 UCITS ETF	(18.59)	(19.51)	32.85	31.78
iShares USD Inflation Linked Bond UCITS ETF**	N/A	N/A	(1.28)	(1.21)

* Fund performance is shown net of fees and expenses (TER).
** As this Fund closed in the prior year, performance figures are shown from 1 August 2014 to the closure date.

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.

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, gross of fees and other costs.

Cash management and 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 July 2016. An explanation for the difference gross of TER is provided:

Fund	Fund return for the year ended 31/07/2016 %	Benchmark return for the year ended 31/07/2016 %	Tracking difference net of TER %	TER %	Tracking difference gross of TER %	Explanation of the tracking difference
iShares $ Treasury Bond 1-3yr UCITS ETF (Acc)	0.94	1.14	(0.20)	0.20	0.00	The Fund performed in line with the index before costs (TER).
iShares $ Treasury Bond 3-7yr UCITS ETF (Acc)	4.28	4.47	(0.19)	0.20	0.01	The Fund performed in line with the index before costs (TER).

Investment Manager's report (continued)

TRACKING DIFFERENCE (continued)

Fund	Fund return for the year ended 31/07/2016 %	Benchmark return for the year ended 31/07/2016 %	Tracking difference net of TER %	TER %	Tracking difference gross of TER %	Explanation of the tracking difference
iShares $ Treasury Bond 7-10yr UCITS ETF (Acc)	8.07	8.26	(0.19)	0.20	0.01	The Fund performed in line with the index before costs (TER).
iShares Core EURO STOXX 50 UCITS ETF	(13.90)	(14.46)	0.56	0.10	0.66	The outperformance of the Fund was due to difference in tax rate applied to dividends received in the Fund versus the tax rate assumed in the total return calculation of the benchmark. In addition historical tax reclaims were received over the recent year that also increase tracking difference.
iShares Core MSCI Pacific ex Japan UCITS ETF	0.78	0.89	(0.11)	0.20	0.09	The outperformance of the Fund was due to difference in tax rate applied to dividends received in the Fund versus the tax rate assumed in the total return calculation of the benchmark and a cash drag.
iShares Core S&P 500 UCITS ETF	5.20	4.92	0.28	0.07	0.35	The outperformance of the Fund was due to difference in tax rate applied to dividends received in the Fund versus the tax rate assumed in the total return calculation of the benchmark.
iShares Dow Jones Industrial Average UCITS ETF	6.24	6.16	0.08	0.33	0.41	The outperformance of the Fund was due to difference in tax rate applied to dividends received in the Fund versus the tax rate assumed in the total return calculation of the benchmark.
iShares Euro Government Bond 1-3yr UCITS ETF (Acc)	0.37	0.57	(0.20)	0.20	0.00	The Fund performed in line with the index before costs (TER).
iShares Euro Government Bond 3-7yr UCITS ETF (Acc)	3.35	3.54	(0.19)	0.20	0.01	The Fund performed in line with the index before costs (TER).
iShares Euro Government Bond 7-10yr UCITS ETF (Acc)	8.04	8.24	(0.20)	0.20	0.00	The Fund performed in line with the index before costs (TER).
iShares FTSE 100 UCITS ETF (Acc)	4.44	4.48	(0.04)	0.07	0.03	The Fund performed in line with the index before costs (TER).
iShares FTSE MIB UCITS ETF (Acc)	(26.21)	(26.36)	0.15	0.33	0.48	The outperformance of the Fund was due to difference in tax rate applied to dividends received in the Fund versus the tax rate assumed in the total return calculation of the benchmark.
iShares MSCI Brazil UCITS ETF (Acc)	16.63	17.74	(1.11)	0.65	(0.46)	The underperformance of the Fund was due to difference in performance between the benchmark and index futures held for efficient portfolio management.

Investment Manager's report (continued)

TRACKING DIFFERENCE (continued)

Fund	Fund return for the year ended 31/07/2016 %	Benchmark return for the year ended 31/07/2016 %	Tracking difference net of TER %	TER %	Tracking difference gross of TER %	Explanation of the tracking difference
iShares MSCI Canada UCITS ETF	0.45	0.60	(0.15)	0.48	0.33	The outperformance of the Fund was due to securities lending activity.
iShares MSCI Chile UCITS ETF*	(10.67)	(10.76)	0.09	0.22	0.31	The outperformance of the Fund was due to difference in tax rate applied to dividends received in the Fund versus the tax rate assumed in the total return calculation of the benchmark.
iShares MSCI EM Asia UCITS ETF	(0.96)	(0.85)	(0.11)	0.65	0.54	The outperformance of the Fund was due to sampling techniques employed.
iShares MSCI EM Latin America UCITS ETF (Acc)*	(14.65)	(14.52)	(0.13)	0.22	0.09	The outperformance of the Fund was due to difference in tax rate applied to dividends received in the Fund versus the tax rate assumed in the total return calculation of the benchmark.
iShares MSCI EMU CHF Hedged UCITS ETF	(12.10)	(12.24)	0.14	0.38	0.52	The outperformance of the Fund was due to difference in tax rate applied to dividends received in the Fund versus the tax rate assumed in the total return calculation of the benchmark.
iShares MSCI EMU Small Cap UCITS ETF	(3.73)	(3.79)	0.06	0.58	0.64	The outperformance of the Fund was due to difference in tax rate applied to dividends received in the Fund versus the tax rate assumed in the total return calculation of the benchmark.
iShares MSCI EMU UCITS ETF	(11.16)	(11.39)	0.23	0.33	0.56	The outperformance of the Fund was due to difference in tax rate applied to dividends received in the Fund versus the tax rate assumed in the total return calculation of the benchmark.
iShares MSCI EMU USD Hedged UCITS ETF	(10.92)	(10.70)	(0.22)	0.38	0.16	The outperformance of the Fund was due to difference in tax rate applied to dividends received in the Fund versus the tax rate assumed in the total return calculation of the benchmark.
iShares MSCI Japan UCITS ETF (Acc)	(3.92)	(3.49)	(0.43)	0.48	0.05	The Fund performed in line with the index before costs (TER).
iShares MSCI Korea UCITS ETF (Acc)	10.81	11.37	(0.56)	0.65	0.09	The outperformance of the Fund was due to the timing of receipt of dividends received in the Fund versus the calculation of the benchmark.

* As this Fund closed during the year, the TER is the effective TER from 1 August 2015 to the closure date.

Investment Manager's report (continued)

TRACKING DIFFERENCE (continued)

Fund	Fund return for the year ended 31/07/2016 %	Benchmark return for the year ended 31/07/2016 %	Tracking difference net of TER %	TER %	Tracking difference gross of TER %	Explanation of the tracking difference
iShares MSCI Mexico Capped UCITS ETF	(10.59)	(10.17)	(0.42)	0.65	0.23	The outperformance of the Fund was due to difference in tax rate applied to dividends received in the Fund versus the tax rate assumed in the total return calculation of the benchmark.
iShares MSCI Russia ADR/GDR UCITS ETF	4.05	4.43	(0.38)	0.65	0.27	The outperformance of the Fund was due to the timing of receipt of dividends received in the Fund versus the calculation of the benchmark and due to the different performance between the benchmark and index futures held for efficient portfolio management.
iShares MSCI UK Large Cap UCITS ETF	5.24	5.67	(0.43)	0.48	0.05	The Fund performed in line with the index before costs (TER).
iShares MSCI UK Small Cap UCITS ETF	0.34	0.82	(0.48)	0.58	0.10	The outperformance of the Fund was due to difference in performance between the benchmark and index futures held for efficient portfolio management.
iShares MSCI UK UCITS ETF	4.02	4.32	(0.30)	0.33	0.03	The Fund performed in line with the index before costs (TER).
iShares MSCI USA Small Cap UCITS ETF	1.83	1.66	0.17	0.43	0.60	The outperformance of the Fund was due to the difference in tax rate applied to dividends received in the Fund versus the tax rate assumed in the total return calculation of the benchmark and also due to sampling techniques employed.
iShares MSCI USA UCITS ETF	4.31	4.33	(0.02)	0.33	0.31	The outperformance of the Fund was due to difference in tax rate applied to dividends received in the Fund versus the tax rate assumed in the total return calculation of the benchmark.
iShares NASDAQ 100 UCITS ETF	3.87	3.99	(0.12)	0.33	0.21	The outperformance of the Fund was due to difference in tax rate applied to dividends received in the Fund versus the tax rate assumed in the total return calculation of the benchmark.
iShares Nikkei 225 UCITS ETF	(18.59)	(19.51)	0.92	0.48	1.40	The outperformance of the Fund was due to dividends received in the Fund versus an absence of dividends assumed in the price return calculation of the benchmark.

Investment Manager's report (continued)

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.

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 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 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 July 2016. 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.

Fund	Anticipated tracking error %	Realised tracking error %	Explanation for difference
iShares $ Treasury Bond 1-3yr UCITS ETF (Acc)	Up to 0.15	0.02	The Fund has tracked its benchmark index within its anticipated tracking error.
iShares $ Treasury Bond 3-7yr UCITS ETF (Acc)	Up to 0.15	0.06	The Fund has tracked its benchmark index within its anticipated tracking error.
iShares $ Treasury Bond 7-10yr UCITS ETF (Acc)	Up to 0.20	0.20	The Fund has tracked its benchmark index within its anticipated tracking error.
iShares Core EURO STOXX 50 UCITS ETF	Up to 0.35	0.31	The Fund has tracked its benchmark index within its anticipated tracking error.
iShares Core MSCI Pacific ex Japan UCITS ETF	Up to 0.15	0.07	The Fund has tracked its benchmark index within its anticipated tracking error.
iShares Core S&P 500 UCITS ETF	Up to 0.10	0.04	The Fund has tracked its benchmark index within its anticipated tracking error.
iShares Dow Jones Industrial Average UCITS ETF	Up to 0.15	0.07	The Fund has tracked its benchmark index within its anticipated tracking error.
iShares Euro Government Bond 1-3yr UCITS ETF (Acc)	Up to 0.05	0.03	The Fund has tracked its benchmark index within its anticipated tracking error.
iShares Euro Government Bond 3-7yr UCITS ETF (Acc)	Up to 0.10	0.05	The Fund has tracked its benchmark index within its anticipated tracking error.
iShares Euro Government Bond 7-10yr UCITS ETF (Acc)	Up to 0.10	0.04	The Fund has tracked its benchmark index within its anticipated tracking error.
iShares FTSE 100 UCITS ETF (Acc)	Up to 0.10	0.03	The Fund has tracked its benchmark index within its anticipated tracking error.
iShares FTSE MIB UCITS ETF (Acc)	Up to 0.30	0.20	The Fund has tracked its benchmark index within its anticipated tracking error.

Investment Manager's report (continued)

TRACKING ERROR (continued)

Fund	Anticipated tracking error %	Realised tracking error %	Explanation for difference
iShares MSCI Brazil UCITS ETF (Acc)	Up to 0.30	0.20	The Fund has tracked its benchmark index within its anticipated tracking error.
iShares MSCI Canada UCITS ETF	Up to 0.10	0.04	The Fund has tracked its benchmark index within its anticipated tracking error.
iShares MSCI Chile UCITS ETF	Up to 0.45	0.20	The Fund has tracked its benchmark index within its anticipated tracking error.
iShares MSCI EM Asia UCITS ETF	Up to 1.00	0.82	The Fund has tracked its benchmark index within its anticipated tracking error.
iShares MSCI EM Latin America UCITS ETF (Acc)	Up to 0.20	0.09	The Fund has tracked its benchmark index within its anticipated tracking error.
iShares MSCI EMU CHF Hedged UCITS ETF	Up to 0.35	0.27	The Fund has tracked its benchmark index within its anticipated tracking error.
iShares MSCI EMU Small Cap UCITS ETF	Up to 0.90	0.77	The Fund has tracked its benchmark index within its anticipated tracking error.
iShares MSCI EMU UCITS ETF	Up to 0.25	0.30	The difference in tracking error was due to difference in tax rate applied to dividends received in the Fund versus the tax rate assumed in the total return calculation of the benchmark, as calculated by the index provider.
iShares MSCI EMU USD Hedged UCITS ETF	Up to 0.35	0.38	The realised tracking error is computed from 36 months of returns. The Fund's return history is too short to give a statistically significant tracking error.
iShares MSCI Japan UCITS ETF (Acc)	Up to 0.15	0.06	The Fund has tracked its benchmark index within its anticipated tracking error.
iShares MSCI Korea UCITS ETF (Acc)	Up to 0.90	0.58	The Fund has tracked its benchmark index within its anticipated tracking error.
iShares MSCI Mexico Capped UCITS ETF	Up to 0.10	0.05	The Fund has tracked its benchmark index within its anticipated tracking error.
iShares MSCI Russia ADR/GDR UCITS ETF	Up to 1.50	0.83	The Fund has tracked its benchmark index within its anticipated tracking error.
iShares MSCI UK Large Cap UCITS ETF	Up to 0.10	0.04	The Fund has tracked its benchmark index within its anticipated tracking error.
iShares MSCI UK Small Cap UCITS ETF	Up to 0.25	0.10	The Fund has tracked its benchmark index within its anticipated tracking error.
iShares MSCI UK UCITS ETF	Up to 0.10	0.02	The Fund has tracked its benchmark index within its anticipated tracking error.
iShares MSCI USA Small Cap UCITS ETF	Up to 0.40	0.31	The Fund has tracked its benchmark index within its anticipated tracking error.
iShares MSCI USA UCITS ETF	Up to 0.10	0.05	The Fund has tracked its benchmark index within its anticipated tracking error.
iShares NASDAQ 100 UCITS ETF	Up to 0.10	0.05	The Fund has tracked its benchmark index within its anticipated tracking error.
iShares Nikkei 225 UCITS ETF	Up to 0.80	0.68	The Fund has tracked its benchmark index within its anticipated tracking error.

Investment Manager's report (continued)

CALENDAR YEAR PERFORMANCE

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

Fund	Launch Date	2016 01/01/2016 to 31/07/2016 Fund %	Benchmark %	2015 01/01/2015 to 31/12/2015 Fund %	Benchmark %	2014 01/01/2014 to 31/12/2014 Fund %	Benchmark %	2013 01/01/2013 to 31/12/2013 Fund %	Benchmark %
iShares $ Treasury Bond 1-3yr UCITS ETF (Acc)	Jun-09	1.21	1.32	0.29	0.48	0.37	0.57	0.13	0.35
iShares $ Treasury Bond 3-7yr UCITS ETF (Acc)	Jun-09	4.35	4.47	1.59	1.78	2.99	3.23	(2.16)	(1.92)
iShares $ Treasury Bond 7-10yr UCITS ETF (Acc)	Jun-09	7.74	7.85	1.49	1.69	8.38	8.88	(5.97)	(5.92)
iShares Core EURO STOXX 50 UCITS ETF	Jan-10	(5.63)	(6.16)	7.13	6.42	5.00	4.01	21.79	21.51
iShares Core MSCI Pacific ex Japan UCITS ETF	Jan-10	9.53	9.59	(8.70)	(8.47)	(0.77)	(0.47)	4.92	5.49
iShares Core S&P 500 UCITS ETF	May-10	7.42	7.27	0.99	0.75	13.24	12.99	31.71	31.55
iShares CSI 300 UCITS ETF (Swap)*	Aug-10	N/A	N/A	N/A	N/A	N/A	N/A	(2.06)	(0.68)
iShares Dow Jones Industrial Average UCIT ETF	Jan-10	6.93	6.89	(0.50)	(0.53)	9.30	9.28	28.71	28.70
iShares EONIA UCITS ETF (Swap)*	Jan-11	N/A	N/A	N/A	N/A	N/A	N/A	(0.05)	0.07
iShares Euro Government Bond 1-3yr UCITS ETF (Acc)	Jun-09	0.19	0.31	0.81	1.01	1.51	1.71	1.58	1.79
iShares Euro Government Bond 3-7yr UCITS ETF (Acc)	Jun-09	2.45	2.56	1.47	1.67	7.65	7.83	2.48	2.72
iShares Euro Government Bond 7-10yr UCITSETF (Acc)	Jun-09	6.52	6.64	1.65	1.85	16.63	16.85	2.53	2.80
iShares Euro Inflation Link Bond UCITS ETF*	Jun-09	N/A	N/A	6.38	6.36	7.73	8.01	(1.09)	(0.80)
iShares Fed Funds Effective Rate UCITS ETF (Swap)*	Jan-11	N/A	N/A	N/A	N/A	N/A	N/A	(0.20)	0.09
iShares FTSE 100 UCITS ETF (Acc)	Jan-10	10.25	10.28	(1.39)	(1.32)	0.60	0.74	18.26	18.66
iShares FTSE MIB UCITS ETF (Acc)	Jan-10	(19.18)	(19.40)	15.01	14.97	2.30	2.37	19.43	20.50
iShares Global Alternative Energy UCITS ETF*	Feb-11	N/A	N/A	N/A	N/A	N/A	N/A	24.95	26.17
iShares MSCI Australia - B UCITS ETF*	Aug-10	N/A	N/A	(4.24)	(4.02)	(3.87)	(3.41)	3.64	4.16
iShares MSCI Brazil UCITS ETF (Acc)	Aug-10	59.79	60.94	(41.73)	(41.37)	(14.63)	(14.04)	(16.75)	(16.04)
iShares MSCI Canada UCITS ETF	Jan-10	18.85	18.94	(24.28)	(24.16)	1.30	1.50	12.67	12.71
iShares MSCI Chile UCITS ETF*	Aug-10	N/A	N/A	(18.52)	(18.56)	(13.20)	(13.01)	(22.26)	(21.98)
iShares MSCI EM Asia UCITS ETF	Aug-10	6.91	7.19	(10.32)	(9.79)	4.01	4.89	1.12	1.98
iShares MSCI EM EMEA UCITS ETF (Swap)*	Aug-10	N/A	N/A	N/A	N/A	N/A	N/A	(0.26)	0.79
iShares MSCI EM Latin America UCITS ETF (Acc)*	Aug-10	N/A	N/A	(27.03)	(26.66)	(12.73)	(12.30)	(13.91)	(13.36)
iShares MSCI EMU CHF Hedged UCITS ETF**	Jun-15	(4.71)	(5.00)	(7.42)	(7.23)	N/A	N/A	N/A	N/A
iShares MSCI EMU Small Cap UCITS ETF	Jul-09	(2.67)	(2.84)	24.51	24.33	4.93	3.75	33.54	33.91
iShares MSCI EMU UCITS ETF	Jan-10	(4.36)	(4.68)	10.24	9.81	4.89	4.32	23.52	23.36
iShares MSCI EMU USD Hedged UCITS ETF**	Jul-15	(3.82)	(3.76)	(3.05)	(2.85)	N/A	N/A	N/A	N/A
iShares MSCI Europe - B UCITS ETF (Acc)	Jan-10	N/A	N/A	N/A	N/A	2.98	2.71	19.67	19.82

* Where a Fund's closure date is within a performance period, figures are shown from the start of the period to closure date.
** 2015 figures for this Fund are shown from launch date to 31 December 2015.

Investment Manager's report (continued)

CALENDAR YEAR PERFORMANCE (continued)

Fund	Launch Date	2016 01/01/2016 to 31/07/2016 Fund %	Benchmark %	2015 01/01/2015 to 31/12/2015 Fund %	Benchmark %	2014 01/01/2014 to 31/12/2014 Fund %	Benchmark %	2013 01/01/2013 to 31/12/2013 Fund %	Benchmark %
iShares MSCI India UCITS ETF (Swap)*	Aug-10	N/A	N/A	N/A	N/A	N/A	N/A	(6.24)	(5.41)
iShares MSCI Japan Large Cap UCITS ETF*	Jun-09	N/A	N/A	N/A	N/A	(1.44)	(1.15)	54.15	54.97
iShares MSCI Japan Small Cap UCITS ETF (Acc)*	Jul-09	N/A	N/A	N/A	N/A	5.37	6.43	52.51	53.58
iShares MSCI Japan UCITS ETF (Acc)	Jan-10	0.30	0.54	9.06	9.57	(4.45)	(4.02)	53.87	54.58
iShares MSCI Korea UCITS ETF (Acc)	Aug-10	9.73	10.17	(7.19)	(6.66)	(12.33)	(11.12)	4.12	3.94
iShares MSCI Mexico Capped UCITS ETF	Aug-10	0.36	0.62	(14.84)	(14.41)	(9.82)	(9.33)	(0.34)	0.21
iShares MSCI Russia ADR/GDR UCITS ETF	Aug-10	22.58	22.68	(4.02)	(2.97)	(44.19)	(44.20)	1.01	1.30
iShares MSCI South Africa - B UCITS ETF*	Jul-10	N/A	N/A	(4.11)	(3.61)	4.63	5.21	(6.75)	(6.21)
iShares MSCI Taiwan UCITS ETF (Swap)*	Aug-10	N/A	N/A	N/A	N/A	N/A	N/A	8.68	8.73
iShares MSCI UK Large Cap UCITS ETF	Jun-09	12.32	12.61	(4.31)	(3.92)	(1.35)	(0.84)	16.53	17.16
iShares MSCI UK Small Cap UCITS ETF	Jul-09	0.13	0.43	14.16	14.78	(0.38)	0.08	35.61	36.59
iShares MSCI UK UCITS ETF	Jan-10	10.41	10.60	(2.50)	(2.21)	0.14	0.50	17.99	18.43
iShares MSCI USA Large Cap UCITS ETF*	Jun-09	N/A	N/A	N/A	N/A	5.04	5.05	31.26	31.27
iShares MSCI USA Small Cap UCITS ETF	Jul-09	10.03	10.00	(3.96)	(4.11)	6.52	7.07	36.77	37.63
iShares MSCI USA UCITS ETF	Jan-10	7.10	7.12	0.61	0.69	12.65	12.69	31.76	31.79
iShares MSCI World - B UCITS ETF (Acc)*	Jan-11	N/A	N/A	N/A	N/A	4.53	4.59	26.32	26.68
iShares NASDAQ 100 UCITS ETF	Jan-10	3.41	3.49	9.19	9.33	18.76	18.94	36.15	36.92
iShares Nikkei 225 UCITS ETF	Jan-10	(12.41)	(12.95)	10.09	9.07	8.08	7.12	58.26	56.72
iShares USD Inflation Linked Bond UCITS ETF*	Jun-09	N/A	N/A	N/A	N/A	4.98	5.27	(9.61)	(9.37)

* 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

US equities

This market review summary covers iShares Core S&P 500 UCITS ETF, iShares Dow Jones Industrial Average UCITS ETF, iShares MSCI USA Small Cap UCITS ETF, iShares MSCI USA UCITS ETF and iShares NASDAQ 100 UCITS ETF.

US equities produced positive returns and outperformed their global counterparts over the Company's review year. Optimism that the resilient performance of the US economy and hopes that an improvement in the global economic backdrop would serve to underpin corporate earnings helped US equities to perform relatively well over the review year.

Having followed their global counterparts lower during the third quarter of 2015 amid concerns that China's surprise currency devaluation was a tacit admission that the country's economic backdrop was weaker than official data suggested, US stocks subsequently recovered strongly. Relief that the Fed had refrained from raising interest rates in September and October 2015, with officials citing international uncertainties and low inflation, and some reassuring corporate earnings news, helped US stocks to gain ground. Nevertheless, with the US jobs market remaining robust, growing speculation that the policymakers would raise borrowing costs before the end of 2015 was subsequently vindicated as the Fed raised interest rates in December 2015, the first rise since 2006. Although US corporate earnings news flow remained largely positive, many US based multinationals noted that the strong US Dollar was dampening revenues from their international operations.

US stocks suffered a disappointing start to 2016, weighed by the relatively large representation of the energy sector in leading US equity indices as oil & gas prices endured further weakness amid signs that Chinese energy demand remained weak. However, with more reassuring global economic data subsequently helping energy prices to recover, US equities performed relatively well late in the first quarter of 2016. Comments from senior Fed officials, suggesting that policymakers would remain patient before raising borrowing costs again amid signs of some moderation in the pace of US job creation, helped sentiment towards US stocks. Uncertainty over the effectiveness of policymaker stimulus in Japan and the Eurozone and concerns over the political and economic unknowns in the wake of the UK's vote to exit the EU ("Brexit") further highlighted the US's 'safe haven' status, giving extra impetus to the recovery in US stocks late in the review year.

The Dow Jones Industrial Average index, which has only 30 underlying constituents, outperformed its broader based peers, helped by its greater relative exposure to outperforming industrial shares and lower exposure to underperforming health care stocks. Domestically focused small caps underperformed their larger peers, reflecting investors' reduced appetite for risk and sporadic concerns that higher interest rates could slow the domestic economy further. Meanwhile, the technology focused NASDAQ index marginally underperformed wider US market indices, as some disappointing indicators of iPhone and iPad sales trends weighed on the shares of sector index heavyweight Apple.

Japanese equities

This market review summary covers iShares MSCI Japan UCITS ETF (Acc) and iShares Nikkei 225 UCITS ETF.

Japanese equities produced negative returns during the Company's review year, underperforming relative to their global peers. Concerns over signs of slowing economic growth across much of the Far East, mixed signals over the strength of the Japanese economy and concerns over the impact on exporters of the yen's recovery weighed on Japanese equities relative to their overseas counterparts. Japanese stocks performed poorly early in the review year, hit by concerns over the Far East growth outlook in the wake of China's currency devaluation.

Despite the ongoing firmness of Japan's jobs market and the positive effect of low energy expenditure on consumer finances, worries over the mixed external and domestic demand outlook raised fears that the Japanese economy could return to recession. Nevertheless, optimism that the Bank of Japan ("BoJ") would continue to provide significant levels of support to the economy helped Japanese stocks to recover some of their lost ground relative to their global peers in late 2015. Having dipped alongside wider global equity markets in January 2016 as data triggered fresh concerns over the outlook for China's economy, Japanese stocks showed some brief resilience as investors drew succor from news of further policymaker support. The BoJ announced the expansion of its ¥3 trillion asset repurchase programme, establishing a new ETF repurchase programme worth around ¥300 billion annually.

Investment Manager's report (continued)

MARKET REVIEW (continued)

Equities (continued)

Japanese equities (continued)

However, although data would show that the Japanese economy had narrowly avoided recession in late 2015, concerns grew over the sustainability of the country's modest recovery, with some investors voicing concerns that the Shinzo Abe led government's 'Abenomics' policies were gradually becoming less and less effective. Amid global economic uncertainties and doubts over the scope for the Fed to follow up December 2015's interest rate rise with a similar move in mid-2016, a dramatic 'safe haven' rally in the Yen looked set to put exporters under fresh pressure. This, coupled with many investors questioning the wisdom of the BoJ cutting interest rates below zero for the first time in history, served to further undermine the credibility of the authorities' efforts to stimulate the economy. With the Yen attracting further buying from risk averse investors during the final weeks of the review year in the aftermath of the shock Brexit vote, Japanese stocks ended the twelve month period on a relatively weak note.

Although Japanese stocks produced steep losses in local terms, as reflected by the Nikkei 225 Index, Yen strength offset the Japanese market's falls for overseas investors.

European equities

This market review summary covers iShares Core EURO STOXX 50 UCITS ETF, iShares FTSE MIB UCITS ETF (Acc), iShares MSCI EMU CHF Hedged UCITS ETF, iShares MSCI EMU Small Cap UCITS ETF, iShares MSCI EMU UCITS ETF and iShares MSCI EMU USD Hedged UCITS ETF.

European bourses produced negative returns over the Company's review year, underperforming their global peers by a significant margin. Notwithstanding the introduction of additional economic stimulus measures by the European Central Bank ("ECB"), ongoing concerns over the region's sluggish economic recovery, some unease over capitalisation levels in parts of Europe's financial system and uncertainty over the implications of the surprise Brexit vote weighed on sentiment towards European equities.

European markets lost ground early in the review year; with the short lived rally following Greece's capitulation to creditors' demands already faltering, European stocks slid in August 2015 amid concerns that slower Chinese economic growth could impact on demand for goods & services supplied by Europe listed companies. Although global stocks subsequently recovered amid optimism that central bank support could help to shore up demand, European stocks generally lagged amid concerns over the repercussions for the European auto sector following Volkswagen's admission of exhaust test rigging. Despite reassuring comments from ECB officials, investors were broadly left disappointed by the ECB's failure to introduce significant new measures to underpin economic activity during the final quarter of 2015.

With global equities' undergoing a further bout of weakness in January 2016 as poor Chinese economic data pushed commodity prices to fresh lows, European stocks endured a difficult start to 2016, weighed by the significant representation of energy stocks in leading European indices. Against the backdrop of ongoing concerns over sluggish growth in the domestic European economies, fears over the health of some European banks added to the mood of uncertainty. However, with more reassuring global economic data sparking a recovery in commodity and equity prices from late February 2016, optimism that the ECB would finally announce an extension to quantitative easing ("QE") was soon vindicated. In March 2016 the ECB lifted the monthly asset repurchase target from €60 billion to €80 billion and cut the benchmark lending rate to zero. Although better than expected Eurozone economic data for the first quarter of 2016 helped European stocks to extend their rally into early May 2016, markets took a turn for the worse in late June 2016 as investors digested the economic and political ramifications of the surprise Brexit vote. Nevertheless, European equities limited their review year losses as global stock markets rallied in July 2016 amid optimism that central banks stood ready with yet more stimulus measures should global economic growth falter.

Despite the broad reduction in global investors' risk appetite, Eurozone small cap equities outperformed their larger peers, reflecting some hopes that ultra low borrowing costs and the expanded QE stimulus could boost consumer spending, helping more domestically focused smaller companies. Italian equities significantly underperformed relative to wider European bourses, reflecting investors' concern over the country's muted economic activity, capitalisation levels in the banking sector and growing political concerns that Brexit could act as a fillip to anti-EU sentiment across the Eurozone.

Investment Manager's report (continued)

MARKET REVIEW (continued)

Equities (continued)

UK equities

This market review summary covers iShares FTSE 100 UCITS ETF (Acc), iShares MSCI UK Large Cap UCITS ETF, iShares MSCI UK Small Cap UCITS ETF and iShares MSCI UK UCITS ETF.

UK equities produced positive returns and outperformed their global peers over the review year. Although UK economic growth showed signs of moderating, low inflation, and the shock vote to leave the EU, provided scope for the Bank of England ("BoE") to maintain interest rates at highly accommodative levels. Export orientated large caps also benefitted from Sterling weakness following June's Brexit vote.

Despite evidence that the UK economy was performing well in early 2015, UK stocks fell in line with their global peers in the aftermath of China's currency devaluation. The slide largely reflected the global earnings footprint of many UK listed companies, with the mining sector hit by concerns that China's cooling economy was impacting heavily on the demand outlook. Nevertheless, although the UK's dominant services sector continued to underpin domestic economic activity into year end, ongoing weakness in global energy/commodity prices saw UK equities produce disappointing returns during the final weeks of 2015.

With energy/commodity related weakness extending into early 2016, and inflation remaining correspondingly subdued, comments from BoE officials suggested that policymakers were in little hurry to consider raising interest rates. Although data from construction and manufacturing suggested that these sectors were experiencing headwinds, optimism remained over the outlook for the services sector against the backdrop of the strong jobs and housing markets. Nevertheless, growing speculation that the 'Leave' campaign could hold the upper hand in the run up to the 23 June 2016 EU referendum would subsequently be vindicated. Having fallen in the immediate aftermath of the result, UK stocks, particularly large cap indices with heavy representation of corporates with significant overseas earnings, subsequently rebounded strongly, reflecting steep falls in sterling that would bolster their international revenues in UK currency terms. Against the backdrop of uncertainty over the ramifications of the decision to leave the EU, expectations grew that the BoE could cut interest rates to fresh all time lows and even expand its QE programme.

In early August 2016, the BoE duly cut interest rates to 0.25% and expanded its QE programme by £60 billion. UK small caps underperformed their larger counterparts over the review year. This was driven to a large extent by concerns that Brexit could weigh on corporate earnings over the medium term should economic growth falter, with small caps less likely to benefit from the weakening in Sterling given their greater focus on the domestic economy.

Canadian equities

This market review summary covers iShares MSCI Canada UCITS ETF.

Canadian equities generated modest positive returns over the Company's review year, outperforming marginally relative to broader global equity indices.

The resource rich Canadian performed poorly early in the review year, sliding in tandem with their global counterparts in August 2015, largely reflecting concerns that global demand for commodities would suffer as concerns over China's economic growth prospects mounted. In early September 2016, news that the Canadian economy had slipped into recession during the second quarter of 2015, largely due to a fall in investment, also weighed to some extent on sentiment. Nevertheless, Canadian stocks found some brief support from the Fed's decision to refrain from raising interest rates in September and October 2015. However, the Canadian market resumed its downtrend in late October 2015, weighed by renewed weakness in commodity prices as worries over China's growth outlook weighed on commodity prices. This came despite some more reassuring domestic news as data showed that the Canadian economy had returned to growth during the third quarter of 2015.

Having briefly slipped to new review year lows about a fresh bout of weakness in commodity prices in January 2016, Canadian equities recovered strongly over the remainder of the first quarter of 2016, buoyed by good returns from Canadian financial stocks. Although financial sector shares would subsequently struggle as the surprise Brexit vote impacted on sentiment towards global financials, Canadian equities continued to perform well relative to their global peers during the final weeks of the review year, buoyed by optimism that borrowing costs in both Canada and the US could stay lower for longer than had previously been anticipated.

Investment Manager's report (continued)

MARKET REVIEW (continued)

Equities (continued)

Emerging markets equities

This market review summary covers iShares Core MSCI Pacific ex Japan UCITS ETF, iShares MSCI Brazil UCITS ETF (Acc), iShares MSCI EM Asia UCITS ETF, iShares MSCI Korea UCITS ETF (Acc), iShares MSCI Mexico Capped UCITS ETF and iShares MSCI Russia ADR/GDR UCITS ETF.

Emerging market ("EM") equities ended a volatile review year higher overall, outperforming their developed market peers, albeit with significant variations in relative performance between countries. Having lost ground in late 2015 as concerns over China's economic growth outlook impacted on investors' appetite for risk, EM equities broadly recovered strongly as investors' confidence in the outlook for the global economy improved.

EM stocks endured steep losses early in the review year, impacted by fears that Chinese economic growth could be much weaker than official data had suggested, with August 2015's currency devaluation exacerbating worries over a potential 'hard landing'. The resource rich Latin American and Russian markets were among the weaker performers early in the review year as the prospect of slower than expected Chinese demand triggered renewed weakness in commodity and energy prices. Nevertheless, multiple cuts in interest rates in China, and the prospect of ongoing policymaker support in the Eurozone and Japan, helped EM stocks to recover broadly in line with their developed market counterparts into the turn of the calendar year. Nevertheless, Brazilian stocks fared particularly poorly in late 2015 as political and economic uncertainties compounded the impact of weak commodity prices on state finances.

Following renewed weakness in January 2016 as weaker than expected Chinese survey data triggered fresh falls in commodity prices, EM stocks began a sustained recovery in mid-February 2016. Having raised interest rates in December 2015, hopes that the Fed could refrain from further increases and optimism that central banks stood ready with further measures to support the global economy helped foster a recovery in investors' appetite for higher risk emerging markets. Latin American markets performed particularly strongly as commodity prices recovered, with Brazilian stocks enjoying a spectacular recovery as moves to impeach President Rousseff brought some element of clarity after an extended period political crisis based on perceived inequality and allegations of corruption. Although data would subsequently show that Chinese economic growth eased to a 9 year low of 6.70% on a year on year basis during the first quarter of 2016, some survey data raised optimism that the cooling of economic activity may have been bottoming out.

In regional terms, Asia Pacific equities broadly produced flat returns. The strong performance of IT stocks such as Samsung Electronics drove the Korean market's good returns, although economic growth concerns weighed on the Chinese market. Latin American markets produced generally positive returns, helped by the rebound in commodity prices and the more positive political outlook in Brazil. However, Mexican equities struggled late in the review year as the economy showed some signs of faltering. Although political and economic concerns weighed on some Eastern European markets, Russian equities ended the review year higher, helped by the recovery in energy prices.

Fixed income

US government bonds

This market review summary covers iShares $ Treasury Bond 1-3yr UCITS ETF (Acc), iShares $ Treasury Bond 3-7yr UCITS ETF (Acc) and iShares $ Treasury Bond 7-10yr UCITS ETF (Acc).

US Treasury bond prices ended the Company's review year broadly higher, buoyed initially by the drag on inflation from sliding energy prices during the second half of 2015. Despite the Fed raising interest rates for the first time since 2006, the slowdown in US growth seen towards the end of the review year helped US government bond prices to extend their gains. Hopes that any further rises in US interest rates could be gradual and very limited in nature helped longer dated bonds to outperform their shorter dated peers.

US debt prices had a mixed start to the review year as subdued inflation figures were countered by ongoing evidence of strength in the jobs market. Following China's currency devaluation, market and economic uncertainty highlighted the appeal of low risk US Treasury bonds for the remainder of the third quarter of 2015, with the Fed's decision to maintain ultra low interest rates, at least until the international picture became clearer, providing further impetus to the rally in bond prices.

Investment Manager's report (continued)

MARKET REVIEW (continued)

Fixed income (continued)

US government bonds (continued)

Nevertheless, with renewed support from the Chinese and Japanese central banks helping to soothe global uncertainties, US bond prices fell back in late October 2015 amid speculation that a rise in US interest rates would soon be back on the Fed's agenda. With the Fed's December 2015 interest rate rise increasingly priced in following news that the jobless rate had fallen to a 7 year low of 5%, US government bond markets rallied strongly in January and early February 2016. Deepening uncertainty over China's economic prospects prompted some short lived renewed weakness in commodity prices, thereby further dampening inflation forecasts and adding to the attraction of low risk fixed interest assets.

US government bonds consolidated their gains towards the end of the first quarter of 2016 amid mixed signals over the strength of the US economic recovery. US Treasury bond prices resumed their rally during the second quarter of 2016; despite the recovery in energy prices, growing investor conviction that the slowdown in US economic growth could persuade Fed policymakers to hold off on any further rises in borrowing costs helped to underpin the rally. In May 2016 data showed that the US economy grew by just 0.80% on an annualised basis during the first quarter of 2016, compared to 2.60% and 2% during the second and third quarters of 2015. Given volatility in global financial markets as investors assessed the ramifications of the UK's Brexit vote in late June 2016, safe haven buying helped ultra low risk US debt prices to end the Company's review year on a firm note. Having fallen to 4.70% in May 2016, a rise in the jobless rate to 4.90% in June 2016 suggested that the US labour market could finally be cooling, adding to the attraction of US fixed income assets.

European government bonds

This market review summary covers iShares Euro Government Bond 1-3yr UCITS ETF (Acc), iShares Euro Government Bond 3-7yr UCITS ETF (Acc) and iShares Euro Government Bond 7-10yr UCITS ETF (Acc).

Broadly subdued rates of economic growth and very muted inflation helped European government bond markets to deliver positive returns over the Company's review year. Although bonds issued by highly rated countries, such as Germany, benefitted from safe haven buying amid periods of investor anxiety, debt issued by some peripheral Eurozone countries, such as Portugal, produced more mixed returns late in the review year as the Brexit vote highlighted lingering political risks. With the ECB reducing interest rates and extending its QE programme, longer dated bonds significantly outperformed their shorter dated peers, reflecting the growing consensus that interest rates will stay 'lower for longer'.

European government bond markets rose early in the review year, buoyed by confidence that falling energy costs would put renewed downward pressure on inflation. Following China's August devaluation, expectations that more subdued levels of economic activity across the Far East could ripple out to Europe also served to highlight the attractions of low risk European government bonds. With economic growth across the single currency zone remaining broadly disappointing, news that inflation had dipped below zero in September 2015 lent further support to European government bond prices. Following a brief setback in November 2015 on disappointment that the ECB had failed to back up reassuring statements with significant new policies to stimulate growth, European debt prices rallied alongside their US peers into the turn of the calendar year amid optimism that, following December 2015 interest rate increase, the Fed would adopt a cautious approach over any further hikes.

Bond markets extended their gains throughout the first quarter of 2016. Despite the recovery in energy/commodity prices from late February 2016, expectations that sluggish Eurozone economic growth would soon force policymakers' hands into further stimulus were vindicated in March 2016. In addition to cutting borrowing costs and extending QE, the ECB also announced a new package to support bank lending. Although bond prices briefly dipped following news that the single currency zone's economy grew by 0.60% during the first quarter of 2016, its strongest growth in a year, government bond prices broadly recovered as the UK referendum approached. Safe havens were major beneficiaries of the Brexit related uncertainties in July 2016, helping European government bond prices to end the review year on a high. At the end of July 2016, German 10 year bond yields had turned negative, dipping to (0.10%), compared to 0.70% at the start of August 2015.

BlackRock Advisors (UK) Limited

August 2016

Chairman's Statement

The Board of Directors 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

iShares VII plc public limited company (the "Company") is organised as an open-ended investment company with variable capital (an "Investment Company"). The Company was incorporated in Ireland on 9 April 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 (Undertakings for Collective Investment in Transferable Securities) Regulation 2011 (as amended) (the "UCITS Regulations") and is regulated by the Central Bank of Ireland (the "CBI").

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, BlackRock Asset Management Ireland Limited (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.

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.

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 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. State Street Fund Services (Ireland) Limited has also been appointed as the registrar of the Company. The Company has appointed State Street Custodial Services (Ireland) Limited (the "Depositary") as Depositary 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 Depositary provides a certain level of ongoing oversight of the Company as well as reporting on the conduct of the Company in each annual accounting period as set out in the Statement of the Depositary's Responsibilities.

In accordance with Guidance Note 4/07 on the Organisation of Management Companies issued by the CBI, the Board of the Manager has identified BlackRock group personnel who monitor and control the management functions as outlined therein. These BlackRock group 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, Teresa O'Flynn has over eighteen years' experience in tax, corporate finance, project finance and the renewable energy infrastructure sector. Barry O'Dwyer has extensive knowledge and experience in corporate governance and I have over twenty-five years' experience in the banking and finance, fund management and securities processing industries.

Chairman's Statement (continued)

Matters relating to the Company during the year

There were 30 Funds in operation at 31 July 2016. iShares MSCI Chile UCITS ETF and iShares MSCI EM Latin America UCITS ETF (Acc) closed effective 4 December 2015.

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 November 2016

Board of Directors

Paul McNaughton (Irish) Chairman of the Board, Independent non-executive Director, member of the Audit Committee and Nomination Committee (appointed 1 July 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 1 July 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.

Barry O'Dwyer (Irish) Non-Executive Director and member of the Nomination Committee (appointed 1 July 2013): Mr O'Dwyer is a Managing Director of BlackRock. He 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 was the Chairman of the Irish Funds Industry Association 2014-2015, is a board director of Financial Services Ireland and is a member of An Taoiseach's Financial Services Industry Advisory Committee. 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 a 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 1 July 2013): Ms Prooth is a Managing Director and also the co-Global Chief Operating Chief Operating Officer ("COO") for iShares and the COO of iShares EMEA. She is a member of the iShares Global and EMEA Executive Committees and the Blackrock EMEA Operating Committee. In addition she serves as a Director on all of the BlackRock Irish Fund companies (including the iShares companies). Ms Prooth's service with BlackRock dates back to 2007, including her time with Barclays Global Investors ("BGI") which merged with BlackRock in 2009. Prior to joining BGI Ms Prooth spent 17 years at JP Morgan Asset Management where she was a Managing Director in a number of roles including COO of the International Equity business and Head of Risk for EMEA as well as being a Director of the JPMC Pension Fund. Before this 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.

Teresa O'Flynn (Irish), Non-Executive Director (appointed 6 January 2016): Ms O'Flynn is a Managing Director who joined BlackRock in 2011 to establish the Renewable Power Infrastructure business, playing a leading role in the successful integration, fundraising for and overall development of the platform. As a Senior Portfolio Manager on the EMEA Investment team, she is responsible for originating and executing investment opportunities in addition to ongoing portfolio management of Fund investments.
Ms O'Flynn sits on the Renewable Power Infrastructure Group's Management and Leadership committees and is involved in setting and implementing the strategy for Renewable Power and Infrastructure more broadly.

Prior to joining BlackRock in 2011, Ms. O'Flynn spent eight years as a senior transaction executive both at NTR and its subsidiary companies, where she led over $2.5billion in US and European renewable energy transactions. Ms. O'Flynn worked extensively with NTR's wind portfolio companies and her responsibilities included business and strategic planning, corporate equity fundraising, turbine procurement, power purchase agreement negotiation and power project acquisition.

Board of Directors (continued)

Teresa O'Flynn (Irish), Non-Executive Director (appointed 6 January 2016) (cont): Ms. O'Flynn was also a senior member of the Airtricity North American Management Team, leading the Project Finance team in originating, structuring and negotiating over $1.5 billion of debt and tax equity transactions. Prior to joining Airtricity in 2004, Ms. O'Flynn was a tax manager with KPMG, Dublin where she advised domestic and multinational clients across a range of industries including Manufacturing, Pharmaceuticals, Petroleum and Gas, Aircraft Leasing, and Bloodstock. Ms. O'Flynn began her career at Arthur Andersen in 1998.

Ms O'Flynn earned a BComm Degree, with first class honors and distinction, from University College Galway, Ireland in 1998. She is also a qualified Chartered Accountant (ACA), Tax Consultant (AITI) and a member of the Irish Taxation Institute.

Corporate Governance Statement

Introduction

The Board 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 voluntarily adheres to the governance standards set out in the UK Corporate Governance Code (the "Code") issued in September 2014, which is applicable to accounting periods beginning on or after 1 October 2014.

The Company is also subject to corporate governance practices imposed by the UCITS Regulations which can be obtained from the CBI'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 Central Bank 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.

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

Compliance

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.

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.

Corporate Governance Statement (continued)

Compliance (continued)

The Code also includes provisions for the re-election of Directors by shareholders with which the Company was in compliance during the period under review. Additionally the Articles of Association provide that retiring Directors are eligible for re-appointment by the other Directors every three years.

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 Depositary. 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 enables 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 Manager 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 Board has established a Nominations Committee and an Audit Committee. The Directors 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.

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 period 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. During the period, ad hoc Board meetings were arranged at short notice and it was not always possible for all Directors to attend.

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.

Corporate Governance Statement (continued)

Board's responsibilities (continued)

Any Director who resigns his/her position is obliged to confirm to the Board and the CBI 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. Cora O'Donohoe resigned as a Director effective 31 December 2015.

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, depositaries 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 2015 was completed on 27 January 2016 with no issues noted.

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 Nominations Committee is responsible for evaluating and nominating for the approval of the Board, candidates to fill Board vacancies as and when they arise. Before a proposal is made to the Board, the Committee members will ensure that the capabilities required for a particular appointment have been considered. They will also ensure that on appointment to the Board, Non-Executive Directors receive a formal letter of appointment setting out clearly what is expected of them in terms of time commitment, committee service and involvement outside Board meetings.

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

Corporate Governance Statement (continued)

Committees of the Board (continued)

The Nominations Committee met on 6 November 2015 in order to consider the appointment of Ms Teresa O'Flynn to the Board. The Board has, subject to the approval of the CBI, the final decision on the appointment of new Directors.

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] 1 August 2015 to 31 July 2016		Audit Committee[2] of the Company 1 August 2015 to 31 July 2016		Nominations Committee of the Company 1 August 2015 to 31 July 2016	
	A*	B*	A*	B*	A*	B*
Barry O'Dwyer	14	13	N/A	N/A	1	1
Paul McNaughton	14	14	10	10	1	1
Paul McGowan	14	14	10	10	1	1
Karen Prooth	14	10	N/A	N/A	N/A	N/A
Teresa O'Flynn**	9	8	N/A	N/A	N/A	N/A

* Column A indicates the number of meetings held during the period the Director was a member of the Board or Committee and was eligible to attend. Column B indicates the number of meetings attended.
** Appointed with the effect from 6 January 2016.
[1] There were twelve scheduled and two ad-hoc Board meetings held during the year.
[2] There were ten scheduled and no ad-hoc Audit Committee meetings held during the year.

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. Particular 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.

Corporate Governance Statement (continued)

Internal Control and Risk Management (continued)

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 Depositary. 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 can confirm that they have carried out a robust assessment of the principal risks facing the Company, including those that would threaten its business model, future performance, solvency and liquidity, which are identified and explored in greater detail within the section 'Financial Instruments and Risks' which forms part of the financial statements. This section also explains how these risks are being managed and mitigated.

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 Depositary. 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 CBI and the London Stock Exchange. The financial statements are prepared in accordance with accounting standards generally accepted in Ireland, the Companies Act and the UCITS Regulations. 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 Depositary reported to the Board on a quarterly basis.

The Depositary and the Administrator provide an annual Service Organisational Control Reports outlining an overview of the controls environment adopted and applied by the Depositary and the Administrator to the Investment Manager. The Investment Manager reports annually on it to the Audit Committee of the Company.

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. 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.

Corporate Governance Statement (continued)

Remuneration (continued)

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 Annual General Meeting ("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 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. For all other general meetings the notice is sent at least 14 working days in advance. 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. When it is the opinion of the Board that a significant proportion of votes have been cast against a resolution at any general meeting, the Board will explain when announcing the results what actions it intends to take to investigate and understand the reasoning behind the result.

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 Board has established an Audit Committee whose roles and responsibilities are detailed below.

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. 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 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 has met ten times during the reporting period. These 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 a number of significant issues and areas of key audit risk in respect of the Annual Report and Financial Statements. The Committee reviewed the external audit plan at an early stage and concluded that the appropriate areas of audit risk relevant to the Company had been identified in the audit plan and that suitable audit procedures had been put in place to obtain reasonable assurance that the financial statements as a whole would be free of material misstatements. Below sets out the key areas of risk identified and also explains how these were addressed by the Committee.

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. 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 Board. The Audit Committee considers that the procedures that the Board has in place to monitor the Administrator and Investment Manager are adequate and appropriate. The Audit Committee discussed with the external auditor the results of the year end audit procedures over the valuation of investments. No significant exceptions to valuation of the assets were noted during the year under review.

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 Depositary 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 Depositary. The Depositary 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. The Audit Committee considers that the procedures that the Board has in place to monitor the Administrator and Investment Manager are adequate and appropriate. The Audit Committee discussed with the external auditor the results of the year end audit procedures over the existence of investments. No significant exceptions to the existence of the assets were noted during the year under review.

Audit Committee Report (continued)

Roles and Responsibilities (continued)

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

3. Risk of Management Override

The Depositary 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 Depositary 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.

4. Developments in Corporate Governance

In April 2016, the FRC revised the Code. The new Code applies to accounting periods beginning on or after 17 June 2016. The new requirements will be considered and implemented in the financial statements for the year ended 31 July 2017.

5. Non-going concern basis of accounting

The Board has considered and adopted a recommendation from the Manager to apply the non-going concern basis of accounting in preparing the financial statements of the closed funds, which they resolved to close during the year. In light of the performance, marketability and risks of the remaining Funds within the Company, the Board has determined it appropriate to adopt the going concern basis in preparing the financial statements of the Company.

6. Transition to FRS 102

On 1 August 2015, the Directors resolved to adopt and prepare the Financial Statements in accordance with Financial Reporting Standard ("FRS") 102; the Financial Reporting Standard applicable in the UK and Republic of Ireland ("FRS102"). These financial statements have been prepared with FRS 102 for the first time.

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 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 position and 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 Depositary, 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 Depositary; 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 July 2016, 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.

Audit Committee Report (continued)

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 the involvement of the Investment Manager and the Manager in performing their role is 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 for the Company since 20 December 2013 and the lead audit partner rotates every five years to assure independence. 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 ended 31 July 2015 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.

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 AGM of the Company.

The EU Audit Reform Legislation came into effect for the accounting periods beginning on or after 17 June 2016 and the new requirements, including the mandatory rotation of audit firms every 10 years, will be implemented in due course.

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 Depositary. 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 2015 was completed on 23 October 2015 and no significant issues were raised.

Paul McGowan
Chairman of the Audit Committee
29 November 2016

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 of the UK, including Financial Reporting Standard 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" 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 a 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 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 Depositary 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 Depositary pursuant to the terms of the Depositary 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 the Investment Manager are responsible for the maintenance and integrity of the financial information included in 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 and the UCITS Regulations 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 Code also requires Directors to ensure that the financial statements are fair, balanced and understandable and provide the information necessary for shareholder to assess the Company's position and 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 of a comprehensive review, the Directors have concluded that the financial statements for the year ended 31 July 2016 taken as a whole, are fair, balanced and understandable and provide the information necessary for the shareholder to assess the Company's performance, business model and strategy.

Directors' Compliance Statement

In accordance with Section 225 of the Companies Act 2014, the Directors are required to acknowledge that the Company is in compliance with its relevant obligations. The Directors further confirm that, based on the procedures implemented and review process established, they have used all reasonable endeavors to secure the Company's compliance with the following obligations and requirements:

1. A compliance policy has been prepared setting out the Company's procedures (that, in the Directors' opinion, are appropriate to the Company) for ensuring compliance by the Company with its relevant obligations;
2. An adequate structure is in place, that in the Directors' opinion, is designed to secure material compliance with the Company's relevant obligations; and
3. An annual review procedure has been put in place to review the Company's relevant obligation and ensure a structure is in place to comply with these obligations.

On behalf of the Board of Directors

Paul McNaughton
Director

29 November 2016

Paul McGowan
Director

29 November 2016

Directors' Report

The Directors present the financial statements for the year from 1 August 2015 to 31 July 2016.

Review of Business and Future Developments

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 Irish Companies Act 2014 and the European Communities (Undertakings for Collective Investment in Transferable Securities) Regulations 2011 (as amended) (the "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 54 to 76. The Company's corporate governance statement is set out on pages 28 to 33.

Results and Dividends

The results and dividends for the year are set out in the income statement on page 77.

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 July 2016 other than those disclosed in the related party transactions note 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 17 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 pages 26 and 27.

Statement of Directors' Responsibilities

The Statement of Directors' Responsibilities in respect of the financial statements is set out on pages 37 and 38.

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 Directors resolved to close iShares MSCI Chile UCITS ETF and iShares MSCI EM Latin America UCITS ETF (the "Closing Funds") effective 4 December 2015. The Company will continue as a going concern but the financial statements of these Closing Funds have been prepared on a non-going concern basis. The performance, marketability and risks of the Funds are reviewed on a regular basis throughout the year. 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)

Viability Statement

The Code includes a proposal for companies to include a "Viability Statement" addressed to shareholders with the intention of providing an improved and broader assessment of long term solvency and liquidity. The Code does not define "long term" but expects the period to be longer than 12 months with individual companies choosing a period appropriate to the nature of their own business. The Board conducted this review for the period up to the AGM in 2019, being a three year period from the date that this annual report will be approved by Shareholders. The reason the Directors consider three years to be an appropriate period to review is that they do not expect there to be any significant change in the Company's current principal risks and adequacy of the mitigating controls during that period. Furthermore, the Directors do not envisage any change in the objective of the Company, as disclosed in the Background section of the annual report and audited financial statements, or any other events that would prevent the Company from continuing to operate over that period as the Company's assets are sufficiently liquid and the Company intends to continue to operate as an investment company. This period has been chosen, as a period longer than three years creates a level of future uncertainty for which a Viability Statement cannot, in the Directors' view, be made meaningfully. In making this assessment the Board has considered the following factors:

- the Company's principal risks as set out in the Risk section of the financial statements;
- the ongoing relevance of the Company's objective in the current environment; and
- the level of investor demand for the sub-funds offered by the Company.

The Board has also considered a number of financial metrics in its assessment, including:

- the level of ongoing charges, both current and historic;
- the level of capital activity, both current and historic;
- the level of income generated;
- the liquidity, tracking error and tracking difference of each Fund.

The Board has concluded that the Company would be able to meet its ongoing operating costs as they fall due as a consequence of:

- a diverse product offering that meets the needs of investors
- overheads which comprise a small percentage of net assets.

Based on the results of their analysis, the Directors have a reasonable expectation that the Company will be able to continue in operation and meet its liabilities as they fall due over the period of their assessment.

Independent Auditors

So far as the Directors are aware, there is no relevant audit information of which the Company's auditors are unaware. The Directors have taken all the steps that should have been taken as Directors in order to make themselves aware of any relevant audit information and to establish that the Company's auditors are aware of that information.

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

29 November 2016

Paul McGowan
Director

29 November 2016

Statement of the Depositary's Responsibilities

As outlined in Part 5 of the UCITS Regulations, the Depositary 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 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 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 Depositary'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 Depositary's report shall state whether, in the Depositary'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 Depositary by the Memorandum and Articles of Association and by the CBI; and

   ii) Otherwise in accordance with the provisions of the Memorandum and Articles of Association.

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

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

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

Depositary's report to the shareholders

We have enquired into the conduct of iShares VII plc ('the Company') for the year ended 31 July 2016, in our capacity as Depositary 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 Regulation 34, (1), (3) and (4) in Part 5 of the UCITS Regulations, 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 Depositary

Our duties and responsibilities are outlined in Regulation 34, (1), (3) and (4) in Part 5 of the UCITS Regulations. 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 Depositary must state why this is the case and outline the steps which we have taken to rectify the situation.

Basis of Depositary opinion

The Depositary conducts such reviews as it, in its reasonable opinion, considers necessary in order to comply with its duties as outlined in Regulation 34, (1), (3) and (4) in Part 5 of the UCITS Regulations 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 the Company's Memorandum and Articles of Association and the UCITS 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 and Articles of Association, the UCITS Regulations and the Central Bank (Supervision and Enforcement) Act 2013 (Section 48(1)) (Undertakings for Collective Investment in Transferable Securities) Regulations 2015 ('the Central Bank UCITS Regulations'); and

(ii) otherwise in accordance with the provisions of the Memorandum and Articles of Association, the UCITS Regulations and the Central Bank UCITS Regulations

For and on behalf of

_____

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

29 November 2016

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

Report on the financial statements

Our opinion

In our opinion iShares VII plc's financial statements (the "financial statements"):

- give a true and fair view of the Company's and Funds' (as detailed on pages 1 and 2) assets, liabilities and financial position as at 31 July 2016 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, included within the Annual Report and Audited Financial Statements, comprise:

- the Company and Funds' Balance sheets as at 31 July 2016;
- 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 July 2016;
- the Financial instruments and risks which are presented separately and are an integral part of the notes to the financial statements;
- the Basis of preparation, Accounting policies and Glossary; 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), including Financial Reporting Standard 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland".

Our audit approach

Overview

Materiality

- Overall materiality: 50 basis points of Net Asset Value ("NAV") at 31 July 2016 for each of the Company's Funds, except for the terminated funds (as detailed on page 5) where 50 basis points of average NAV during the year was used.

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.

PricewaterhouseCoopers, One Spencer Dock, North Wall Quay, Dublin 1, Ireland, I.D.E. Box No. 137
T: +353 (0) 1 792 6000, F: +353 (0) 1 792 6200, www.pwc.com/ie

Chartered Accountants

Independent Auditors' report to the members of iShares VII 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 in order to provide an opinion on the financial statements as a whole. This is not a complete list of all risks identified by our audit.

Area of focus	*How our audit addressed the area of focus*
Existence of financial assets at fair value through profit or loss 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 July 2016. We focused on this area because it represents the principal element of the financial statements.	We obtained independent confirmation from the Depositary of the investment portfolio held at 31 July 2016, agreeing the amounts held to the accounting records.
Valuation of financial assets at fair value through profit or loss The financial assets at fair value through profit or loss included in the Balance Sheet of each Fund at 31 July 2016 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 30 Funds in operation and 2 Funds closed during the year. 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 32 Funds.

The Directors control the affairs of the Company and are responsible for the overall investment policy which is determined by them. The Company engages the Manager to manage certain duties and responsibilities with regards to the day to day management of the Company.

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 "Depositary") to act as Depositary 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.

PricewaterhouseCoopers, One Spencer Dock, North Wall Quay, Dublin 1, Ireland, I.D.E. Box No. 137
T: +353 (0) 1 792 6000, F: +353 (0) 1 792 6200, www.pwc.com/ie

Chartered Accountants

Independent Auditors' report to the members of iShares VII 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 (2015: 50 basis points) of Net Asset Value ("NAV") at the year end for each of the Company's Funds, except for the terminated funds (as detailed on page 5) where 50 basis points of average NAV during the year was used.
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.

We agreed with the Audit Committee that we would report to them misstatements identified during our audit above 5 basis points (2015: 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.

Going concern

The Directors have chosen to voluntarily report on how they have applied the UK Corporate Governance Code (the "Code") and have voluntarily complied with Listing Rule 9.8.6(R)(3)(a) of the Financial Conduct Authority and provided a statement in relation to going concern, set out on page 39, as if the Company were a premium listed company on the London Stock Exchange.

The directors have requested that we review the statement on going concern as if the company were a premium listed company. We have nothing to report having performed our review.

Under ISAs (UK & Ireland) we are required to report to you if we have anything material to add or to draw attention to in relation to the Directors' statement about whether they considered it appropriate to adopt the going concern basis in preparing the financial statements and their identification of any material uncertainties. We have nothing material to add or to draw attention to.

As noted in the Directors' statement, the Directors have concluded that it is appropriate to adopt the going concern basis in preparing the financial statements. The going concern basis presumes that the Company has adequate resources to remain in operation, and that the Directors intend it to do so, for at least one year from the date the financial statements were signed. As part of our audit we have concluded that the Directors' use of the going concern basis is appropriate. However, because not all future events or conditions can be predicted, these statements are not a guarantee as to the Company's ability to continue as a going concern.

Other required reporting

Consistency of other information

Companies Act 2014 opinion

In our opinion, the Directors' Report is consistent with the financial statements.

ISAs (UK & Ireland) reporting

As a result of the Directors' voluntary reporting on how they have applied the Code, under ISAs (UK & Ireland) we are required to report to you if, in our opinion:

▸ information in the Annual Report is: – 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.	We have no exceptions to report arising from this responsibility.

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

ISAs (UK & Ireland) reporting (continued)

▸ the statement given by the Directors on page 38, 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's and Funds' position and performance, business model and strategy is materially inconsistent with our knowledge of the Company acquired in the course of performing our audit.	We have no exceptions to report arising from this responsibility.
▸ the section of the Annual Report on pages 34 and 35, 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.	We have no exceptions to report arising from this responsibility.

The Directors' assessment of the prospects of the Company and the principal risks that would threaten the solvency or liquidity of the Company

As a result of the Directors' voluntary reporting on how they have applied the Code, under ISAs (UK & Ireland) we are required to report to you if we have anything material to add or to draw attention to in relation to:

▸ the Directors confirmation on page 32 of the Annual Report in accordance with provision C.2.1 of the Code, that they have carried out a robust assessment of the principal risks facing the Company, including those that would threaten its business model, future performance, solvency and liquidity.	We have nothing material to add or to draw attention to.
▸ the disclosures in the Annual Report that describe those risks and explain how they are being managed or mitigated.	We have nothing material to add or to draw attention to.
▸ the Directors' explanation on page 40 of the Annual Report, in accordance with provision C.2.2 of the Code, as to how they have assessed the prospects of the Company, over what period they have done so and why they consider that period to be appropriate, and a statement as to whether they have a reasonable expectation that the Company will be able to continue in operation and meet its liabilities as they fall due over the period of their assessment, including any related disclosures drawing attention to any necessary qualifications or assumptions.	We have nothing material to add or to draw attention to.

Directors' remuneration and transactions

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.

Corporate governance statement

- In our opinion, based on the work undertaken in the course of our audit of the financial statements, the description of the main features of the internal control and risk management systems in relation to the financial reporting process included in the Corporate Governance Statement, is consistent with the financial statements and has been prepared in accordance with section 1373(2)(c) of the Companies Act 2014.
- Based on our knowledge and understanding of the Company and its environment, obtained in the course of our audit of the financial statements, we have not identified material misstatements in the description of the main features of the internal control and risk management systems in relation to the financial reporting process included in the Corporate Governance Statement.
- In our opinion, based on the work undertaken during the course of our audit of the financial statements, the information required by section 1373 (2)(a),(b),(e) and (f) is contained in the Corporate Governance Statement.

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.

PricewaterhouseCoopers, One Spencer Dock, North Wall Quay, Dublin 1, Ireland, I.D.E. Box No. 137
T: +353 (0) 1 792 6000, F: +353 (0) 1 792 6200, www.pwc.com/ie

Chartered Accountants

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

Other voluntary reporting

Matters on which we have agreed to report by exception

The Directors have chosen to voluntarily report how they have applied the Code as if the Company were a premium listed company.

The Directors have requested that we review the statement that they have carried out a robust assessment of the principal risks facing the Company and the statement in relation to the longer term viability of the Company, as if the Company were a premium listed company. Our review was substantially less in scope than an audit and only consisted of making inquiries and considering the Directors' process supporting their statements; checking that the statements are in alignment with the relevant provisions of the Code; and considering whether the statements are consistent with the knowledge acquired by us in the course of performing our audit. We have nothing to report having performed our review.

The Directors have also requested that we review the parts of the Corporate Governance Statement relating to ten further provisions of the Code specified for auditor review by the Listing Rules of the Financial Conduct Authority as if the Company were a premium listed company. We have nothing to report having performed our review.

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 37 and 38, 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.

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.

PricewaterhouseCoopers, One Spencer Dock, North Wall Quay, Dublin 1, Ireland, I.D.E. Box No. 137
T: +353 (0) 1 792 6000, F: +353 (0) 1 792 6200, www.pwc.com/ie

Chartered Accountants

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

What an audit of financial statements involves (continued)

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.

Marie O'Connor
for and on behalf of PricewaterhouseCoopers
Chartered Accountants and Statutory Audit Firm
Dublin
Ireland
29 November 2016

The financial statements are published at www.ishares.com. The Directors together with the Manager and Investment Manager are responsible for the maintenance and integrity of the website as far as it relates to iShares funds. The work carried out by the auditors does not involve consideration of the maintenance and integrity of the website and accordingly, the auditors accept no responsibility for any changes that have occurred to the financial statements presented on the website. Legislation in the Republic of Ireland governing the presentation and dissemination of the financial statements may differ from legislation in other jurisdictions.

PricewaterhouseCoopers, One Spencer Dock, North Wall Quay, Dublin 1, Ireland, I.D.E. Box No. 137
T: +353 (0) 1 792 6000, F: +353 (0) 1 792 6200, www.pwc.com/ie

Chartered Accountants

Basis of preparation

The financial statements have been prepared for the year ended 31 July 2016.

Statement of compliance

The financial statements are prepared in accordance with accounting standards generally accepted in Ireland including Financial Reporting Standard ("FRS") 102, the financial reporting standard applicable in the UK and Republic of Ireland for the first time and Irish statute comprising the Companies Act 2014 and the provisions of the UCITS Regulations. Accounting standards generally accepted in Ireland in preparing financial statements which present a true and fair view are promulgated by the Institute of Chartered Accountants in Ireland (the "Institute") and issued by the Financial Reporting Council ("FRC"). Due to the special nature of the Company's business, the Directors have adapted the arrangement and headings and sub-headings of the financial statements otherwise required by Schedule 3 to the Companies Act 2014.

The Company has availed of the exemption available to open ended investment funds that hold a substantial proportion of highly liquid and fair valued investments under Section 7 of FRS 102 and is not presenting cash flow statements.

The information required by FRS 102 to be included in a statement of comprehensive income is contained in the income statement of each Fund.

Transition to FRS102

In 2012, 2013 and 2014 the 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.

From 1 August 2015, the Directors resolved to adopt and prepare the financial statements in accordance with Financial Reporting Standard ("FRS") 102; the Financial Reporting Standard applicable in the UK and Republic of Ireland ("FRS102").

The date of transition to the new accounting framework is 1 August 2014 and accordingly the comparative amounts presented for the year ended 31 July 2015 are based on the Company's financial statements for that year after adjustment for the transition to FRS 102.

The transition to FRS 102 has not resulted in any change to the financial position, financial performance or profit and loss amounts of the Company to that previously reported and presented in the financial statements as at 31 July 2015. The measurement basis to determine the Company's financial position and performance in the current year is the same as that reported under the previous financial reporting framework at and for the year ended 31 July 2015.

There is no difference in the profit or loss determined in accordance with the previous financial reporting framework for the latest period in the Company's/Fund's most recent annual financial statements to its profit or loss determined in accordance with FRS 102 for the same period.

The accounting policies applied in preparing these financial statements under FRS 102 are consistent with the accounting policies applied, except where noted, in preparing the prior year financial statements under the previous accounting framework.

Fair value measurement and recognition

On initial application of FRS 102, in accounting for its financial instruments a reporting entity is required to apply either a) the full provisions of section 11 "Basic Financial Instruments" and section 12 "Other Financial Instruments" of FRS 102, b) the recognition and measurement provisions of IAS 39 Financial Instruments: Recognition and Measurement and only the disclosure requirements of Sections 11 and 12 of FRS 102; or c) the recognition and measurement provisions of IFRS 9 Financial Instruments and/or IAS 39 (as amended following the publication of IFRS 9) and only the disclosure requirements of Sections 11 and 12 of FRS 102. The Company has chosen to implement the recognition and measurement provisions of IAS 39 and only the disclosure requirements of Sections 11 and 12 of FRS 102 as they relate to financial instruments.

Fair value disclosures

The requirement for the Company to measure financial instruments at fair value and estimation of that fair value has not changed with the adoption of FRS 102. Amendment to FRS 102 "Fair value hierarchy disclosures" effective for annual periods beginning on or after 1 January 2017 has been early adopted. This amendment improves the consistency of fair value disclosures for financial instruments with those required by EU adopted IFRS.

Basis of measurement

The financial statements are 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, with the exception of the financial statements of the Funds which have been prepared on a non-going concern basis. The Company will continue as a going concern and the financial statements of all other Funds have been prepared on a going concern basis.

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

Basis of preparation (continued)

Basis of measurement (continued)
All references to net assets throughout this document refer to net assets attributable to redeemable participating shareholders unless otherwise stated.

Functional and presentation currency
The presentation currency of the Company's financial statements is Euro. Foreign currency items included in the Funds' financial statements are measured in the Funds' functional currency which is shown in the table below.

Fund	Currency
iShares $ Treasury Bond 1-3yr UCITS ETF (Acc)	$
iShares $ Treasury Bond 3-7yr UCITS ETF (Acc)	$
iShares $ Treasury Bond 7-10yr UCITS ETF (Acc)	$
iShares Core EURO STOXX 50 UCITS ETF	€
iShares Core MSCI Pacific ex Japan UCITS ETF	$
iShares Core S&P 500 UCITS ETF	$
iShares Dow Jones Industrial Average UCITS ETF	$
iShares Euro Government Bond 1-3yr UCITS ETF (Acc)	€
iShares Euro Government Bond 3-7yr UCITS ETF (Acc)	€
iShares Euro Government Bond 7-10yr UCITS ETF (Acc)	€
iShares FTSE 100 UCITS ETF (Acc)	£
iShares FTSE MIB UCITS ETF (Acc)	€
iShares MSCI Brazil UCITS ETF (Acc)	$
iShares MSCI Canada UCITS ETF	$
iShares MSCI EM Asia UCITS ETF	$
iShares MSCI EMU CHF Hedged UCITS ETF	Fr
iShares MSCI EMU Small Cap UCITS ETF	€
iShares MSCI EMU UCITS ETF	€
iShares MSCI EMU USD Hedged UCITS ETF	$
iShares MSCI Japan UCITS ETF (Acc)	$
iShares MSCI Korea UCITS ETF (Acc)	$
iShares MSCI Mexico Capped UCITS ETF	$
iShares MSCI Russia ADR/GDR UCITS ETF	$
iShares MSCI UK Large Cap UCITS ETF	£
iShares MSCI UK Small Cap UCITS ETF	£
iShares MSCI UK UCITS ETF	£
iShares MSCI USA Small Cap UCITS ETF	$
iShares MSCI USA UCITS ETF	$
iShares NASDAQ 100 UCITS ETF	$
iShares Nikkei 225 UCITS ETF	¥

The presentation currency of the Funds' financial statements is the same as the functional currency.

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 Funds.

Critical accounting estimates and judgements
The preparation of financial statements in conformity with FRS 102 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. Management also makes estimates and assumptions concerning the future.

The resulting accounting estimates will, by definition, seldom equal the actual results. Actual results may differ from these estimates and these differences could be material. The estimates and assumptions that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities predominantly relate to the fair value of financial instruments, as discussed in the accounting policies.

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

Accounting policies*

The significant accounting policies adopted by the Company are:

a) Investments

Classification of investments

The Company classifies its investments as financial assets and financial liabilities at fair value through profit or loss. The category of financial assets and financial liabilities through profit or loss comprises financial instruments (equities, warrants, rights, bonds, forward currency contracts and futures contracts), 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.

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.

i) Warrants

Warrants are financial instruments that convey the right, but not the obligation, to engage in a future transaction on an underlying security within a certain time frame. Warrants which are quoted, listed, traded or dealt on a market or exchange are valued based on quoted prices, which, for the purpose of the financial statements are the closing bid-market price as at the year end date, on the relevant market or exchange which is normally the principal market or exchange for such investments.

ii) Financial derivative instruments

The Company's derivatives comprise futures contracts and forward currency contracts and are recognised initially at fair value. Transaction costs are expensed in the income statement. Subsequent to initial recognition they are measured at fair value with changes in fair value recognised in the income statement. Where appropriate, gains and losses from certain financial derivative instruments are included in income or as net gains/(losses) on financial assets/liabilities at fair value through profit or loss in the income statement depending on whether they are used to protect or enhance income or capital.

For further details on the types of derivatives held by the Company at year end please refer to the Glossary.

iii) 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 Manager as at 31 July 2016 and 31 July 2015 is less than 1% of the net asset value of the applicable Funds. Please refer to the *Valuation of financial instruments in section d) of Financial Instruments and risks* for further details.

b) Income/expenses

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) Interest income/expense

Bank, cash equivalents and bond interest income and expense are accrued on a daily basis using the effective interest basis and are disclosed in the income statement as operating income and interest expense respectively.

iii) 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 basis.

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

Accounting policies* (continued)

b) Income/expenses (continued)

iv) 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.

c) 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.

d) Distributions

The shares in the Funds are accumulating and, therefore, it is not intended to distribute dividends to the shareholders. The income and other profits will be accumulated and reinvested on behalf of shareholders. Dividends, if paid on the shares of the Funds, may be paid out of the total income of the relevant Fund net of its expenses. Full details of any change to a Fund's dividend policy will be provided in an updated prospectus or supplement and all shareholders will be notified in advance.

As of 31 July 2016 and 31 July 2015, all of the Funds have adopted UK Reporting Fund Status.

Any dividend amounts which have remained unclaimed for twelve years from the date of its declaration are treated as unclaimed dividend income.

e) 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.

f) Transaction costs

Transaction costs on purchases and sales of financial assets and 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 9 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.

g) Foreign currency

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.

For aggregation purposes, all assets and liabilities for all Funds are translated into the presentation currency of the Company, at the year-end exchange rate. All income, expenses and capital transactions are translated at the average rate.

h) 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.

i) 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.

j) Cash and cash equivalents

Cash in the balance sheet includes deposits held on call with banks.

Cash equivalents includes short-term liquid investments that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value.

Bank overdrafts are classified as liabilities in the balance sheet.

k) Margin cash

Cash balances held as margin with relevant brokers relating to investments in derivatives at the reporting date are included in current assets/liabilities in the balance sheet.

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

Accounting policies* (continued)

l) Collateral

Cash collateral provided by the Company is identified on the balance sheet as pledged cash collateral and is not included as a component of cash and cash equivalents.

Cash collateral provided to the Company by counterparties is identified on the balance sheet as cash collateral payable. The Company may reinvest this cash collateral and the assets purchased are included in financial assets at fair value through profit or loss on the balance sheet.

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 in the efficient portfolio management note.

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

The accounting policy of the Company 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.

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 8 in the financial statements of the Company.

n) Equalisation on distributions

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 shares during the accounting period.

There were no distributions paid or declared during the years ended 31 July 2016 and 31 July 2015.

o) Comparative period

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

p) Segmental reporting

An operating segment is a component of the Company that engages in business activities from which it may earn revenues and incur expenses, including revenues and expenses that relates to transactions with any of the Company's other components, whose operating results are reviewed regularly to make decisions about resources allocated to the segment and assess its performance, and for which discrete financial information is available. Segment results that are reported include items directly attributable to a segment as well as those that can be allocated on a reasonable basis.

It is considered that each Fund is an operating segment which is investing in line with its investment objective. The segment information provided to the Investment Manager is the same as that disclosed in the income statement and balance sheet for each Fund.

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

Financial instruments and risks*

Introduction and overview

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.

Risk management framework

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 Directors reserve to themselves 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 Directors have delegated the responsibility of the daily risk management to key risk management personnel of the Manager.

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, warrants, rights, government bonds, futures contracts and forward currency 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 Risk and Quantitative Analysis Group ("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 an adjusted historical simulation model with a confidence level of 99%, a holding period of one day and a historical observation period of not less than one year (250 days). A VaR number is defined at a specified probability and a specified time horizon. A 99% one day VaR means that the expectation is that 99% of the time over a one day period the Fund will lose no more than this number in percentage terms. Therefore, higher VaR numbers indicate higher risk.

During the year the VaR model used by RQA changed from a parametric model to an adjusted historical simulation model to more appropriately measure the Funds exposure to market risk. The previous model used a holding period of 1 month (20 days). The comparative VaR as of 31 July 2015 has been updated in line with the new model.

It is noted that the use of VaR methodology has limitations, namely assumptions 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 Funds' one day VaR as at 31 July 2016 and 31 July 2015 based on a 99% confidence level is outlined in the table below:

Fund	31 July 2016 %	31 July 2015 %
iShares $ Treasury Bond 1-3yr UCITS ETF (Acc)	0.16	0.14
iShares $ Treasury Bond 3-7yr UCITS ETF (Acc)	0.50	0.57
iShares $ Treasury Bond 7-10yr UCITS ETF (Acc)	0.92	1.08
iShares Core EURO STOXX 50 UCITS ETF	4.20	3.89
iShares Core MSCI Pacific ex Japan UCITS ETF	2.91	2.66
iShares Core S&P 500 UCITS ETF	2.51	2.10
iShares Dow Jones Industrial Average UCITS ETF	2.27	2.07
iShares Euro Government Bond 1-3yr UCITS ETF (Acc)	0.11	0.12
iShares Euro Government Bond 3-7yr UCITS ETF (Acc)	0.25	0.41
iShares Euro Government Bond 7-10yr UCITS ETF (Acc)	0.62	1.00
iShares FTSE 100 UCITS ETF (Acc)	3.24	2.46
iShares FTSE MIB UCITS ETF (Acc)	6.31	4.71

* 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)

Fund	31 July 2016 %	31 July 2015 %
iShares MSCI Brazil UCITS ETF (Acc)	5.69	4.90
iShares MSCI Canada UCITS ETF	3.29	2.57
iShares MSCI EM Asia UCITS ETF	2.70	2.64
iShares MSCI EMU CHF Hedged UCITS ETF**	3.95	3.47
iShares MSCI EMU Small Cap UCITS ETF	3.73	2.89
iShares MSCI EMU UCITS ETF	3.94	3.48
iShares MSCI EMU USD Hedged UCITS ETF**	3.94	3.48
iShares MSCI Japan UCITS ETF (Acc)	3.97	2.31
iShares MSCI Korea UCITS ETF (Acc)	3.51	2.56
iShares MSCI Mexico Capped UCITS ETF	4.13	3.23
iShares MSCI Russia ADR/GDR UCITS ETF	4.54	5.25
iShares MSCI UK Large Cap UCITS ETF	3.08	2.49
iShares MSCI UK Small Cap UCITS ETF	4.71	2.02
iShares MSCI UK UCITS ETF	3.23	2.44
iShares MSCI USA Small Cap UCITS ETF	3.04	2.02
iShares MSCI USA UCITS ETF	2.51	2.07
iShares NASDAQ 100 UCITS ETF	2.82	2.40
iShares Nikkei 225 UCITS ETF	5.30	2.79

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

i) Market risk arising from foreign currency risk

Exposure to 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.

The Funds with the exception of the Currency Hedged Funds (as listed in the background section), in line with their benchmarks, are unhedged and are therefore exposed to foreign currency risk.

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 may also invest in forward currency contracts and thus gain further exposure to foreign currency risk.

The tables below outline the exposure to foreign currency risk as at 31 July 2016 and 31 July 2015:

31 July 2016

Foreign currency exposure	Gross foreign currency exposure	Forward currency contracts	Net foreign currency exposure	% of Net Assets
iShares Core MSCI Pacific ex Japan UCITS ETF	**$'000**	**$'000**	**$'000**	
AUD	254,813	-	254,813	60.45
HKD	108,089	-	108,089	25.65
NZD	6,821	-	6,821	1.62
SGD	43,778	-	43,778	10.39
Total exposure to foreign currencies	**413,501**	**-**	**413,501**	**98.11**
iShares MSCI Brazil UCITS ETF (Acc)	**$'000**	**$'000**	**$'000**	
BRL	26,447	-	26,447	99.72
Total exposure to foreign currencies	**26,447**	**-**	**26,447**	**99.72**
iShares MSCI Canada UCITS ETF	**$'000**	**$'000**	**$'000**	
CAD	627,986	-	627,986	100.11
GBP	2	-	2	0.00
Total exposure to foreign currencies	**627,988**	**-**	**627,988**	**100.11**

* 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 July 2016

Foreign currency exposure	Gross foreign currency exposure	Forward currency contracts	Net foreign currency exposure	% of Net Assets
iShares MSCI EM Asia UCITS ETF	$'000	$'000	$'000	
CNY	13	-	13	0.01
GBP	3	-	3	0.00
HKD	53,474	-	53,474	28.84
IDR	7,140	-	7,140	3.85
INR	18,361	-	18,361	9.90
KRW	38,361	-	38,361	20.69
MYR	7,285	-	7,285	3.93
PHP	4,036	-	4,036	2.18
THB	6,007	-	6,007	3.24
TWD	32,208	-	32,208	17.37
Total exposure to foreign currencies	166,888	-	166,888	90.01
iShares MSCI EMU CHF Hedged UCITS ETF	Fr'000	Fr'000	Fr'000	
EUR	34,295	(33,912)	383	1.11
USD	296	(291)	5	0.01
Total exposure to foreign currencies	34,591	(34,203)	388	1.12
iShares MSCI EMU USD Hedged UCITS ETF	$'000	$'000	$'000	
EUR	45,807	(45,910)	(103)	(0.22)
Total exposure to foreign currencies	45,807	(45,910)	(103)	(0.22)
iShares MSCI Japan UCITS ETF (Acc)	$'000	$'000	$'000	%
JPY	472,950	-	472,950	99.85
Total exposure to foreign currencies	472,950	-	472,950	99.85
iShares MSCI Korea UCITS ETF (Acc)	$'000	$'000	$'000	
GBP	7	-	7	0.02
KRW	44,057	-	44,057	99.69
Total exposure to foreign currencies	44,064	-	44,064	99.71
iShares MSCI Mexico Capped UCITS ETF	$'000	$'000	$'000	
MXN	65,806	-	65,806	99.95
Total exposure to foreign currencies	65,806	-	65,806	99.95

For Funds not included in the tables above, their financial assets and financial liabilities are denominated mainly in their respective functional currencies and therefore are unlikely to be materially exposed to foreign currency 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)

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

31 July 2015

Foreign currency exposure	Gross foreign currency exposure	Forward currency contracts	Net foreign currency exposure	% of Net Assets
iShares Core MSCI Pacific ex Japan UCITS ETF	$'000	$'000	$'000	
AUD	86,218	-	86,218	59.32
GBP	2	-	2	0.00
HKD	40,164	-	40,164	27.63
NZD	1,644	-	1,644	1.13
SGD	16,568	-	16,568	11.40
Total exposure to foreign currencies	144,596	-	144,596	99.48
iShares MSCI Brazil UCITS ETF (Acc)	$'000	$'000	$'000	
BRL	89,807	-	89,807	99.46
Total exposure to foreign currencies	89,807	-	89,807	99.46
iShares MSCI Canada UCITS ETF**	$'000	$'000	$'000	
CAD	544,627	-	544,627	99.85
Total exposure to foreign currencies	544,627	-	544,627	99.85
iShares MSCI Chile UCITS ETF	$'000	$'000	$'000	
CLP	16,538	-	16,538	98.85
Total exposure to foreign currencies	16,538	-	16,538	98.85
iShares MSCI EM Asia UCITS ETF	$'000	$'000	$'000	
HKD	68,399	-	68,399	35.47
IDR	6,756	-	6,756	3.50
INR	15,723	-	15,723	8.15
KRW	40,333	-	40,333	20.92
MYR	9,763	-	9,763	5.06
PHP	4,033	-	4,033	2.09
THB	6,374	-	6,374	3.30
TWD	36,489	-	36,489	18.92
Total exposure to foreign currencies	187,870	-	187,870	97.41
iShares MSCI EM Latin America UCITS ETF (Acc)	$'000	$'000	$'000	
BRL	4,408	-	4,408	50.66
CLP	755	-	755	8.68
COP	340	-	340	3.91
MXN	2,917	-	2,917	33.53
Total exposure to foreign currencies	8,420	-	8,420	96.78

** Effective from 1 August 2014 the base currency changed from Canadian Dollar to United States Dollar.

* 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 foreign currency risk (continued)

31 July 2015

Foreign currency exposure	Gross foreign currency exposure	Forward currency contracts	Net foreign currency exposure	% of Net Assets
iShares MSCI EMU CHF Hedged UCITS ETF	Fr'000	Fr'000	Fr'000	
EUR	15,012	(15,028)	(16)	(0.11)
Total exposure to foreign currencies	15,012	(15,028)	(16)	(0.11)
iShares MSCI EMU USD Hedged UCITS ETF	$'000	$'000	$'000	
EUR	5,110	(5,157)	(47)	(0.91)
Total exposure to foreign currencies	5,110	(5,157)	(47)	(0.91)
iShares MSCI Japan UCITS ETF (Acc)	$'000	$'000	$'000	
JPY	935,122	-	935,122	106.01
Total exposure to foreign currencies	935,122	-	935,122	106.01
iShares MSCI Korea UCITS ETF (Acc)	$'000	$'000	$'000	
KRW	48,127	-	48,127	99.82
Total exposure to foreign currencies	48,127	-	48,127	99.82
iShares MSCI Mexico Capped UCITS ETF	$'000	$'000	$'000	
MXN	86,218	-	86,218	99.98
Total exposure to foreign currencies	86,218	-	86,218	99.98

For Funds not included in the tables above, their financial assets and financial liabilities are denominated mainly in their respective functional currencies and therefore are unlikely to be materially exposed to foreign currency risk.

Management of foreign currency risk

To minimise this risk, the Funds, iShares MSCI EMU CHF Hedged UCITS ETF and iShares MSCI EMU USD Hedged UCITS ETF (collectively the "Currency Hedged Funds"), invest in forward foreign exchange contracts that as far as possible track the hedging methodology of the benchmark index.

The benchmark indices of the Currency Hedged Funds (as listed in the background section) are designed to represent a close approximation of the return that can be achieved by hedging the currency exposures of the index in the one month forward market at the end of each month.

Exchange rate exposures are managed where appropriate and in compliance with the prospectus utilising forward currency contracts. The details of the contracts in place at the year-end date are disclosed in the schedules of investments.

ii) Market risk arising from other price risk

Exposure to 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, warrants, rights, bonds, futures contract and forward currency 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.

* 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 other price risk (continued)

Exposure to other price risk (continued)

Management of other price risk

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 Fund's performance against the benchmark is a metric monitored by key management personnel.

iii) Market risk arising from interest rate risk

Exposure to 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.

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

Management of interest rate risk

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 interest rate risk profile of the Funds as at 31 July 2016 and 31 July 2015 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 July 2016

Exposure to interest rate risk	Floating interest rate	Fixed interest rate	Non-interest bearing**	Total
iShares $ Treasury Bond 1-3yr UCITS ETF (Acc)	$'000	$'000	$'000	$'000
Short term financial assets	166	4,065	193	4,424
Long term financial assets	-	69,910	-	69,910
Short term financial liabilities	-	-	(11)	(11)
Net asset value	166	73,975	182	74,323
iShares $ Treasury Bond 3-7yr UCITS ETF (Acc)	$'000	$'000	$'000	$'000
Short term financial assets	1,281	-	4,364	5,645
Long term financial assets	-	715,691	-	715,691
Short term financial liabilities	-	-	(114)	(114)
Net asset value	1,281	715,691	4,250	721,222
iShares $ Treasury Bond 7-10yr UCITS ETF (Acc)	$'000	$'000	$'000	$'000
Short term financial assets	302	-	933	1,235
Long term financial assets	-	124,278	-	124,278
Short term financial liabilities	-	-	(17)	(17)
Net asset value	302	124,278	916	125,496

** The non-interest bearing category includes receivables and payables at year end.

* 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 July 2016

Exposure to interest rate risk	Floating interest rate	Fixed interest rate	Non-interest bearing**	Total
iShares Euro Government Bond 1-3yr UCITS ETF (Acc)	**€'000**	**€'000**	**€'000**	**€'000**
Short term financial assets	96	-	11,851	11,947
Long term financial assets	-	88,034	-	88,034
Short term financial liabilities	-	-	(14,310)	(14,310)
Net asset value	**96**	**88,034**	**(2,459)**	**85,671**
iShares Euro Government Bond 3-7yr UCITS ETF (Acc)	**€'000**	**€'000**	**€'000**	**€'000**
Short term financial assets	483	-	2,332	2,815
Long term financial assets	-	210,221	-	210,221
Short term financial liabilities	-	-	(33)	(33)
Net asset value	**483**	**210,221**	**2,299**	**213,003**
iShares Euro Government Bond 7-10yr UCITS ETF (Acc)	**€'000**	**€'000**	**€'000**	**€'000**
Short term financial assets	72	-	399	471
Long term financial assets	-	54,703	-	54,703
Short term financial liabilities	-	-	(9)	(9)
Net asset value	**72**	**54,703**	**390**	**55,165**

** The non-interest bearing category includes receivables and payables at year end.

31 July 2015

Exposure to interest rate risk	Floating interest rate	Fixed interest rate	Non-interest bearing**	Total
iShares $ Treasury Bond 1-3yr UCITS ETF (Acc)	**$'000**	**$'000**	**$'000**	**$'000**
Short term financial assets	48	1,263	71	1,382
Long term financial assets	-	36,494	-	36,494
Short term financial liabilities	-	-	(7)	(7)
Net asset value	**48**	**37,757**	**64**	**37,869**
iShares $ Treasury Bond 3-7yr UCITS ETF (Acc)	**$'000**	**$'000**	**$'000**	**$'000**
Short term financial assets	15,228	-	20,405	35,633
Long term financial assets	-	588,165	-	588,165
Short term financial liabilities	-	-	(31,415)	(31,415)
Net asset value	**15,228**	**588,165**	**(11,010)**	**592,383**
iShares $ Treasury Bond 7-10yr UCITS ETF (Acc)	**$'000**	**$'000**	**$'000**	**$'000**
Short term financial assets	24	-	390	414
Long term financial assets	-	50,990	-	50,990
Short term financial liabilities	-	-	(9)	(9)
Net asset value	**24**	**50,990**	**381**	**51,395**

** The non-interest bearing category includes receivables and payables at year end.

* 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 July 2015

Exposure to interest rate risk	Floating interest rate	Fixed interest rate	Non-interest bearing**	Total
iShares Euro Government Bond 1-3yr UCITS ETF (Acc)	**€'000**	**€'000**	**€'000**	**€'000**
Short term financial assets	418	-	9,610	10,028
Long term financial assets	-	86,726	-	86,726
Short term financial liabilities	-	-	(9,757)	(9,757)
Net asset value	**418**	**86,726**	**(147)**	**86,997**
iShares Euro Government Bond 3-7yr UCITS ETF (Acc)	**€'000**	**€'000**	**€'000**	**€'000**
Short term financial assets	909	-	1,807	2,716
Long term financial assets	-	154,794	-	154,794
Short term financial liabilities	-	-	(26)	(26)
Net asset value	**909**	**154,794**	**1,781**	**157,484**
iShares Euro Government Bond 7-10yr UCITS ETF (Acc)	**€'000**	**€'000**	**€'000**	**€'000**
Short term financial assets	104	-	366	470
Long term financial assets	-	39,489	-	39,489
Short term financial liabilities	-	-	(6)	(6)
Net asset value	**104**	**39,489**	**360**	**39,953**

** The non-interest bearing category includes receivables and payables at year end.

Brexit

In a United Kingdom ("UK") referendum held on 23 June 2016, the electorate of the UK resolved to leave the European Union. The result has led to political and economic instability, volatility in the financial markets of the UK and more broadly across Europe. It may also lead to weakening in consumer, corporate and financial confidence in such markets as the UK negotiates its exit from the European Union. The longer term process to implement the political, economic and legal framework between the UK and the European Union is likely to lead to continuing uncertainty and periods of exacerbated volatility in both the UK and in wider European markets. In particular, the decision made in the referendum may lead to a call for similar referendums in other European jurisdictions which may also cause increased economic volatility in wider European and global markets.
The result of this referendum does not change how the Funds' portfolios are managed however the mid to long term uncertainty may have an adverse effect on the economy generally and therefore impact on the ability of a Fund to execute on its strategy and it may also result in increased costs to a Fund. For further details on the possible impact of the results of the referendum please refer to the Investment Manager's report.

b) Counterparty credit risk

Exposure to counterparty credit risk

Counterparty credit risk is the risk that one party to a financial instrument will cause a financial loss for the other party by failing to discharge an obligation.

The Funds are exposed to counterparty credit risk from the parties with which they trade and will bear the risk of settlement default.

Management of counterparty credit risk

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 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

Management of counterparty credit risk (continued)
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.

There were no past due or impaired assets as at 31 July 2016 and 31 July 2015.

i) Exchange traded financial derivative instruments

The Funds' holdings in futures contracts expose the Funds to counterparty credit risk.

Management of counterparty credit risk related to futures contracts
The exposure is limited by trading the contracts through a clearing house. The Funds' 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 Funds' exposure to 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 counterparties for futures contracts are Morgan Stanley & Co. International Plc and Credit Suisse AG.

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 from the Fund's clearing brokers and the futures contracts counterparties.

ii) Over-the-Counter ("OTC") financial derivative instruments

The Funds' holdings in forward currency contracts also expose the Funds to counterparty credit risk.

The Funds' maximum exposure to counterparty credit risk from holding forward currency contracts will be equal to the notional amount of the currency and any net unrealised gains as disclosed in the schedules of investments.

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 credit risk of the counterparty.

Management of counterparty credit risk related to OTC Financial Derivative Instruments
Forward currency contracts do not require variation margins and thus the counterparty credit risk is monitored through the BlackRock RQA Counterparty & Concentration Risk Team who monitor the creditworthiness of the counterparty. The counterparties for forward currency contracts are disclosed in the schedules of investments. The lowest credit ratings of any one counterparty is AA- (31 July 2015: AA-) (Standard and Poor's rating).

iii) Depositary

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

The Depositary 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 will be exposed to the counterparty credit risk of the Sub-Custodian or those depositaries. 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.

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

* 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)

iii) Depositary (continued)

The long term credit rating of the parent company of the Depositary and Sub-Custodian, State Street Corporation, as at 31July 2016, is A (31July 2015: A+) (Standard and Poor's rating).

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 fund for example Institutional Cash Series Plc ("ICS") shown as a cash equivalent on the balance sheet.

iv) 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.

Management of counterparty credit risk related to Counterparties

The Funds monitor the credit rating and financial position of the brokers used to further mitigate this risk.

v) Debt securities

Issuer credit risk is the default risk of one of the issuers of any securities held by the Funds. Bonds or other debt securities involve credit risk to the issuer which may be evidenced by the issuer's credit rating. Securities which are subordinated and/or have a lower credit rating are generally considered to have a higher credit risk and a greater possibility of default than more highly rated. A number of the Funds invest into sovereign debt. This exposes the Funds to the risk that the issuer of the bonds may default on interest or principal payments.

Management of counterparty credit risk related to debt securities

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 following tables detail the credit rating profile of the debt securities held by the Funds as at 31 July 2016 and 31 July 2015.

31 July 2016	Currency	Investment grade %	Non-investment grade %	Not rated %	Total %
iShares $ Treasury Bond 1-3yr UCITS ETF (Acc)	$	99.54	-	-	99.54
iShares $ Treasury Bond 3-7yr UCITS ETF (Acc)	$	99.23	-	-	99.23
iShares $ Treasury Bond 7-10yr UCITS ETF (Acc)	$	99.03	-	-	99.03
iShares Euro Government Bond 1-3yr UCITS ETF (Acc)	€	102.75	-	-	102.75
iShares Euro Government Bond 3-7yr UCITS ETF (Acc)	€	98.68	-	-	98.68
iShares Euro Government Bond 7-10yr UCITS ETF (Acc)	€	99.15	-	-	99.15

31 July 2015	Currency	Investment grade %	Non-investment grade %	Not rated %	Total %
iShares $ Treasury Bond 1-3yr UCITS ETF (Acc)	$	99.71	-	-	99.71
iShares $ Treasury Bond 3-7yr UCITS ETF (Acc)	$	99.28	-	-	99.28
iShares $ Treasury Bond 7-10yr UCITS ETF (Acc)	$	99.38	-	-	99.38
iShares Euro Government Bond 1-3yr UCITS ETF (Acc)	€	99.65	-	-	99.65
iShares Euro Government Bond 3-7yr UCITS ETF (Acc)	€	98.27	-	-	98.27
iShares Euro Government Bond 7-10yr UCITS ETF (Acc)	€	98.81	-	-	98.81

There were no unrated securities held on the Funds as at 31 July 2016 and 31 July 2015.

* 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)

vi) Securities lending

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 18 of the notes to the financial statements of the Company.

Management of counterparty credit risk related to securities lending

To mitigate this risk, the Funds receive securities as collateral (financial instruments) equal to a certain percentage of the value of the securities loaned and BlackRock provides the Funds with indemnification against borrower default as disclosed in note 18.

The securities lending borrowers that can receive loaned securities are: Barclays Capital Securities Ltd, Citigroup Global Markets Limited, Goldman Sachs International, HSBC Bank Plc, JP Morgan Securities Plc, Macquarie Bank Limited, Morgan Stanley & Co. International Plc, Skandinaviska Enskilda Banken AB, Socéité Générale, The Bank of Nova Scotia and UBS AG.

vii) Collateral

The Funds engage in activities which may require collateral to be provided to a counterparty ("pledged collateral") or may hold collateral received ("inbound collateral") from a counterparty.

No securities collateral received from a single issuer, in relation to efficient portfolio management and OTC financial derivative instruments, has exceeded 20% of any of the respective Funds' NAV at the period end date.

None of the Funds have been fully collateralised in securities issued or guaranteed by an EU member state at the period end date.

Management of counterparty credit risk related to collateral

The Funds use inbound collateral received from a counterparty to reduce the credit risk associated with any trading activity the Funds have engaged in.

c) Liquidity risk

Exposure to 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 Fund's shareholders may redeem their shares on the close of any daily dealing deadline for cash equal to a proportionate share of the Funds' Net Asset Value. 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.

All derivative and non-derivative financial liabilities of the Funds held at the years ended 31 July 2016 and 31 July 2015 based on contractual maturities, fall due within one month, with the exception of those disclosed in the table below:

As at 31 July 2016

Fund	Currency	1-3 Months '000
iShares FTSE MIB UCITS ETF (Acc)		
- Futures contracts	€	(10)

As at 31 July 2015

Fund	Currency	1-3 Months '000
iShares Dow Jones Industrial Average UCITS ETF		
- Futures contracts	$	(3)
iShares MSCI Brazil UCITS ETF (Acc)		
- Futures contracts	$	(46)
iShares MSCI EM Asia UCITS ETF		
- Futures contracts	$	(131)
iShares MSCI EM Latin America UCITS ETF (Acc)		
- Futures contracts	$	(3)
iShares MSCI EMU CHF Hedged UCITS ETF		
- Forward currency contracts**	Fr	-
- Futures contracts	Fr	(2)
iShares MSCI EMU USD Hedged UCITS ETF		
- Forward currency contracts**	$	-
iShares MSCI Japan UCITS ETF (Acc)		
- Futures contracts	$	(5)
iShares MSCI Korea UCITS ETF (Acc)		
- Futures contracts	$	(5)
iShares MSCI Mexico Capped UCITS ETF		
- Futures contracts	$	(1)
iShares MSCI Russia ADR/GDR UCITS ETF		
- Futures contracts	$	(348)
iShares MSCI USA Small Cap UCITS ETF		
- Futures contracts	$	(16)
iShares NASDAQ 100 UCITS ETF		
- Futures contracts	$	(3)

** Amounts less than 500 are rounded to zero.

All financial liabilities disclosed are based on undiscounted amounts.

* 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)

Exposure to liquidity risk (continued)

Management of liquidity risk

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 redemption 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.

In any event settlement for redemptions will normally be made within fourteen days of the dealing day.

The Funds 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.

d) Valuation of financial instruments

The Funds classify financial instruments measured at fair value using a fair value hierarchy. The fair value hierarchy has the following categories:

Level 1 - Quoted prices for identical instruments in active markets

A financial instrument is regarded as quoted in an active market if quoted prices are readily and regularly available and those prices represent actual and regularly occurring market transactions on an arm's length basis. The Fund does not adjust the quoted price for these instruments.

Level 2 - Valuation techniques using observable inputs

This category includes instruments valued using: quoted 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 OTC 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 determined inputs.

Level 3 - Valuation techniques using significant unobservable inputs

This category includes all instruments where the valuation techniques used include inputs not based on market data and these inputs could have a significant impact on the instrument's valuation.

This category also includes instruments that are valued based on quoted prices for similar instruments where significant entity determined 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 determination of what constitutes 'observable' inputs requires significant judgement by the Investment Manager.

The Investment Manager considers observable inputs 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 table below is an analysis of the Funds' financial assets and liabilities measured at fair value as at 31 July 2016 and 31 July 2015:

31 July 2016

	Level 1	Level 2	Level 3	Total
iShares $ Treasury Bond 1-3yr UCITS ETF (Acc)	$'000	$'000	$'000	$'000
Financial assets at fair value through profit or loss				
- Debt securities	-	73,975	-	73,975
Total	-	73,975	-	73,975

* 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 July 2016

	Level 1	Level 2	Level 3	Total
iShares $ Treasury Bond 3-7yr UCITS ETF (Acc)	**$'000**	**$'000**	**$'000**	**$'000**
Financial assets at fair value through profit or loss				
- Debt securities	-	715,691	-	715,691
Total	**-**	**715,691**	**-**	**715,691**
iShares $ Treasury Bond 7-10yr UCITS ETF (Acc)	**$'000**	**$'000**	**$'000**	**$'000**
Financial assets at fair value through profit or loss				
- Debt securities	-	124,278	-	124,278
Total	**-**	**124,278**	**-**	**124,278**
iShares Core EURO STOXX 50 UCITS ETF	**€'000**	**€'000**	**€'000**	**€'000**
Financial assets at fair value through profit or loss				
- Equity securities	1,609,984	-	-	1,609,984
- Futures contracts	358	-	-	358
Total	**1,610,342**	**-**	**-**	**1,610,342**
iShares Core MSCI Pacific ex Japan UCITS ETF	**$'000**	**$'000**	**$'000**	**$'000**
Financial assets at fair value through profit or loss				
- Equity securities	418,294	1,118	-	419,412
- Futures contracts	58	-	-	58
Total	**418,352**	**1,118**	**-**	**419,470**
Financial liabilities at fair value through profit or loss				
- Futures contracts	(34)	-	-	(34)
Total	**(34)**	**-**	**-**	**(34)**
iShares Core S&P 500 UCITS ETF	**$'000**	**$'000**	**$'000**	**$'000**
Financial assets at fair value through profit or loss				
- Equity securities	15,620,315	-	-	15,620,315
- Futures contracts	7,060	-	-	7,060
Total	**15,627,375**	**-**	**-**	**15,627,375**
iShares Dow Jones Industrial Average UCITS ETF	**$'000**	**$'000**	**$'000**	**$'000**
Financial assets at fair value through profit or loss				
- Equity securities	230,682	-	-	230,682
- Futures contracts	51	-	-	51
Total	**230,733**	**-**	**-**	**230,733**
iShares Euro Government Bond 1-3yr UCITS ETF (Acc)	**€'000**	**€'000**	**€'000**	**€'000**
Financial assets at fair value through profit or loss				
- Debt securities	-	88,034	-	88,034
Total	**-**	**88,034**	**-**	**88,034**

* 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 July 2016

	Level 1	Level 2	Level 3	Total
iShares Euro Government Bond 3-7yr UCITS ETF (Acc)	**€'000**	**€'000**	**€'000**	**€'000**
Financial assets at fair value through profit or loss				
- Debt securities	-	210,221	-	210,221
Total	**-**	**210,221**	**-**	**210,221**
iShares Euro Government Bond 7-10yr UCITS ETF (Acc)	**€'000**	**€'000**	**€'000**	**€'000**
Financial assets at fair value through profit or loss				
- Debt securities	-	54,703	-	54,703
Total	**-**	**54,703**	**-**	**54,703**
iShares FTSE 100 UCITS ETF (Acc)	**£'000**	**£'000**	**£'000**	**£'000**
Financial assets at fair value through profit or loss				
- Equity securities	353,142	-	-	353,142
- Futures contracts	390	-	-	390
Total	**353,532**	**-**	**-**	**353,532**
iShares FTSE MIB UCITS ETF (Acc)	**€'000**	**€'000**	**€'000**	**€'000**
Financial assets at fair value through profit or loss				
- Equity securities	134,274	-	-	134,274
Total	**134,274**	**-**	**-**	**134,274**
Financial liabilities at fair value through profit or loss				
- Futures contracts	(10)	-	-	(10)
Total	**(10)**	**-**	**-**	**(10)**
iShares MSCI Brazil UCITS ETF (Acc)	**$'000**	**$'000**	**$'000**	**$'000**
Financial assets at fair value through profit or loss				
- Equity securities	26,244	-	-	26,244
- Futures contracts	19	-	-	19
Total	**26,263**	**-**	**-**	**26,263**
iShares MSCI Canada UCITS ETF	**$'000**	**$'000**	**$'000**	**$'000**
Financial assets at fair value through profit or loss				
- Equity securities	623,409	-	-	623,409
- Futures contracts	79	-	-	79
Total	**623,488**	**-**	**-**	**623,488**
iShares MSCI EM Asia UCITS ETF	**$'000**	**$'000**	**$'000**	**$'000**
Financial assets at fair value through profit or loss				
- Equity securities^	181,760	-	-	181,760
- Rights	11	-	-	11
- Futures contracts	186	-	-	186
Total	**181,957**	**-**	**-**	**181,957**

^ Level 3 securities which are 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 July 2016

	Level 1	Level 2	Level 3	Total
iShares MSCI EMU CHF Hedged UCITS ETF	**Fr'000**	**Fr'000**	**Fr'000**	**Fr'000**
Financial assets at fair value through profit or loss				
- Equity securities	33,641	7	-	33,648
- Rights	1	-	-	1
- Forward currency contracts	-	28	-	28
- Futures contracts	37	-	-	37
Total	**33,679**	**35**	**-**	**33,714**
Financial liabilities at fair value through profit or loss				
- Forward currency contracts	-	(1)	-	(1)
Total	**-**	**(1)**	**-**	**(1)**
iShares MSCI EMU Small Cap UCITS ETF	**€'000**	**€'000**	**€'000**	**€'000**
Financial assets at fair value through profit or loss				
- Equity securities^	410,061	214	-	410,275
- Futures contracts	163	-	-	163
Total	**410,224**	**214**	**-**	**410,438**
iShares MSCI EMU UCITS ETF	**€'000**	**€'000**	**€'000**	**€'000**
Financial assets at fair value through profit or loss				
- Equity securities^	1,132,835	291	-	1,133,126
- Rights	24	-	-	24
- Futures contracts	594	-	-	594
Total	**1,133,453**	**291**	**-**	**1,133,744**
iShares MSCI EMU USD Hedged UCITS ETF	**$'000**	**$'000**	**$'000**	**$'000**
Financial assets at fair value through profit or loss				
- Equity securities	44,905	10	-	44,915
- Rights	1	-	-	1
- Forward currency contracts	-	24	-	24
- Futures contracts	44	-	-	44
Total	**44,950**	**34**	**-**	**44,984**
Financial liabilities at fair value through profit or loss				
- Forward currency contracts	-	(257)	-	(257)
Total	**-**	**(257)**	**-**	**(257)**
iShares MSCI Japan UCITS ETF (Acc)	**$'000**	**$'000**	**$'000**	**$'000**
Financial assets at fair value through profit or loss				
- Equity securities	471,747	462	-	472,209
- Futures contracts	3	-	-	3
Total	**471,750**	**462**	**-**	**472,212**

^ Level 3 securities which are 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 July 2016

	Level 1	Level 2	Level 3	Total
iShares MSCI Korea UCITS ETF (Acc)	**$'000**	**$'000**	**$'000**	**$'000**
Financial assets at fair value through profit or loss				
- Equity securities	43,901	-	-	43,901
- Futures contracts	6	-	-	6
Total	**43,907**	**-**	**-**	**43,907**
iShares MSCI Mexico Capped UCITS ETF	**$'000**	**$'000**	**$'000**	**$'000**
Financial assets at fair value through profit or loss				
- Equity securities*	65,511	-	-	65,511
- Futures contracts	6	-	-	6
Total	**65,517**	**-**	**-**	**65,517**
iShares MSCI Russia ADR/GDR UCITS ETF	**$'000**	**$'000**	**$'000**	**$'000**
Financial assets at fair value through profit or loss				
- Equity securities	161,381	-	-	161,381
- Futures contracts	195	-	-	195
Total	**161,576**	**-**	**-**	**161,576**
iShares MSCI UK Large Cap UCITS ETF	**£'000**	**£'000**	**£'000**	**£'000**
Financial assets at fair value through profit or loss				
- Equity securities	10,534	-	-	10,534
- Futures contracts	8	-	-	8
Total	**10,542**	**-**	**-**	**10,542**
iShares MSCI UK Small Cap UCITS ETF	**£'000**	**£'000**	**£'000**	**£'000**
Financial assets at fair value through profit or loss				
- Equity securities^	67,525	-	-	67,525
- Futures contracts	41	-	-	41
Total	**67,566**	**-**	**-**	**67,566**
iShares MSCI UK UCITS ETF	**£'000**	**£'000**	**£'000**	**£'000**
Financial assets at fair value through profit or loss				
- Equity securities	118,024	-	-	118,024
- Futures contracts	111	-	-	111
Total	**118,135**	**-**	**-**	**118,135**
iShares MSCI USA Small Cap UCITS ETF	**$'000**	**$'000**	**$'000**	**$'000**
Financial assets at fair value through profit or loss				
- Equity securities	293,610	-	20	293,630
- Warrants*	-	-	-	-
- Futures contracts	65	-	-	65
Total	**293,675**	**-**	**20**	**293,695**

^ Level 2 and 3 securities which are less than £500 are rounded to zero.
*Level 3 securities which are 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 July 2016

	Level 1	Level 2	Level 3	Total
iShares MSCI USA UCITS ETF	**$'000**	**$'000**	**$'000**	**$'000**
Financial assets at fair value through profit or loss				
- Equity securities	427,382	-	-	427,382
- Futures contracts	151	-	-	151
Total	**427,533**	**-**	**-**	**427,533**
iShares NASDAQ 100 UCITS ETF	**$'000**	**$'000**	**$'000**	**$'000**
Financial assets at fair value through profit or loss				
- Equity securities	816,473	-	-	816,473
- Futures contracts	63	-	-	63
Total	**816,536**	**-**	**-**	**816,536**
iShares Nikkei 225 UCITS ETF	**¥'000**	**¥'000**	**¥'000**	**¥'000**
Financial assets at fair value through profit or loss				
- Equity securities	13,071,851	-	-	13,071,851
- Futures contracts	45	-	-	45
Total	**13,071,896**	**-**	**-**	**13,071,896**

31 July 2015

	Level 1	Level 2	Level 3	Total
iShares $ Treasury Bond 1-3yr UCITS ETF (Acc)	**$'000**	**$'000**	**$'000**	**$'000**
Financial assets at fair value through profit or loss				
- Debt securities	-	37,757	-	37,757
Total	**-**	**37,757**	**-**	**37,757**
iShares $ Treasury Bond 3-7yr UCITS ETF (Acc)	**$'000**	**$'000**	**$'000**	**$'000**
Financial assets at fair value through profit or loss				
- Debt securities	-	588,165	-	588,165
Total	**-**	**588,165**	**-**	**588,165**
iShares $ Treasury Bond 7-10yr UCITS ETF (Acc)	**$'000**	**$'000**	**$'000**	**$'000**
Financial assets at fair value through profit or loss				
- Debt securities	-	50,990	-	50,990
Total	**-**	**50,990**	**-**	**50,990**
iShares Core EURO STOXX 50 UCITS ETF	**€'000**	**€'000**	**€'000**	**€'000**
Financial assets at fair value through profit or loss				
- Equity securities	1,134,533	-	-	1,134,533
- Futures contracts	19	-	-	19
Total	**1,134,552**	**-**	**-**	**1,134,552**

* 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 July 2015

	Level 1	Level 2	Level 3	Total
iShares Core MSCI Pacific ex Japan UCITS ETF	**$'000**	**$'000**	**$'000**	**$'000**
Financial assets at fair value through profit or loss				
- Equity securities	144,472	-	-	144,472
- Futures contracts	4	-	-	4
Total	**144,476**	**-**	**-**	**144,476**
Financial liabilities at fair value through profit or loss				
- Futures contracts	(17)	-	-	(17)
Total	**(17)**	**-**	**-**	**(17)**
iShares Core S&P 500 UCITS ETF	**$'000**	**$'000**	**$'000**	**$'000**
Financial assets at fair value through profit or loss				
- Equity securities	12,266,198	-	-	12,266,198
- Futures contracts	225	-	-	225
Total	**12,266,423**	**-**	**-**	**12,266,423**
iShares Dow Jones Industrial Average UCITS ETF	**$'000**	**$'000**	**$'000**	**$'000**
Financial assets at fair value through profit or loss				
- Equity securities	218,219	-	-	218,219
Total	**218,219**	**-**	**-**	**218,219**
Financial liabilities at fair value through profit or loss				
- Futures contracts	(3)	-	-	(3)
Total	**(3)**	**-**	**-**	**(3)**
iShares Euro Government Bond 1-3yr UCITS ETF (Acc)	**€'000**	**€'000**	**€'000**	**€'000**
Financial assets at fair value through profit or loss				
- Debt securities	-	86,726	-	86,726
Total	**-**	**86,726**	**-**	**86,726**
iShares Euro Government Bond 3-7yr UCITS ETF (Acc)	**€'000**	**€'000**	**€'000**	**€'000**
Financial assets at fair value through profit or loss				
- Debt securities	-	154,794	-	154,794
Total	**-**	**154,794**	**-**	**154,794**
iShares Euro Government Bond 7-10yr UCITS ETF (Acc)	**€'000**	**€'000**	**€'000**	**€'000**
Financial assets at fair value through profit or loss				
- Debt securities	-	39,489	-	39,489
Total	**-**	**39,489**	**-**	**39,489**
iShares FTSE 100 UCITS ETF (Acc)	**£'000**	**£'000**	**£'000**	**£'000**
Financial assets at fair value through profit or loss				
- Equity securities	280,533	-	-	280,533
- Futures contracts	14	-	-	14
Total	**280,547**	**-**	**-**	**280,547**

* 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 July 2015

	Level 1	Level 2	Level 3	Total
iShares FTSE MIB UCITS ETF (Acc)	**€'000**	**€'000**	**€'000**	**€'000**
Financial assets at fair value through profit or loss				
- Equity securities	237,246	-	-	237,246
- Futures contracts	28	-	-	28
Total	**237,274**	**-**	**-**	**237,274**
iShares MSCI Brazil UCITS ETF (Acc)	**$'000**	**$'000**	**$'000**	**$'000**
Financial assets at fair value through profit or loss				
- Equity securities	89,392	-	-	89,392
Total	**89,392**	**-**	**-**	**89,392**
Financial liabilities at fair value through profit or loss				
- Futures contracts	(46)	-	-	(46)
Total	**(46)**	**-**	**-**	**(46)**
iShares MSCI Canada UCITS ETF	**$'000**	**$'000**	**$'000**	**$'000**
Financial assets at fair value through profit or loss				
- Equity securities	542,212	-	-	542,212
- Futures contracts	16	-	-	16
Total	**542,228**	**-**	**-**	**542,228**
iShares MSCI Chile UCITS ETF	**$'000**	**$'000**	**$'000**	**$'000**
Financial assets at fair value through profit or loss				
- Equity securities	16,530	-	-	16,530
Total	**16,530**	**-**	**-**	**16,530**
iShares MSCI EM Asia UCITS ETF	**$'000**	**$'000**	**$'000**	**$'000**
Financial assets at fair value through profit or loss				
- Equity securities	190,228	286	61	190,575
- Rights	5	-	-	5
Total	**190,233**	**286**	**61**	**190,580**
Financial liabilities at fair value through profit or loss				
- Futures contracts	(131)	-	-	(131)
Total	**(131)**	**-**	**-**	**(131)**
iShares MSCI EM Latin America UCITS ETF (Acc)	**$'000**	**$'000**	**$'000**	**$'000**
Financial assets at fair value through profit or loss				
- Equity securities	8,612	-	-	8,612
Total	**8,612**	**-**	**-**	**8,612**
Financial liabilities at fair value through profit or loss				
- Futures contracts	(3)	-	-	(3)
Total	**(3)**	**-**	**-**	**(3)**

* 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 July 2015

	Level 1	Level 2	Level 3	Total
iShares MSCI EMU CHF Hedged UCITS ETF	**Fr'000**	**Fr'000**	**Fr'000**	**Fr'000**
Financial assets at fair value through profit or loss				
- Equity securities^	14,632	-	-	14,632
Total	**14,632**	**-**	**-**	**14,632**
Financial liabilities at fair value through profit or loss				
- Forward currency contracts	-	(286)	-	(286)
- Futures contracts	(2)	-	-	(2)
Total	**(2)**	**(286)**	**-**	**(288)**
iShares MSCI EMU Small Cap UCITS ETF	**€'000**	**€'000**	**€'000**	**€'000**
Financial assets at fair value through profit or loss				
- Equity securities^	461,677	-	-	461,677
- Rights	250	-	-	250
- Futures contracts	26	-	-	26
Total	**461,953**	**-**	**-**	**461,953**
iShares MSCI EMU UCITS ETF	**€'000**	**€'000**	**€'000**	**€'000**
Financial assets at fair value through profit or loss				
- Equity securities^	1,232,184	-	-	1,232,184
- Futures contracts	72	-	-	72
Total	**1,232,256**	**-**	**-**	**1,232,256**
iShares MSCI EMU USD Hedged UCITS ETF	**$'000**	**$'000**	**$'000**	**$'000**
Financial assets at fair value through profit or loss				
- Equity securities	5,064	-	-	5,064
- Forward currency contracts	-	44	-	44
- Futures contracts	4	-	-	4
Total	**5,068**	**44**	**-**	**5,112**
Financial liabilities at fair value through profit or loss				
- Forward currency contracts^^	-	-	-	-
Total	**-**	**-**	**-**	**-**
iShares MSCI Japan UCITS ETF (Acc)	**$'000**	**$'000**	**$'000**	**$'000**
Financial assets at fair value through profit or loss				
- Equity securities	876,678	-	-	876,678
Total	**876,678**	**-**	**-**	**876,678**
Financial liabilities at fair value through profit or loss				
- Futures contracts	(5)	-	-	(5)
Total	**(5)**	**-**	**-**	**(5)**

^ Level 3 securities which are less than Fr'500/€500 are rounded to zero.
^^ Level 2 securities which are 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 July 2015

	Level 1	Level 2	Level 3	Total
iShares MSCI Korea UCITS ETF (Acc)	**$'000**	**$'000**	**$'000**	**$'000**
Financial assets at fair value through profit or loss				
- Equity securities	47,562	337	-	47,899
Total	**47,562**	**337**	**-**	**47,899**
Financial liabilities at fair value through profit or loss				
- Futures contracts	(5)	-	-	(5)
Total	**(5)**	**-**	**-**	**(5)**
iShares MSCI Mexico Capped UCITS ETF	**$'000**	**$'000**	**$'000**	**$'000**
Financial assets at fair value through profit or loss				
- Equity securities^	86,003	-	-	86,003
Total	**86,003**	**-**	**-**	**86,003**
Financial liabilities at fair value through profit or loss				
- Futures contracts	(1)	-	-	(1)
Total	**(1)**	**-**	**-**	**(1)**
iShares MSCI Russia ADR/GDR UCITS ETF	**$'000**	**$'000**	**$'000**	**$'000**
Financial assets at fair value through profit or loss				
- Equity securities	312,779	-	-	312,779
Total	**312,779**	**-**	**-**	**312,779**
Financial liabilities at fair value through profit or loss				
- Futures contracts	(348)	-	-	(348)
Total	**(348)**	**-**	**-**	**(348)**
Shares MSCI UK Large Cap UCITS ETF	**£'000**	**£'000**	**£'000**	**£'000**
Financial assets at fair value through profit or loss				
- Equity securities	12,455	-	-	12,455
- Futures contracts	1	-	-	1
Total	**12,456**	**-**	**-**	**12,456**
iShares MSCI UK Small Cap UCITS ETF	**£'000**	**£'000**	**£'000**	**£'000**
Financial assets at fair value through profit or loss				
- Equity securities^	63,154	101	-	63,255
- Futures contracts	1	-	-	1
Total	**63,155**	**101**	**-**	**63,256**
iShares MSCI UK UCITS ETF	**£'000**	**£'000**	**£'000**	**£'000**
Financial assets at fair value through profit or loss				
- Equity securities	107,235	-	-	107,235
- Futures contracts	6	-	-	6
Total	**107,241**	**-**	**-**	**107,241**

^ Level 3 securities which are less than $500/£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 July 2015

	Level 1	Level 2	Level 3	Total
iShares MSCI USA UCITS ETF	**$'000**	**$'000**	**$'000**	**$'000**
Financial assets at fair value through profit or loss				
- Equity securities	511,187	-	-	511,187
- Futures contracts	28	-	-	28
Total	**511,215**	**-**	**-**	**511,215**
iShares MSCI USA Small Cap UCITS ETF	**$'000**	**$'000**	**$'000**	**$'000**
Financial assets at fair value through profit or loss				
- Equity securities	541,818	-	-	541,818
- Warrants^	-	-	-	-
Total	**541,818**	**-**	**-**	**541,818**
Financial liabilities at fair value through profit or loss				
- Futures contracts	(16)	-	-	(16)
Total	**(16)**	**-**	**-**	**(16)**
iShares NASDAQ 100 UCITS ETF	**$'000**	**$'000**	**$'000**	**$'000**
Financial assets at fair value through profit or loss				
- Equity securities	843,470	-	-	843,470
Total	**843,470**	**-**	**-**	**843,470**
Financial liabilities at fair value through profit or loss				
- Futures contracts	(3)	-	-	(3)
Total	**(3)**	**-**	**-**	**(3)**
iShares Nikkei 225 UCITS ETF	**¥'000**	**¥'000**	**¥'000**	**¥'000**
Financial assets at fair value through profit or loss				
- Equity securities	46,617,548	-	-	46,617,548
- Futures contracts	7,828	-	-	7,828
Total	**46,625,376**	**-**	**-**	**46,625,376**

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

Investments whose values are based on observable inputs are classified within level 2. These include equity securities that were suspended at year end but resumed trading shortly after the year ended 31 July 2016 and equity securities that were suspended at 31 July 2015 but resumed trading shortly after the year end.

Investments whose values are based on unobservable inputs are classified within level 3. These include equities, rights and warrants that are currently suspended at the year ended 31 July 2016 and equities that were suspended and warrants that were not traded at the year ended 31 July 2015.

e) Global exposure

In accordance with the UCITS regulations and the requirements of CBI, 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").

The Investment Manager uses a methodology known as the "Commitment Approach" in order to measure the global exposure of the Funds and manage the potential loss to them due to market 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)

e) Global exposure (continued)

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

In accordance with the UCITS Regulations, 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 years ended 31 July 2016 and 31 July 2015, global exposure is measured using the commitment approach for all funds.

f) Leverage

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.

A relatively small market movement may have a potentially larger impact on derivatives than on non-derivative instruments. Leveraged derivative positions can therefore increase Fund volatility.

* 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 July 2016

	Note	Year ended 31 July 2016 €'000	Year ended 31 July 2015 €'000
Operating income	2	506,951	365,583
Net (losses)/gains on financial assets/liabilities at fair value through profit or loss	3	(172,539)	921,394
Total gains		**334,412**	**1,286,977**
Operating expenses	4	(36,058)	(32,847)
Net operating profit		**298,354**	**1,254,130**
Finance costs:			
Interest expense	6	(132)	(40)
Total finance costs		**(132)**	**(40)**
Net profit for the financial year before tax		**298,222**	**1,254,090**
Non-reclaimable withholding tax	7	(59,250)	(45,320)
Net profit for the financial year after tax		**238,972**	**1,208,770**
Adjustment to align to the valuation methodology as set out in the prospectus	8	5,016	2,545
Increase in net assets attributable to redeemable participating shareholders from operations		**243,988**	**1,211,315**

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, except for amounts relating to discontinued operations on iShares MSCI Chile UCITS ETF and iShares MSCI EM Latin America UCITS ETF (Acc). In arriving at the results of the prior financial year, all amounts relate to continued operations except for amounts relating to discontinued operations of the Funds that merged out of the Company during the prior year.

STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO REDEEMABLE PARTICIPATING SHAREHOLDERS

For the year ended 31 July 2016

	Year ended 31 July 2016 €'000	Year ended 31 July 2015 €'000
Net assets attributable to redeemable participating shareholders at the beginning of the year	20,178,835	8,402,395
Notional foreign exchange adjustment*	(289,523)	1,808,052
Increase in net assets attributable to redeemable participating shareholders from operations	243,988	1,211,315
Share transactions:		
Proceeds from issue of redeemable participating shares	8,752,824	11,305,769
Payments on redemption of redeemable participating shares	(6,028,612)	(4,203,144)
Transfer due to merger into the Company**	-	1,982,631
Transfer due to merger out of the Company**	-	(328,183)
Increase in net assets resulting from share transactions	**2,724,212**	**8,757,073**
Net assets attributable to redeemable participating shareholders at the end of the year	**22,857,512**	**20,178,835**

* 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 31 July 2015. The average rate for the year is applied to income statement items and share transactions (See note 16).
** Please see details of Fund mergers in the income statements of the relevant Funds.

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

BALANCE SHEET

As at 31 July 2016

	Note	31 July 2016 €'000	31 July 2015 €'000
CURRENT ASSETS			
Cash		265,554	341,035
Cash equivalents		1,062	-
Margin cash account		2,778	4,737
Receivables	11	105,386	135,992
Financial assets at fair value through profit or loss	12	22,636,338	20,084,534
Total current assets		**23,011,118**	**20,566,298**
CURRENT LIABILITIES			
Bank overdraft		(49)	(645)
Margin cash account		(281)	-
Payables	13	(162,618)	(390,621)
Financial liabilities at fair value through profit or loss	12	(271)	(794)
Total current liabilities excluding net assets attributable to redeemable participating shareholders		**(163,219)**	**(392,060)**
Net assets attributable to redeemable participating shareholders		**22,847,899**	**20,174,238**
Adjustment to align to the valuation methodology as set out in the prospectus	8	9,613	4,597
Net asset value attributable to redeemable participating shareholders at the end of the year		**22,857,512**	**20,178,835**

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

Approved on behalf of the Board of Directors

Paul McNaughton
Director

29 November 2016

Paul McGowan
Director

29 November 2016

NOTES TO THE FINANCIAL STATEMENTS

For the year ended 31 July 2016

1. ACCOUNTING POLICIES, FINANCIAL INSTRUMENTS AND RISKS

The accounting policies are set out on pages 51 to 53. The financial instruments and risks are set out on pages 54 to 76.

2. OPERATING INCOME

	Year ended 31 July 2016 €'000	Year ended 31 July 2015 €'000
Interest income	84	28
Dividend income	488,751	353,694
Bond interest income	12,496	7,674
Securities lending income	5,620	4,187
	506,951	365,583

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

	Year ended 31 July 2016 €'000	Year ended 31 July 2015 €'000
Net (losses)/gains on investments in securities held at fair value through profit or loss	(177,936)	918,926
Net gains on futures contracts	7,763	4,560
Net losses on forward currency contracts	(2,219)	(260)
Net losses on foreign currency transaction	(147)	(1,832)
	(172,539)	921,394

4. OPERATING EXPENSES

	Year ended 31 July 2016 €'000	Year ended 31 July 2015 €'000
Management fees	(36,058)	(32,847)
	(36,058)	(32,847)

5. MANAGEMENT FEES

Fees earned by the Manager during the year and balances outstanding as at 31 July 2016 and 31 July 2015 are disclosed in note 4 and note 13 respectively.

Management fees (inclusive of investment management fees):

The Manager is entitled to an annual fee at rates not exceeding those set out in the following table, these rates are the maximum fee rates as at 31 July 2016:

Fund	Maximum fee rate (% of NAV)
iShares $ Treasury Bond 1-3yr UCITS ETF (Acc)	0.20
iShares $ Treasury Bond 3-7yr UCITS ETF (Acc)	0.20
iShares $ Treasury Bond 7-10yr UCITS ETF (Acc)	0.20
iShares Core EURO STOXX 50 UCITS ETF	0.10
iShares Core MSCI Pacific ex Japan UCITS ETF)	0.20
iShares Core S&P 500 UCITS ETF	0.07
iShares Dow Jones Industrial Average UCITS ETF	0.33
iShares Euro Government Bond 1-3yr UCITS ETF (Acc)	0.20
iShares Euro Government Bond 3-7yr UCITS ETF (Acc)	0.20
iShares Euro Government Bond 7-10yr UCITS ETF (Acc)	0.20
iShares FTSE 100 UCITS ETF (Acc)	0.07
iShares FTSE MIB UCITS ETF (Acc)	0.33
iShares MSCI Brazil UCITS ETF (Acc)	0.65
iShares MSCI Canada UCITS ETF	0.48
iShares MSCI Chile UCITS ETF*	0.65
iShares MSCI EM Asia UCITS ETF	0.65
iShares MSCI EM Latin America UCITS ETF (Acc)*	0.65
iShares MSCI EMU CHF Hedged UCITS ETF	0.38
iShares MSCI EMU Small Cap UCITS ETF	0.58
iShares MSCI EMU UCITS ETF	0.33
iShares MSCI EMU USD Hedged UCITS ETF	0.38
iShares MSCI Japan UCITS ETF (Acc)	0.48
iShares MSCI Korea UCITS ETF (Acc)	0.65
iShares MSCI Mexico Capped UCITS ETF	0.65
iShares MSCI Russia ADR/GDR UCITS ETF	0.65
iShares MSCI UK Large Cap UCITS ETF	0.48
iShares MSCI UK Small Cap UCITS ETF	0.58
iShares MSCI UK UCITS ETF	0.33
iShares MSCI USA Small Cap UCITS ETF	0.43
iShares MSCI USA UCITS ETF	0.33
iShares NASDAQ 100 UCITS ETF	0.33
iShares Nikkei 225 UCITS ETF	0.48

* As this Fund closed during the year, the TER is the annualised TER from 1 August 2015 to the closure date.

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, Depositary, Administrator, Transfer Agent and Registrar from the amounts received by the Manager from the TER.

NOTES TO THE FINANCIAL STATEMENTS (continued)

For the year ended 31 July 2016

5. MANAGEMENT FEES (continued)

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.

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 July 2016 €'000	Year ended 31 July 2015 €'000
Directors' fees	(25)	(25)
Audit fees relating to the audit of the financial statements	(217)	(252)
Other assurance services fee relating to Fund merger	-	(84)

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.

Save as disclosed, 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. INTEREST EXPENSE

	Year ended 31 July 2016 €'000	Year ended 31 July 2015 €'000
Bank interest	(132)	(40)
	(132)	**(40)**

7. 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) 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

b) Certain exempted Irish tax resident shareholders who have provided the Company with the necessary signed Annual declarations; and

c) 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.

Dividends, interest and capital gains (if any) received on investments made 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.

8. 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 in the following table:

	Year ended 31 July 2016 €'000	Year ended 31 July 2015 €'000
Balance at the beginning of year	4,597	2,052
Adjustment to align to the valuation methodology as set out in the prospectus	5,016	2,545
Total adjustment for the year	5,016	2,545
Balance at the end of year	**9,613**	**4,597**

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

NOTES TO THE FINANCIAL STATEMENTS (continued)

For the year ended 31 July 2016

9. 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 table below are separately identifiable transaction costs incurred by the Company for the years ended 31 July 2016 and 31 July 2015. 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 July 2016 €'000	Year ended 31 July 2015 €'000
Transaction costs	(4,405)	(4,343)

Not all transaction costs are separately identifiable. For some fixed income investments and total return swaps, transaction costs will be included in the purchase and sales price of the investment and are not separately disclosed. The portfolio transaction costs are not included in the TER.

10. 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

Number of redeemable participating shares:	31 July 2016 No. of Shares	31 July 2015 No. of Shares
Balance at the beginning of year	143,825,279	77,308,849
Issued during the year	94,540,000	90,805,000
Transfer due to merger	-	15,614,432
Redeemed during the year	(64,467,000)	(36,340,428)
Transfer due to merger	-	(3,562,574)
Balance at the end of year	**173,898,279**	**143,825,279**

Authorised

The authorised share capital of the Company is 2 subscriber shares ("subscriber shares") of €1 each and 1,000,000,000,000 shares of no par value ("NPV") initially designated as unclassified shares and available for issue as shares.

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.

11. RECEIVABLES

	31 July 2016 €'000	31 July 2015 €'000
Sale of securities awaiting settlement	30,299	105,435
Subscription for shares awaiting settlement	39,104	-
Dividend income receivable	21,282	20,882
Interest income receivable	7,705	5,998
Securities lending income receivable	466	349
Interest receivable	3	1
Tax reclaim receivable	6,521	3,325
Other receivables	6	2
	105,386	**135,992**

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

Financial assets:	31 July 2016 €'000	31 July 2015 €'000
Investment in equities	21,457,091	19,190,101
Investment in bonds	1,170,220	893,654
Investment in rights	36	255
Investment in warrants*	-	-
Unrealised gains on forward currency contracts	47	40
Unrealised gains on futures contracts	8,944	484
	22,636,338	**20,084,534**

* Investments which are less than €500 are rounded to zero.

Financial liabilities:		
Unrealised losses on forward currency contracts	(231)	(269)
Unrealised losses on futures contracts	(40)	(525)
	(271)	**(794)**

13. PAYABLES

	31 July 2016 €'000	31 July 2015 €'000
Purchase of securities awaiting settlement	(85,284)	(143,823)
Payable for fund shares repurchased	(74,260)	(243,325)
Interest payable	(13)	(7)
Management fees payable	(2,834)	(3,339)
Other payables	(227)	(127)
	(162,618)	**(390,621)**

NOTES TO THE FINANCIAL STATEMENTS (continued)

For the year ended 31 July 2016

14. SOFT COMMISSIONS

There were no soft commissions arrangements entered into by the Investment Manager on behalf of the Company during the years ended 31 July 2016 and 31 July 2015, other than those disclosed in the financial statements of the Funds.

15. COMMITMENTS AND CONTINGENT LIABILITIES

There were no significant commitments or contingent liabilities at the years ended 31 July 2016 and 31 July 2015, other than those disclosed in the financial statements of the Funds.

16. EXCHANGE RATES

The rates of exchange ruling at 31 July 2016 and 31 July 2015 were:

		31 July 2016	31 July 2015
CHF1=	EUR	0.9253	0.9417
	USD	1.0347	-
EUR1=	CAD	-	1.4374
	CHF	1.0807	1.0619
	DKK	-	7.4617
	GBP	0.8422	0.7080
	JPY	114.6039	136.8854
	NOK	-	8.9812
	SEK	-	9.4745
	USD	1.1183	1.1049
GBP1=	EUR	1.1873	1.4124
	USD	1.3277	1.5605
JPY1=	EUR	-	0.0073
	GBP	0.0073	0.0052
USD1=	AUD	1.3157	1.3617
	BRL	3.2324	3.4113
	CAD	1.3041	1.3010
	CHF	-	0.9611
	CLP	654.3600	671.7950
	CNY	6.6550	6.2097
	COP	3,079.8900	2,857.3000
	DKK	-	6.7536
	EUR	0.8943	0.9051
	GBP	0.7532	0.6408
	HKD	7.7600	7.7523
	IDR	13,098.5000	13,527.5000
	ILS	-	3.7644
	INR	66.9850	64.1182
	JPY	102.4850	123.8950
	KRW	1,120.1500	1,170.1500
	MXN	18.7368	16.0210
	MYR	4.0705	3.8245
	NOK	-	8.1289
	NZD	1.3866	1.5053
	PEN	-	3.1915
	PHP	47.1100	45.7350
	SEK	-	8.5754
	SGD	1.3431	1.3683
	THB	34.8300	35.2450
	TWD	31.9230	31.5715
	ZAR	-	12.6170

The average rates of exchange for the years ended 31 July 2016 and 31 July 2015 were:

		31 July 2016	31 July 2015
EUR1=	CHF	1.0904	1.1139
	GBP	0.7605	0.7559
	JPY	127.7223	136.9568
	USD	1.1102	1.1745

17. 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 July 2016:

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
Representative in Switzerland:	BlackRock Asset Management Schweiz AG

The ultimate holding Company of the Manager, Investment Manager, Promoter, Sub-Investment Managers, securities lending agent and Representative in Switzerland 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 July 2016 and 31 July 2015.

NOTES TO THE FINANCIAL STATEMENTS (continued)

For the year ended 31 July 2016

17. RELATED PARTY TRANSACTIONS (continued)

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 13 respectively. Securities lending income earned by the Funds is disclosed in note 2 and 18.

Details of soft commission arrangements with related parties are disclosed in note 14.

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.

Cora O'Donohoe resigned as a Director effective 31 December 2015. Teresa O'Flynn has been appointed as a Director effective 6 January 2016.

The investment into ICS funds is included in cash equivalents and is managed by BlackRock Asset Management Ireland Limited. No management fees are incurred as a result of any of the investments in ICS.

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.

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

31 July 2016

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 shares 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	100.00*

* Due to the change in the trade settlement structure, the Company now has a single shareholder which is a nominee of the common depository (Citibank Europe plc). The ultimate beneficial ownership of the Company is passed from the common depositary through the International Central Securities Depositary ("ICSD") (Euroclear, Clearstream) to the participants of the ISCD.

31 July 2015

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 shares held by shareholders holding 20% or more of the voting shares in issue who are not affiliates of BlackRock Group or BlackRock Inc
N/A	1	65.59

No provisions have been recognised by the Funds against amounts due from related parties at the year end date (31 July 2015: Nil).

No amounts have been written off in the year in respect of amounts due to or from related parties (31 July 2015: Nil).

No commitments secured or unsecured or guarantees have been entered into with related parties during the year (31 July 2015: Nil)

NOTES TO THE FINANCIAL STATEMENTS (continued)

For the year ended 31 July 2016

18. EFFICIENT PORTFOLIO MANAGEMENT

The Company may, subject to the conditions and within the limits from time to time laid down by the CBI 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 July 2016 and 31 July 2015 the collateral consists of securities admitted to or dealt on a regulated market.

The collateral is registered and held in the name of the Depositary on behalf of the Funds 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 seen on page 64.

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 agent's 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 overleaf:

	31 July 2016 €'000	31 July 2015 €'000
Income earned during year	5,620	4,187
Value of securities on loan at year end	1,835,760	872,368
Value of collateral held on behalf of the Company at year end	2,009,170	970,153

Please see note 19 for more information on financial derivative instruments.

19. 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.

20. FUND DETAILS

iShares VII public limited company is organised as an open-ended investment company with variable capital. The Company was incorporated in Ireland on 9 April 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 UCITS Regulations and is regulated by the CBI.

The registered office of the Company is J.P. Morgan House, International Financial Services Centre, Dublin 1, Ireland.

21. SUBSEQUENT EVENTS

On 14 September 2016, the Brazilian Tax Authorities issued Normative Instruction 1658/16 amending the list of countries considered to be 'low tax jurisdictions' to include Curacao, Saint Martin and Ireland and exclude the Netherlands Antilles and Saint Kitts and Nevis. The changes are effective from 1 October 2016 onwards. As a consequence, Brazilian Capital Gains Tax ("CGT") and increased income withholding tax ("WHT") rates on interest on capital distributions will apply to the Brazilian securities held in the following Fund, iShares MSCI Brazil UCITS ETF (Acc). From 1 October onwards, capital gains are subject to CGT, which is currently being accounted for through a levy on primary market redemptions, as permitted under the "Duties and Charges" definition within the prospectus.

On 2 November 2016, the Board of Directors of the Company notified shareholders of their intention to launch multiple share classes within most of the existing sub-funds of the Company and also other sub-funds across the Irish iShares range, changes to the names of certain sub-funds, changes to benchmark index descriptions and names, adjustments to certain anticipated tracking errors and an amendment to the definition of 'Duties and Charges'. On 18 November 2016, a revised prospectus was issued to reflect the relevant changes.

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 July 2016.

iShares $ Treasury Bond 1-3yr UCITS ETF (Acc)

INCOME STATEMENT

For the year ended 31 July 2016

	Note	Year ended 31 July 2016 $'000	Year ended 31 July 2015 $'000
Operating income	2	489	277
Net gains on financial assets/liabilities at fair value through profit or loss	3	315	168
Total gains		**804**	**445**
Operating expenses	4	(111)	(94)
Net operating profit		**693**	**351**
Finance costs:			
Interest expense	6	-	(2)
Total finance costs		**-**	**(2)**
Net profit for the financial year		**693**	**349**
Adjustment to align to the valuation methodology as set out in the prospectus	7	3	5
Increase in net assets attributable to redeemable participating shareholders from operations		**696**	**354**

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.

STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO REDEEMABLE PARTICIPATING SHAREHOLDERS

For the year ended 31 July 2016

	Year ended 31 July 2016 $'000	Year ended 31 July 2015 $'000
Net assets attributable to redeemable participating shareholders at the beginning of the year	37,866	50,123
Increase in net assets attributable to redeemable participating shareholders from operations	696	354
Share transactions:		
Proceeds from issue of redeemable participating shares	54,868	27,222
Payments on redemption of redeemable participating shares	(19,107)	(39,833)
Increase/(decrease) in net assets resulting from share transactions	**35,761**	**(12,611)**
Net assets attributable to redeemable participating shareholders at the end of the year	**74,323**	**37,866**

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

iShares $ Treasury Bond 1-3yr UCITS ETF (Acc)

BALANCE SHEET

As at 31 July 2016

	Note	31 July 2016 $'000	31 July 2015 $'000
CURRENT ASSETS			
Cash		166	48
Receivables	11	193	71
Financial assets at fair value through profit or loss	12	73,975	37,757
Total current assets		**74,334**	**37,876**
CURRENT LIABILITIES			
Payables	13	(11)	(7)
Total current liabilities excluding net assets attributable to redeemable participating shareholders		**(11)**	**(7)**
Net assets attributable to redeemable participating shareholders		**74,323**	**37,869**
Adjustment to align to the valuation methodology as set out in the prospectus	7	-	(3)
Net asset value attributable to redeemable participating shareholders at the end of the year		**74,323**	**37,866**

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

iShares $ Treasury Bond 1-3yr UCITS ETF (Acc)

NOTES TO THE FINANCIAL STATEMENTS

For the year ended 31 July 2016

1. ACCOUNTING POLICIES, FINANCIAL INSTRUMENTS AND RISKS AND OTHER NOTES

The accounting policies are set out on pages 51 to 53. The financial instruments and risks are set out on pages 54 to 76. The notes relating to tax, soft commissions, exchange rates, commitments and contingent liabilities, related party transactions, financial derivative instruments and subsequent events are set out in the notes to the financial statements of the Company on pages 79 to 84.

2. OPERATING INCOME

	Year ended 31 July 2016 $'000	Year ended 31 July 2015 $'000
Interest income	1	-
Bond interest income	479	273
Securities lending income	9	4
	489	277

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

	Year ended 31 July 2016 $'000	Year ended 31 July 2015 $'000
Net gains on investments in securities held at fair value through profit or loss	315	168
	315	168

4. OPERATING EXPENSES

	Year ended 31 July 2016 $'000	Year ended 31 July 2015 $'000
Management fees	(111)	(94)
	(111)	(94)

5. MANAGEMENT FEES

Fees earned by the Manager during the year and balances outstanding as at 31 July 2016 and 31 July 2015 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 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:

	TER % 31 July 2016	TER % 31 July 2015*
	0.20	0.21

* The TER for this Fund was amended during the year ended 31 July 2015. The annualised TER is presented in the table.

6. INTEREST EXPENSE

	Year ended 31 July 2016 $'000	Year ended 31 July 2015 $'000
Bank interest	-	(2)
	-	(2)

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 July 2016 $'000	Year ended 31 July 2015 $'000
Balance at the beginning of year	(3)	(8)
Adjustment to align to the valuation methodology as set out in the prospectus	3	5
Total adjustment for the year	3	5
Balance at the end of year	-	(3)

The benchmark index for this fund changed during the year. Please see the Background section for more details. Bond securities at year end were valued in accordance with the methodology employed by the benchmark index which values bond securities using bid prices.

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

iShares $ Treasury Bond 1-3yr UCITS ETF (Acc)

NOTES TO THE FINANCIAL STATEMENTS (continued)

For the year ended 31 July 2016

8. TRANSACTION COSTS

Transaction costs on this Fund are not separately identifiable for the years ended 31 July 2016 and 31 July 2015. Please refer to note 9 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.

	31 July 2016 No. of Shares	31 July 2015 No. of Shares
Balance at the beginning of year	360,000	480,000
Issued during the year	520,000	260,000
Redeemed during the year	(180,000)	(380,000)
Balance at the end of year	**700,000**	**360,000**

10. NET ASSETS ATTRIBUTABLE TO REDEEMABLE PARTICIPATING SHAREHOLDERS

	No. of Shares
Shares in issue	
As at 31 July 2016	700,000
As at 31 July 2015	360,000
As at 31 July 2014	480,000

	$'000
Net asset value	
As at 31 July 2016	74,323
As at 31 July 2015	37,866
As at 31 July 2014	50,123

	$
Net asset value per share	
As at 31 July 2016	106.18
As at 31 July 2015	105.18
As at 31 July 2014	104.42

11. RECEIVABLES

	31 July 2016 $'000	31 July 2015 $'000
Securities lending income receivable	1	1
Bond income receivable	192	70
	193	**71**

12. FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS

Financial assets:	31 July 2016 $'000	31 July 2015 $'000
Investment in bonds	73,975	37,757
	73,975	**37,757**

13. PAYABLES

	31 July 2016 $'000	31 July 2015 $'000
Management fees payable	(11)	(7)
	(11)	**(7)**

14. EFFICIENT PORTFOLIO MANAGEMENT

Please see note 18 of the financial statements of the Company for more information on efficient portfolio management.

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 July 2016 $'000	31 July 2015 $'000
Income earned during the year	9	4
Value of securities on loan at year end	15,786	4,222
Value of collateral held on behalf of the Fund at year end	17,129	4,645

Please see note 19 in the notes to the financial statements of the Company for more information on financial derivative instruments.

iShares $ Treasury Bond 1-3yr UCITS ETF (Acc)

SCHEDULE OF INVESTMENTS

As at 31 July 2016

Holding	Investment	Fair value $'000	% of net asset value
	Transferable Securities Admitted to an Official Stock Exchange Listing or traded on a Regulated Market (31 July 2015: 99.71%)		
	Bonds (31 July 2015: 99.71%)		
	United States (31 July 2015: 99.71%)		
	Government bonds: AA+ rating		
2,450,000	United States Treasury Note/Bond 0.625% 31/07/2017	2,450	3.30
2,450,000	United States Treasury Note/Bond 0.75% 31/01/2018	2,453	3.30
2,730,000	United States Treasury Note/Bond 0.75% 15/04/2018	2,734	3.68
1,225,000	United States Treasury Note/Bond 0.75% 30/04/2018	1,227	1.65
2,450,000	United States Treasury Note/Bond 0.75% 15/02/2019	2,452	3.30
1,610,000	United States Treasury Note/Bond 0.875% 15/07/2017	1,614	2.17
3,080,000	United States Treasury Note/Bond 0.875% 15/08/2017	3,088	4.16
2,380,000	United States Treasury Note/Bond 0.875% 15/10/2017	2,387	3.21
2,695,000	United States Treasury Note/Bond 0.875% 15/11/2017	2,703	3.64
2,485,000	United States Treasury Note/Bond 0.875% 30/11/2017	2,493	3.35
2,310,000	United States Treasury Note/Bond 0.875% 15/01/2018	2,317	3.12
1,155,000	United States Treasury Note/Bond 0.875% 31/03/2018	1,159	1.56
1,120,000	United States Treasury Note/Bond 0.875% 31/05/2018	1,124	1.51
2,240,000	United States Treasury Note/Bond 0.875% 15/07/2018	2,249	3.03
2,730,000	United States Treasury Note/Bond 0.875% 15/10/2018	2,741	3.69
1,785,000	United States Treasury Note/Bond 0.875% 15/04/2019	1,791	2.41
875,000	United States Treasury Note/Bond 0.875% 15/05/2019	878	1.18
840,000	United States Treasury Note/Bond 0.875% 15/06/2019	843	1.13
2,205,000	United States Treasury Note/Bond 1% 15/09/2017	2,214	2.98
2,765,000	United States Treasury Note/Bond 1% 15/12/2017	2,779	3.74
2,275,000	United States Treasury Note/Bond 1% 31/12/2017	2,286	3.08
2,205,000	United States Treasury Note/Bond 1% 15/02/2018	2,217	2.98
2,170,000	United States Treasury Note/Bond 1% 15/03/2018	2,182	2.94
1,470,000	United States Treasury Note/Bond 1% 15/05/2018	1,479	1.99
	United States (31 July 2015: 99.71%) (cont)		
	Government bonds: AA+ rating (cont)		
1,120,000	United States Treasury Note/Bond 1% 31/05/2018	1,127	1.52
2,485,000	United States Treasury Note/Bond 1% 15/08/2018	2,501	3.37
2,030,000	United States Treasury Note/Bond 1% 15/09/2018	2,044	2.75
2,415,000	United States Treasury Note/Bond 1% 15/03/2019	2,432	3.27
2,170,000	United States Treasury Note/Bond 1.125% 15/06/2018	2,188	2.94
2,240,000	United States Treasury Note/Bond 1.125% 15/01/2019	2,262	3.04
875,000	United States Treasury Note/Bond 1.125% 31/05/2019	884	1.19
2,170,000	United States Treasury Note/Bond 1.25% 15/11/2018	2,197	2.96
2,240,000	United States Treasury Note/Bond 1.25% 15/12/2018	2,269	3.05
1,015,000	United States Treasury Note/Bond 1.25% 30/04/2019	1,029	1.38
1,960,000	United States Treasury Note/Bond 1.5% 28/02/2019	1,999	2.69
875,000	United States Treasury Note/Bond 1.5% 31/05/2019	893	1.20
1,470,000	United States Treasury Note/Bond 1.625% 30/06/2019	1,506	2.03
735,000	United States Treasury Note/Bond 3.125% 15/05/2019	784	1.05
	Total United States	**73,975**	**99.54**
	Total bonds	**73,975**	**99.54**
	Total value of investments	**73,975**	**99.54**
	Cash†	**166**	**0.22**
	Other net assets	**182**	**0.24**
	Net asset value attributable to redeemable participating shareholders at the end of the year	**74,323**	**100.00**

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

All credit ratings are shown as at 31 July 2016.

Fixed income securities are primarily classified by the country of issuer for government type fixed income securities.

iShares $ Treasury Bond 1-3yr UCITS ETF (Acc)

SCHEDULE OF INVESTMENTS (continued)

As at 31 July 2016

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	73,975	99.52
Other assets	359	0.48
Total current assets	**74,334**	**100.00**

iShares $ Treasury Bond 1-3yr UCITS ETF (Acc)

SCHEDULE OF MATERIAL PURCHASES AND SALES (unaudited)

For the year ended 31 July 2016

Holding	Investments	Proceeds $'000
Sales		
3,012,000	United States Treasury Note/Bond 0.875% 15/04/2017	3,021
2,683,000	United States Treasury Note/Bond 0.625% 30/06/2017	2,686
2,526,000	United States Treasury Note/Bond 0.875% 15/06/2017	2,530
2,494,000	United States Treasury Note/Bond 0.75% 15/03/2017	2,497
2,476,000	United States Treasury Note/Bond 0.875% 15/05/2017	2,480
2,454,000	United States Treasury Note/Bond 0.5% 30/04/2017	2,452
2,304,000	United States Treasury Note/Bond 0.625% 15/02/2017	2,303
2,145,000	United States Treasury Note/Bond 0.5% 31/03/2017	2,142
2,110,000	United States Treasury Note/Bond 0.625% 31/12/2016	2,107
2,100,000	United States Treasury Note/Bond 0.75% 15/01/2017	2,102
2,007,000	United States Treasury Note/Bond 0.5% 28/02/2017	2,003
1,980,000	United States Treasury Note/Bond 0.75% 30/04/2018	1,976
1,971,000	United States Treasury Note/Bond 0.625% 15/12/2016	1,968
1,881,000	United States Treasury Note/Bond 0.5% 31/01/2017	1,878
1,512,000	United States Treasury Note/Bond 0.625% 15/11/2016	1,511
1,379,000	United States Treasury Note/Bond 1% 15/05/2018	1,383
1,380,000	United States Treasury Note/Bond 0.625% 15/10/2016	1,382
1,334,000	United States Treasury Note/Bond 0.375% 31/10/2016	1,333
1,330,000	United States Treasury Note/Bond 0.5% 31/08/2016	1,331
1,312,000	United States Treasury Note/Bond 0.5% 30/11/2016	1,309
1,280,000	United States Treasury Note/Bond 0.875% 15/09/2016	1,286
1,260,000	United States Treasury Note/Bond 0.625% 15/07/2016	1,263
1,254,000	United States Treasury Note/Bond 0.625% 15/08/2016	1,256
1,250,000	United States Treasury Note/Bond 0.875% 15/07/2017	1,255
1,200,000	United States Treasury Note/Bond 0.5% 30/09/2016	1,201
1,080,000	United States Treasury Note/Bond 0.5% 31/07/2016	1,082
764,000	United States Treasury Note/Bond 0.875% 15/08/2017	767
692,000	United States Treasury Note/Bond 1% 15/12/2017	696
673,000	United States Treasury Note/Bond 0.75% 15/04/2018	674
670,000	United States Treasury Note/Bond 0.875% 15/11/2017	673

Holding	Investments	Cost $'000
Purchases		
3,354,000	United States Treasury Note/Bond 0.875% 15/10/2018	3,347
3,205,000	United States Treasury Note/Bond 0.75% 30/04/2018	3,204
3,063,000	United States Treasury Note/Bond 0.625% 31/07/2017	3,059
3,053,000	United States Treasury Note/Bond 1% 15/08/2018	3,056
3,053,000	United States Treasury Note/Bond 0.875% 30/11/2017	3,053
3,010,000	United States Treasury Note/Bond 0.75% 31/01/2018	3,009
3,010,000	United States Treasury Note/Bond 0.75% 15/02/2019	2,998
2,967,000	United States Treasury Note/Bond 1% 15/03/2019	2,979
2,808,000	United States Treasury Note/Bond 0.875% 15/07/2018	2,802
2,795,000	United States Treasury Note/Bond 1% 31/12/2017	2,798
2,764,000	United States Treasury Note/Bond 0.875% 15/08/2017	2,768
2,752,000	United States Treasury Note/Bond 1.125% 15/01/2019	2,767
2,752,000	United States Treasury Note/Bond 1.25% 15/12/2018	2,759
2,666,000	United States Treasury Note/Bond 1.25% 15/11/2018	2,677
2,521,000	United States Treasury Note/Bond 0.75% 15/04/2018	2,515
2,494,000	United States Treasury Note/Bond 1% 15/09/2018	2,498
2,408,000	United States Treasury Note/Bond 1.5% 28/02/2019	2,441
2,393,000	United States Treasury Note/Bond 0.875% 15/11/2017	2,395
2,377,000	United States Treasury Note/Bond 1% 15/12/2017	2,385
2,193,000	United States Treasury Note/Bond 0.875% 15/04/2019	2,192
1,972,000	United States Treasury Note/Bond 0.875% 15/10/2017	1,974
1,920,000	United States Treasury Note/Bond 0.875% 15/01/2018	1,921
1,859,000	United States Treasury Note/Bond 1% 15/02/2018	1,864
1,806,000	United States Treasury Note/Bond 1.625% 30/06/2019	1,854
1,823,000	United States Treasury Note/Bond 1% 15/05/2018	1,827
1,816,000	United States Treasury Note/Bond 1.125% 15/06/2018	1,825
1,808,000	United States Treasury Note/Bond 1% 15/09/2017	1,813
1,788,000	United States Treasury Note/Bond 0.875% 15/04/2017	1,790
1,765,000	United States Treasury Note/Bond 1% 15/03/2018	1,769
1,675,000	United States Treasury Note/Bond 0.625% 30/06/2017	1,672
1,636,000	United States Treasury Note/Bond 0.875% 15/07/2017	1,638
1,482,000	United States Treasury Note/Bond 0.5% 30/04/2017	1,477
1,446,000	United States Treasury Note/Bond 0.875% 15/06/2017	1,448
1,419,000	United States Treasury Note/Bond 0.875% 31/03/2018	1,422
1,376,000	United States Treasury Note/Bond 1% 31/05/2018	1,386
1,378,000	United States Treasury Note/Bond 0.75% 15/03/2017	1,379
1,376,000	United States Treasury Note/Bond 0.875% 31/05/2018	1,377
1,360,000	United States Treasury Note/Bond 0.875% 15/05/2017	1,362
1,247,000	United States Treasury Note/Bond 1.25% 30/04/2019	1,256
1,245,000	United States Treasury Note/Bond 0.5% 31/03/2017	1,242
1,102,000	United States Treasury Note/Bond 0.625% 31/12/2016	1,102
1,075,000	United States Treasury Note/Bond 1.5% 31/05/2019	1,091
1,075,000	United States Treasury Note/Bond 1.125% 31/05/2019	1,080
1,075,000	United States Treasury Note/Bond 0.875% 15/05/2019	1,072

iShares $ Treasury Bond 1-3yr UCITS ETF (Acc)

SCHEDULE OF MATERIAL PURCHASES AND SALES (unaudited) (continued)

For the year ended 31 July 2016

Holding	Investments	Cost $'000
Purchases		
1,032,000	United States Treasury Note/Bond 0.875% 15/06/2019	1,037
1,035,000	United States Treasury Note/Bond 0.5% 28/02/2017	1,033
1,008,000	United States Treasury Note/Bond 0.625% 15/02/2017	1,007

The CBI requires a Schedule of material changes in the composition of the portfolio 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 3-7yr UCITS ETF (Acc)

INCOME STATEMENT

For the year ended 31 July 2016

	Note	Year ended 31 July 2016 $'000	Year ended 31 July 2015 $'000
Operating income	2	10,159	5,356
Net gains on financial assets/liabilities at fair value through profit or loss	3	16,480	3,815
Total gains		**26,639**	**9,171**
Operating expenses	4	(1,273)	(689)
Net operating profit		**25,366**	**8,482**
Net profit for the financial year		**25,366**	**8,482**
Adjustment to align to the valuation methodology as set out in the prospectus	6	(66)	91
Increase in net assets attributable to redeemable participating shareholders from operations		**25,300**	**8,573**

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.

STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO REDEEMABLE PARTICIPATING SHAREHOLDERS

For the year ended 31 July 2016

	Year ended 31 July 2016 $'000	Year ended 31 July 2015 $'000
Net assets attributable to redeemable participating shareholders at the beginning of the year	592,449	128,864
Increase in net assets attributable to redeemable participating shareholders from operations	25,300	8,573
Share transactions:		
Proceeds from issue of redeemable participating shares	381,684	646,820
Payments on redemption of redeemable participating shares	(278,211)	(191,808)
Increase in net assets resulting from share transactions	**103,473**	**455,012**
Net assets attributable to redeemable participating shareholders at the end of the year	**721,222**	**592,449**

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

iShares $ Treasury Bond 3-7yr UCITS ETF (Acc)

BALANCE SHEET

As at 31 July 2016

	Note	31 July 2016 $'000	31 July 2015 $'000
CURRENT ASSETS			
Cash		300	15,228
Cash equivalents		981	-
Receivables	10	4,364	20,405
Financial assets at fair value through profit or loss	11	715,691	588,165
Total current assets		**721,336**	**623,798**
CURRENT LIABILITIES			
Payables	12	(114)	(31,415)
Total current liabilities excluding net assets attributable to redeemable participating shareholders		**(114)**	**(31,415)**
Net assets attributable to redeemable participating shareholders		**721,222**	**592,383**
Adjustment to align to the valuation methodology as set out in the prospectus	6	-	66
Net asset value attributable to redeemable participating shareholders at the end of the year		**721,222**	**592,449**

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 3-7yr UCITS ETF (Acc)

NOTES TO THE FINANCIAL STATEMENTS

For the year ended 31 July 2016

1. ACCOUNTING POLICIES, FINANCIAL INSTRUMENTS AND RISKS AND OTHER NOTES

The accounting policies are set out on pages 51 to 53. The financial instruments and risks are set out on pages 54 to 76. The notes relating to tax, soft commissions, exchange rates, commitments and contingent liabilities, related party transactions, financial derivative instruments and subsequent events are set out in the notes to the financial statements of the Company on pages 79 to 84.

2. OPERATING INCOME

	Year ended 31 July 2016 $'000	Year ended 31 July 2015 $'000
Interest income	14	1
Bond interest income	9,991	5,318
Securities lending income	154	37
	10,159	5,356

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

	Year ended 31 July 2016 $'000	Year ended 31 July 2015 $'000
Net gains on investments in securities held at fair value through profit or loss	16,481	3,815
Net losses on foreign currency transactions	(1)	-
	16,480	3,815

4. OPERATING EXPENSES

	Year ended 31 July 2016 $'000	Year ended 31 July 2015 $'000
Management fees	(1,273)	(689)
	(1,273)	(689)

5. MANAGEMENT FEES

Fees earned by the Manager during the year and balances outstanding as at 31 July 2016 and 31 July 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 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:

	TER % 31 July 2016	TER % 31 July 2015
	0.20	0.20*

* The TER for this Fund was amended during the year ended 31 July 2015. The annualised TER is presented in the table.

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:

	Year ended 31 July 2016 $'000	Year ended 31 July 2015 $'000
Balance at the beginning of year	66	(25)
Adjustment to align to the valuation methodology as set out in the prospectus	(66)	91
Total adjustment for the year	(66)	91
Balance at the end of year	-	66

The benchmark index for this fund changed during the year. Please see the Background section for more details. Bond securities at year end were valued in accordance with the methodology employed by the benchmark index which values bond securities using bid prices.

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

7. TRANSACTION COSTS

Transaction costs on this Fund are not separately identifiable for the years ended 31 July 2016 and 31 July 2015. Please refer to note 9 of the financial statements of the Company for further details.

iShares $ Treasury Bond 3-7yr UCITS ETF (Acc)

NOTES TO THE FINANCIAL STATEMENTS (continued)

For the year ended 31 July 2016

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 July 2016 No. of Shares	31 July 2015 No. of Shares
Balance at the beginning of year	4,900,000	1,100,000
Issued during the year	3,100,000	5,400,000
Redeemed during the year	(2,280,000)	(1,600,000)
Balance at the end of year	**5,720,000**	**4,900,000**

9. NET ASSETS ATTRIBUTABLE TO REDEEMABLE PARTICIPATING SHAREHOLDERS

	No. of Shares
Shares in issue	
As at 31 July 2016	5,720,000
As at 31 July 2015	4,900,000
As at 31 July 2014	1,100,000

	$'000
Net asset value	
As at 31 July 2016	721,222
As at 31 July 2015	592,449
As at 31 July 2014	128,864

	$
Net asset value per share	
As at 31 July 2016	126.09
As at 31 July 2015	120.91
As at 31 July 2014	117.15

10. RECEIVABLES

	31 July 2016 $'000	31 July 2015 $'000
Interest receivable	1	-
Sale of securities awaiting settlement	-	16,858
Securities lending income receivable	17	11
Bond income receivable	4,346	3,536
	4,364	**20,405**

11. FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS

Financial assets:	31 July 2016 $'000	31 July 2015 $'000
Investment in bonds	715,691	588,165
	715,691	**588,165**

12. PAYABLES

	31 July 2016 $'000	31 July 2015 $'000
Purchase of securities awaiting settlement	-	(14,446)
Payable for fund shares repurchased	-	(16,877)
Management fees payable	(114)	(92)
	(114)	**(31,415)**

13. EFFICIENT PORTFOLIO MANAGEMENT

Please see note 18 of the financial statements of the Company for more information on efficient portfolio management.

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 July 2016 $'000	31 July 2015 $'000
Income earned during the year	154	37
Value of securities on loan at year end	150,103	83,438
Value of collateral held on behalf of the Fund at year end	162,922	91,866

Please see note 19 in the notes to the financial statements of the Company for more information on financial derivative instruments.

iShares $ Treasury Bond 3-7yr UCITS ETF (Acc)

SCHEDULE OF INVESTMENTS

As at 31 July 2016

Holding	Investment	Fair value $'000	% of net asset value
	Transferable Securities Admitted to an Official Stock Exchange Listing or traded on a Regulated Market (31 July 2015: 99.28%)		
	Bonds (31 July 2015: 99.28%)		
	United States (31 July 2015: 99.28%)		
	Government bonds: AA+ rating		
12,298,000	United States Treasury Note/Bond 1% 31/08/2019	12,377	1.72
15,158,000	United States Treasury Note/Bond 1% 30/09/2019	15,251	2.11
4,576,000	United States Treasury Note/Bond 1% 30/11/2019	4,602	0.64
7,436,000	United States Treasury Note/Bond 1.125% 31/12/2019	7,506	1.04
6,864,000	United States Treasury Note/Bond 1.125% 31/03/2020	6,926	0.96
21,164,000	United States Treasury Note/Bond 1.125% 30/04/2020	21,345	2.96
8,866,000	United States Treasury Note/Bond 1.125% 28/02/2021	8,917	1.24
4,004,000	United States Treasury Note/Bond 1.125% 30/06/2021	4,021	0.56
5,720,000	United States Treasury Note/Bond 1.25% 31/10/2019	5,800	0.80
1,144,000	United States Treasury Note/Bond 1.25% 31/01/2020	1,159	0.16
5,720,000	United States Treasury Note/Bond 1.25% 31/03/2021	5,781	0.80
7,150,000	United States Treasury Note/Bond 1.375% 29/02/2020	7,276	1.01
13,156,000	United States Treasury Note/Bond 1.375% 31/05/2020	13,387	1.86
2,574,000	United States Treasury Note/Bond 1.375% 31/08/2020	2,618	0.36
8,580,000	United States Treasury Note/Bond 1.375% 31/10/2020	8,724	1.21
6,864,000	United States Treasury Note/Bond 1.375% 31/01/2021	6,975	0.97
11,726,000	United States Treasury Note/Bond 1.375% 30/04/2021	11,916	1.65
5,720,000	United States Treasury Note/Bond 1.375% 31/05/2021	5,815	0.81
5,148,000	United States Treasury Note/Bond 1.5% 31/10/2019	5,259	0.73
5,148,000	United States Treasury Note/Bond 1.5% 30/11/2019	5,261	0.73
5,720,000	United States Treasury Note/Bond 1.5% 31/01/2022	5,834	0.81
8,008,000	United States Treasury Note/Bond 1.5% 28/02/2023	8,130	1.13
7,150,000	United States Treasury Note/Bond 1.5% 31/03/2023	7,255	1.00
7,722,000	United States Treasury Note/Bond 1.625% 31/07/2019	7,916	1.10
4,576,000	United States Treasury Note/Bond 1.625% 31/08/2019	4,692	0.65
	United States (31 July 2015: 99.28%) (cont)		
	Government bonds: AA+ rating (cont)		
10,296,000	United States Treasury Note/Bond 1.625% 31/12/2019	10,565	1.46
4,576,000	United States Treasury Note/Bond 1.625% 30/06/2020	4,699	0.65
6,578,000	United States Treasury Note/Bond 1.625% 31/07/2020	6,756	0.94
8,008,000	United States Treasury Note/Bond 1.625% 30/11/2020	8,228	1.14
12,584,000	United States Treasury Note/Bond 1.625% 15/08/2022	12,906	1.79
13,728,000	United States Treasury Note/Bond 1.625% 15/11/2022	14,059	1.95
6,864,000	United States Treasury Note/Bond 1.625% 30/04/2023	7,019	0.97
8,866,000	United States Treasury Note/Bond 1.625% 31/05/2023	9,066	1.26
6,578,000	United States Treasury Note/Bond 1.75% 30/09/2019	6,771	0.94
18,304,000	United States Treasury Note/Bond 1.75% 31/10/2020	18,892	2.62
8,866,000	United States Treasury Note/Bond 1.75% 31/12/2020	9,156	1.27
5,434,000	United States Treasury Note/Bond 1.75% 28/02/2022	5,616	0.78
5,148,000	United States Treasury Note/Bond 1.75% 31/03/2022	5,319	0.74
4,290,000	United States Treasury Note/Bond 1.75% 30/04/2022	4,433	0.61
14,586,000	United States Treasury Note/Bond 1.75% 15/05/2022	15,071	2.09
10,296,000	United States Treasury Note/Bond 1.75% 30/09/2022	10,626	1.47
6,864,000	United States Treasury Note/Bond 1.75% 31/01/2023	7,076	0.98
12,870,000	United States Treasury Note/Bond 1.75% 15/05/2023	13,273	1.84
6,006,000	United States Treasury Note/Bond 1.875% 30/06/2020	6,225	0.86
6,292,000	United States Treasury Note/Bond 1.875% 30/11/2021	6,547	0.91
6,006,000	United States Treasury Note/Bond 1.875% 31/05/2022	6,248	0.87
6,006,000	United States Treasury Note/Bond 1.875% 31/08/2022	6,246	0.86
6,292,000	United States Treasury Note/Bond 1.875% 31/10/2022	6,538	0.91
5,720,000	United States Treasury Note/Bond 2% 31/07/2020	5,958	0.83
12,584,000	United States Treasury Note/Bond 2% 30/09/2020	13,119	1.82
4,862,000	United States Treasury Note/Bond 2% 30/11/2020	5,070	0.70
7,436,000	United States Treasury Note/Bond 2% 28/02/2021	7,764	1.08

iShares $ Treasury Bond 3-7yr UCITS ETF (Acc)

SCHEDULE OF INVESTMENTS (continued)

As at 31 July 2016

Holding	Investment	Fair value $'000	% of net asset value
	Bonds (31 July 2015: 99.28%) (cont)		
	United States (31 July 2015: 99.28%) (cont)		
	Government bonds: AA+ rating (cont)		
5,720,000	United States Treasury Note/Bond 2% 31/05/2021	5,980	0.83
5,434,000	United States Treasury Note/Bond 2% 31/08/2021	5,684	0.79
6,578,000	United States Treasury Note/Bond 2% 31/10/2021	6,884	0.95
13,728,000	United States Treasury Note/Bond 2% 15/11/2021	14,373	1.99
15,158,000	United States Treasury Note/Bond 2% 15/02/2022	15,875	2.20
6,864,000	United States Treasury Note/Bond 2% 31/07/2022	7,189	1.00
5,434,000	United States Treasury Note/Bond 2% 30/11/2022	5,687	0.79
14,300,000	United States Treasury Note/Bond 2% 15/02/2023	14,981	2.08
3,432,000	United States Treasury Note/Bond 2.125% 31/01/2021	3,601	0.50
6,292,000	United States Treasury Note/Bond 2.125% 30/06/2021	6,617	0.92
13,442,000	United States Treasury Note/Bond 2.125% 15/08/2021	14,145	1.96
6,864,000	United States Treasury Note/Bond 2.125% 30/09/2021	7,225	1.00
8,866,000	United States Treasury Note/Bond 2.125% 31/12/2021	9,339	1.29
5,720,000	United States Treasury Note/Bond 2.125% 30/06/2022	6,031	0.84
6,006,000	United States Treasury Note/Bond 2.125% 31/12/2022	6,331	0.88
6,006,000	United States Treasury Note/Bond 2.25% 31/03/2021	6,343	0.88
6,578,000	United States Treasury Note/Bond 2.25% 30/04/2021	6,950	0.96
7,150,000	United States Treasury Note/Bond 2.25% 31/07/2021	7,566	1.05
9,152,000	United States Treasury Note/Bond 2.375% 31/12/2020	9,696	1.34
22,022,000	United States Treasury Note/Bond 2.625% 15/08/2020	23,493	3.26
7,722,000	United States Treasury Note/Bond 2.625% 15/11/2020	8,253	1.14
12,870,000	United States Treasury Note/Bond 3.125% 15/05/2021	14,127	1.96
21,450,000	United States Treasury Note/Bond 3.375% 15/11/2019	23,230	3.22
4,862,000	United States Treasury Note/Bond 3.625% 15/08/2019	5,277	0.73
29,458,000	United States Treasury Note/Bond 3.625% 15/02/2020	32,304	4.48
16,302,000	United States Treasury Note/Bond 3.625% 15/02/2021	18,193	2.52
1,716,000	United States Treasury Note/Bond 7.25% 15/08/2022	2,328	0.32
	Total United States	**715,691**	**99.23**
	Total bonds	**715,691**	**99.23**

Holding	Investment	Fair value $'000	% of net asset value
	Total value of investments	**715,691**	**99.23**
	Cash equivalents (31 July 2015: Nil)		
	UCITS collective investment schemes - Money Market Funds (31 July 2015: Nil)		
980,812	Institutional Cash Series Plc - Institutional US Dollar Liquidity Fund*	981	0.14
	Cash†	**300**	**0.04**
	Other net assets	**4,250**	**0.59**
	Net asset value attributable to redeemable participating shareholders at the end of the year	**721,222**	**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 July 2016.

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	715,691	99.22
UCITS collective investment schemes - Money Market Funds	981	0.13
Other assets	4,664	0.65
Total current assets	**721,336**	**100.00**

iShares $ Treasury Bond 3-7yr UCITS ETF (Acc)

SCHEDULE OF MATERIAL PURCHASES AND SALES (unaudited)

For the year ended 31 July 2016

Holding	Investments	Proceeds $'000
Sales		
35,342,900	United States Treasury Note/Bond 3.125% 15/05/2019	37,582
33,350,000	United States Treasury Note/Bond 2.75% 15/02/2019	35,029
20,160,000	United States Treasury Note/Bond 1.375% 31/12/2018	20,226
19,896,000	United States Treasury Note/Bond 1.375% 30/09/2018	20,084
18,706,000	United States Treasury Note/Bond 1.625% 30/06/2019	19,130
15,010,000	United States Treasury Note/Bond 3.375% 15/11/2019	16,175
14,900,000	United States Treasury Note/Bond 1.25% 30/04/2019	14,998
14,298,000	United States Treasury Note/Bond 1% 31/08/2019	14,208
11,742,000	United States Treasury Note/Bond 3.625% 15/02/2020	12,773
11,583,000	United States Treasury Note/Bond 3.75% 15/11/2018	12,444
11,020,000	United States Treasury Note/Bond 3.625% 15/02/2021	12,132
9,210,000	United States Treasury Note/Bond 3.125% 15/05/2021	9,944
9,180,000	United States Treasury Note/Bond 1.375% 28/02/2019	9,278
8,778,000	United States Treasury Note/Bond 2.625% 15/08/2020	9,206
8,836,000	United States Treasury Note/Bond 1.5% 31/01/2019	8,934
8,405,900	United States Treasury Note/Bond 2.5% 15/08/2021	8,642
8,436,000	United States Treasury Note/Bond 1.125% 30/04/2020	8,319
8,060,000	United States Treasury Note/Bond 1.5% 31/05/2019	8,172
8,064,000	United States Treasury Note/Bond 1.125% 31/05/2019	8,069
7,296,000	United States Treasury Note/Bond 1.75% 31/10/2020	7,360
7,224,000	United States Treasury Note/Bond 1.625% 31/03/2019	7,360
7,230,000	United States Treasury Note/Bond 2% 15/02/2022	7,322
7,080,000	United States Treasury Note/Bond 1.25% 31/10/2018	7,121
6,576,000	United States Treasury Note/Bond 1.5% 31/08/2018	6,655
6,125,000	United States Treasury Note/Bond 1.375% 31/07/2018	6,191
6,042,000	United States Treasury Note/Bond 1% 30/09/2019	5,968
5,814,000	United States Treasury Note/Bond 1.75% 15/05/2022	5,792
5,472,000	United States Treasury Note/Bond 2% 15/11/2021	5,554
5,376,000	United States Treasury Note/Bond 1% 30/06/2019	5,357
5,244,000	United States Treasury Note/Bond 1.375% 31/05/2020	5,219
5,016,000	United States Treasury Note/Bond 2% 30/09/2020	5,122

Holding	Investments	Cost $'000
Purchases		
15,965,000	United States Treasury Note/Bond 3.625% 15/02/2020	17,469
17,160,000	United States Treasury Note/Bond 1.625% 15/08/2022	16,938
16,150,000	United States Treasury Note/Bond 2% 15/02/2023	16,673
16,896,000	United States Treasury Note/Bond 1.625% 15/11/2022	16,631
13,185,000	United States Treasury Note/Bond 3.375% 15/11/2019	14,255
13,528,000	United States Treasury Note/Bond 1.75% 30/09/2022	13,683
13,140,000	United States Treasury Note/Bond 1.75% 15/05/2023	13,254
11,935,000	United States Treasury Note/Bond 2.625% 15/08/2020	12,611
12,483,000	United States Treasury Note/Bond 1.375% 30/04/2021	12,512
11,332,900	United States Treasury Note/Bond 3.125% 15/05/2019	12,085
11,490,000	United States Treasury Note/Bond 1.375% 31/10/2020	11,443
11,470,000	United States Treasury Note/Bond 1.125% 30/04/2020	11,400
10,822,900	United States Treasury Note/Bond 2.5% 15/08/2021	11,119
9,927,000	United States Treasury Note/Bond 3.625% 15/02/2021	10,987
10,505,000	United States Treasury Note/Bond 1.5% 28/02/2023	10,482
10,013,000	United States Treasury Note/Bond 1.75% 31/12/2020	10,222
9,920,000	United States Treasury Note/Bond 1.75% 31/10/2020	10,091
10,013,000	United States Treasury Note/Bond 1.125% 28/02/2021	9,968
9,856,000	United States Treasury Note/Bond 1.625% 30/11/2020	9,894
9,600,000	United States Treasury Note/Bond 2% 31/07/2022	9,706
9,446,000	United States Treasury Note/Bond 1% 31/08/2019	9,388
9,200,000	United States Treasury Note/Bond 1.625% 31/07/2020	9,269
9,036,000	United States Treasury Note/Bond 1.625% 31/05/2023	9,086
8,115,000	United States Treasury Note/Bond 3.125% 15/05/2021	8,798
8,423,000	United States Treasury Note/Bond 2% 15/02/2022	8,633
8,190,000	United States Treasury Note/Bond 1.875% 31/08/2022	8,216
8,215,000	United States Treasury Note/Bond 1% 30/09/2019	8,166
8,060,000	United States Treasury Note/Bond 1.5% 31/05/2019	8,098
7,905,000	United States Treasury Note/Bond 1.75% 15/05/2022	7,969
7,652,900	United States Treasury Note/Bond 2.125% 31/12/2022	7,795
7,744,000	United States Treasury Note/Bond 1.875% 31/10/2022	7,746
7,587,000	United States Treasury Note/Bond 1.75% 31/01/2023	7,675
7,664,000	United States Treasury Note/Bond 1.5% 31/03/2023	7,653
7,587,000	United States Treasury Note/Bond 1.375% 31/01/2021	7,639
7,440,000	United States Treasury Note/Bond 2% 15/11/2021	7,630
7,344,000	United States Treasury Note/Bond 1.625% 30/04/2023	7,368
7,290,000	United States Treasury Note/Bond 2% 30/11/2022	7,321
7,191,000	United States Treasury Note/Bond 1.625% 30/06/2019	7,315
6,890,000	United States Treasury Note/Bond 2.75% 15/02/2019	7,253
7,130,000	United States Treasury Note/Bond 1.375% 31/05/2020	7,155
6,820,000	United States Treasury Note/Bond 2% 30/09/2020	7,021

iShares $ Treasury Bond 3-7yr UCITS ETF (Acc)

SCHEDULE OF MATERIAL PURCHASES AND SALES (unaudited) (continued)

For the year ended 31 July 2016

Holding	Investments	Cost $'000
Purchases		
6,617,000	United States Treasury Note/Bond 2.125% 31/12/2021	6,854
6,240,000	United States Treasury Note/Bond 1.625% 31/08/2019	6,318
6,120,000	United States Treasury Note/Bond 1.25% 31/03/2021	6,114

The CBI requires a Schedule of material changes in the composition of the portfolio 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 7-10yr UCITS ETF (Acc)

INCOME STATEMENT

For the year ended 31 July 2016

	Note	Year ended 31 July 2016 $'000	Year ended 31 July 2015 $'000
Operating income	2	1,502	583
Net gains on financial assets/liabilities at fair value through profit or loss	3	4,677	-
Total gains		**6,179**	**583**
Operating expenses	4	(148)	(56)
Net operating profit		**6,031**	**527**
Finance costs:			
Interest expense*	6	-	-
Total finance costs		**-**	**-**
Net profit for the financial year		**6,031**	**527**
Adjustment to align to the valuation methodology as set out in the prospectus	7	85	(85)
Increase in net assets attributable to redeemable participating shareholders from operations		**6,116**	**442**

* Amounts less than $500 are rounded to zero.

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.

STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO REDEEMABLE PARTICIPATING SHAREHOLDERS

For the year ended 31 July 2016

	Year ended 31 July 2016 $'000	Year ended 31 July 2015 $'000
Net assets attributable to redeemable participating shareholders at the beginning of the year	51,310	5,146
Increase in net assets attributable to redeemable participating shareholders from operations	6,116	442
Share transactions:		
Proceeds from issue of redeemable participating shares	107,251	93,877
Payments on redemption of redeemable participating shares	(39,181)	(48,155)
Increase in net assets resulting from share transactions	**68,070**	**45,722**
Net assets attributable to redeemable participating shareholders at the end of the year	**125,496**	**51,310**

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

iShares $ Treasury Bond 7-10yr UCITS ETF (Acc)

BALANCE SHEET

As at 31 July 2016

	Note	31 July 2016 $'000	31 July 2015 $'000
CURRENT ASSETS			
Cash		300	24
Cash equivalents		2	-
Receivables	11	933	390
Financial assets at fair value through profit or loss	12	124,278	50,990
Total current assets		**125,513**	**51,404**
CURRENT LIABILITIES			
Payables	13	(17)	(9)
Total current liabilities excluding net assets attributable to redeemable participating shareholders		(17)	(9)
Net assets attributable to redeemable participating shareholders		**125,496**	**51,395**
Adjustment to align to the valuation methodology as set out in the prospectus	7	-	(85)
Net asset value attributable to redeemable participating shareholders at the end of the year		**125,496**	**51,310**

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

iShares $ Treasury Bond 7-10yr UCITS ETF (Acc)

NOTES TO THE FINANCIAL STATEMENTS

For the year ended 31 July 2016

1. ACCOUNTING POLICIES, FINANCIAL INSTRUMENTS AND RISKS AND OTHER NOTES

The accounting policies are set out on pages 51 to 53. The financial instruments and risks are set out on pages 54 to 76. The notes relating to tax, soft commissions, exchange rates, commitments and contingent liabilities, related party transactions, financial derivative instruments and subsequent events are set out in the notes to the financial statements of the Company on pages 79 to 84.

2. OPERATING INCOME

	Year ended 31 July 2016 $'000	Year ended 31 July 2015 $'000
Interest income	3	-
Bond interest income	1,470	581
Securities lending income	29	2
	1,502	583

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

	Year ended 31 July 2016 $'000	Year ended 31 July 2015 $'000
Net gains on investments in securities held at fair value through profit or loss*	4,677	-
	4,677	-

*Amounts less than $500 are rounded to zero.

4. OPERATING EXPENSES

	Year ended 31 July 2016 $'000	Year ended 31 July 2015 $'000
Management fees	(148)	(56)
	(148)	(56)

5. MANAGEMENT FEES

Fees earned by the Manager during the year and balances outstanding as at 31 July 2016 and 31 July 2015 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 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:

	TER % 31 July 2016	TER % 31 July 2015*
	0.20	0.20

* The TER for this Fund was amended during the year ended 31 July 2015. The annualised TER is presented in the table.

6. INTEREST EXPENSE

	Year ended 31 July 2016 $'000	Year ended 31 July 2015 $'000
Bank interest*	-	-
	-	-

*Amounts less than $500 are rounded to zero.

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 July 2016 $'000	Year ended 31 July 2015 $'000
Balance at the beginning of year*	(85)	-
Adjustment to align to the valuation methodology as set out in the prospectus	85	(85)
Total adjustment for the year	85	(85)
Balance at the end of year	-	(85)

* Amounts less than $500 are rounded to zero.

The benchmark index for this fund changed during the year. Please see the Background section for more details. Bond securities at year end were valued in accordance with the methodology employed by the benchmark index which values bond securities using bid prices.

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

iShares $ Treasury Bond 7-10yr UCITS ETF (Acc)

NOTES TO THE FINANCIAL STATEMENTS (continued)

For the year ended 31 July 2016

8. TRANSACTION COSTS

Transaction costs on this Fund are not separately identifiable for the years ended 31 July 2016 and 31 July 2015. Please refer to note 9 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.

	31 July 2016 No. of Shares	31 July 2015 No. of Shares
Balance at the beginning of year	380,000	40,000
Issued during the year	760,000	700,000
Redeemed during the year	(280,000)	(360,000)
Balance at the end of year	**860,000**	**380,000**

10. NET ASSETS ATTRIBUTABLE TO REDEEMABLE PARTICIPATING SHAREHOLDERS

	No. of Shares
Shares in issue	
As at 31 July 2016	860,000
As at 31 July 2015	380,000
As at 31 July 2014	40,000

	$'000
Net asset value	
As at 31 July 2016	125,496
As at 31 July 2015	51,310
As at 31 July 2014	5,146

	$
Net asset value per share	
As at 31 July 2016	145.93
As at 31 July 2015	135.03
As at 31 July 2014	128.66

11. RECEIVABLES

	31 July 2016 $'000	31 July 2015 $'000
Interest receivable	1	-
Securities lending income receivable	4	1
Bond income receivable	928	389
	933	**390**

12. FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS

Financial assets:	31 July 2016 $'000	31 July 2015 $'000
Investment in bonds	124,278	50,990
	124,278	**50,990**

13. PAYABLES

	31 July 2016 $'000	31 July 2015 $'000
Management fees payable	(17)	(9)
	(17)	**(9)**

14. EFFICIENT PORTFOLIO MANAGEMENT

Please see note 18 of the financial statements of the Company for more information on efficient portfolio management.

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 July 2016 $'000	31 July 2015 $'000
Income earned during the year	29	2
Value of securities on loan at year end	41,456	7,429
Value of collateral held on behalf of the Fund at year end	44,412	8,174

Please see note 19 in the notes to the financial statements of the Company for more information on financial derivative instruments.

iShares $ Treasury Bond 7-10yr UCITS ETF (Acc)

SCHEDULE OF INVESTMENTS

As at 31 July 2016

Holding	Investment	Fair value $'000	% of net asset value
	Transferable Securities Admitted to an Official Stock Exchange Listing or traded on a Regulated Market (31 July 2015: 99.38%)		
	Bonds (31 July 2015: 99.38%)		
	United States (31 July 2015: 99.38%)		
	Government bonds: AA+ rating		
11,094,000	United States Treasury Note/Bond 1.625% 15/02/2026	11,258	8.97
5,375,000	United States Treasury Note/Bond 1.625% 15/05/2026	5,455	4.35
11,481,000	United States Treasury Note/Bond 2% 15/02/2025	12,027	9.58
11,309,000	United States Treasury Note/Bond 2% 15/08/2025	11,846	9.44
10,535,000	United States Treasury Note/Bond 2.125% 15/05/2025	11,144	8.88
10,535,000	United States Treasury Note/Bond 2.25% 15/11/2024	11,249	8.96
10,449,000	United States Treasury Note/Bond 2.25% 15/11/2025	11,174	8.90
10,535,000	United States Treasury Note/Bond 2.375% 15/08/2024	11,346	9.04
6,966,000	United States Treasury Note/Bond 2.5% 15/08/2023	7,543	6.01
9,675,000	United States Treasury Note/Bond 2.5% 15/05/2024	10,505	8.37
8,256,000	United States Treasury Note/Bond 2.75% 15/11/2023	9,096	7.25
8,213,000	United States Treasury Note/Bond 2.75% 15/02/2024	9,061	7.22
602,000	United States Treasury Note/Bond 6% 15/02/2026	849	0.68
1,290,000	United States Treasury Note/Bond 6.25% 15/08/2023	1,725	1.38
	Total United States	**124,278**	**99.03**
	Total bonds	**124,278**	**99.03**
	Total value of investments	**124,278**	**99.03**
	Cash equivalents (31 July 2015: Nil)		
	UCITS collective investment schemes - Money Market Funds (31 July 2015: Nil)		
1,921	Institutional Cash Series Plc - Institutional US Dollar Liquidity Fund*	2	0.00
	Cash†	**300**	**0.24**
	Other net assets	**916**	**0.73**
	Net asset value attributable to redeemable participating shareholders at the end of the year	**125,496**	**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 July 2016.

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	124,278	99.02
UCITS collective investment schemes - Money Market Funds	2	0.00
Other assets	1,233	0.98
Total current assets	**125,513**	**100.00**

iShares $ Treasury Bond 7-10yr UCITS ETF (Acc)

SCHEDULE OF MATERIAL PURCHASES AND SALES (unaudited)

For the year ended 31 July 2016

Holding	Investments	Proceeds $'000
Sales		
9,832,000	United States Treasury Note/Bond 1.75% 15/05/2023	9,870
8,768,000	United States Treasury Note/Bond 2% 15/02/2023	9,001
7,283,000	United States Treasury Note/Bond 1.625% 15/11/2022	7,114
5,818,000	United States Treasury Note/Bond 2.5% 15/08/2023	6,138
5,448,000	United States Treasury Note/Bond 2.75% 15/11/2023	5,856
4,749,000	United States Treasury Note/Bond 2.75% 15/02/2024	5,088
4,456,000	United States Treasury Note/Bond 2.5% 15/05/2024	4,671
4,429,000	United States Treasury Note/Bond 2% 15/02/2025	4,470
4,533,000	United States Treasury Note/Bond 1.625% 15/08/2022	4,438
4,273,000	United States Treasury Note/Bond 2.25% 15/11/2024	4,393
4,201,000	United States Treasury Note/Bond 2.375% 15/08/2024	4,375
4,189,000	United States Treasury Note/Bond 2.125% 15/05/2025	4,260
3,504,000	United States Treasury Note/Bond 2% 15/08/2025	3,549
2,605,000	United States Treasury Note/Bond 2.25% 15/11/2025	2,709
1,503,000	United States Treasury Note/Bond 1.625% 15/02/2026	1,482
162,000	United States Treasury Note/Bond 1.625% 15/05/2026	162
60,000	United States Treasury Note/Bond 6.25% 15/08/2023	80
28,000	United States Treasury Note/Bond 6% 15/02/2026	39

Holding	Investments	Cost $'000
Purchases		
14,813,000	United States Treasury Note/Bond 2% 15/08/2025	14,951
13,054,000	United States Treasury Note/Bond 2.25% 15/11/2025	13,470
12,597,000	United States Treasury Note/Bond 1.625% 15/02/2026	12,496
11,722,000	United States Treasury Note/Bond 2.125% 15/05/2025	11,987
11,597,000	United States Treasury Note/Bond 2% 15/02/2025	11,791
10,423,000	United States Treasury Note/Bond 2.375% 15/08/2024	10,924
10,476,000	United States Treasury Note/Bond 2.25% 15/11/2024	10,870
9,799,000	United States Treasury Note/Bond 2.5% 15/05/2024	10,366
9,372,000	United States Treasury Note/Bond 2.75% 15/11/2023	10,086
8,649,000	United States Treasury Note/Bond 2.75% 15/02/2024	9,299
8,471,000	United States Treasury Note/Bond 2.5% 15/08/2023	8,948
5,537,000	United States Treasury Note/Bond 1.625% 15/05/2026	5,526
5,500,000	United States Treasury Note/Bond 1.75% 15/05/2023	5,460
4,455,000	United States Treasury Note/Bond 2% 15/02/2023	4,498
2,970,000	United States Treasury Note/Bond 1.625% 15/11/2022	2,908
1,350,000	United States Treasury Note/Bond 6.25% 15/08/2023	1,785
630,000	United States Treasury Note/Bond 6% 15/02/2026	872
220,000	United States Treasury Note/Bond 1.625% 15/08/2022	215

The CBI requires a Schedule of material changes in the composition of the portfolio 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 Core EURO STOXX 50 UCITS ETF

INCOME STATEMENT

For the year ended 31 July 2016

	Note	Year ended 31 July 2016 €'000	Year ended 31 July 2015 €'000
Operating income	2	56,655	26,220
Net (losses)/gains on financial assets/liabilities at fair value through profit or loss	3	(224,923)	63,479
Total (losses)/gains		**(168,268)**	**89,699**
Operating expenses	4	(1,432)	(611)
Net operating (loss)/profit		**(169,700)**	**89,088**
Finance costs:			
Interest expense	6	(45)	(10)
Total finance costs		**(45)**	**(10)**
Net (loss)/profit for the financial year before tax		**(169,745)**	**89,078**
Non-reclaimable withholding tax		(3,911)	(1,690)
Net (loss)/profit for the financial year after tax		**(173,656)**	**87,388**
Adjustment to align to the valuation methodology as set out in the prospectus	7	735	727
(Decrease)/increase in net assets attributable to redeemable participating shareholders from operations		**(172,921)**	**88,115**

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.

STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO REDEEMABLE PARTICIPATING SHAREHOLDERS

For the year ended 31 July 2016

	Year ended 31 July 2016 €'000	Year ended 31 July 2015 €'000
Net assets attributable to redeemable participating shareholders at the beginning of the year	1,136,991	176,444
(Decrease)/increase in net assets attributable to redeemable participating shareholders from operations	(172,921)	88,115
Share transactions:		
Proceeds from issue of redeemable participating shares	892,369	738,355
Payments on redemption of redeemable participating shares	(235,037)	(22,310)
Transfer due to merger*	-	156,387
Increase in net assets resulting from share transactions	**657,332**	**872,432**
Net assets attributable to redeemable participating shareholders at the end of the year	**1,621,402**	**1,136,991**

* Effective 8 September 2014 iShares EURO STOXX 50 UCITS ETF (Acc) a Fund of iShares III merged into iShares Core EURO STOXX 50 UCITS ETF, the merger ratio used to calculate the number of shares in the Receiving Fund issued to former shareholders of the Merging Fund was 0.380321385.

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

iShares Core EURO STOXX 50 UCITS ETF*

BALANCE SHEET

As at 31 July 2016

	Note	31 July 2016 €'000	31 July 2015 €'000
CURRENT ASSETS			
Cash		13,516	6,618
Margin cash account		607	617
Receivables	11	13,055	948
Financial assets at fair value through profit or loss	12	1,610,342	1,134,552
Total current assets		**1,637,520**	**1,142,735**
CURRENT LIABILITIES			
Payables	13	(17,562)	(6,453)
Total current liabilities excluding net assets attributable to redeemable participating shareholders		**(17,562)**	**(6,453)**
Net assets attributable to redeemable participating shareholders		**1,619,958**	**1,136,282**
Adjustment to align to the valuation methodology as set out in the prospectus	7	1,444	709
Net asset value attributable to redeemable participating shareholders at the end of the year		**1,621,402**	**1,136,991**

* Effective 8 September 2014 iShares EURO STOXX 50 UCITS ETF (Acc) a Fund of iShares III merged into iShares Core EURO STOXX 50 UCITS ETF, the merger ratio used to calculate the number of shares in the Receiving Fund issued to former shareholders of the Merging Fund was 0.380321385.

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

iShares Core EURO STOXX 50 UCITS ETF

NOTES TO THE FINANCIAL STATEMENTS

For the year ended 31 July 2016

1. ACCOUNTING POLICIES, FINANCIAL INSTRUMENTS AND RISKS AND OTHER NOTES

The accounting policies are set out on pages 51 to 53. The financial instruments and risks are set out on pages 54 to 76. The notes relating to tax, soft commissions, exchange rates, commitments and contingent liabilities, related party transactions, financial derivative instruments and subsequent events are set out in the notes to the financial statements of the Company on pages 79 to 84.

2. OPERATING INCOME

	Year ended 31 July 2016 €'000	Year ended 31 July 2015 €'000
Dividend income	56,411	25,980
Securities lending income	244	240
	56,655	**26,220**

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

	Year ended 31 July 2016 €'000	Year ended 31 July 2015 €'000
Net (losses)/gains on investments in securities held at fair value through profit or loss	(225,415)	63,511
Net gains/(losses) on futures contracts	503	(40)
Net (losses)/gains on foreign currency transactions	(11)	8
	(224,923)	**63,479**

4. OPERATING EXPENSES

	Year ended 31 July 2016 €'000	Year ended 31 July 2015 €'000
Management fees	(1,432)	(611)
	(1,432)	**(611)**

5. MANAGEMENT FEES

Fees earned by the Manager during the year and balances outstanding as at 31 July 2016 and 31 July 2015 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 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:

	TER % 31 July 2016	TER % 31 July 2015
	0.10	0.10

6. INTEREST EXPENSE

	Year ended 31 July 2016 €'000	Year ended 31 July 2015 €'000
Bank interest	(45)	(10)
	(45)	**(10)**

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 July 2016 €'000	Year ended 31 July 2015 €'000
Balance at the beginning of year	709	(18)
Adjustment to align to the valuation methodology as set out in the prospectus	735	727
Total adjustment for the year	735	727
Balance at the end of year	**1,444**	**709**

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

iShares Core EURO STOXX 50 UCITS ETF

NOTES TO THE FINANCIAL STATEMENTS (continued)

For the year ended 31 July 2016

8. TRANSACTION COSTS

Disclosed in the table below are separately identifiable transaction costs incurred by the Fund for the years ended 31 July 2016 and 31 July 2015. Please refer to note 9 of the financial statements of the Company for further details.

	Year ended 31 July 2016 €'000	Year ended 31 July 2015 €'000
Transaction costs	(778)	(490)

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 July 2016 No. of Shares	31 July 2015 No. of Shares
Balance at the beginning of year	11,199,637	2,075,363
Issued during the year	10,025,000	7,625,000
Transfer due to merger	-	1,749,330
Redeemed during the year	(2,675,000)	(250,056)
Balance at the end of year	**18,549,637**	**11,199,637**

10. NET ASSETS ATTRIBUTABLE TO REDEEMABLE PARTICIPATING SHAREHOLDERS

	No. of Shares
Shares in issue	
As at 31 July 2016	18,549,637
As at 31 July 2015	11,199,637
As at 31 July 2014	2,075,363

	€'000
Net asset value	
As at 31 July 2016	1,621,402
As at 31 July 2015	1,136,991
As at 31 July 2014	176,444

	€
Net asset value per share	
As at 31 July 2016	87.41
As at 31 July 2015	101.52
As at 31 July 2014	85.02

11. RECEIVABLES

	31 July 2016 €'000	31 July 2015 €'000
Sale of securities awaiting settlement	9,539	-
Dividend income receivable	532	-
Securities lending income receivable	3	-
Tax reclaim receivable	2,981	948
	13,055	**948**

12. FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS

Financial assets:	31 July 2016 €'000	31 July 2015 €'000
Investment in equities	1,609,984	1,134,533
Unrealised gains on futures contracts	358	19
	1,610,342	**1,134,552**

13. PAYABLES

	31 July 2016 €'000	31 July 2015 €'000
Purchase of securities awaiting settlement	-	(6,358)
Payable for fund shares repurchased	(17,435)	-
Interest payable	(3)	(2)
Management fees payable	(124)	(93)
	(17,562)	**(6,453)**

14. EFFICIENT PORTFOLIO MANAGEMENT

Please see note 18 of the financial statements of the Company for more information on efficient portfolio management.

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 July 2016 €'000	31 July 2015 €'000
Income earned during the year	244	240
Value of securities on loan at year end	14,428	5,947
Value of collateral held on behalf of the Fund at year end	15,875	6,570

Please see note 19 in the notes to the financial statements of the Company for more information on financial derivative instruments.

iShares Core EURO STOXX 50 UCITS ETF

SCHEDULE OF INVESTMENTS

As at 31 July 2016

Holding	Investment	Fair value €'000	% of net asset value
	Transferable Securities Admitted to an Official Stock Exchange Listing or traded on a Regulated Market (31 July 2015: 99.79%)		
	Equities (31 July 2015: 99.79%)		
	Belgium (31 July 2015: 3.63%)		
	Beverages		
628,339	Anheuser-Busch InBev SA/NV Com NPV	72,353	4.46
	Total Belgium	**72,353**	**4.46**
	Finland (31 July 2015: 1.03%)		
	Telecommunications		
4,770,559	Nokia Oyj Com NPV	24,473	1.51
	Total Finland	**24,473**	**1.51**
	France (31 July 2015: 34.26%)		
	Aerospace & defence		
288,927	Safran SA Com EUR 0.20	17,564	1.08
	Apparel retailers		
222,294	LVMH Moet Hennessy Louis Vuitton SE Com EUR 0.30	34,089	2.10
	Banks		
915,744	BNP Paribas SA Com EUR 2.00	40,600	2.51
660,239	Societe Generale SA Com EUR 1.25	20,157	1.24
	Building materials and fixtures		
429,331	Cie de Saint-Gobain Com EUR 4.00	16,257	1.00
	Chemicals		
281,914	Air Liquide SA Com EUR 5.50	26,889	1.66
	Electrical components & equipment		
481,223	Schneider Electric SE Com EUR 4.00	28,156	1.74
	Electricity		
1,330,610	Engie SA Com EUR 1.00	19,586	1.21
	Engineering & construction		
454,659	Vinci SA Com EUR 2.50	30,839	1.90
	Food		
445,701	Carrefour SA Com EUR 2.50	9,975	0.62
499,878	Danone SA Com EUR 0.25	34,416	2.12
	Healthcare products		
177,549	Essilor International SA Com EUR 0.18	20,329	1.25
	Insurance		
1,705,288	AXA SA Com EUR 2.29	31,079	1.92
	Media		
961,969	Vivendi SA Com EUR 5.50	16,902	1.04
	Oil & gas		
2,026,492	Total SA Com EUR 2.50	86,562	5.34
	Personal products		
200,994	L'Oreal SA Com EUR 0.20	34,209	2.11
	Pharmaceuticals		
957,791	Sanofi Com EUR 2.00	72,936	4.50
	Real estate investment trusts		
81,203	Unibail-Rodamco SE Reits EUR 5.00	19,968	1.23
	France (31 July 2015: 34.26%) (cont)		
	Telecommunications		
1,630,032	Orange SA Com EUR 4.00	22,315	1.38
	Total France	**582,828**	**35.95**
	Germany (31 July 2015: 30.67%)		
	Auto manufacturers		
262,557	Bayerische Motoren Werke AG Com EUR 1.00	20,188	1.25
816,147	Daimler AG Com NPV	49,565	3.06
150,355	Volkswagen AG Pref NPV	18,869	1.16
	Banks		
1,129,499	Deutsche Bank AG Com NPV	13,554	0.84
	Chemicals		
752,152	BASF SE Com NPV	52,696	3.25
	Electricity		
1,643,389	E.ON SE Com NPV	15,716	0.97
	Health care services		
328,774	Fresenius SE & Co KGaA Com NPV	21,952	1.35
	Insurance		
374,250	Allianz SE Com NPV	47,979	2.96
131,656	Muenchener Rueckversicherungs-Gesellschaft AG Com NPV	19,636	1.21
	Miscellaneous manufacturers		
656,799	Siemens AG Com NPV	63,644	3.93
	Pharmaceuticals		
677,196	Bayer AG Com NPV	65,099	4.01
	Software		
805,245	SAP SE Com NPV	63,035	3.89
	Telecommunications		
2,595,044	Deutsche Telekom AG Com NPV	39,393	2.43
	Transportation		
786,294	Deutsche Post AG Com NPV	20,966	1.29
	Total Germany	**512,292**	**31.60**
	Italy (31 July 2015: 7.89%)		
	Banks		
11,770,597	Intesa Sanpaolo SpA Com EUR 0.52	23,188	1.43
4,796,113	UniCredit SpA Com NPV	10,513	0.65
	Electricity		
6,350,985	Enel SpA Com EUR 1.00	26,102	1.61
	Insurance		
1,105,663	Assicurazioni Generali SpA Com EUR 1.00	13,025	0.80
	Oil & gas		
2,080,100	Eni SpA Com NPV	28,435	1.75
	Total Italy	**101,263**	**6.24**
	Netherlands (31 July 2015: 9.54%)		
	Aerospace & defence		
472,132	Airbus Group SE Com EUR 1.00	24,849	1.53

iShares Core EURO STOXX 50 UCITS ETF

SCHEDULE OF INVESTMENTS (continued)

As at 31 July 2016

Holding	Investment	Fair value €'000	% of net asset value
	Equities (31 July 2015: 99.79%) (cont)		
	Netherlands (31 July 2015: 9.54%) (cont)		
	Banks		
3,169,120	ING Groep NV Com EUR 0.01	31,685	1.96
	Electronics		
763,283	Koninklijke Philips NV Com EUR 0.20	18,216	1.12
	Personal products		
1,278,080	Unilever NV CVS EUR 0.16	52,957	3.27
	Semiconductors		
303,288	ASML Holding NV Com EUR 0.09	30,001	1.85
	Total Netherlands	**157,708**	**9.73**
	Spain (31 July 2015: 12.77%)		
	Banks		
5,298,455	Banco Bilbao Vizcaya Argentaria SA Com EUR 0.49	27,674	1.71
11,821,497	Banco Santander SA Com EUR 0.50	44,839	2.76
	Electricity		
4,609,608	Iberdrola SA Com EUR 0.75	28,321	1.75
	Retail		
860,692	Industria de Diseno Textil SA Com EUR 0.03	26,630	1.64
	Telecommunications		
3,606,377	Telefonica SA Com EUR 1.00	31,603	1.95
	Total Spain	**159,067**	**9.81**
	Total equities	**1,609,984**	**99.30**

No. of contracts		Underlying exposure €'000	Fair value €'000	% of net asset value
	Financial derivative instruments (31 July 2015: 0.00%)			
	Futures contracts (31 July 2015: 0.00%)			
328	Euro Stoxx 50 Index Futures September 2016	9,427	358	0.02
	Total unrealised gains on futures contracts		**358**	**0.02**
	Total financial derivative instruments		**358**	**0.02**

	Fair value €'000	% of net asset value
Total value of investments	**1,610,342**	**99.32**
Cash†	**14,123**	**0.87**
Other net liabilities	**(4,507)**	**(0.28)**
Net assets attributable to redeemable participating shareholders	**1,619,958**	**99.91**

	Fair value €'000	% of net asset value
Adjustment to align to the valuation methodology as set out in the prospectus	1,444	0.09
Net asset value attributable to redeemable participating shareholders at the end of the year	**1,621,402**	**100.00**

† Cash holdings of €13,515,842 are held with State Street Bank and Trust Company. €607,196 is held as security for futures contracts with Credit Suisse AG.

Equities are primarily classified by 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	1,609,984	98.32
Exchange traded financial derivative instruments	358	0.02
Other assets	27,178	1.66
Total current assets	**1,637,520**	**100.00**

iShares Core EURO STOXX 50 UCITS ETF

SCHEDULE OF MATERIAL PURCHASES AND SALES (unaudited)

For the year ended 31 July 2016

Holding	Investments	Proceeds €'000
Sales		
365,049	Total SA Com EUR 2.50	15,204
173,969	Sanofi Com EUR 2.00	13,045
109,396	Bayer AG Com NPV	11,458
102,727	Anheuser-Busch InBev SA/NV Com NPV	11,211
103,334	Siemens AG Com NPV	9,453
131,996	Daimler AG Com NPV	8,817
60,396	Allianz SE Com NPV	8,661
117,602	SAP SE Com NPV	8,375
121,619	BASF SE Com NPV	8,363
207,017	Unilever NV CVS EUR 0.16	8,150
1,887,381	Banco Santander SA Com EUR 0.50	8,086
147,727	BNP Paribas SA Com EUR 2.00	6,988
292,558	AXA SA Com EUR 2.29	6,271
451,543	Eni SpA Com NPV	6,207
387,528	Deutsche Telekom AG Com NPV	6,047
599,883	Telefonica SA Com EUR 1.00	6,024
539,003	Repsol SA Com EUR 1.00	5,798
36,311	LVMH Moet Hennessy Louis Vuitton SE Com EUR 0.30	5,499
476,270	ING Groep NV CVS EUR 0.24	5,451
829,251	Banco Bilbao Vizcaya Argentaria SA Com EUR 0.49	5,234
32,718	L'Oreal SA Com EUR 0.20	5,199
82,240	Airbus Group SE Com EUR 1.00	4,792
1,893,476	Intesa Sanpaolo SpA Com EUR 0.52	4,791
75,145	Danone SA Com EUR 0.25	4,696
72,914	Vinci SA Com EUR 2.50	4,672
768,120	Iberdrola SA Com EUR 0.75	4,627
45,229	Air Liquide SA Com EUR 5.50	4,597
51,918	ASML Holding NV Com EUR 0.09	4,509
285,240	Orange SA Com EUR 4.00	4,291
76,052	Schneider Electric SE Com EUR 4.00	4,209
25,022	Muenchener Rueckversicherungs-Gesellschaft AG Com NPV	4,190
139,144	Industria de Diseno Textil SA Com EUR 0.03	4,184
106,046	Societe Generale SA Com EUR 1.25	3,815
154,806	Koninklijke Philips NV Com EUR 0.20	3,735
933,719	Enel SpA Com EUR 1.00	3,674
661,986	Nokia Oyj Com NPV	3,619
945,228	UniCredit SpA Com NPV	3,487
180,511	Vivendi SA Com EUR 5.50	3,486
42,603	Bayerische Motoren Werke AG Com EUR 1.00	3,480
53,410	Fresenius SE & Co KGaA Com NPV	3,436
27,941	Essilor International SA Com EUR 0.18	3,141
124,667	Deutsche Post AG Com NPV	3,139

Holding	Investments	Cost €'000
Purchases		
1,141,621	Total SA Com EUR 2.50	49,327
541,863	Sanofi Com EUR 2.00	44,553
376,864	Bayer AG Com NPV	39,734
350,179	Anheuser-Busch InBev SA/NV Com NPV	36,526
375,613	Siemens AG Com NPV	32,958
454,328	Daimler AG Com NPV	30,677
6,615,416	Banco Santander SA Com EUR 0.50	30,404
452,879	SAP SE Com NPV	30,118
208,216	Allianz SE Com NPV	29,596
418,693	BASF SE Com NPV	28,924
711,285	Unilever NV CVS EUR 0.16	27,838
509,599	BNP Paribas SA Com EUR 2.00	25,490
382,184	Fresenius SE & Co KGaA Com NPV	24,086
330,981	Safran SA Com EUR 0.20	22,229
1,447,707	Deutsche Telekom AG Com NPV	22,117
3,610,044	Nokia Oyj Com NPV	21,805
2,058,181	Telefonica SA Com EUR 1.00	21,487
1,763,600	ING Groep NV CVS EUR 0.24	20,969
3,003,649	Banco Bilbao Vizcaya Argentaria SA Com EUR 0.49	20,907
954,798	AXA SA Com EUR 2.29	20,631
123,893	LVMH Moet Hennessy Louis Vuitton SE Com EUR 0.30	18,967
112,389	L'Oreal SA Com EUR 0.20	18,380
6,549,259	Intesa Sanpaolo SpA Com EUR 0.52	18,349
1,194,856	Eni SpA Com NPV	17,430
277,734	Danone SA Com EUR 0.25	16,738
156,734	Air Liquide SA Com EUR 5.50	16,280
267,857	Vinci SA Com EUR 2.50	16,128
2,576,309	Iberdrola SA Com EUR 0.75	15,669
3,813,688	Enel SpA Com EUR 1.00	15,223
265,367	Airbus Group SE Com EUR 1.00	14,740
479,129	Industria de Diseno Textil SA Com EUR 0.03	14,499
83,948	Muenchener Rueckversicherungs-Gesellschaft AG Com NPV	14,234
267,658	Schneider Electric SE Com EUR 4.00	14,214
662,019	Deutsche Bank AG Com NPV	14,060
367,336	Societe Generale SA Com EUR 1.25	13,968
169,260	ASML Holding NV Com EUR 0.09	13,781
2,974,979	UniCredit SpA Com NPV	13,668
931,596	Orange SA Com EUR 4.00	13,537
146,182	Bayerische Motoren Werke AG Com EUR 1.00	11,873
436,640	Deutsche Post AG Com NPV	10,976
98,521	Essilor International SA Com EUR 0.18	10,969
740,652	Engie SA Com EUR 1.00	10,963

iShares Core EURO STOXX 50 UCITS ETF

SCHEDULE OF MATERIAL PURCHASES AND SALES (unaudited) (continued)

For the year ended 31 July 2016

Holding	Investments	Proceeds €'000
Sales		
176,067	Deutsche Bank AG Com NPV	3,109
214,972	Engie SA Com EUR 1.00	3,075

Holding	Investments	Cost €'000
Purchases		
536,230	Vivendi SA Com EUR 5.50	10,807
95,340	Volkswagen AG Pref NPV	10,770
42,039	Unibail-Rodamco SE Reits EUR 5.00	9,922

The CBI requires a Schedule of material changes in the composition of the portfolio 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 Core MSCI Pacific ex Japan UCITS ETF

INCOME STATEMENT

For the year ended 31 July 2016

	Note	Year ended 31 July 2016 $'000	Year ended 31 July 2015 $'000
Operating income	2	8,594	4,861
Net gains/(losses) on financial assets/liabilities at fair value through profit or loss	3	21,541	(18,830)
Total gains/(losses)		**30,135**	**(13,969)**
Operating expenses	4	(422)	(238)
Net operating profit/(loss)		**29,713**	**(14,207)**
Finance costs:			
Interest expense	6	(1)	-
Total finance costs		**(1)**	**-**
Net profit/(loss) for the financial year before tax		**29,712**	**(14,207)**
Non-reclaimable withholding tax		(294)	(90)
Net profit/(loss) for the financial year after tax		**29,418**	**(14,297)**
Adjustment to align to the valuation methodology as set out in the prospectus	7	284	130
Increase/(decrease) in net assets attributable to redeemable participating shareholders from operations		**29,702**	**(14,167)**

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.

STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO REDEEMABLE PARTICIPATING SHAREHOLDERS

For the year ended 31 July 2016

	Year ended 31 July 2016 $'000	Year ended 31 July 2015 $'000
Net assets attributable to redeemable participating shareholders at the beginning of the year	145,352	93,778
Increase/(decrease) in net assets attributable to redeemable participating shareholders from operations	29,702	(14,167)
Share transactions:		
Proceeds from issue of redeemable participating shares	255,037	65,741
Payments on redemption of redeemable participating shares	(8,634)	-
Increase in net assets resulting from share transactions	**246,403**	**65,741**
Net assets attributable to redeemable participating shareholders at the end of the year	**421,457**	**145,352**

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

iShares Core MSCI Pacific ex Japan UCITS ETF

BALANCE SHEET

As at 31 July 2016

	Note	31 July 2016 $'000	31 July 2015 $'000
CURRENT ASSETS			
Cash		2,230	387
Margin cash account		61	54
Receivables	11	622	228
Financial assets at fair value through profit or loss	12	419,470	144,476
Total current assets		**422,383**	**145,145**
CURRENT LIABILITIES			
Bank overdraft		(55)	-
Margin cash account		(7)	-
Payables	13	(1,362)	(24)
Financial liabilities at fair value through profit or loss	12	(34)	(17)
Total current liabilities excluding net assets attributable to redeemable participating shareholders		**(1,458)**	**(41)**
Net assets attributable to redeemable participating shareholders		**420,925**	**145,104**
Adjustment to align to the valuation methodology as set out in the prospectus	7	532	248
Net asset value attributable to redeemable participating shareholders at the end of the year		**421,457**	**145,352**

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

iShares Core MSCI Pacific ex Japan UCITS ETF

NOTES TO THE FINANCIAL STATEMENTS

For the year ended 31 July 2016

1. ACCOUNTING POLICIES, FINANCIAL INSTRUMENTS AND RISKS AND OTHER NOTES

The accounting policies are set out on pages 51 to 53. The financial instruments and risks are set out on pages 54 to 76. The notes relating to tax, soft commissions, exchange rates, commitments and contingent liabilities, related party transactions, financial derivative instruments and subsequent events are set out in the notes to the financial statements of the Company on pages 79 to 84.

2. OPERATING INCOME

	Year ended 31 July 2016 $'000	Year ended 31 July 2015 $'000
Interest income	3	3
Dividend income	8,491	4,840
Securities lending income	100	18
	8,594	4,861

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

	Year ended 31 July 2016 $'000	Year ended 31 July 2015 $'000
Net gains/(losses) on investments in securities held at fair value through profit or loss	21,280	(18,611)
Net gains/(losses) on futures contracts	63	(44)
Net gains/(losses) on foreign currency transactions	198	(175)
	21,541	(18,830)

4. OPERATING EXPENSES

	Year ended 31 July 2016 $'000	Year ended 31 July 2015 $'000
Management fees	(422)	(238)
	(422)	(238)

5. MANAGEMENT FEES

Fees earned by the Manager during the year and balances outstanding as at 31 July 2016 and 31 July 2015 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 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:

	TER % 31 July 2016	TER % 31 July 2015
	0.20	0.20

6. INTEREST EXPENSE

	Year ended 31 July 2016 $'000	Year ended 31 July 2015 $'000
Bank interest	(1)	-
	(1)	-

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 July 2016 $'000	Year ended 31 July 2015 $'000
Balance at the beginning of year	248	118
Adjustment to align to the valuation methodology as set out in the prospectus	284	130
Total adjustment for the year	284	130
Balance at the end of year	532	248

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

iShares Core MSCI Pacific ex Japan UCITS ETF

NOTES TO THE FINANCIAL STATEMENTS (continued)

For the year ended 31 July 2016

8. TRANSACTION COSTS

Disclosed in the table below are separately identifiable transaction costs incurred by the Fund for the years ended 31 July 2016 and 31 July 2015. Please refer to note 9 of the financial statements of the Company for further details.

	Year ended 31 July 2016 $'000	Year ended 31 July 2015 $'000
Transaction costs	(131)	(34)

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 July 2016 No. of Shares	31 July 2015 No. of Shares
Balance at the beginning of year	1,225,285	700,285
Issued during the year	2,375,000	525,000
Redeemed during the year	(75,000)	-
Balance at the end of year	**3,525,285**	**1,225,285**

10. NET ASSETS ATTRIBUTABLE TO REDEEMABLE PARTICIPATING SHAREHOLDERS

	No. of Shares
Shares in issue	
As at 31 July 2016	3,525,285
As at 31 July 2015	1,225,285
As at 31 July 2014	700,285

	$'000
Net asset value	
As at 31 July 2016	421,457
As at 31 July 2015	145,352
As at 31 July 2014	93,778

	$
Net asset value per share	
As at 31 July 2016	119.55
As at 31 July 2015	118.63
As at 31 July 2014	133.91

11. RECEIVABLES

	31 July 2016 $'000	31 July 2015 $'000
Sale of securities awaiting settlement	244	-
Dividend income receivable	364	225
Securities lending income receivable	14	3
	622	**228**

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

Financial assets:	31 July 2016 $'000	31 July 2015 $'000
Investment in equities	419,412	144,472
Unrealised gains on futures contracts	58	4
	419,470	**144,476**

Financial liabilities:		
Unrealised losses on futures contracts	(34)	(17)
	(34)	**(17)**

13. PAYABLES

	31 July 2016 $'000	31 July 2015 $'000
Purchase of securities awaiting settlement	(1,298)	-
Management fees payable	(64)	(24)
	(1,362)	**(24)**

14. EFFICIENT PORTFOLIO MANAGEMENT

Please see note 18 of the financial statements of the Company for more information on efficient portfolio management.

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 July 2016 $'000	31 July 2015 $'000
Income earned during the year	100	18
Value of securities on loan at year end	140,136	34,344
Value of collateral held on behalf of the Fund at year end	153,898	38,368

Please see note 19 in the notes to the financial statements of the Company for more information on financial derivative instruments.

iShares Core MSCI Pacific ex Japan UCITS ETF

SCHEDULE OF INVESTMENTS

As at 31 July 2016

Holding	Investment	Fair value $'000	% of net asset value
	Transferable Securities Admitted to an Official Stock Exchange Listing or traded on a Regulated Market (31 July 2015: 99.40%)		
	Equities (31 July 2015: 99.40%)		
	Australia (31 July 2015: 58.73%)		
	Airlines		
139,457	Qantas Airways Ltd Com NPV	333	0.08
	Banks		
809,428	Australia & New Zealand Banking Group Ltd Com NPV	15,897	3.77
103,922	Bank of Queensland Ltd Com NPV	833	0.20
126,194	Bendigo & Adelaide Bank Ltd Com NPV	971	0.23
473,730	Commonwealth Bank of Australia Com NPV	27,843	6.61
731,833	National Australia Bank Ltd Com NPV	14,763	3.50
925,452	Westpac Banking Corp Com NPV	21,854	5.18
	Beverages		
158,261	Coca-Cola Amatil Ltd Com NPV	1,106	0.26
203,927	Treasury Wine Estates Ltd Com NPV	1,496	0.36
	Biotechnology		
128,424	CSL Ltd Com NPV	11,518	2.73
	Broadline retailers		
16,859	Domino's Pizza Enterprises Ltd Com NPV	963	0.23
154,690	Harvey Norman Holdings Ltd Com NPV	568	0.13
	Building materials and fixtures		
207,967	Boral Ltd Com NPV	1,084	0.26
	Chemicals		
466,151	Incitec Pivot Ltd Com NPV	1,017	0.24
	Commercial services		
438,078	Brambles Ltd Com NPV	4,475	1.06
564,730	Transurban Group Misc NPV	5,387	1.28
	Computers		
128,762	Computershare Ltd Com NPV	869	0.21
	Containers & packaging		
321,319	Amcor Ltd Com NPV	3,668	0.87
	Diversified financial services		
53,485	ASX Ltd Com NPV	2,017	0.48
84,942	Macquarie Group Ltd Com NPV	4,801	1.14
65,331	Platinum Asset Management Ltd Com NPV	301	0.07
	Electricity		
187,200	AGL Energy Ltd Com NPV	2,927	0.69
488,739	AusNet Services Com NPV	654	0.15
641,310	Duet Group Misc NPV	1,296	0.31
483,481	Origin Energy Ltd Com NPV	2,017	0.48
	Engineering & construction		
28,122	Cimic Group Ltd Com NPV	625	0.15
152,569	LendLease Group Misc NPV	1,554	0.37
300,788	Sydney Airport Misc NPV	1,726	0.41
	Entertainment		
149,577	Aristocrat Leisure Ltd Com NPV	1,809	0.43
229,726	Tabcorp Holdings Ltd Com NPV	854	0.20
404,612	Tatts Group Ltd Com NPV	1,267	0.30
	Australia (31 July 2015: 58.73%) (cont)		
	Food		
312,434	Wesfarmers Ltd Com NPV	10,194	2.42
352,601	Woolworths Ltd Com NPV	6,274	1.49
	Health care services		
479,337	Healthscope Ltd Com NPV	1,075	0.25
39,087	Ramsay Health Care Ltd Com NPV	2,341	0.56
108,466	Sonic Healthcare Ltd Com NPV	1,894	0.45
	Healthcare products		
15,806	Cochlear Ltd Com NPV	1,594	0.38
	Hotels		
100,601	Crown Resorts Ltd Com NPV	1,000	0.24
	Insurance		
820,588	AMP Ltd Com NPV	3,624	0.86
157,651	Challenger Ltd Com NPV	1,137	0.27
674,540	Insurance Australia Group Ltd Com NPV	3,087	0.73
760,843	Medibank Pvt Ltd Com NPV	1,775	0.42
380,453	QBE Insurance Group Ltd Com NPV	3,169	0.75
356,937	Suncorp Group Ltd Com NPV	3,635	0.87
	Internet		
90,387	Seek Ltd Com NPV	1,147	0.27
	Iron & steel		
430,052	Fortescue Metals Group Ltd Com NPV	1,448	0.34
	Mining		
703,825	Alumina Ltd Com NPV	709	0.17
890,957	BHP Billiton Ltd Com NPV	13,218	3.14
212,641	Newcrest Mining Ltd Com NPV	4,039	0.96
117,680	Rio Tinto Ltd Com NPV	4,433	1.05
1,470,644	South32 Ltd Com NPV	2,045	0.48
	Miscellaneous manufacturers		
103,181	Orica Ltd Com NPV	1,110	0.26
	Oil & gas		
74,608	Caltex Australia Ltd Com NPV	1,878	0.45
439,149	Santos Ltd Com NPV	1,465	0.35
205,738	Woodside Petroleum Ltd Com NPV	4,148	0.98
	Pipelines		
307,840	APA Group Misc NPV	2,272	0.54
	Real estate investment & services		
14,545	REA Group Ltd Com NPV	720	0.17
	Real estate investment trusts		
267,427	Dexus Property Group Reits NPV	1,982	0.47
493,544	Goodman Group Reits NPV	2,821	0.67
496,439	GPT Group Reits NPV	2,113	0.50
1,022,565	Mirvac Group Reits NPV	1,702	0.40
1,477,170	Scentre Group Reits NPV	5,939	1.41
660,883	Stockland Reits NPV	2,532	0.60
929,743	Vicinity Centres Reits NPV	2,438	0.58
547,789	Westfield Corp Reits NPV	4,446	1.06

iShares Core MSCI Pacific ex Japan UCITS ETF

SCHEDULE OF INVESTMENTS (continued)

As at 31 July 2016

Holding	Investment	Fair value $'000	% of net asset value
	Equities (31 July 2015: 99.40%) (cont)		
	Australia (31 July 2015: 58.73%) (cont)		
	Telecommunications		
1,180,467	Telstra Corp Ltd Com NPV	5,168	1.23
93,294	TPG Telecom Ltd Com NPV	908	0.21
137,920	Vocus Communications Ltd Com NPV	935	0.22
	Transportation		
161,346	Asciano Ltd Com NPV	1,118	0.27
578,362	Aurizon Holdings Ltd Com NPV	2,282	0.54
	Travel & tourism		
15,297	Flight Centre Travel Group Ltd Com NPV	373	0.09
	Total Australia	**250,681**	**59.48**
	Bermuda (31 July 2015: 1.46%)		
	Apparel retailers		
208,000	Yue Yuen Industrial Holdings Ltd Com HKD 0.25	839	0.20
	Engineering & construction		
184,000	Cheung Kong Infrastructure Holdings Ltd Com HKD 1.00	1,619	0.38
	Food		
586,000	First Pacific Co Ltd Com USD 0.01	453	0.11
	Holding companies - diversified operations		
68,600	Jardine Matheson Holdings Ltd Com USD 0.25	4,036	0.96
2,529,706	Noble Group Ltd Com HKD 0.25	303	0.07
422,083	NWS Holdings Ltd Com HKD 1.00	684	0.16
	Hotels		
344,000	Shangri-La Asia Ltd Com HKD 1.00	369	0.09
	Real estate investment & services		
326,000	Hongkong Land Holdings Ltd Com USD 0.10	2,083	0.49
183,750	Kerry Properties Ltd Com HKD 1.00	501	0.12
	Total Bermuda	**10,887**	**2.58**
	Cayman Islands (31 July 2015: 5.60%)		
	Food		
1,624,000	WH Group Ltd Com USD 0.0001	1,277	0.30
	Holding companies - diversified operations		
751,458	CK Hutchison Holdings Ltd Com HKD 1.00	8,788	2.09
	Hotels		
276,000	MGM China Holdings Ltd Com HKD 1.00	399	0.09
670,400	Sands China Ltd Com USD 0.01	2,553	0.61
445,792	Wynn Macau Ltd Com HKD 0.001	724	0.17
	Lodging		
52,564	Melco Crown Entertainment Ltd ADR NPV	733	0.18
	Real estate investment & services		
752,936	Cheung Kong Property Holdings Ltd Com HKD 1.00	5,366	1.27
	Semiconductors		
68,750	ASM Pacific Technology Ltd Com HKD 0.10	510	0.12
	Total Cayman Islands	**20,350**	**4.83**
	Hong Kong (31 July 2015: 20.67%)		
	Airlines		
325,000	Cathay Pacific Airways Ltd Com NPV	526	0.12
	Banks		
328,246	Bank of East Asia Ltd Com NPV	1,351	0.32
1,029,250	BOC Hong Kong Holdings Ltd Com NPV	3,376	0.80
212,700	Hang Seng Bank Ltd Com NPV	3,780	0.90
	Distribution & wholesale		
1,659,000	Li & Fung Com HKD 0.0125	829	0.20
	Diversified financial services		
319,371	Hong Kong Exchanges and Clearing Ltd Com HKD 1.00	7,861	1.87
	Electricity		
456,500	CLP Holdings Ltd Com NPV	4,750	1.13
728,500	HK Electric Investments & HK Electric Investments Ltd Misc HKD 0.0005	698	0.16
386,000	Power Assets Holdings Ltd Com NPV	3,775	0.90
	Fixed line telecommunications		
1,153,500	PCCW Ltd Com NPV	838	0.20
	Gas		
2,121,805	Hong Kong & China Gas Co Ltd Com NPV	3,916	0.93
	Hand & machine tools		
382,500	Techtronic Industries Co Ltd Com NPV	1,619	0.38
	Holding companies - diversified operations		
150,976	Swire Pacific Ltd Com HKD 0.60	1,803	0.43
383,073	Wharf Holdings Ltd Com NPV	2,631	0.62
	Hotels		
654,500	Galaxy Entertainment Group Ltd Com NPV	2,172	0.52
558,819	SJM Holdings Ltd Com NPV	346	0.08
	Insurance		
3,351,024	AIA Group Ltd Com NPV	20,707	4.91
	Real estate investment & services		
620,500	Hang Lung Properties Ltd Com NPV	1,340	0.32
303,537	Henderson Land Development Co Ltd Com NPV	1,807	0.43
173,034	Hysan Development Co Ltd Com NPV	796	0.19
1,546,030	New World Development Co Ltd Com NPV	1,791	0.43
847,900	Sino Land Co Ltd Com NPV	1,513	0.36
402,334	Sun Hung Kai Properties Ltd Com NPV	5,750	1.36
323,800	Swire Properties Ltd Com NPV	897	0.21
232,500	Wheelock & Co Ltd Com NPV	1,236	0.29
	Real estate investment trusts		
625,388	Link REIT NPV	4,642	1.10
	Telecommunications		
733,540	HKT Trust & HKT Ltd Misc HKD 0.0005	1,155	0.27
	Transportation		
409,777	MTR Corp Ltd Com NPV	2,297	0.55
	Total Hong Kong	**84,202**	**19.98**
	Ireland (31 July 2015: 0.42%)		
	Building materials and fixtures		
123,079	James Hardie Industries Plc Receipt EUR 0.59	2,038	0.48
	Total Ireland	**2,038**	**0.48**

iShares Core MSCI Pacific ex Japan UCITS ETF

SCHEDULE OF INVESTMENTS (continued)

As at 31 July 2016

Holding	Investment	Fair value $'000	% of net asset value
	Equities (31 July 2015: 99.40%) (cont)		
	Isle of Man (31 July 2015: 0.26%)		
	Entertainment		
1,646,000	Genting Singapore Plc Com USD 0.10	962	0.23
	Total Isle of Man	**962**	**0.23**
	Mauritius (31 July 2015: 0.11%)		
	Agriculture		
1,938,300	Golden Agri-Resources Ltd Com USD 0.025	520	0.12
	Total Mauritius	**520**	**0.12**
	New Zealand (31 July 2015: 1.13%)		
	Building materials and fixtures		
191,409	Fletcher Building Ltd Com NPV	1,333	0.32
	Electricity		
204,760	Contact Energy Ltd Com NPV	793	0.19
193,763	Mercury Ltd Com NPV	432	0.10
353,446	Meridian Energy Ltd Com NPV	714	0.17
	Engineering & construction		
264,014	Auckland International Airport Ltd Com NPV	1,405	0.33
	Health care services		
103,492	Ryman Healthcare Ltd Com NPV	711	0.17
	Telecommunications		
507,094	Spark New Zealand Ltd Com NPV	1,434	0.34
	Total New Zealand	**6,822**	**1.62**
	Papua New Guinea (31 July 2015: Nil)		
	Oil & gas		
378,804	Oil Search Ltd Com NPV	2,041	0.48
	Total Papua New Guinea	**2,041**	**0.48**
	Singapore (31 July 2015: 11.02%)		
	Airlines		
146,800	Singapore Airlines Ltd Com NPV	1,197	0.28
	Banks		
479,273	DBS Group Holdings Ltd Com NPV	5,495	1.31
841,741	Oversea-Chinese Banking Corp Ltd Com NPV	5,390	1.28
352,787	United Overseas Bank Ltd Com NPV	4,778	1.13
	Commercial services		
1,423,100	Hutchison Port Holdings Trust Unit NPV	676	0.16
	Distribution & wholesale		
26,788	Jardine Cycle & Carriage Ltd Com NPV	782	0.19
	Diversified financial services		
222,200	Singapore Exchange Ltd Com NPV	1,246	0.29
	Engineering & construction		
265,600	Sembcorp Industries Ltd Com NPV	548	0.13
425,000	Singapore Technologies Engineering Ltd Com NPV	1,038	0.25
	Fixed line telecommunications		
2,140,583	Singapore Telecommunications Ltd Com NPV	6,661	1.58
	Singapore (31 July 2015: 11.02%) (cont)		
	Food		
524,400	Wilmar International Ltd Com NPV	1,203	0.28
	Holding companies - diversified operations		
396,900	Keppel Corp Ltd Com NPV	1,551	0.37
	Hotels		
111,300	City Developments Ltd Com NPV	705	0.17
	Machinery, diversified		
226,700	Sembcorp Marine Ltd Com NPV	238	0.06
	Marine transportation		
523,300	Yangzijiang Shipbuilding Holdings Ltd Com NPV	339	0.08
	Media		
176,500	Singapore Press Holdings Ltd Com NPV	495	0.12
	Real estate investment & services		
703,300	CapitaLand Ltd Com NPV	1,655	0.39
725,200	Global Logistic Properties Ltd Com NPV	1,034	0.25
130,000	UOL Group Ltd Com NPV	558	0.13
	Real estate investment trusts		
594,526	Ascendas Real Estate Investment Trust Reits NPV	1,085	0.26
563,300	CapitaLand Commercial Trust Reits NPV	629	0.15
678,000	CapitaLand Mall Trust Reits NPV	1,075	0.25
652,400	Suntec Real Estate Investment Trust NPV	811	0.19
	Telecommunications		
168,200	StarHub Ltd Com NPV	490	0.13
	Transportation		
590,000	ComfortDelGro Corp Ltd Com NPV	1,230	0.29
	Total Singapore	**40,909**	**9.72**
	Total equities	**419,412**	**99.52**

No. of contracts		Underlying exposure $'000	Fair value $'000	% of net asset value
	Financial derivative instruments (31 July 2015: (0.01)%)			
	Futures contracts (31 July 2015: (0.01)%)			
1	Hang Seng Index Futures August 2016	142	(2)	(0.00)
72	MSCI Singapore Index Futures August 2016	1,707	(32)	(0.01)
9	SPI 200 Index Futures September 2016	886	58	0.01
	Unrealised gains on futures contracts		**58**	**0.01**
	Unrealised losses on futures contracts		**(34)**	**(0.01)**
	Net unrealised gains on futures contracts		**24**	**0.00**
	Total financial derivative instruments		**24**	**0.00**

iShares Core MSCI Pacific ex Japan UCITS ETF

SCHEDULE OF INVESTMENTS (continued)

As at 31 July 2016

Investment	Fair value $'000	% of net asset value
Total value of investments	**419,436**	**99.52**
Cash†	**2,229**	**0.53**
Other net liabilities	**(740)**	**(0.18)**
Net assets attributable to redeemable participating shareholders	**420,925**	**99.87**
Adjustment to align to the valuation methodology as set out in the prospectus	532	0.13
Net asset value attributable to redeemable participating shareholders at the end of the year	**421,457**	**100.00**

† Cash holdings of $2,175,162 are held with State Street Bank and Trust Company. $53,622 is held as security for futures contracts with Credit Suisse AG.

Equities are primarily classified by 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	419,412	99.30
Exchange traded financial derivative instruments	58	0.01
Other assets	2,913	0.69
Total current assets	**422,383**	**100.00**

iShares Core MSCI Pacific ex Japan UCITS ETF

SCHEDULE OF MATERIAL PURCHASES AND SALES (unaudited)

For the year ended 31 July 2016

Holding	Investments	Proceeds $'000
Sales		
15,202	Commonwealth Bank of Australia Com NPV	858
70,000	Sun Hung Kai Properties Ltd Com NPV	838
113,000	AIA Group Ltd Com NPV	676
67,500	CLP Holdings Ltd Com NPV	638
25,454	Westpac Banking Corp Com NPV	564
26,003	National Australia Bank Ltd Com NPV	508
6,155	CSL Ltd Com NPV	486
98,997	Iluka Resources Ltd Com NPV	463
33,390	BHP Billiton Ltd Com NPV	452
140,817	Singapore Telecommunications Ltd Com NPV	410
29,000	CK Hutchison Holdings Ltd Com HKD 1.00	350
18,394	Australia & New Zealand Banking Group Ltd Com NPV	343
52,620	Asciano Ltd Com NPV	335
11,036	Wesfarmers Ltd Com NPV	327
93,336	CYBG Plc Com GBP 0.10	260
40,000	Henderson Land Development Co Ltd Com NPV	241
19,400	DBS Group Holdings Ltd Com NPV	233
33,000	Cheung Kong Property Holdings Ltd Com HKD 1.00	208
46,000	Wheelock & Co Ltd Com NPV	206
14,600	United Overseas Bank Ltd Com NPV	202
31,400	Oversea-Chinese Banking Corp Ltd Com NPV	202
11,952	Woolworths Ltd Com NPV	199
48,933	Telstra Corp Ltd Com NPV	199
7,900	Hong Kong Exchanges and Clearing Ltd Com HKD 1.00	194
34,000	Wharf Holdings Ltd Com NPV	192
29,500	Link REIT Reits NPV	190
142,200	Global Logistic Properties Ltd Com NPV	189
17,961	Amcor Ltd Com NPV	187
5,408	Rio Tinto Ltd Com NPV	184
52,970	Scentre Group Reits NPV	183

Holding	Investments	Cost $'000
Purchases		
330,879	Commonwealth Bank of Australia Com NPV	18,299
636,679	Westpac Banking Corp Com NPV	14,045
2,303,000	AIA Group Ltd Com NPV	13,117
561,515	Australia & New Zealand Banking Group Ltd Com NPV	10,121
506,086	National Australia Bank Ltd Com NPV	9,901
615,128	BHP Billiton Ltd Com NPV	8,241
88,950	CSL Ltd Com NPV	7,028
215,277	Wesfarmers Ltd Com NPV	6,391
519,500	CK Hutchison Holdings Ltd Com HKD 1.00	6,257
220,100	Hong Kong Exchanges and Clearing Ltd Com HKD 1.00	5,156
1,522,200	Singapore Telecommunications Ltd Com NPV	4,211
70,100	Jardine Matheson Holdings Ltd Com USD 0.25	4,007
242,939	Woolworths Ltd Com NPV	3,976
333,200	DBS Group Holdings Ltd Com NPV	3,706
309,000	Sun Hung Kai Properties Ltd Com NPV	3,632
587,900	Oversea-Chinese Banking Corp Ltd Com NPV	3,617
1,017,521	Scentre Group Reits NPV	3,351
819,030	Telstra Corp Ltd Com NPV	3,273
244,300	United Overseas Bank Ltd Com NPV	3,238
385,894	Transurban Group Misc NPV	3,217
525,000	Cheung Kong Property Holdings Ltd Com HKD 1.00	3,206
59,403	Macquarie Group Ltd Com NPV	3,114
341,500	CLP Holdings Ltd Com NPV	3,113
377,337	Westfield Corp Reits NPV	2,828
141,701	Woodside Petroleum Ltd Com NPV	2,798

The CBI requires a Schedule of material changes in the composition of the portfolio 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 Core S&P 500 UCITS ETF

INCOME STATEMENT

For the year ended 31 July 2016

	Note	Year ended 31 July 2016 $'000	Year ended 31 July 2015 $'000
Operating income	2	290,359	204,526
Net gains on financial assets/liabilities at fair value through profit or loss	3	516,404	782,131
Total gains		**806,763**	**986,657**
Operating expenses	4	(9,072)	(6,944)
Net operating profit		**797,691**	**979,713**
Net profit for the financial year before tax		**797,691**	**979,713**
Non-reclaimable withholding tax		(41,540)	(31,025)
Net profit for the financial year after tax		**756,151**	**948,688**
Adjustment to align to the valuation methodology as set out in the prospectus	6	6,302	(2,559)
Increase in net assets attributable to redeemable participating shareholders from operations		**762,453**	**946,129**

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.

STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO REDEEMABLE PARTICIPATING SHAREHOLDERS

For the year ended 31 July 2016

	Year ended 31 July 2016 $'000	Year ended 31 July 2015 $'000
Net assets attributable to redeemable participating shareholders at the beginning of the year	12,313,277	3,918,718
Increase in net assets attributable to redeemable participating shareholders from operations	762,453	946,129
Share transactions:		
Proceeds from issue of redeemable participating shares	4,896,903	7,275,169
Payments on redemption of redeemable participating shares	(2,176,651)	(1,346,102)
Transfer due to merger*	-	1,519,363
Increase in net assets resulting from share transactions	**2,720,252**	**7,448,430**
Net assets attributable to redeemable participating shareholders at the end of the year	**15,795,982**	**12,313,277**

* Effective 4 August 2014 iShares S&P 500 UCITS ETF (Acc), a Fund of iShares III merged into iShares Core S&P 500 UCITS ETF, the merger ratio used to calculate the number of shares in the Receiving Fund issued to former shareholders of the Merging Fund was 0.281702082. Effective 4 August 2014 iShares MSCI USA Large Cap UCITS ETF a Fund of iShares VII merged into iShares Core S&P 500 UCITS ETF, the merger ratio used to calculate the number of shares in the Receiving Fund issued to former shareholders of the Merging Fund was 1.111894272.

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

iShares Core S&P 500 UCITS ETF*

BALANCE SHEET

As at 31 July 2016

	Note	31 July 2016 $'000	31 July 2015 $'000
CURRENT ASSETS			
Cash		192,480	135,581
Margin cash account		560	1,881
Receivables	10	43,943	19,392
Financial assets at fair value through profit or loss	11	15,627,375	12,266,423
Total current assets		**15,864,358**	**12,423,277**
CURRENT LIABILITIES			
Payables	12	(72,080)	(107,402)
Total current liabilities excluding net assets attributable to redeemable participating shareholders		**(72,080)**	**(107,402)**
Net assets attributable to redeemable participating shareholders		**15,792,278**	**12,315,875**
Adjustment to align to the valuation methodology as set out in the prospectus	6	3,704	(2,598)
Net asset value attributable to redeemable participating shareholders at the end of the year		**15,795,982**	**12,313,277**

* Effective 4 August 2014 iShares S&P 500 UCITS ETF (Acc), a Fund of iShares III merged into iShares Core S&P 500 UCITS ETF, the merger ratio used to calculate the number of shares in the Receiving Fund issued to former shareholders of the Merging Fund was 0.281702082. Effective 4 August 2014 iShares MSCI USA Large Cap UCITS ETF, a Fund of iShares VII merged into iShares Core S&P 500 UCITS ETF, the merger ratio used to calculate the number of shares in the Receiving Fund issued to former shareholders of the Merging Fund was 1.111894272.

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

iShares Core S&P 500 UCITS ETF

NOTES TO THE FINANCIAL STATEMENTS

For the year ended 31 July 2016

1. ACCOUNTING POLICIES, FINANCIAL INSTRUMENTS AND RISKS AND OTHER NOTES

The accounting policies are set out on pages 51 to 53. The financial instruments and risks are set out on pages 54 to 76. The notes relating to tax, soft commissions, exchange rates, commitments and contingent liabilities, related party transactions, financial derivative instruments and subsequent events are set out in the notes to the financial statements of the Company on pages 79 to 84.

2. OPERATING INCOME

	Year ended 31 July 2016 $'000	Year ended 31 July 2015 $'000
Interest income	51	7
Dividend income	289,459	203,902
Securities lending income	849	617
	290,359	**204,526**

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

	Year ended 31 July 2016 $'000	Year ended 31 July 2015 $'000
Net gains on investments in securities held at fair value through profit or loss	507,655	779,052
Net gains on futures contracts	8,803	3,072
Net (losses)/gains on foreign currency transactions	(54)	7
	516,404	**782,131**

4. OPERATING EXPENSES

	Year ended 31 July 2016 $'000	Year ended 31 July 2015 $'000
Management fees	(9,072)	(6,944)
	(9,072)	**(6,944)**

5. MANAGEMENT FEES

Fees earned by the Manager during the year and balances outstanding as at 31 July 2016 and 31 July 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 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:

	TER % 31 July 2016	TER % 31 July 2015
	0.07	0.07

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:

	Year ended 31 July 2016 $'000	Year ended 31 July 2015 $'000
Balance at the beginning of year	(2,598)	(39)
Adjustment to align to the valuation methodology as set out in the prospectus	6,302	(2,559)
Total adjustment for the year	6,302	(2,559)
Balance at the end of year	**3,704**	**(2,598)**

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

7. TRANSACTION COSTS

Disclosed in the table below are separately identifiable transaction costs incurred by the Fund for the years ended 31 July 2016 and 31 July 2015. Please refer to note 9 of the financial statements of the Company for further details.

	Year ended 31 July 2016 $'000	Year ended 31 July 2015 $'000
Transaction costs	(530)	(549)

iShares Core S&P 500 UCITS ETF

NOTES TO THE FINANCIAL STATEMENTS (continued)

For the year ended 31 July 2016

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 July 2016 No. of Shares	31 July 2015 No. of Shares
Balance at the beginning of year	63,473,809	22,374,302
Issued during the year	25,575,000	39,475,000
Transfer due to merger	-	8,699,754
Redeemed during the year	(11,650,000)	(7,075,247)
Balance at the end of year	**77,398,809**	**63,473,809**

9. NET ASSETS ATTRIBUTABLE TO REDEEMABLE PARTICIPATING SHAREHOLDERS

	No. of Shares
Shares in issue	
As at 31 July 2016	77,398,809
As at 31 July 2015	63,473,809
As at 31 July 2014	22,374,302

	$'000
Net asset value	
As at 31 July 2016	15,795,982
As at 31 July 2015	12,313,277
As at 31 July 2014	3,918,718

	$
Net asset value per share	
As at 31 July 2016	204.09
As at 31 July 2015	193.99
As at 31 July 2014	175.14

10. RECEIVABLES

	31 July 2016 $'000	31 July 2015 $'000
Sale of securities awaiting settlement	37	9,453
Subscription for shares awaiting settlement	30,578	-
Dividend income receivable	13,234	9,882
Securities lending income receivable	93	56
Tax reclaim receivable	1	1
	43,943	**19,392**

11. FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS

Financial assets:	31 July 2016 $'000	31 July 2015 $'000
Investment in equities	15,620,315	12,266,198
Unrealised gains on futures contracts	7,060	225
	15,627,375	**12,266,423**

12. PAYABLES

	31 July 2016 $'000	31 July 2015 $'000
Purchase of securities awaiting settlement	(71,225)	(106,689)
Management fees payable	(855)	(713)
	(72,080)	**(107,402)**

13. EFFICIENT PORTFOLIO MANAGEMENT

Please see note 18 of the financial statements of the Company for more information on efficient portfolio management.

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 July 2016 $'000	31 July 2015 $'000
Income earned during the year	849	617
Value of securities on loan at year end	978,321	203,023
Value of collateral held on behalf of the Fund at year end	1,074,907	230,540

Please see note 19 in the notes to the financial statements of the Company for more information on financial derivative instruments.

iShares Core S&P 500 UCITS ETF

SCHEDULE OF INVESTMENTS

As at 31 July 2016

Holding	Investment	Fair value $'000	% of net asset value
	Transferable Securities Admitted to an Official Stock Exchange Listing or traded on a Regulated Market (31 July 2015: 99.62%)		
	Equities (31 July 2015: 99.62%)		
	Bermuda (31 July 2015: 0.14%)		
	Diversified financial services		
343,865	Invesco Ltd Com USD 0.20	10,030	0.06
	Insurance		
249,063	XL Group Ltd Com USD 0.01	8,625	0.06
	Retail		
64,580	Signet Jewelers Ltd Com USD 0.18	5,676	0.04
	Total Bermuda	**24,331**	**0.16**
	British Virgin Islands (31 July 2015: 0.05%)		
	Apparel retailers		
143,276	Michael Kors Holdings Ltd Com NPV	7,409	0.05
	Total British Virgin Islands	**7,409**	**0.05**
	Curacao (31 July 2015: 0.57%)		
	Oil & gas services		
1,158,162	Schlumberger Ltd Com USD 0.01	93,244	0.59
	Total Curacao	**93,244**	**0.59**
	Ireland (31 July 2015: 2.53%)		
	Computers		
518,835	Accenture Plc Com USD 0.0000225	58,530	0.37
259,607	Seagate Technology Plc Com USD 0.00001	8,312	0.05
	Electronics		
76,824	Allegion Plc Com USD 0.01	5,559	0.03
365,769	Tyco International Plc Com CHF 0.50	16,665	0.11
	Healthcare products		
1,171,874	Medtronic Plc Com USD 0.10	102,680	0.65
	Insurance		
112,197	Willis Towers Watson Plc Com USD 0.000304635	13,866	0.09
	Miscellaneous manufacturers		
378,310	Eaton Corp Plc Com USD 0.01	23,989	0.15
212,659	Ingersoll-Rand Plc Com USD 1.00	14,086	0.09
144,789	Pentair Plc Com USD 0.01	9,236	0.06
	Pharmaceuticals		
327,182	Allergan Plc Com USD 0.0033	82,715	0.52
168,880	Endo International Plc Com USD 0.0001	2,930	0.02
92,346	Mallinckrodt Plc Com USD 0.20	6,219	0.04
118,017	Perrigo Co Plc Com NPV	10,778	0.07
	Total Ireland	**355,565**	**2.25**
	Jersey (31 July 2015: 0.12%)		
	Auto parts & equipment		
228,571	Delphi Automotive Plc Com USD 0.01	15,506	0.10
	Total Jersey	**15,506**	**0.10**
	Liberia (31 July 2015: 0.08%)		
	Leisure time		
138,985	Royal Caribbean Cruises Ltd Com USD 0.01	10,067	0.06
	Total Liberia	**10,067**	**0.06**
	Netherlands (31 July 2015: 0.42%)		
	Chemicals		
285,302	LyondellBasell Industries NV Com EUR 0.04	21,463	0.13
	Pharmaceuticals		
359,411	Mylan NV Com EUR 0.01	16,813	0.11
	Total Netherlands	**38,276**	**0.24**
	Panama (31 July 2015: 0.13%)		
	Leisure time		
375,217	Carnival Corp Com USD 0.01	17,523	0.11
	Total Panama	**17,523**	**0.11**
	Singapore (31 July 2015: 0.17%)		
	Semiconductors		
305,721	Broadcom Ltd Com NPV	49,518	0.31
	Total Singapore	**49,518**	**0.31**
	Switzerland (31 July 2015: 0.37%)		
	Electronics		
95,639	Garmin Ltd Com CHF 10.00	5,196	0.03
304,943	TE Connectivity Ltd Com CHF 0.57	18,382	0.12
	Insurance		
381,603	Chubb Ltd Com CHF 24.15	47,799	0.30
	Oil & gas		
269,378	Transocean Ltd Com CHF 0.10	2,958	0.02
	Total Switzerland	**74,335**	**0.47**
	United Kingdom (31 July 2015: 0.17%)		
	Commercial services		
298,122	Nielsen Holdings Plc Com EUR 0.07	16,057	0.10
	Insurance		
221,706	Aon Plc Com USD 0.01	23,738	0.15
	Total United Kingdom	**39,795**	**0.25**
	United States (31 July 2015: 94.87%)		
	Advertising		
335,155	Interpublic Group of Cos Inc Com USD 0.10	7,725	0.05
198,434	Omnicom Group Inc Com USD 0.15	16,329	0.10
	Aerospace & defence		
497,727	Boeing Co Com USD 5.00	66,521	0.42
235,577	General Dynamics Corp Com USD 1.00	34,611	0.22
99,914	Harris Corp Com USD 1.00	8,651	0.05
60,820	L-3 Communications Holdings Inc Com USD 0.01	9,219	0.06
216,384	Lockheed Martin Corp Com USD 1.00	54,689	0.35

iShares Core S&P 500 UCITS ETF

SCHEDULE OF INVESTMENTS (continued)

As at 31 July 2016

Holding	Investment	Fair value $'000	% of net asset value
	Equities (31 July 2015: 99.62%) (cont)		
	United States (31 July 2015: 94.87%) (cont)		
	Aerospace & defence (cont)		
150,257	Northrop Grumman Corp Com USD 1.00	32,552	0.20
246,576	Raytheon Co Com USD 0.01	34,410	0.22
107,977	Rockwell Collins Inc Com USD 0.01	9,135	0.06
43,853	TransDigm Group Inc Com USD 0.01	12,252	0.08
642,409	United Technologies Corp Com USD 1.00	69,136	0.44
	Agriculture		
498,727	Archer-Daniels-Midland Co Com NPV	22,478	0.14
	Airlines		
102,664	Alaska Air Group Inc Com USD 1.00	6,899	0.04
495,368	American Airlines Group Inc Com USD 0.01	17,586	0.11
644,641	Delta Air Lines Inc Com USD 0.0001	24,980	0.16
519,433	Southwest Airlines Co Com USD 1.00	19,224	0.12
286,696	United Continental Holdings Inc Com USD 0.01	13,443	0.09
	Apparel retailers		
325,467	Hanesbrands Inc Com USD 0.01	8,674	0.05
161,650	Kohl's Corp Com USD 0.01	6,721	0.04
1,098,256	Nike Inc Com USD 1.00	60,953	0.39
48,828	Ralph Lauren Corp Com USD 0.01	4,789	0.03
146,962	Under Armour Inc Com Class 'C' USD 0.000333	5,244	0.03
145,971	Under Armour Inc Com USD 0.000333	5,759	0.04
275,028	VF Corp Com NPV	17,167	0.11
	Auto manufacturers		
3,243,250	Ford Motor Co Com USD 0.01	41,027	0.26
1,168,293	General Motors Co Com USD 0.01	36,836	0.24
301,015	Paccar Inc Com USD 1.00	17,748	0.11
	Auto parts & equipment		
180,558	BorgWarner Inc Com USD 0.01	5,987	0.04
216,649	Goodyear Tire & Rubber Co Com NPV	6,214	0.04
529,488	Johnson Controls Inc Com USD 0.01388	24,309	0.15
	Banks		
8,514,560	Bank of America Corp Com USD 0.01	123,291	0.78
900,426	Bank of New York Mellon Corp Com USD 0.01	35,477	0.22
684,927	BB&T Corp Com USD 5.00	25,253	0.16
420,385	Capital One Financial Corp Com USD 0.01	28,199	0.18
2,433,365	Citigroup Inc Com USD 0.01	106,581	0.67
434,657	Citizens Financial Group Inc Com USD 0.01	9,706	0.06
141,902	Comerica Inc Com USD 5.00	6,418	0.04
659,072	Fifth Third Bancorp Com NPV	12,502	0.08
317,534	Goldman Sachs Group Inc Com USD 0.01	50,408	0.32
638,223	Huntington Bancshares Inc Com USD 0.01	6,057	0.04
3,031,706	JPMorgan Chase & Co Com USD 1.00	193,878	1.23
690,202	KeyCorp Com USD 1.00	8,061	0.05
134,816	M&T Bank Corp Com USD 0.50	15,442	0.10
1,241,834	Morgan Stanley Com USD 0.01	35,678	0.23
176,601	Northern Trust Corp Com USD 1.667	11,935	0.08

Holding	Investment	Fair value $'000	% of net asset value
	United States (31 July 2015: 94.87%) (cont)		
	Banks (cont)		
412,703	PNC Financial Services Group Inc Com USD 5.00*	34,110	0.22
1,099,972	Regions Financial Corp Com USD 0.01	10,076	0.06
334,250	State Street Corp Com USD 1.00	21,984	0.14
418,540	SunTrust Banks Inc Com USD 1.00	17,692	0.11
1,341,825	US Bancorp Com USD 0.01	56,558	0.36
3,835,717	Wells Fargo & Co Com USD 1.666	183,961	1.16
163,405	Zions Bancorporation Com NPV	4,554	0.03
	Beverages		
86,037	Brown-Forman Corp Com USD 0.15	8,443	0.05
3,222,557	Coca-Cola Co Com USD 0.25	140,568	0.89
147,774	Constellation Brands Inc Com USD 0.01	24,330	0.15
154,736	Dr Pepper Snapple Group Inc Com USD 0.01	15,240	0.10
154,850	Molson Coors Brewing Co Com USD 0.01	15,816	0.10
116,501	Monster Beverage Corp Com USD 0.005	18,712	0.12
1,204,043	PepsiCo Inc Com USD 0.017	131,120	0.83
	Biotechnology		
186,805	Alexion Pharmaceuticals Inc Com USD 0.0001	24,023	0.15
621,513	Amgen Inc Com USD 0.0001	106,869	0.68
181,004	Biogen Inc Com USD 0.0005	52,478	0.33
645,948	Celgene Corp Com USD 0.01	72,469	0.46
1,106,515	Gilead Sciences Inc Com USD 0.001	87,913	0.56
125,303	Illumina Inc Com USD 0.01	20,842	0.13
65,608	Regeneron Pharmaceuticals Inc Com USD 0.001	27,884	0.17
208,924	Vertex Pharmaceuticals Inc Com USD 0.01	20,263	0.13
	Broadline retailers		
267,222	Macy's Inc Com USD 0.01	9,575	0.06
	Building materials and fixtures		
126,813	Fortune Brands Home & Security Inc Com USD 0.01	8,023	0.05
54,470	Martin Marietta Materials Inc Com USD 0.01	11,036	0.07
284,391	Masco Corp Com USD 1.00	10,375	0.06
109,859	Vulcan Materials Co Com USD 1.00	13,610	0.09
	Chemicals		
158,259	Air Products & Chemicals Inc Com USD 1.00	23,641	0.15
83,215	Albemarle Corp Com USD 0.01	7,002	0.04
185,170	CF Industries Holdings Inc Com USD 0.01	4,568	0.03
926,248	Dow Chemical Co Com USD 2.50	49,684	0.31
117,791	Eastman Chemical Co Com USD 0.01	7,682	0.05
219,966	Ecolab Inc Com USD 1.00	26,037	0.16
722,604	EI du Pont de Nemours & Co Com USD 0.30	50,004	0.32
105,181	FMC Corp Com USD 0.10	4,999	0.03
64,719	International Flavors & Fragrances Inc Com USD 0.125	8,621	0.05
362,546	Monsanto Co Com USD 0.01	38,695	0.25
293,760	Mosaic Co Com USD 0.01	7,932	0.05
219,060	PPG Industries Inc Com USD 1.67	22,933	0.15

iShares Core S&P 500 UCITS ETF

SCHEDULE OF INVESTMENTS (continued)

As at 31 July 2016

Holding	Investment	Fair value $'000	% of net asset value
	Equities (31 July 2015: 99.62%) (cont)		
	United States (31 July 2015: 94.87%) (cont)		
	Chemicals (cont)		
236,915	Praxair Inc Com USD 0.01	27,605	0.18
64,573	Sherwin-Williams Co Com USD 1.00	19,334	0.12
	Commercial services		
375,298	Automatic Data Processing Inc Com USD 0.10	33,379	0.21
76,858	Cintas Corp Com NPV	8,244	0.05
98,381	Equifax Inc Com USD 1.25	13,026	0.08
126,186	Global Payments Inc Com NPV	9,421	0.06
201,676	H&R Block Inc Com NPV	4,796	0.03
139,221	Moody's Corp Com USD 0.01	14,755	0.10
921,779	PayPal Holdings Inc Com USD 0.0001	34,318	0.22
119,152	Quanta Services Inc Com USD 0.00001	3,050	0.02
110,747	Robert Half International Inc Com USD 0.001	4,046	0.03
223,350	S&P Global Inc Com USD 1.00	27,280	0.17
132,984	Total System Services Inc Com USD 0.10	6,771	0.04
79,262	United Rentals Inc Com USD 0.01	6,313	0.04
125,738	Verisk Analytics Inc Com USD 0.001	10,719	0.07
418,635	Western Union Co Com USD 0.01	8,364	0.05
	Computers		
4,546,570	Apple Inc Com USD 0.00001	473,662	3.00
497,504	Cognizant Technology Solutions Corp Com USD 0.01	28,592	0.18
115,354	CSRA Inc Com USD 0.001	3,105	0.02
1,606,207	EMC Corp Com USD 0.01	45,424	0.29
1,360,520	Hewlett Packard Enterprise Co Com USD 0.01	28,557	0.18
1,424,195	HP Inc Com USD 0.01	19,967	0.13
730,429	International Business Machines Corp Com USD 0.20	117,314	0.74
253,129	NetApp Inc Com USD 0.001	6,667	0.04
120,950	Teradata Corp Com USD 0.01	3,433	0.02
226,838	Western Digital Corp Com USD 0.01	10,775	0.07
	Containers & packaging		
125,309	Ball Corp Com NPV	8,854	0.06
133,528	Owens-Illinois Inc Com USD 0.01	2,508	0.01
167,689	Sealed Air Corp Com USD 0.10	7,910	0.05
210,093	WestRock Co Com USD 0.01	9,009	0.06
	Cosmetics & personal care		
737,019	Colgate-Palmolive Co Com USD 1.00	54,842	0.35
184,388	Estee Lauder Cos Inc Com USD 0.01	17,120	0.11
2,209,409	Procter & Gamble Co Com NPV	189,037	1.19
	Distribution & wholesale		
235,177	Fastenal Co Com USD 0.01	10,052	0.06
252,923	LKQ Corp Com USD 0.01	8,693	0.06
48,996	WW Grainger Inc Com USD 0.50	10,715	0.07
	Diversified financial services		
43,687	Affiliated Managers Group Inc Com USD 0.01	6,413	0.04

Holding	Investment	Fair value $'000	% of net asset value
	United States (31 July 2015: 94.87%) (cont)		
	Diversified financial services (cont)		
51,126	Alliance Data Systems Corp Com USD 0.01	11,842	0.08
670,918	American Express Co Com USD 0.20	43,241	0.27
135,833	Ameriprise Financial Inc Com USD 0.01	13,016	0.08
103,965	BlackRock Inc Com USD 0.01*	38,083	0.24
1,012,821	Charles Schwab Corp Com USD 0.01	28,784	0.18
279,324	CME Group Inc Com USD 0.01	28,547	0.18
352,369	Discover Financial Services Com USD 0.01	20,025	0.13
231,118	E*Trade Financial Corp Com USD 0.01	5,794	0.04
312,177	Franklin Resources Inc Com USD 0.10	11,295	0.07
99,352	Intercontinental Exchange Inc Com USD 0.01	26,244	0.17
79,940	Legg Mason Inc Com USD 0.10	2,728	0.02
808,915	MasterCard Inc Com USD 0.0001	77,041	0.49
93,348	Nasdaq Inc Com USD 0.01	6,603	0.04
243,626	Navient Corp Com USD 0.01	3,455	0.02
702,552	Synchrony Financial Com USD 0.001	19,587	0.12
201,383	T Rowe Price Group Inc Com USD 0.20	14,230	0.09
1,581,095	Visa Inc Com USD 0.0001	123,404	0.78
	Electrical components & equipment		
35,786	Acuity Brands Inc Com USD 0.01	9,387	0.06
195,162	AMETEK Inc Com USD 0.01	9,176	0.06
528,606	Emerson Electric Co Com USD 0.50	29,544	0.18
	Electricity		
535,249	AES Corp Com USD 0.01	6,600	0.04
162,385	Alliant Energy Corp Com USD 0.01	6,534	0.04
194,982	Ameren Corp Com USD 0.01	10,223	0.07
405,990	American Electric Power Co Inc Com USD 6.50	28,131	0.18
229,139	CMS Energy Corp Com USD 0.01	10,353	0.07
247,271	Consolidated Edison Inc Com USD 0.10	19,792	0.13
511,976	Dominion Resources Inc Com NPV	39,934	0.25
153,813	DTE Energy Co Com NPV	14,997	0.10
569,969	Duke Energy Corp Com USD 0.001	48,772	0.31
275,793	Edison International Com NPV	21,335	0.14
142,367	Entergy Corp Com USD 0.01	11,586	0.07
271,080	Eversource Energy Com USD 5.00	15,850	0.10
778,984	Exelon Corp Com NPV	29,025	0.18
366,060	FirstEnergy Corp Com USD 0.10	12,779	0.08
382,833	NextEra Energy Inc Com USD 0.01	49,098	0.31
270,258	NRG Energy Inc Com USD 0.01	3,740	0.02
412,882	PG&E Corp Com NPV	26,404	0.17
86,745	Pinnacle West Capital Corp Com NPV	6,842	0.04
558,477	PPL Corp Com USD 0.01	21,055	0.13
427,756	Public Service Enterprise Group Inc Com NPV	19,668	0.12
114,079	Scana Corp Com NPV	8,549	0.05
779,702	Southern Co Com USD 5.00	41,706	0.26
255,835	WEC Energy Group Inc Com USD 0.01	16,604	0.11
431,470	Xcel Energy Inc Com USD 2.50	18,967	0.12

iShares Core S&P 500 UCITS ETF

SCHEDULE OF INVESTMENTS (continued)

As at 31 July 2016

Holding	Investment	Fair value $'000	% of net asset value
	Equities (31 July 2015: 99.62%) (cont)		
	United States (31 July 2015: 94.87%) (cont)		
	Electronics		
265,907	Agilent Technologies Inc Com USD 0.01	12,790	0.08
249,859	Amphenol Corp Com USD 0.001	14,869	0.10
877,944	Corning Inc Com USD 0.50	19,517	0.12
114,281	FLIR Systems Inc Com USD 0.01	3,722	0.02
247,224	Fortive Corp Com USD 0.01	11,923	0.08
634,707	Honeywell International Inc Com USD 1.00	73,823	0.47
90,245	PerkinElmer Inc Com USD 1.00	5,135	0.03
67,658	Waters Corp Com USD 0.01	10,751	0.07
	Energy - alternate sources		
59,176	First Solar Inc Com USD 0.001	2,762	0.02
	Engineering & construction		
115,431	Fluor Corp Com USD 0.01	6,177	0.04
105,333	Jacobs Engineering Group Inc Com USD 1.00	5,636	0.03
	Environmental control		
200,387	Republic Services Inc Com USD 0.01	10,270	0.07
67,603	Stericycle Inc Com USD 0.01	6,101	0.04
342,548	Waste Management Inc Com USD 0.01	22,642	0.14
	Food		
144,839	Campbell Soup Co Com USD 0.0375	9,018	0.06
372,441	ConAgra Foods Inc Com USD 5.00	17,408	0.11
499,561	General Mills Inc Com USD 0.10	35,908	0.23
117,563	Hershey Co Com USD 1.00	13,020	0.08
216,476	Hormel Foods Corp Com USD 0.01465	8,079	0.05
101,185	JM Smucker Co Com NPV	15,597	0.10
209,052	Kellogg Co Com USD 0.25	17,280	0.11
494,632	Kraft Heinz Co Com USD 0.01	42,721	0.27
780,557	Kroger Co Com USD 1.00	26,687	0.17
95,021	McCormick & Co Inc Com NPV	9,716	0.06
1,290,326	Mondelez International Inc Com NPV	56,749	0.36
434,183	Sysco Corp Com USD 1.00	22,486	0.14
246,648	Tyson Foods Inc Com USD 0.10	18,148	0.12
270,584	Whole Foods Market Inc Com NPV	8,245	0.05
	Forest products & paper		
337,974	International Paper Co Com USD 1.00	15,483	0.10
	Gas		
341,068	CenterPoint Energy Inc Com USD 0.01	8,155	0.05
248,377	NiSource Inc Com USD 0.01	6,386	0.04
201,315	Sempra Energy Com NPV	22,519	0.14
	Gold mining		
430,253	Newmont Mining Corp Com USD 1.60	18,931	0.12
	Hand & machine tools		
45,919	Snap-on Inc Com USD 1.00	7,217	0.04
125,166	Stanley Black & Decker Inc Com USD 2.50	15,230	0.10
	Health care services		
291,222	Aetna Inc Com USD 0.01	33,555	0.21
220,225	Anthem Inc Com USD 0.01	28,913	0.18
140,005	Centene Corp Com USD 0.001	9,875	0.06

Holding	Investment	Fair value $'000	% of net asset value
	United States (31 July 2015: 94.87%) (cont)		
	Health care services (cont)		
216,724	Cigna Corp Com USD 0.25	28,007	0.18
135,846	DaVita HealthCare Partners Inc Com USD 0.001	10,531	0.07
245,740	HCA Holdings Inc Com USD 0.01	18,949	0.12
125,208	Humana Inc Com USD 0.166	21,606	0.14
89,201	Laboratory Corp of America Holdings Com USD 0.10	12,446	0.08
114,970	Quest Diagnostics Inc Com USD 0.01	9,925	0.06
786,601	UnitedHealth Group Inc Com USD 0.01	112,657	0.71
71,689	Universal Health Services Inc Com USD 0.01	9,284	0.06
	Healthcare products		
1,226,526	Abbott Laboratories Com NPV	54,875	0.35
462,610	Baxter International Inc Com USD 1.00	22,215	0.14
178,360	Becton Dickinson and Co Com USD 1.00	31,391	0.20
1,145,296	Boston Scientific Corp Com USD 0.01	27,796	0.18
59,320	CR Bard Inc Com USD 0.25	13,270	0.08
494,075	Danaher Corp Com USD 0.01	40,223	0.25
192,449	Dentsply Sirona Inc Com USD 0.01	12,324	0.08
175,788	Edwards Lifesciences Corp Com USD 1.00	20,131	0.13
67,368	Henry Schein Inc Com USD 0.01	12,187	0.08
203,415	Hologic Inc Com USD 0.01	7,825	0.05
30,908	Intuitive Surgical Inc Com USD 0.001	21,491	0.14
68,387	Patterson Cos Inc Com USD 0.01	3,375	0.02
234,771	St Jude Medical Inc Com USD 0.10	19,493	0.12
265,419	Stryker Corp Com USD 0.10	30,863	0.19
329,945	Thermo Fisher Scientific Inc Com USD 1.00	52,379	0.33
80,925	Varian Medical Systems Inc Com USD 1.00	7,665	0.05
164,444	Zimmer Biomet Holdings Inc Com USD 0.01	21,557	0.14
	Holding companies - diversified operations		
273,396	Leucadia National Corp Com USD 1.00	4,989	0.03
	Home builders		
263,103	DR Horton Inc Com USD 0.01	8,651	0.05
142,140	Lennar Corp Com USD 0.10	6,649	0.04
267,099	PulteGroup Inc Com USD 0.01	5,655	0.04
	Home furnishings		
61,208	Harman International Industries Inc Com USD 0.01	5,058	0.03
110,910	Leggett & Platt Inc Com USD 0.01	5,828	0.04
64,968	Whirlpool Corp Com USD 1.00	12,497	0.08
	Hotels		
163,498	Marriott International Inc Com USD 0.01	11,723	0.07
141,791	Starwood Hotels & Resorts Worldwide Inc Com USD 0.01	11,065	0.07
98,636	Wyndham Worldwide Corp Com USD 0.01	7,004	0.05
64,575	Wynn Resorts Ltd Com USD 0.01	6,325	0.04
	Household goods & home construction		
74,423	Avery Dennison Corp Com USD 1.00	5,795	0.04
296,434	Kimberly-Clark Corp Com USD 1.25	38,403	0.24
372,759	Newell Brands Inc Com USD 1.00	19,559	0.12

iShares Core S&P 500 UCITS ETF

SCHEDULE OF INVESTMENTS (continued)

As at 31 July 2016

Holding	Investment	Fair value $'000	% of net asset value
	Equities (31 July 2015: 99.62%) (cont)		
	United States (31 July 2015: 94.87%) (cont)		
	Insurance		
346,969	Aflac Inc Com USD 0.10	25,068	0.16
306,350	Allstate Corp Com USD 0.01	20,927	0.13
929,658	American International Group Inc Com USD 2.50	50,611	0.32
146,384	Arthur J Gallagher & Co Com USD 1.00	7,198	0.05
56,026	Assurant Inc Com USD 0.01	4,648	0.03
1,555,567	Berkshire Hathaway Inc Com USD 0.0033	224,250	1.42
117,673	Cincinnati Financial Corp Com USD 2.00	8,790	0.06
336,074	Hartford Financial Services Group Inc Com USD 0.01	13,369	0.08
207,983	Lincoln National Corp Com NPV	9,078	0.06
214,186	Loews Corp Com USD 0.01	8,846	0.06
430,812	Marsh & McLennan Cos Inc Com USD 1.00	28,330	0.18
904,624	MetLife Inc Com USD 0.01	38,664	0.25
216,186	Principal Financial Group Inc Com USD 0.01	10,079	0.06
474,906	Progressive Corp Com USD 1.00	15,430	0.10
365,019	Prudential Financial Inc Com USD 0.01	27,479	0.17
84,953	Torchmark Corp Com USD 1.00	5,256	0.03
246,795	Travelers Cos Inc Com NPV	28,680	0.18
200,356	Unum Group Com USD 0.10	6,692	0.04
	Internet		
245,221	Alphabet Inc Class 'C' Com USD 0.001	188,523	1.19
243,728	Alphabet Inc Com USD 0.001	192,872	1.22
321,170	Amazon.com Inc Com USD 0.01	243,662	1.54
865,154	eBay Inc Com USD 0.001	26,958	0.17
96,189	Expedia Inc Com USD 0.001	11,219	0.07
58,557	F5 Networks Inc Com NPV	7,224	0.05
1,918,834	Facebook Inc Com USD 0.000006	237,820	1.51
353,316	Netflix Inc Com USD 0.001	32,233	0.21
40,943	Priceline Group Inc Com USD 0.008	55,306	0.35
494,018	Symantec Corp Com USD 0.01	10,088	0.06
95,411	TripAdvisor Inc Com USD 0.001	6,674	0.04
76,685	VeriSign Inc Com USD 0.001	6,642	0.04
722,603	Yahoo! Inc Com USD 0.001	27,589	0.18
	Iron & steel		
264,352	Nucor Corp Com USD 0.40	14,177	0.09
	Leisure time		
149,329	Harley-Davidson Inc Com USD 0.01	7,902	0.05
	Machinery - diversified		
135,955	Cummins Inc Com USD 2.50	16,689	0.11
252,668	Deere & Co Com USD 1.00	19,635	0.12
108,169	Flowserve Corp Com USD 1.25	5,175	0.03
108,730	Rockwell Automation Inc Com USD 1.00	12,432	0.08
86,370	Roper Technologies Inc Com USD 0.01	14,712	0.09
142,577	Xylem Inc Com USD 0.01	6,815	0.04
	Machinery, construction & mining		
485,291	Caterpillar Inc Com USD 1.00	40,158	0.25

Holding	Investment	Fair value $'000	% of net asset value
	United States (31 July 2015: 94.87%) (cont)		
	Media		
344,744	CBS Corp Com USD 0.001	18,013	0.11
2,012,664	Comcast Corp Com USD 0.01	135,311	0.86
194,251	Discovery Communications Inc Class 'C' Com USD 0.01	4,765	0.03
117,227	Discovery Communications Inc Com USD 0.01	2,940	0.02
87,210	News Corp Class 'B' Com USD 0.01	1,172	0.01
308,820	News Corp Com USD 0.01	4,002	0.03
80,608	Scripps Networks Interactive Inc Com USD 0.01	5,323	0.03
179,528	Tegna Inc Com USD 1.00	3,930	0.02
651,065	Time Warner Inc Com USD 0.01	49,891	0.32
349,435	Twenty-First Century Fox Inc Class 'B' Com USD 0.01	9,442	0.06
923,306	Twenty-First Century Fox Inc Com USD 0.01	24,597	0.16
282,661	Viacom Inc Com USD 0.001	12,850	0.08
1,242,546	Walt Disney Co Com USD 0.01	119,173	0.75
	Mining		
1,061,651	Alcoa Inc Com USD 1.00	11,254	0.07
1,036,005	Freeport-McMoRan Inc Com USD 0.10	13,416	0.09
	Miscellaneous manufacturers		
504,450	3M Co Com USD 0.01	89,963	0.57
132,815	Dover Corp Com USD 1.00	9,486	0.06
7,634,556	General Electric Co Com USD 0.06	237,740	1.51
270,868	Illinois Tool Works Inc Com USD 0.01	31,261	0.20
112,046	Parker-Hannifin Corp Com USD 0.50	12,793	0.08
220,305	Textron Inc Com USD 0.125	8,590	0.05
	Nondurable household products		
107,445	Church & Dwight Co Inc Com USD 1.00	10,554	0.07
103,646	Clorox Co Com USD 1.00	13,580	0.08
	Office & business equipment		
161,059	Pitney Bowes Inc Com USD 1.00	3,107	0.02
752,239	Xerox Corp Com USD 1.00	7,748	0.05
	Oil & gas		
432,400	Anadarko Petroleum Corp Com USD 0.10	23,579	0.15
312,179	Apache Corp Com USD 0.625	16,386	0.10
381,172	Cabot Oil & Gas Corp Com USD 0.10	9,400	0.06
411,856	Chesapeake Energy Corp Com USD 0.01	2,236	0.01
1,564,390	Chevron Corp Com USD 0.75	160,287	1.02
76,236	Cimarex Energy Co Com USD 0.01	9,148	0.06
105,622	Concho Resources Inc Com USD 0.001	13,115	0.08
1,020,020	ConocoPhillips Com USD 0.01	41,627	0.26
422,256	Devon Energy Corp Com USD 0.10	16,168	0.10
53,063	Diamond Offshore Drilling Inc Com USD 0.01	1,205	0.01
460,731	EOG Resources Inc Com USD 0.01	37,642	0.24
138,042	EQT Corp Com NPV	10,056	0.06
3,443,403	Exxon Mobil Corp Com NPV	305,981	1.94
86,382	Helmerich & Payne Inc Com USD 0.10	5,352	0.03
219,020	Hess Corp Com USD 1.00	11,750	0.07
699,215	Marathon Oil Corp Com USD 1.00	9,530	0.06
432,226	Marathon Petroleum Corp Com USD 0.01	17,017	0.11

iShares Core S&P 500 UCITS ETF

SCHEDULE OF INVESTMENTS (continued)

As at 31 July 2016

Holding	Investment	Fair value $'000	% of net asset value
	Equities (31 July 2015: 99.62%) (cont)		
	United States (31 July 2015: 94.87%) (cont)		
	Oil & gas (cont)		
132,837	Murphy Oil Corp Com USD 1.00	3,644	0.02
167,260	Newfield Exploration Co Com USD 0.01	7,241	0.05
344,906	Noble Energy Inc Com USD 0.01	12,320	0.08
637,668	Occidental Petroleum Corp Com USD 0.20	47,647	0.30
388,088	Phillips 66 Com USD 0.01	29,514	0.19
133,768	Pioneer Natural Resources Co Com USD 0.01	21,751	0.14
135,521	Range Resources Corp Com USD 0.01	5,462	0.03
300,465	Southwestern Energy Co Com USD 0.01	4,372	0.03
102,026	Tesoro Corp Com USD 0.167	7,767	0.05
387,966	Valero Energy Corp Com USD 0.01	20,279	0.13
	Oil & gas services		
357,720	Baker Hughes Inc Com USD 1.00	17,117	0.11
186,064	FMC Technologies Inc Com USD 0.01	4,720	0.03
706,156	Halliburton Co Com USD 2.50	30,831	0.20
311,060	National Oilwell Varco Inc Com USD 0.01	10,063	0.06
	Pharmaceuticals		
1,347,130	AbbVie Inc Com USD 0.01	89,180	0.56
158,007	AmerisourceBergen Corp Com USD 0.01	13,461	0.09
1,385,447	Bristol-Myers Squibb Co Com USD 0.10	103,604	0.66
273,060	Cardinal Health Inc Com NPV	22,825	0.14
803,977	Eli Lilly & Co Com NPV	66,634	0.42
523,292	Express Scripts Holding Co Com USD 0.01	39,796	0.25
2,278,603	Johnson & Johnson Com USD 1.00	284,985	1.80
188,297	McKesson Corp Com USD 0.01	36,644	0.23
153,303	Mead Johnson Nutrition Co Com USD 0.01	13,673	0.09
2,293,913	Merck & Co Inc Com USD 0.50	134,515	0.85
5,031,251	Pfizer Inc Com USD 0.05	185,553	1.18
372,090	Zoetis Inc Com USD 0.01	18,768	0.12
	Pipelines		
1,528,717	Kinder Morgan Inc Com USD 0.01	31,064	0.20
164,002	Oneok Inc Com USD 0.01	7,346	0.05
570,685	Spectra Energy Corp Com USD 0.001	20,573	0.13
551,622	Williams Cos Inc Com USD 1.00	13,211	0.08
	Real estate investment & services		
234,868	CBRE Group Inc Com USD 0.01	6,680	0.04
	Real estate investment trusts		
351,693	American Tower Corp Reits USD 0.01	40,708	0.26
133,799	Apartment Investment & Management Co Reits USD 0.01	6,149	0.04
113,412	AvalonBay Communities Inc Reits USD 0.01	21,050	0.13
131,420	Boston Properties Inc Reits USD 0.01	18,673	0.12
274,629	Crown Castle International Corp Reits USD 0.01	26,645	0.17
119,941	Digital Realty Trust Inc Reits USD 0.01	12,528	0.08
58,322	Equinix Inc Reits USD 0.001	21,746	0.14
299,194	Equity Residential Reits USD 0.01	20,336	0.13
53,153	Essex Property Trust Inc Reits USD 0.0001	12,427	0.08
101,169	Extra Space Storage Inc Reits USD 0.01	8,701	0.05

Holding	Investment	Fair value $'000	% of net asset value
	United States (31 July 2015: 94.87%) (cont)		
	Real estate investment trusts (cont)		
56,344	Federal Realty Investment Trust Reits USD 0.01	9,558	0.06
498,010	General Growth Properties Inc Reits USD 0.01	15,906	0.10
402,658	HCP Inc Reits USD 1.00	15,788	0.10
633,239	Host Hotels & Resorts Inc Reits USD 0.01	11,234	0.07
199,866	Iron Mountain Inc Reits USD 0.01	8,264	0.05
363,092	Kimco Realty Corp Reits USD 0.01	11,659	0.07
110,948	Macerich Co Reits USD 0.01	9,898	0.06
443,715	Prologis Inc Reits USD 0.01	24,174	0.15
123,357	Public Storage Reits USD 0.10	29,458	0.19
213,590	Realty Income Corp Reits USD 1.00	15,329	0.10
257,893	Simon Property Group Inc Reits USD 0.0001	58,529	0.37
80,151	SL Green Realty Corp Reits USD 0.01	9,442	0.06
214,748	UDR Inc Reits USD 0.01	7,993	0.05
285,430	Ventas Inc Reits USD 0.25	21,735	0.14
148,851	Vornado Realty Trust Reits USD 0.04	15,985	0.10
298,826	Welltower Inc Reits USD 1.00	23,697	0.15
606,337	Weyerhaeuser Co Reits USD 1.25	19,827	0.13
	Restaurants & bars		
96,537	Darden Restaurants Inc Com NPV	5,943	0.04
1,209,528	Starbucks Corp Com USD 0.001	70,189	0.44
334,751	Yum! Brands Inc Com NPV	29,933	0.19
	Retail		
58,799	Advance Auto Parts Inc Com USD 0.0001	9,983	0.06
61,991	AutoNation Inc Com USD 0.01	3,305	0.02
25,354	AutoZone Inc Com USD 0.01	20,623	0.13
137,658	Bed Bath & Beyond Inc Com USD 0.01	6,186	0.04
248,770	Best Buy Co Inc Com USD 0.10	8,354	0.05
160,376	CarMax Inc Com USD 0.50	9,342	0.06
24,721	Chipotle Mexican Grill Inc Com USD 0.01	10,475	0.07
231,095	Coach Inc Com USD 0.01	10,002	0.06
361,972	Costco Wholesale Corp Com USD 0.005	60,518	0.38
892,428	CVS Health Corp Com USD 0.01	82,737	0.52
240,994	Dollar General Corp Com USD 0.875	22,832	0.15
190,303	Dollar Tree Inc Com USD 0.01	18,324	0.12
113,418	Foot Locker Inc Com USD 0.01	6,760	0.04
178,079	Gap Inc Com USD 0.05	4,591	0.03
121,256	Genuine Parts Co Com USD 1.00	12,396	0.08
1,032,145	Home Depot Inc Com USD 0.05	142,694	0.90
208,407	L Brands Inc Com USD 0.50	15,397	0.10
736,737	Lowe's Cos Inc Com USD 0.50	60,604	0.38
729,377	McDonald's Corp Com USD 0.01	85,767	0.54
113,969	Nordstrom Inc Com NPV	5,041	0.03
78,753	O'Reilly Automotive Inc Com USD 0.01	22,880	0.15
64,677	PVH Corp Com USD 1.00	6,534	0.04
332,537	Ross Stores Inc Com USD 0.01	20,554	0.13
513,859	Staples Inc Com USD 0.0006	4,769	0.03
496,576	Target Corp Com USD 0.0833	37,402	0.24

iShares Core S&P 500 UCITS ETF

SCHEDULE OF INVESTMENTS (continued)

As at 31 July 2016

Holding	Investment	Fair value $'000	% of net asset value
	Equities (31 July 2015: 99.62%) (cont)		
	United States (31 July 2015: 94.87%) (cont)		
	Retail (cont)		
89,513	Tiffany & Co Com USD 0.01	5,775	0.04
548,447	TJX Cos Inc Com USD 1.00	44,819	0.28
107,971	Tractor Supply Co Com USD 0.008	9,892	0.06
52,117	Ulta Salon Cosmetics & Fragrance Inc Com USD 0.01	13,609	0.09
83,431	Urban Outfitters Inc Com USD 0.0001	2,495	0.02
1,267,566	Wal-Mart Stores Inc Com USD 0.10	92,469	0.59
712,602	Walgreens Boots Alliance Inc Com USD 0.01	56,459	0.36
	Savings & loans		
244,753	People's United Financial Inc Com USD 0.01	3,705	0.02
	Semiconductors		
259,126	Analog Devices Inc Com USD 0.167	16,540	0.11
897,870	Applied Materials Inc Com USD 0.01	23,596	0.15
3,907,200	Intel Corp Com USD 0.001	136,127	0.86
129,853	KLA-Tencor Corp Com USD 0.001	9,830	0.06
129,730	Lam Research Corp Com USD 0.001	11,646	0.08
188,565	Linear Technology Corp Com USD 0.001	11,302	0.07
171,293	Microchip Technology Inc Com USD 0.001	9,531	0.06
882,385	Micron Technology Inc Com USD 0.10	12,115	0.08
420,264	NVIDIA Corp Com USD 0.001	23,993	0.15
106,896	Qorvo Inc Com USD 0.0001	6,757	0.04
1,218,446	Qualcomm Inc Com USD 0.0001	76,238	0.48
151,962	Skyworks Solutions Inc Com USD 0.25	10,031	0.06
826,609	Texas Instruments Inc Com USD 1.00	57,648	0.37
213,874	Xilinx Inc Com USD 0.01	10,922	0.07
	Software		
423,556	Activision Blizzard Inc Com USD 0.000001	17,006	0.11
416,255	Adobe Systems Inc Com USD 0.0001	40,730	0.26
141,824	Akamai Technologies Inc Com USD 0.01	7,165	0.05
179,969	Autodesk Inc Com USD 0.01	10,696	0.07
257,066	CA Inc Com USD 0.10	8,907	0.06
252,292	Cerner Corp Com USD 0.01	15,738	0.10
130,160	Citrix Systems Inc Com USD 0.001	11,600	0.07
28,228	Dun & Bradstreet Corp Com USD 0.01	3,648	0.02
254,095	Electronic Arts Inc Com USD 0.01	19,392	0.12
226,238	Fidelity National Information Services Inc Com USD 0.01	17,990	0.11
188,950	Fiserv Inc Com USD 0.01	20,849	0.13
211,906	Intuit Inc Com USD 0.01	23,513	0.15
6,530,484	Microsoft Corp Com USD 0.00000625	370,148	2.34
2,570,289	Oracle Corp Com USD 0.01	105,459	0.67
260,103	Paychex Inc Com USD 0.01	15,414	0.10
151,269	Red Hat Inc Com USD 0.0001	11,386	0.07
525,202	Salesforce.com Inc Com USD 0.001	42,935	0.27

Holding	Investment	Fair value $'000	% of net asset value
	United States (31 July 2015: 94.87%) (cont)		
	Telecommunications		
5,110,659	AT&T Inc Com USD 1.00	221,138	1.40
454,139	CenturyLink Inc Com USD 1.00	14,274	0.09
4,162,386	Cisco Systems Inc Com USD 0.001	127,036	0.80
960,745	Frontier Communications Corp Com USD 0.25	4,986	0.03
285,636	Juniper Networks Inc Com USD 0.00001	6,478	0.04
235,705	Level 3 Communications Inc Com USD 0.01	11,925	0.08
132,036	Motorola Solutions Inc Com USD 0.01	9,158	0.06
3,388,279	Verizon Communications Inc Com USD 0.10	187,575	1.19
	Textile		
51,642	Mohawk Industries Inc Com USD 0.01	10,788	0.07
	Tobacco		
1,620,418	Altria Group Inc Com USD 0.333	109,670	0.69
1,292,009	Philip Morris International Inc Com NPV	129,601	0.82
683,729	Reynolds American Inc Com USD 0.0001	34,207	0.22
	Toys		
89,591	Hasbro Inc Com USD 0.50	7,278	0.05
285,832	Mattel Inc Com USD 1.00	9,538	0.06
	Transportation		
117,334	CH Robinson Worldwide Inc Com USD 0.10	8,168	0.05
794,787	CSX Corp Com USD 1.00	22,508	0.14
154,803	Expeditors International of Washington Inc Com USD 0.01	7,646	0.05
207,860	FedEx Corp Com USD 0.10	33,646	0.21
69,848	JB Hunt Transport Services Inc Com USD 0.01	5,804	0.04
86,957	Kansas City Southern Com USD 0.01	8,355	0.05
246,541	Norfolk Southern Corp Com USD 1.00	22,132	0.14
42,935	Ryder System Inc Com USD 0.50	2,829	0.02
696,991	Union Pacific Corp Com USD 2.50	64,841	0.41
576,282	United Parcel Service Inc Com USD 0.01	62,285	0.40
	Water		
151,165	American Water Works Co Inc Com USD 0.01	12,485	0.08
	Total United States	**14,894,746**	**94.30**
	Total equities	**15,620,315**	**98.89**

No. of contracts		Underlying exposure $'000	Fair value $'000	% of net assets value
	Financial derivative instruments (31 July 2015: 0.00%)			
	Futures contracts (31 July 2015: 0.00%)			
1,524	S&P 500 E Mini Index Futures September 2016	158,156	7,060	0.04
	Total unrealised gains on futures contracts		**7,060**	**0.04**
	Total financial derivative instruments		**7,060**	**0.04**

iShares Core S&P 500 UCITS ETF

SCHEDULE OF INVESTMENTS (continued)

As at 31 July 2016

	Fair value $'000	% of net asset value
Total value of investments	**15,627,375**	**98.93**
Cash†	**193,040**	**1.22**
Other net liabilities	**(28,137)**	**(0.17)**
Net assets attributable to redeemable participating shareholders	**15,792,278**	**99.98**
Adjustment to align to the valuation methodology as set out in the prospectus	3,704	0.02
Net asset value attributable to redeemable participating shareholders at the end of the year	**15,795,982**	**100.00**

† Cash holdings of $192,479,614 are held with State Street Bank and Trust Company. $559,931 is held as security for futures contracts with Credit Suisse AG.
* Investment in related party.

Equities are primarily classified by 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	15,620,315	98.46
Exchange traded financial derivative instruments	7,060	0.05
Other assets	236,983	1.49
Total current assets	**15,864,358**	**100.00**

iShares Core S&P 500 UCITS ETF

SCHEDULE OF MATERIAL PURCHASES AND SALES (unaudited)

For the year ended 31 July 2016

Holding	Investments	Proceeds $'000
Sales		
1,613,192	Apple Inc Com USD 0.00001	170,621
2,088,478	Microsoft Corp Com USD 0.00000625	105,476
3,425,850	General Electric Co Com USD 0.06	100,132
1,027,140	Exxon Mobil Corp Com NPV	83,020
682,182	Johnson & Johnson Com USD 1.00	70,499
1,106,576	Comcast Corp Com USD 0.01	64,627
460,244	Berkshire Hathaway Inc Com USD 0.0033	62,207
1,188,894	Wells Fargo & Co Com USD 1.666	60,875
742,310	Procter & Gamble Co Com NPV	58,201
94,768	Amazon.com Inc Com USD 0.01	56,583
909,032	JPMorgan Chase & Co Com USD 1.00	56,460
1,518,964	AT&T Inc Com USD 1.00	54,154
1,662,280	Pfizer Inc Com USD 0.05	53,711
253,150	Time Warner Inc Com USD 0.01	52,537
1,004,714	Verizon Communications Inc Com USD 0.10	48,453
500,628	Gilead Sciences Inc Com USD 0.001	47,238
868,630	Broadcom Ltd Com NPV	47,121
350,716	Chubb Corp Com USD 1.00	45,535
359,988	Home Depot Inc Com USD 0.05	44,952
418,384	Walt Disney Co Com USD 0.01	42,888

Holding	Investments	Cost $'000
Purchases		
3,094,298	Apple Inc Com USD 0.00001	332,132
4,461,476	Microsoft Corp Com USD 0.00000625	230,195
2,388,014	Exxon Mobil Corp Com NPV	199,125
1,574,182	Johnson & Johnson Com USD 1.00	168,446
1,160,796	Berkshire Hathaway Inc Com USD 0.0033	161,014
5,377,474	General Electric Co Com USD 0.06	157,860
232,236	Amazon.com Inc Com USD 0.01	144,466
2,667,002	Wells Fargo & Co Com USD 1.666	136,391
3,609,602	AT&T Inc Com USD 1.00	133,090
2,066,350	JPMorgan Chase & Co Com USD 1.00	130,442
1,575,110	Procter & Gamble Co Com NPV	124,792
2,393,436	Verizon Communications Inc Com USD 0.10	118,959
3,585,438	Pfizer Inc Com USD 0.05	118,718
1,106,848	Chevron Corp Com USD 0.75	103,613
2,217,226	Coca-Cola Co Com USD 0.25	96,560
708,444	Home Depot Inc Com USD 0.05	90,932
5,845,204	Bank of America Corp Com USD 0.01	88,653
838,794	Walt Disney Co Com USD 0.01	87,132
2,712,522	Intel Corp Com USD 0.001	85,815
1,551,402	Merck & Co Inc Com USD 0.50	85,272

The CBI requires a Schedule of material changes in the composition of the portfolio 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 Dow Jones Industrial Average UCITS ETF

INCOME STATEMENT

For the year ended 31 July 2016

	Note	Year ended 31 July 2016 $'000	Year ended 31 July 2015 $'000
Operating income	2	5,796	5,243
Net gains on financial assets/liabilities at fair value through profit or loss	3	8,629	13,419
Total gains		**14,425**	**18,662**
Operating expenses	4	(720)	(738)
Net operating profit		**13,705**	**17,924**
Net profit for the financial year before tax		**13,705**	**17,924**
Non-reclaimable withholding tax		(868)	(786)
Net profit for the financial year after tax		**12,837**	**17,138**
Adjustment to align to the valuation methodology as set out in the prospectus	6	99	(9)
Increase in net assets attributable to redeemable participating shareholders from operations		**12,936**	**17,129**

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.

STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO REDEEMABLE PARTICIPATING SHAREHOLDERS

For the year ended 31 July 2016

	Year ended 31 July 2016 $'000	Year ended 31 July 2015 $'000
Net assets attributable to redeemable participating shareholders at the beginning of the year	218,623	184,583
Increase in net assets attributable to redeemable participating shareholders from operations	12,936	17,129
Share transactions:		
Proceeds from issue of redeemable participating shares	132,586	112,463
Payments on redemption of redeemable participating shares	(131,887)	(95,552)
Increase in net assets resulting from share transactions	**699**	**16,911**
Net assets attributable to redeemable participating shareholders at the end of the year	**232,258**	**218,623**

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

iShares Dow Jones Industrial Average UCITS ETF

BALANCE SHEET

As at 31 July 2016

	Note	31 July 2016 $'000	31 July 2015 $'000
CURRENT ASSETS			
Cash		1,314	282
Margin cash account		10	66
Receivables	10	202	161
Financial assets at fair value through profit or loss	11	230,733	218,219
Total current assets		**232,259**	**218,728**
CURRENT LIABILITIES			
Payables	12	(60)	(62)
Financial liabilities at fair value through profit or loss	11	-	(3)
Total current liabilities excluding net assets attributable to redeemable participating shareholders		**(60)**	**(65)**
Net assets attributable to redeemable participating shareholders		**232,199**	**218,663**
Adjustment to align to the valuation methodology as set out in the prospectus	6	59	(40)
Net asset value attributable to redeemable participating shareholders at the end of the year		**232,258**	**218,623**

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

iShares Dow Jones Industrial Average UCITS ETF

NOTES TO THE FINANCIAL STATEMENTS

For the year ended 31 July 2016

1. ACCOUNTING POLICIES, FINANCIAL INSTRUMENTS AND RISKS AND OTHER NOTES

The accounting policies are set out on pages 51 to 53. The financial instruments and risks are set out on pages 54 to 76. The notes relating to tax, soft commissions, exchange rates, commitments and contingent liabilities, related party transactions, financial derivative instruments and subsequent events are set out in the notes to the financial statements of the Company on pages 79 to 84.

2. OPERATING INCOME

	Year ended 31 July 2016 $'000	Year ended 31 July 2015 $'000
Dividend income	5,789	5,239
Securities lending income	7	4
	5,796	5,243

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

	Year ended 31 July 2016 $'000	Year ended 31 July 2015 $'000
Net gains on investments in securities held at fair value through profit or loss	8,435	13,379
Net gains on futures contracts	195	40
Net losses on foreign currency transactions	(1)	-
	8,629	13,419

4. OPERATING EXPENSES

	Year ended 31 July 2016 $'000	Year ended 31 July 2015 $'000
Management fees	(720)	(738)
	(720)	(738)

5. MANAGEMENT FEES

Fees earned by the Manager during the year and balances outstanding as at 31 July 2016 and 31 July 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 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:

	TER % 31 July 2016	TER % 31 July 2015
	0.33	0.33

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:

	Year ended 31 July 2016 $'000	Year ended 31 July 2015 $'000
Balance at the beginning of year	(40)	(31)
Adjustment to align to the valuation methodology as set out in the prospectus	99	(9)
Total adjustment for the year	99	(9)
Balance at the end of year	59	(40)

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

7. TRANSACTION COSTS

Disclosed in the table below are separately identifiable transaction costs incurred by the Fund for the years ended 31 July 2016 and 31 July 2015. Please refer to note 9 of the financial statements of the Company for further details.

	Year ended 31 July 2016 $'000	Year ended 31 July 2015 $'000
Transaction costs	(24)	(22)

iShares Dow Jones Industrial Average UCITS ETF

NOTES TO THE FINANCIAL STATEMENTS (continued)

For the year ended 31 July 2016

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 July 2016 No. of Shares	31 July 2015 No. of Shares
Balance at the beginning of year	1,199,995	1,099,995
Issued during the year	750,000	625,000
Redeemed during the year	(750,000)	(525,000)
Balance at the end of year	**1,199,995**	**1,199,995**

9. NET ASSETS ATTRIBUTABLE TO REDEEMABLE PARTICIPATING SHAREHOLDERS

	No. of Shares
Shares in issue	
As at 31 July 2016	1,199,995
As at 31 July 2015	1,199,995
As at 31 July 2014	1,099,995

	$'000
Net asset value	
As at 31 July 2016	232,258
As at 31 July 2015	218,623
As at 31 July 2014	184,583

	$
Net asset value per share	
As at 31 July 2016	193.55
As at 31 July 2015	182.19
As at 31 July 2014	167.80

10. RECEIVABLES

	31 July 2016 $'000	31 July 2015 $'000
Dividend income receivable	201	160
Securities lending income receivable	1	1
	202	**161**

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

Financial assets:	31 July 2016 $'000	31 July 2015 $'000
Investment in equities	230,682	218,219
Unrealised gains on futures contracts	51	-
	230,733	**218,219**

Financial liabilities:		
Unrealised losses on futures contracts	-	(3)
	-	**(3)**

12. PAYABLES

	31 July 2016 $'000	31 July 2015 $'000
Management fees payable	(60)	(62)
	(60)	**(62)**

13. EFFICIENT PORTFOLIO MANAGEMENT

Please see note 18 of the financial statements of the Company for more information on efficient portfolio management.

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 July 2016 $'000	31 July 2015 $'000
Income earned during the year	7	4
Value of securities on loan at year end	19,063	1,932
Value of collateral held on behalf of the Fund at year end	20,905	2,126

Please see note 19 in the notes to the financial statements of the Company for more information on financial derivative instruments.

iShares Dow Jones Industrial Average UCITS ETF

SCHEDULE OF INVESTMENTS

As at 31 July 2016

Holding	Investment	Fair value $'000	% of net asset value
	Transferable Securities Admitted to an Official Stock Exchange Listing or traded on a Regulated Market (31 July 2015: 99.81%)		
	Equities (31 July 2015: 99.81%)		
	United States (31 July 2015: 99.81%)		
	Aerospace & defence		
85,715	Boeing Co Com USD 5.00	11,456	4.93
85,712	United Technologies Corp Com USD 1.00	9,224	3.97
	Apparel retailers		
85,943	Nike Inc Com USD 1.00	4,770	2.05
	Banks		
85,719	Goldman Sachs Group Inc Com USD 0.01	13,608	5.86
85,699	JPMorgan Chase & Co Com USD 1.00	5,480	2.36
	Beverages		
85,787	Coca-Cola Co Com USD 0.25	3,742	1.61
	Chemicals		
85,699	El du Pont de Nemours & Co Com USD 0.30	5,930	2.55
	Computers		
85,712	Apple Inc Com USD 0.00001	8,930	3.85
85,717	International Business Machines Corp Com USD 0.20	13,767	5.93
	Cosmetics & personal care		
85,707	Procter & Gamble Co Com NPV	7,333	3.16
	Diversified financial services		
85,702	American Express Co Com USD 0.20	5,524	2.38
85,707	Visa Inc Com USD 0.0001	6,689	2.88
	Health care services		
85,715	UnitedHealth Group Inc Com USD 0.01	12,276	5.29
	Insurance		
85,713	Travelers Cos Inc Com NPV	9,961	4.29
	Machinery, construction & mining		
85,707	Caterpillar Inc Com USD 1.00	7,092	3.05
	Media		
85,711	Walt Disney Co Com USD 0.01	8,221	3.54
	Miscellaneous manufacturers		
85,719	3M Co Com USD 0.01	15,287	6.58
85,938	General Electric Co Com USD 0.06	2,676	1.16
	Oil & gas		
85,711	Chevron Corp Com USD 0.75	8,782	3.78
85,709	Exxon Mobil Corp Com NPV	7,616	3.28
	Pharmaceuticals		
85,713	Johnson & Johnson Com USD 1.00	10,720	4.62
85,695	Merck & Co Inc Com USD 0.50	5,025	2.16
85,910	Pfizer Inc Com USD 0.05	3,169	1.36
	Retail		
85,715	Home Depot Inc Com USD 0.05	11,850	5.10
85,715	McDonald's Corp Com USD 0.01	10,079	4.34
85,703	Wal-Mart Stores Inc Com USD 0.10	6,252	2.69
	Semiconductors		
85,967	Intel Corp Com USD 0.001	2,995	1.29
	United States (31 July 2015: 99.81%) (cont)		
	Software		
85,722	Microsoft Corp Com USD 0.00000625	4,859	2.09
	Telecommunications		
85,968	Cisco Systems Inc Com USD 0.001	2,624	1.13
85,712	Verizon Communications Inc Com USD 0.10	4,745	2.04
	Total United States	**230,682**	**99.32**
	Total equities	**230,682**	**99.32**

No. of contracts		Underlying exposure $'000	Fair value $'000	% of net asset value
	Financial derivative instruments (31 July 2015: 0.00%)			
	Futures contracts (31 July 2015: 0.00%)			
16	DJIA Mini E-Cbot Index Futures September 2016	1,418	51	0.02
	Total unrealised gains on futures contracts		**51**	**0.02**
	Total financial derivative instruments		**51**	**0.02**

	Fair value $'000	% of net asset value
Total value of investments	**230,733**	**99.34**
Cash†	**1,324**	**0.57**
Other net assets	**142**	**0.06**
Net assets attributable to redeemable participating shareholders	**232,199**	**99.97**
Adjustment to align to the valuation methodology as set out in the prospectus	59	0.03
Net asset value attributable to redeemable participating shareholders at the end of the year	**232,258**	**100.00**

† Cash holdings of $1,313,823 are held with State Street Bank and Trust Company. $10,250 is held as security for futures contracts with Credit Suisse AG.

Equities are primarily classified by 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 Dow Jones Industrial Average UCITS ETF

SCHEDULE OF INVESTMENTS (continued)

As at 31 July 2016

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	230,682	99.32
Exchange traded financial derivative instruments	51	0.02
Other assets	1,526	0.66
Total current assets	**232,259**	**100.00**

iShares Dow Jones Industrial Average UCITS ETF

SCHEDULE OF MATERIAL PURCHASES AND SALES (unaudited)

For the year ended 31 July 2016

Holding	Investments	Proceeds $'000
Sales		
96,504	Nike Inc Com USD 1.00	10,187
52,702	Goldman Sachs Group Inc Com USD 0.01	9,145
52,696	3M Co Com USD 0.01	7,892
52,695	International Business Machines Corp Com USD 0.20	7,396
52,696	Boeing Co Com USD 5.00	7,091
52,687	Home Depot Inc Com USD 0.05	6,552
52,689	UnitedHealth Group Inc Com USD 0.01	6,268
52,683	McDonald's Corp Com USD 0.01	5,902
52,683	Travelers Cos Inc Com NPV	5,663
52,687	Apple Inc Com USD 0.00001	5,608
52,687	Walt Disney Co Com USD 0.01	5,408
52,677	Johnson & Johnson Com USD 1.00	5,344
52,674	United Technologies Corp Com USD 1.00	4,938
52,672	Chevron Corp Com USD 0.75	4,531
52,663	Exxon Mobil Corp Com NPV	4,127
52,666	Procter & Gamble Co Com NPV	4,025
52,662	Visa Inc Com USD 0.0001	3,924
52,657	Caterpillar Inc Com USD 1.00	3,677
52,658	American Express Co Com USD 0.20	3,593
52,654	Wal-Mart Stores Inc Com USD 0.10	3,404
52,652	JPMorgan Chase & Co Com USD 1.00	3,290
52,647	EI du Pont de Nemours & Co Com USD 0.30	3,070
52,642	Merck & Co Inc Com USD 0.50	2,808
52,673	Microsoft Corp Com USD 0.00000625	2,639
52,664	Verizon Communications Inc Com USD 0.10	2,485
52,643	Coca-Cola Co Com USD 0.25	2,204
52,604	Pfizer Inc Com USD 0.50	1,706
52,580	Intel Corp Com USD 0.001	1,646
52,581	General Electric Co Com USD 0.06	1,488
52,560	Cisco Systems Inc Com USD 0.001	1,377

Holding	Investments	Cost $'000
Purchases		
55,987	Goldman Sachs Group Inc Com USD 0.01	9,894
55,995	3M Co Com USD 0.01	8,460
55,985	International Business Machines Corp Com USD 0.20	7,974
55,991	Boeing Co Com USD 5.00	7,591
55,996	Home Depot Inc Com USD 0.05	6,934
55,994	UnitedHealth Group Inc Com USD 0.01	6,726
56,003	McDonald's Corp Com USD 0.01	6,198
55,986	Apple Inc Com USD 0.00001	6,085
55,997	Travelers Cos Inc Com NPV	6,021
55,984	Walt Disney Co Com USD 0.01	5,803
55,990	Johnson & Johnson Com USD 1.00	5,682
55,981	United Technologies Corp Com USD 1.00	5,332
52,878	Nike Inc Com USD 1.00	5,094
55,989	Chevron Corp Com USD 0.75	4,874
55,989	Exxon Mobil Corp Com NPV	4,432
55,989	Procter & Gamble Co Com NPV	4,259
56,002	Visa Inc Com USD 0.0001	4,205
55,978	Caterpillar Inc Com USD 1.00	4,008
55,983	American Express Co Com USD 0.20	3,909
55,980	Wal-Mart Stores Inc Com USD 0.10	3,592
55,989	JPMorgan Chase & Co Com USD 1.00	3,554
55,995	EI du Pont de Nemours & Co Com USD 0.30	3,294
55,982	Merck & Co Inc Com USD 0.50	3,013
55,945	Microsoft Corp Com USD 0.00000625	2,791
55,961	Verizon Communications Inc Com USD 0.10	2,644
55,903	Coca-Cola Co Com USD 0.25	2,331
56,298	Pfizer Inc Com USD 0.50	1,856
56,228	Intel Corp Com USD 0.001	1,765
56,141	General Electric Co Com USD 0.06	1,588
56,164	Cisco Systems Inc Com USD 0.001	1,506

The CBI requires a Schedule of material changes in the composition of the portfolio 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 1-3yr UCITS ETF (Acc)

INCOME STATEMENT

For the year ended 31 July 2016

	Note	Year ended 31 July 2016 €'000	Year ended 31 July 2015 €'000
Operating income	2	167	314
Net gains on financial assets/liabilities at fair value through profit or loss	3	365	431
Total gains		**532**	**745**
Operating expenses	4	(173)	(152)
Net operating profit		**359**	**593**
Finance costs:			
Interest expense	6	(2)	(1)
Total finance costs		**(2)**	**(1)**
Net profit for the financial year		**357**	**592**
Adjustment to align to the valuation methodology as set out in the prospectus	7	(27)	42
Increase in net assets attributable to redeemable participating shareholders from operations		**330**	**634**

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.

STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO REDEEMABLE PARTICIPATING SHAREHOLDERS

For the year ended 31 July 2016

	Year ended 31 July 2016 €'000	Year ended 31 July 2015 €'000
Net assets attributable to redeemable participating shareholders at the beginning of the year	87,034	74,675
Increase in net assets attributable to redeemable participating shareholders from operations	330	634
Share transactions:		
Proceeds from issue of redeemable participating shares	73,757	33,351
Payments on redemption of redeemable participating shares	(75,440)	(21,626)
(Decrease)/increase in net assets resulting from share transactions	**(1,683)**	**11,725**
Net assets attributable to redeemable participating shareholders at the end of the year	**85,681**	**87,034**

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

iShares Euro Government Bond 1-3yr UCITS ETF (Acc)

BALANCE SHEET

As at 31 July 2016

	Note	31 July 2016 €'000	31 July 2015 €'000
CURRENT ASSETS			
Cash		96	418
Receivables	11	11,851	9,610
Financial assets at fair value through profit or loss	12	88,034	86,726
Total current assets		**99,981**	**96,754**
CURRENT LIABILITIES			
Payables	13	(14,310)	(9,757)
Total current liabilities excluding net assets attributable to redeemable participating shareholders		**(14,310)**	**(9,757)**
Net assets attributable to redeemable participating shareholders		**85,671**	**86,997**
Adjustment to align to the valuation methodology as set out in the prospectus	7	10	37
Net asset value attributable to redeemable participating shareholders at the end of the year		**85,681**	**87,034**

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

iShares Euro Government Bond 1-3yr UCITS ETF (Acc)

NOTES TO THE FINANCIAL STATEMENTS

For the year ended 31 July 2016

1. ACCOUNTING POLICIES, FINANCIAL INSTRUMENTS AND RISKS AND OTHER NOTES

The accounting policies are set out on pages 51 to 53. The financial instruments and risks are set out on pages 54 to 76. The notes relating to tax, soft commissions, exchange rates, commitments and contingent liabilities, related party transactions, financial derivative instruments and subsequent events are set out in the notes to the financial statements of the Company on pages 79 to 84.

2. OPERATING INCOME

	Year ended 31 July 2016 €'000	Year ended 31 July 2015 €'000
Bond interest income	159	303
Securities lending income	8	11
	167	314

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

	Year ended 31 July 2016 €'000	Year ended 31 July 2015 €'000
Net gains on investments in securities held at fair value through profit or loss	365	431
	365	431

4. OPERATING EXPENSES

	Year ended 31 July 2016 €'000	Year ended 31 July 2015 €'000
Management fees	(173)	(152)
	(173)	(152)

5. MANAGEMENT FEES

Fees earned by the Manager during the year and balances outstanding as at 31 July 2016 and 31 July 2015 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 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:

	TER % 31 July 2016	TER % 31 July 2015*
	0.20	0.21

* The TER for this Fund was amended during the year ended 31 July 2015. The annualised TER is presented in the table.

6. INTEREST EXPENSE

	Year ended 31 July 2016 €'000	Year ended 31 July 2015 €'000
Bank interest	(2)	(1)
	(2)	(1)

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 July 2016 €'000	Year ended 31 July 2015 €'000
Balance at the beginning of year	37	(5)
Adjustment to align to the valuation methodology as set out in the prospectus	(27)	42
Total adjustment for the year	(27)	42
Balance at the end of year	10	37

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

8. TRANSACTION COSTS

Transaction costs on this Fund are not separately identifiable for the years ended 31 July 2016 and 31 July 2015. Please refer to note 9 of the financial statements of the Company for further details.

iShares Euro Government Bond 1-3yr UCITS ETF (Acc)

NOTES TO THE FINANCIAL STATEMENTS (continued)

For the year ended 31 July 2016

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 July 2016 No. of Shares	31 July 2015 No. of Shares
Balance at the beginning of year	780,000	675,000
Issued during the year	660,000	300,000
Redeemed during the year	(675,000)	(195,000)
Balance at the end of year	**765,000**	**780,000**

10. NET ASSETS ATTRIBUTABLE TO REDEEMABLE PARTICIPATING SHAREHOLDERS

	No. of Shares
Shares in issue	
As at 31 July 2016	765,000
As at 31 July 2015	780,000
As at 31 July 2014	675,000

	€'000
Net asset value	
As at 31 July 2016	85,681
As at 31 July 2015	87,034
As at 31 July 2014	74,675

	€
Net asset value per share	
As at 31 July 2016	112.00
As at 31 July 2015	111.58
As at 31 July 2014	110.63

11. RECEIVABLES

	31 July 2016 €'000	31 July 2015 €'000
Sale of securities awaiting settlement	-	9,397
Subscription for shares awaiting settlement	11,761	-
Securities lending income receivable	1	1
Bond income receivable	89	212
	11,851	**9,610**

12. FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS

Financial assets:	31 July 2016 €'000	31 July 2015 €'000
Investment in bonds	88,034	86,726
	88,034	**86,726**

13. PAYABLES

	31 July 2016 €'000	31 July 2015 €'000
Purchase of securities awaiting settlement	(14,298)	(9,742)
Management fees payable	(12)	(15)
	(14,310)	**(9,757)**

14. EFFICIENT PORTFOLIO MANAGEMENT

Please see note 18 of the financial statements of the Company for more information on efficient portfolio management.

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 July 2016 €'000	31 July 2015 €'000
Income earned during the year	8	11
Value of securities on loan at year end	21,922	10,521
Value of collateral held on behalf of the Fund at year end	24,032	11,577

Please see note 19 in the notes to the financial statements of the Company for more information on financial derivative instruments.

iShares Euro Government Bond 1-3yr UCITS ETF (Acc)

SCHEDULE OF INVESTMENTS

As at 31 July 2016

Holding	Investment	Fair value €'000	% of net asset value
Transferable Securities Admitted to an Official Stock Exchange Listing or traded on a Regulated Market (31 July 2015: 99.65%)			
	Bonds (31 July 2015: 99.65%)		
	France (31 July 2015: 9.91%)		
	Italy (31 July 2015: 47.64%)		
	Government bonds: BBB- rating		
8,613,000	Italy Buoni Poliennali Del Tesoro 0.1% 15/04/2019	8,634	10.08
12,954,000	Italy Buoni Poliennali Del Tesoro 0.25% 15/05/2018	13,025	15.20
11,067,000	Italy Buoni Poliennali Del Tesoro 0.3% 15/10/2018	11,148	13.01
14,280,000	Italy Buoni Poliennali Del Tesoro 0.75% 15/01/2018	14,456	16.87
	Total Italy	**47,263**	**55.16**
	Netherlands (31 July 2015: 10.04%)		
	Spain (31 July 2015: 32.06%)		
	Government bonds: BBB+ rating		
15,300,000	Spain Government Bond 0.25% 30/04/2018	15,409	17.99
9,902,000	Spain Government Bond 0.25% 31/01/2019	9,983	11.65
15,249,000	Spain Government Bond 0.5% 31/10/2017	15,379	17.95
	Total Spain	**40,771**	**47.59**
	Total bonds	**88,034**	**102.75**
	Total value of investments	**88,034**	**102.75**
	Cash†	**96**	**0.11**
	Other net liabilities	**(2,459)**	**(2.87)**
	Net assets attributable to redeemable participating shareholders	**85,671**	**99.99**
	Adjustment to align to the valuation methodology as set out in the prospectus	10	0.01
	Net asset value attributable to redeemable participating shareholders at the end of the year	**85,681**	**100.00**

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

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	88,034	88.05
Other assets	11,947	11.95
Total current assets	**99,981**	**100.00**

All credit ratings are shown as at 31 July 2016.

Fixed income securities are primarily classified by country of issuer for government type fixed income securities.

iShares Euro Government Bond 1-3yr UCITS ETF (Acc)

SCHEDULE OF MATERIAL PURCHASES AND SALES (unaudited)

For the year ended 31 July 2016

Holding	Investments	Proceeds €'000
Sales		
25,566,000	Spain Government Bond 2.1% 30/04/2017	26,207
19,757,000	Italy Buoni Poliennali Del Tesoro 1.15% 15/05/2017	20,028
16,566,000	Netherlands Government Bond 0.5% 15/04/2017	16,737
15,618,000	Italy Buoni Poliennali Del Tesoro 1.5% 15/12/2016	15,857
12,766,000	France Government Bond OAT 0.25% 25/11/2016	12,841
11,716,000	Spain Government Bond 0.5% 31/10/2017	11,813
11,228,000	Italy Buoni Poliennali Del Tesoro 0.75% 15/01/2018	11,383
11,064,000	Italy Buoni Poliennali Del Tesoro 2.75% 15/11/2016	11,368
9,931,000	Italy Buoni Poliennali Del Tesoro 0.25% 15/05/2018	9,971
9,275,000	Spain Government Bond 0.25% 30/04/2018	9,311
3,834,000	Italy Buoni Poliennali Del Tesoro 0.3% 15/10/2018	3,860
1,611,000	Spain Government Bond 0.25% 31/01/2019	1,621
910,000	Italy Buoni Poliennali Del Tesoro 0.1% 15/04/2019	911

Holding	Investments	Cost €'000
Purchases		
19,375,000	Spain Government Bond 0.25% 30/04/2018	19,442
17,241,000	Spain Government Bond 0.5% 31/10/2017	17,385
16,408,000	Italy Buoni Poliennali Del Tesoro 0.75% 15/01/2018	16,634
15,917,000	Italy Buoni Poliennali Del Tesoro 0.25% 15/05/2018	15,978
14,901,000	Italy Buoni Poliennali Del Tesoro 0.3% 15/10/2018	14,996
13,086,000	Spain Government Bond 2.1% 30/04/2017	13,465
11,489,000	Italy Buoni Poliennali Del Tesoro 1.15% 15/05/2017	11,665
11,513,000	Spain Government Bond 0.25% 31/01/2019	11,581
9,523,000	Italy Buoni Poliennali Del Tesoro 0.1% 15/04/2019	9,535
7,934,000	Netherlands Government Bond 0.5% 15/04/2017	8,025
6,362,000	Italy Buoni Poliennali Del Tesoro 1.5% 15/12/2016	6,467
4,186,000	France Government Bond OAT 0.25% 25/11/2016	4,209
3,888,000	Italy Buoni Poliennali Del Tesoro 2.75% 15/11/2016	3,997

The CBI requires a Schedule of material changes in the composition of the portfolio 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 3-7yr UCITS ETF (Acc)

INCOME STATEMENT

For the year ended 31 July 2016

	Note	Year ended 31 July 2016 €'000	Year ended 31 July 2015 €'000
Operating income	2	1,099	1,157
Net gains on financial assets/liabilities at fair value through profit or loss	3	6,781	2,330
Total gains		**7,880**	**3,487**
Operating expenses	4	(444)	(243)
Net operating profit		**7,436**	**3,244**
Finance costs:			
Interest expense	6	(7)	(1)
Total finance costs		**(7)**	**(1)**
Net profit for the financial year		**7,429**	**3,243**
Adjustment to align to the valuation methodology as set out in the prospectus	7	(5)	(4)
Increase in net assets attributable to redeemable participating shareholders from operations		**7,424**	**3,239**

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.

STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO REDEEMABLE PARTICIPATING SHAREHOLDERS

For the year ended 31 July 2016

	Year ended 31 July 2016 €'000	Year ended 31 July 2015 €'000
Net assets attributable to redeemable participating shareholders at the beginning of the year	157,514	92,911
Increase in net assets attributable to redeemable participating shareholders from operations	7,424	3,239
Share transactions:		
Proceeds from issue of redeemable participating shares	296,834	98,373
Payments on redemption of redeemable participating shares	(248,744)	(37,009)
Increase in net assets resulting from share transactions	**48,090**	**61,364**
Net assets attributable to redeemable participating shareholders at the end of the year	**213,028**	**157,514**

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

iShares Euro Government Bond 3-7yr UCITS ETF (Acc)

BALANCE SHEET

As at 31 July 2016

	Note	31 July 2016 €'000	31 July 2015 €'000
CURRENT ASSETS			
Cash		300	909
Cash equivalents		183	-
Receivables	11	2,332	1,807
Financial assets at fair value through profit or loss	12	210,221	154,794
Total current assets		**213,036**	**157,510**
CURRENT LIABILITIES			
Payables	13	(33)	(26)
Total current liabilities excluding net assets attributable to redeemable participating shareholders		**(33)**	**(26)**
Net assets attributable to redeemable participating shareholders		**213,003**	**157,484**
Adjustment to align to the valuation methodology as set out in the prospectus	7	25	30
Net asset value attributable to redeemable participating shareholders at the end of the year		**213,028**	**157,514**

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

iShares Euro Government Bond 3-7yr UCITS ETF (Acc)

NOTES TO THE FINANCIAL STATEMENTS

For the year ended 31 July 2016

1. ACCOUNTING POLICIES, FINANCIAL INSTRUMENTS AND RISKS AND OTHER NOTES

The accounting policies are set out on pages 51 to 53. The financial instruments and risks are set out on pages 54 to 76. The notes relating to tax, soft commissions, exchange rates, commitments and contingent liabilities, related party transactions, financial derivative instruments and subsequent events are set out in the notes to the financial statements of the Company on pages 79 to 84.

2. OPERATING INCOME

	Year ended 31 July 2016 €'000	Year ended 31 July 2015 €'000
Bond interest income	1,070	1,143
Securities lending income	29	14
	1,099	1,157

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

	Year ended 31 July 2016 €'000	Year ended 31 July 2015 €'000
Net gains on investments in securities held at fair value through profit or loss	6,781	2,330
	6,781	2,330

4. OPERATING EXPENSES

	Year ended 31 July 2016 €'000	Year ended 31 July 2015 €'000
Management fees	(444)	(243)
	(444)	(243)

5. MANAGEMENT FEES

Fees earned by the Manager during the year and balances outstanding as at 31 July 2016 and 31 July 2015 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 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:

	TER % 31 July 2016	TER % 31 July 2015*
	0.20	0.20

* The TER for this Fund was amended during the year ended 31 July 2015. The annualised TER is presented in the table.

6. INTEREST EXPENSE

	Year ended 31 July 2016 €'000	Year ended 31 July 2015 €'000
Bank interest	(7)	(1)
	(7)	(1)

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 July 2016 €'000	Year ended 31 July 2015 €'000
Balance at the beginning of year	30	34
Adjustment to align to the valuation methodology as set out in the prospectus	(5)	(4)
Total adjustment for the year	(5)	(4)
Balance at the end of year	**25**	**30**

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 years ended 31 July 2016 and 31 July 2015. Please refer to note 9 of the financial statements of the Company for further details.

	Year ended 31 July 2016 €'000	Year ended 31 July 2015 €'000
Transaction costs	(3)	-

iShares Euro Government Bond 3-7yr UCITS ETF (Acc)

NOTES TO THE FINANCIAL STATEMENTS (continued)

For the year ended 31 July 2016

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 July 2016 No. of Shares	31 July 2015 No. of Shares
Balance at the beginning of year	1,215,000	735,000
Issued during the year	2,265,000	765,000
Redeemed during the year	(1,890,000)	(285,000)
Balance at the end of year	**1,590,000**	**1,215,000**

10. NET ASSETS ATTRIBUTABLE TO REDEEMABLE PARTICIPATING SHAREHOLDERS

	No. of Shares
Shares in issue	
As at 31 July 2016	1,590,000
As at 31 July 2015	1,215,000
As at 31 July 2014	735,000

	€'000
Net asset value	
As at 31 July 2016	213,028
As at 31 July 2015	157,514
As at 31 July 2014	92,911

	€
Net asset value per share	
As at 31 July 2016	133.98
As at 31 July 2015	129.64
As at 31 July 2014	126.41

11. RECEIVABLES

	31 July 2016 €'000	31 July 2015 €'000
Bond income receivable	2,330	1,805
Securities lending income receivable	2	2
	2,332	**1,807**

12. FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS

Financial assets:	31 July 2016 €'000	31 July 2015 €'000
Investment in bonds	210,221	154,794
	210,221	**154,794**

13. PAYABLES

	31 July 2016 €'000	31 July 2015 €'000
Management fees payable	(33)	(26)
	(33)	**(26)**

14. EFFICIENT PORTFOLIO MANAGEMENT

Please see note 18 of the financial statements of the Company for more information on efficient portfolio management.

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 July 2016 €'000	31 July 2015 €'000
Income earned during the year	29	14
Value of securities on loan at year end	28,735	24,054
Value of collateral held on behalf of the Fund at year end	31,044	26,429

Please see note 19 in the notes to the financial statements of the Company for more information on financial derivative instruments.

iShares Euro Government Bond 3-7yr UCITS ETF (Acc)

SCHEDULE OF INVESTMENTS

As at 31 July 2016

Holding	Investment	Fair value €'000	% of net asset value
	Transferable Securities Admitted to an Official Stock Exchange Listing or traded on a Regulated Market (31 July 2015: 98.27%)		
	Bonds (31 July 2015: 98.27%)		
	France (31 July 2015: 23.62%)		
	Government bonds: AA rating		
3,710,000	France Government Bond OAT 0.25% 25/11/2020	3,822	1.79
4,240,000	France Government Bond OAT 0.5% 25/11/2019	4,383	2.06
5,194,000	France Government Bond OAT 1.75% 25/05/2023	5,912	2.78
4,558,000	France Government Bond OAT 2.25% 25/10/2022	5,294	2.48
5,618,000	France Government Bond OAT 2.5% 25/10/2020	6,332	2.97
6,254,000	France Government Bond OAT 3% 25/04/2022	7,471	3.51
6,148,000	France Government Bond OAT 3.25% 25/10/2021	7,334	3.44
5,724,000	France Government Bond OAT 3.5% 25/04/2020	6,588	3.09
5,194,000	France Government Bond OAT 3.75% 25/10/2019	5,917	2.78
	Total France	**53,053**	**24.90**
	Germany (31 July 2015: 22.02%)		
	Government bonds: AAA rating		
2,438,000	Bundesobligation 0.25% 11/10/2019	2,510	1.18
2,862,000	Bundesobligation 0.25% 16/10/2020	2,968	1.39
2,756,000	Bundesrepublik Deutschland 1.5% 04/09/2022	3,101	1.46
2,756,000	Bundesrepublik Deutschland 1.5% 15/02/2023	3,120	1.46
2,756,000	Bundesrepublik Deutschland 1.5% 15/05/2023	3,132	1.47
3,392,000	Bundesrepublik Deutschland 1.75% 04/07/2022	3,857	1.81
3,074,000	Bundesrepublik Deutschland 2% 04/01/2022	3,504	1.65
2,438,000	Bundesrepublik Deutschland 2.25% 04/09/2020	2,732	1.28
2,438,000	Bundesrepublik Deutschland 2.25% 04/09/2021	2,794	1.31
2,862,000	Bundesrepublik Deutschland 2.5% 04/01/2021	3,262	1.53
3,392,000	Bundesrepublik Deutschland 3% 04/07/2020	3,884	1.82
3,180,000	Bundesrepublik Deutschland 3.25% 04/01/2020	3,613	1.70
2,862,000	Bundesrepublik Deutschland 3.25% 04/07/2021	3,410	1.60
3,710,000	Bundesrepublik Deutschland 3.5% 04/07/2019	4,166	1.96
	Total Germany	**46,053**	**21.62**
	Italy (31 July 2015: 26.91%)		
	Government bonds: BBB- rating		
1,060,000	Italy Buoni Poliennali Del Tesoro 0.45% 01/06/2021	1,068	0.50
2,120,000	Italy Buoni Poliennali Del Tesoro 0.65% 01/11/2020	2,165	1.02
2,332,000	Italy Buoni Poliennali Del Tesoro 0.7% 01/05/2020	2,385	1.12
2,120,000	Italy Buoni Poliennali Del Tesoro 0.95% 15/03/2023	2,162	1.01
2,332,000	Italy Buoni Poliennali Del Tesoro 1.05% 01/12/2019	2,411	1.13
2,650,000	Italy Buoni Poliennali Del Tesoro 1.35% 15/04/2022	2,783	1.31
2,544,000	Italy Buoni Poliennali Del Tesoro 1.45% 15/09/2022	2,684	1.26
2,438,000	Italy Buoni Poliennali Del Tesoro 1.5% 01/08/2019	2,546	1.20
2,650,000	Italy Buoni Poliennali Del Tesoro 2.15% 15/12/2021	2,899	1.36
3,710,000	Italy Buoni Poliennali Del Tesoro 3.75% 01/03/2021	4,307	2.02
2,862,000	Italy Buoni Poliennali Del Tesoro 3.75% 01/05/2021	3,331	1.56
3,710,000	Italy Buoni Poliennali Del Tesoro 4% 01/09/2020	4,295	2.02
3,816,000	Italy Buoni Poliennali Del Tesoro 4.25% 01/09/2019	4,312	2.02
3,710,000	Italy Buoni Poliennali Del Tesoro 4.25% 01/03/2020	4,263	2.00
2,862,000	Italy Buoni Poliennali Del Tesoro 4.5% 01/05/2023	3,589	1.68
4,028,000	Italy Buoni Poliennali Del Tesoro 4.75% 01/09/2021	4,930	2.31
3,180,000	Italy Buoni Poliennali Del Tesoro 5% 01/03/2022	3,978	1.87
3,180,000	Italy Buoni Poliennali Del Tesoro 5.5% 01/09/2022	4,127	1.94
3,286,000	Italy Buoni Poliennali Del Tesoro 5.5% 01/11/2022	4,279	2.01
	Total Italy	**62,514**	**29.34**
	Netherlands (31 July 2015: 7.35%)		
	Government bonds: AAA rating		
2,332,000	Netherlands Government Bond 0.25% 15/01/2020	2,403	1.13
2,332,000	Netherlands Government Bond 2.25% 15/07/2022	2,714	1.27
2,544,000	Netherlands Government Bond 3.25% 15/07/2021	3,025	1.42
2,226,000	Netherlands Government Bond 3.5% 15/07/2020	2,591	1.22
2,226,000	Netherlands Government Bond 4% 15/07/2019	2,532	1.19
	Total Netherlands	**13,265**	**6.23**

iShares Euro Government Bond 3-7yr UCITS ETF (Acc)

SCHEDULE OF INVESTMENTS (continued)

As at 31 July 2016

Holding	Investment	Fair value €'000	% of net asset value
	Bonds (31 July 2015: 98.27%) (cont)		
	Spain (31 July 2015: 18.37%)		
	Government bonds: BBB+ rating		
1,166,000	Spain Government Bond 0.75% 30/07/2021	1,199	0.56
2,544,000	Spain Government Bond 1.15% 30/07/2020	2,661	1.25
3,286,000	Spain Government Bond 1.4% 31/01/2020	3,450	1.62
3,604,000	Spain Government Bond 4% 30/04/2020	4,143	1.95
3,286,000	Spain Government Bond 4.3% 31/10/2019	3,749	1.76
2,862,000	Spain Government Bond 4.6% 30/07/2019	3,260	1.53
2,862,000	Spain Government Bond 4.85% 31/10/2020	3,446	1.62
3,392,000	Spain Government Bond 5.4% 31/01/2023	4,468	2.10
3,498,000	Spain Government Bond 5.5% 30/04/2021	4,393	2.06
3,498,000	Spain Government Bond 5.85% 31/01/2022	4,567	2.14
	Total Spain	**35,336**	**16.59**
	Total bonds	**210,221**	**98.68**
	Total value of investments	**210,221**	**98.68**
	Cash equivalents (31 July 2015: Nil)		
	UCITS collective investment schemes - Money Market Funds (31 July 2015: Nil)		
183,068	Institutional Cash Series Plc - Institutional Euro Liquidity Fund*	183	0.09
	Cash†	**300**	**0.14**
	Other net assets	**2,299**	**1.08**
	Net assets attributable to redeemable participating shareholders	**213,003**	**99.99**
	Adjustment to align to the valuation methodology as set out in the prospectus	25	0.01
	Net asset value attributable to redeemable participating shareholders at the end of the year	**213,028**	**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 July 2016.

Fixed income securities are primarily classified by the 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	210,221	98.68
UCITS collective investment schemes - Money Market Funds	183	0.09
Other assets	2,632	1.23
Total current assets	**213,036**	**100.00**

iShares Euro Government Bond 3-7yr UCITS ETF (Acc)

SCHEDULE OF MATERIAL PURCHASES AND SALES (unaudited)

For the year ended 31 July 2016

Holding	Investments	Proceeds €'000
Sales		
8,019,000	France Government Bond OAT 3.75% 25/10/2019	9,200
7,671,000	France Government Bond OAT 3.25% 25/10/2021	9,071
7,688,000	France Government Bond OAT 3% 25/04/2022	9,069
6,894,000	France Government Bond OAT 3.5% 25/04/2020	7,955
7,041,000	France Government Bond OAT 2.5% 25/10/2020	7,895
7,425,000	France Government Bond OAT 1% 25/05/2019	7,730
7,016,000	Spain Government Bond 2.75% 30/04/2019	7,576
6,650,000	Italy Buoni Poliennali Del Tesoro 4.5% 01/03/2019	7,542
5,560,000	Italy Buoni Poliennali Del Tesoro 4.25% 01/09/2019	6,346
5,563,000	Bundesrepublik Deutschland 3.75% 04/01/2019	6,249
5,480,000	France Government Bond OAT 4.25% 25/10/2018	6,206
4,760,000	Spain Government Bond 5.85% 31/01/2022	6,139
5,280,000	Italy Buoni Poliennali Del Tesoro 4% 01/09/2020	6,123
5,217,000	Italy Buoni Poliennali Del Tesoro 4.25% 01/03/2020	6,036
4,903,000	Italy Buoni Poliennali Del Tesoro 4.75% 01/09/2021	5,982
5,434,000	Italy Buoni Poliennali Del Tesoro 2.5% 01/05/2019	5,829
4,608,000	Spain Government Bond 5.5% 30/04/2021	5,744
4,952,000	Bundesrepublik Deutschland 1.75% 04/07/2022	5,541
5,300,000	France Government Bond OAT 1% 25/11/2018	5,494
5,170,000	Bundesobligation 0.5% 12/04/2019	5,313
4,651,000	Bundesrepublik Deutschland 3.5% 04/07/2019	5,267
4,669,000	Italy Buoni Poliennali Del Tesoro 3.5% 01/12/2018	5,127
4,410,000	Italy Buoni Poliennali Del Tesoro 3.75% 01/03/2021	5,106
4,446,000	Bundesrepublik Deutschland 3.25% 04/01/2020	5,071
4,405,000	Spain Government Bond 4% 30/04/2020	5,049
4,310,000	France Government Bond OAT 2.25% 25/10/2022	4,919
4,201,000	Spain Government Bond 4.6% 30/07/2019	4,822
3,780,000	Italy Buoni Poliennali Del Tesoro 5% 01/03/2022	4,712
3,618,000	Italy Buoni Poliennali Del Tesoro 5.5% 01/09/2022	4,669
4,199,000	Spain Government Bond 3.75% 31/10/2018	4,637
4,107,000	Bundesrepublik Deutschland 2% 04/01/2022	4,631
4,032,000	Bundesrepublik Deutschland 3% 04/07/2020	4,620
4,370,000	Bundesobligation 1% 22/02/2019	4,565
3,831,000	Bundesrepublik Deutschland 3.25% 04/07/2021	4,550
3,906,000	Spain Government Bond 4.3% 31/10/2019	4,475
4,136,000	Netherlands Government Bond 1.25% 15/01/2019	4,334
3,726,000	Bundesrepublik Deutschland 2.5% 04/01/2021	4,231
3,265,000	Italy Buoni Poliennali Del Tesoro 5.5% 01/11/2022	4,230
3,402,000	Spain Government Bond 4.85% 31/10/2020	4,078
3,906,000	Spain Government Bond 1.4% 31/01/2020	4,055
3,453,000	Netherlands Government Bond 3.5% 15/07/2020	4,024
3,402,000	Italy Buoni Poliennali Del Tesoro 3.75% 01/05/2021	3,947
3,733,000	Italy Buoni Poliennali Del Tesoro 1.35% 15/04/2022	3,845
3,459,000	Bundesrepublik Deutschland 1.5% 04/09/2022	3,831

Holding	Investments	Cost €'000
Purchases		
9,649,000	France Government Bond OAT 3% 25/04/2022	11,347
9,121,000	France Government Bond OAT 3.25% 25/10/2021	10,772
9,163,000	France Government Bond OAT 3.75% 25/10/2019	10,536
8,868,000	France Government Bond OAT 2.25% 25/10/2022	10,061
8,406,000	France Government Bond OAT 3.5% 25/04/2020	9,707
8,366,000	France Government Bond OAT 2.5% 25/10/2020	9,376
8,344,000	Bundesrepublik Deutschland 1.75% 04/07/2022	9,266
6,798,000	Italy Buoni Poliennali Del Tesoro 5.5% 01/09/2022	8,681
6,551,000	Italy Buoni Poliennali Del Tesoro 5.5% 01/11/2022	8,480
5,720,000	Spain Government Bond 5.4% 31/01/2023	7,409
5,934,000	Italy Buoni Poliennali Del Tesoro 4.75% 01/09/2021	7,225
6,298,000	Italy Buoni Poliennali Del Tesoro 4.25% 01/09/2019	7,195
5,585,000	Spain Government Bond 5.85% 31/01/2022	7,189
6,092,000	Italy Buoni Poliennali Del Tesoro 4.25% 01/03/2020	7,053
5,993,000	Italy Buoni Poliennali Del Tesoro 4% 01/09/2020	6,946
6,715,000	France Government Bond OAT 0.25% 25/11/2020	6,825
6,215,000	Bundesrepublik Deutschland 1.5% 04/09/2022	6,817
5,271,000	Spain Government Bond 5.5% 30/04/2021	6,563
5,607,000	Bundesrepublik Deutschland 3.5% 04/07/2019	6,363
6,100,000	Bundesobligation 0.25% 16/10/2020	6,213
5,537,000	France Government Bond OAT 1.75% 25/05/2023	6,207
5,336,000	Spain Government Bond 4% 30/04/2020	6,117
5,285,000	Italy Buoni Poliennali Del Tesoro 3.75% 01/03/2021	6,106
5,309,000	Netherlands Government Bond 2.25% 15/07/2022	6,021
5,034,000	Bundesrepublik Deutschland 3.25% 04/01/2020	5,750
4,530,000	Italy Buoni Poliennali Del Tesoro 5% 01/03/2022	5,632
4,832,000	Bundesrepublik Deutschland 3% 04/07/2020	5,538
4,681,000	Spain Government Bond 4.3% 31/10/2019	5,370
4,751,000	Bundesrepublik Deutschland 2% 04/01/2022	5,343
4,506,000	Bundesrepublik Deutschland 3.25% 04/07/2021	5,342
5,173,000	Spain Government Bond 1.15% 30/07/2020	5,304
4,552,000	Spain Government Bond 4.6% 30/07/2019	5,239
4,484,000	Bundesrepublik Deutschland 1.5% 15/02/2023	5,036
4,401,000	Bundesrepublik Deutschland 2.5% 04/01/2021	4,991
4,752,000	France Government Bond OAT 1% 25/05/2019	4,942
4,077,000	Spain Government Bond 4.85% 31/10/2020	4,885
4,681,000	Spain Government Bond 1.4% 31/01/2020	4,847
4,678,000	Italy Buoni Poliennali Del Tesoro 1.45% 15/09/2022	4,824
4,424,000	Spain Government Bond 2.75% 30/04/2019	4,780
4,682,000	Italy Buoni Poliennali Del Tesoro 1.35% 15/04/2022	4,778
4,077,000	Italy Buoni Poliennali Del Tesoro 3.75% 01/05/2021	4,719
3,897,000	Netherlands Government Bond 3.5% 15/07/2020	4,540
3,815,000	Italy Buoni Poliennali Del Tesoro 4.5% 01/03/2019	4,345
4,213,000	Bundesobligation 0.25% 11/10/2019	4,298

iShares Euro Government Bond 3-7yr UCITS ETF (Acc)

SCHEDULE OF MATERIAL PURCHASES AND SALES (unaudited) (continued)

For the year ended 31 July 2016

Holding	Investments	Proceeds €'000
Sales		
3,557,000	Bundesobligation 0.25% 11/10/2019	3,634
3,024,000	Netherlands Government Bond 3.25% 15/07/2021	3,574
3,389,000	Bundesobligation 1% 12/10/2018	3,516
3,377,000	Italy Buoni Poliennali Del Tesoro 1.05% 01/12/2019	3,460
3,340,000	France Government Bond OAT 0.5% 25/11/2019	3,422
3,150,000	Italy Buoni Poliennali Del Tesoro 2.15% 15/12/2021	3,397
2,977,000	Netherlands Government Bond 2.25% 15/07/2022	3,397
2,997,000	Italy Buoni Poliennali Del Tesoro 4.5% 01/08/2018	3,370
3,238,000	Bundesobligation 0.25% 16/10/2020	3,321
2,898,000	Bundesrepublik Deutschland 2.25% 04/09/2021	3,293
2,865,000	Netherlands Government Bond 4% 15/07/2019	3,291
2,898,000	Bundesrepublik Deutschland 2.25% 04/09/2020	3,236

Holding	Investments	Cost €'000
Purchases		
3,624,000	Netherlands Government Bond 3.25% 15/07/2021	4,278
4,195,000	Italy Buoni Poliennali Del Tesoro 0.7% 01/05/2020	4,225
4,008,000	Italy Buoni Poliennali Del Tesoro 1.05% 01/12/2019	4,102
3,552,000	Netherlands Government Bond 4% 15/07/2019	4,089
3,775,000	Italy Buoni Poliennali Del Tesoro 2.15% 15/12/2021	4,048
3,928,000	Netherlands Government Bond 0.25% 15/01/2020	3,990
3,473,000	Bundesrepublik Deutschland 2.25% 04/09/2021	3,938
3,473,000	Bundesrepublik Deutschland 2.25% 04/09/2020	3,875
3,832,000	Italy Buoni Poliennali Del Tesoro 0.65% 01/11/2020	3,867
3,105,000	Italy Buoni Poliennali Del Tesoro 4.5% 01/05/2023	3,846

The CBI requires a Schedule of material changes in the composition of the portfolio 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 7-10yr UCITS ETF (Acc)

INCOME STATEMENT

For the year ended 31 July 2016

	Note	Year ended 31 July 2016 €'000	Year ended 31 July 2015 €'000
Operating income	2	523	429
Net gains on financial assets/liabilities at fair value through profit or loss	3	3,715	1,122
Total gains		**4,238**	**1,551**
Operating expenses	4	(105)	(63)
Net operating profit		**4,133**	**1,488**
Finance costs:			
Interest expense	6	(2)	-
Total finance costs		**(2)**	**-**
Net profit for the financial year		**4,131**	**1,488**
Adjustment to align to the valuation methodology as set out in the prospectus	7	(3)	6
Increase in net assets attributable to redeemable participating shareholders from operations		**4,128**	**1,494**

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.

STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO REDEEMABLE PARTICIPATING SHAREHOLDERS

For the year ended 31 July 2016

	Year ended 31 July 2016 €'000	Year ended 31 July 2015 €'000
Net assets attributable to redeemable participating shareholders at the beginning of the year	39,964	14,650
Increase in net assets attributable to redeemable participating shareholders from operations	4,128	1,494
Share transactions:		
Proceeds from issue of redeemable participating shares	66,522	43,919
Payments on redemption of redeemable participating shares	(55,441)	(20,099)
Increase in net assets resulting from share transactions	**11,081**	**23,820**
Net assets attributable to redeemable participating shareholders at the end of the year	**55,173**	**39,964**

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

iShares Euro Government Bond 7-10yr UCITS ETF (Acc)

BALANCE SHEET

As at 31 July 2016

	Note	31 July 2016 €'000	31 July 2015 €'000
CURRENT ASSETS			
Cash		72	104
Receivables	11	399	366
Financial assets at fair value through profit or loss	12	54,703	39,489
Total current assets		**55,174**	**39,959**
CURRENT LIABILITIES			
Payables	13	(9)	(6)
Total current liabilities excluding net assets attributable to redeemable participating shareholders		**(9)**	**(6)**
Net assets attributable to redeemable participating shareholders		**55,165**	**39,953**
Adjustment to align to the valuation methodology as set out in the prospectus	7	8	11
Net asset value attributable to redeemable participating shareholders at the end of the year		**55,173**	**39,964**

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

iShares Euro Government Bond 7-10yr UCITS ETF (Acc)

NOTES TO THE FINANCIAL STATEMENTS

For the year ended 31 July 2016

1. ACCOUNTING POLICIES, FINANCIAL INSTRUMENTS AND RISKS AND OTHER NOTES

The accounting policies are set out on pages 51 to 53. The financial instruments and risks are set out on pages 54 to 76. The notes relating to tax, soft commissions, exchange rates, commitments and contingent liabilities, related party transactions, financial derivative instruments and subsequent events are set out in the notes to the financial statements of the Company on pages 79 to 84.

2. OPERATING INCOME

	Year ended 31 July 2016 €'000	Year ended 31 July 2015 €'000
Bond interest income	512	426
Securities lending income	11	3
	523	429

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

	Year ended 31 July 2016 €'000	Year ended 31 July 2015 €'000
Net gains on investments in securities held at fair value through profit or loss	3,715	1,122
	3,715	1,122

4. OPERATING EXPENSES

	Year ended 31 July 2016 €'000	Year ended 31 July 2015 €'000
Management fees	(105)	(63)
	(105)	(63)

5. MANAGEMENT FEES

Fees earned by the Manager during the year and balances outstanding as at 31 July 2016 and 31 July 2015 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 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:

	TER % 31 July 2016	TER % 31 July 2015*
	0.20	0.20

* The TER for this Fund was amended during the year ended 31 July 2015. The annualised TER is presented in the table.

6. INTEREST EXPENSE

	Year ended 31 July 2016 €'000	Year ended 31 July 2015 €'000
Bank interest	(2)	-
	(2)	-

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 July 2016 €'000	Year ended 31 July 2015 €'000
Balance at the beginning of year	11	5
Adjustment to align to the valuation methodology as set out in the prospectus	(3)	6
Total adjustment for the year	(3)	6
Balance at the end of year	8	11

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

8. TRANSACTION COSTS

Transaction costs on this Fund are not separately identifiable for the year ended 31 July 2016 and the year ended 31 July 2015. Please refer to note 9 of the financial statements of the Company for further details.

iShares Euro Government Bond 7-10yr UCITS ETF (Acc)

NOTES TO THE FINANCIAL STATEMENTS (continued)

For the year ended 31 July 2016

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 July 2016 No. of Shares	31 July 2015 No. of Shares
Balance at the beginning of year	270,000	105,000
Issued during the year	435,000	300,000
Redeemed during the year	(360,000)	(135,000)
Balance at the end of year	**345,000**	**270,000**

10. NET ASSETS ATTRIBUTABLE TO REDEEMABLE PARTICIPATING SHAREHOLDERS

	No. of Shares
Shares in issue	
As at 31 July 2016	345,000
As at 31 July 2015	270,000
As at 31 July 2014	105,000

	€'000
Net asset value	
As at 31 July 2016	55,173
As at 31 July 2015	39,964
As at 31 July 2014	14,650

	€
Net asset value per share	
As at 31 July 2016	159.92
As at 31 July 2015	148.02
As at 31 July 2014	139.53

11. RECEIVABLES

	31 July 2016 €'000	31 July 2015 €'000
Bond income receivable	398	365
Securities lending income receivable	1	1
	399	**366**

12. FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS

Financial assets:	31 July 2016 €'000	31 July 2015 €'000
Investment in bonds	54,703	39,489
	54,703	**39,489**

13. PAYABLES

	31 July 2016 €'000	31 July 2015 €'000
Management fees payable	(9)	(6)
	(9)	**(6)**

14. EFFICIENT PORTFOLIO MANAGEMENT

Please see note 18 of the financial statements of the Company for more information on efficient portfolio management.

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 July 2016 €'000	31 July 2015 €'000
Income earned during the year	11	3
Value of securities on loan at year end	5,453	8,702
Value of collateral held on behalf of the Fund at year end	6,014	9,546

Please see note 19 in the notes to the financial statements of the Company for more information on financial derivative instruments.

iShares Euro Government Bond 7-10yr UCITS ETF (Acc)

SCHEDULE OF INVESTMENTS

As at 31 July 2016

Holding	Investment	Fair value €'000	% of net asset value
	Transferable Securities Admitted to an Official Stock Exchange Listing or traded on a Regulated Market (31 July 2015: 98.81%)		
	Bonds (31 July 2015: 98.81%)		
	France (31 July 2015: 22.32%)		
	Government bonds: AA rating		
2,783,000	France Government Bond OAT 0.5% 25/05/2025	2,912	5.28
1,702,000	France Government Bond OAT 0.5% 25/05/2026	1,768	3.21
2,162,000	France Government Bond OAT 1% 25/11/2025	2,356	4.27
2,553,000	France Government Bond OAT 1.75% 25/11/2024	2,946	5.34
2,806,000	France Government Bond OAT 2.25% 25/05/2024	3,340	6.05
	Total France	**13,322**	**24.15**
	Germany (31 July 2015: 27.65%)		
	Government bonds: AAA rating		
1,932,000	Bundesrepublik Deutschland 0.5% 15/02/2025	2,067	3.75
2,185,000	Bundesrepublik Deutschland 0.5% 15/02/2026	2,328	4.22
1,518,000	Bundesrepublik Deutschland 1% 15/08/2024	1,687	3.06
1,932,000	Bundesrepublik Deutschland 1% 15/08/2025	2,152	3.90
1,587,000	Bundesrepublik Deutschland 1.5% 15/05/2024	1,825	3.31
1,472,000	Bundesrepublik Deutschland 1.75% 15/02/2024	1,717	3.11
1,518,000	Bundesrepublik Deutschland 2% 15/08/2023	1,786	3.23
	Total Germany	**13,562**	**24.58**
	Italy (31 July 2015: 24.23%)		
	Government bonds: BBB- rating		
1,679,000	Italy Buoni Poliennali Del Tesoro 1.5% 01/06/2025	1,749	3.17
1,380,000	Italy Buoni Poliennali Del Tesoro 1.6% 01/06/2026	1,435	2.60
1,495,000	Italy Buoni Poliennali Del Tesoro 2% 01/12/2025	1,614	2.93
1,702,000	Italy Buoni Poliennali Del Tesoro 2.5% 01/12/2024	1,911	3.46
1,656,000	Italy Buoni Poliennali Del Tesoro 3.75% 01/09/2024	2,018	3.66
2,001,000	Italy Buoni Poliennali Del Tesoro 4.5% 01/03/2024	2,538	4.60
	Total Italy	**11,265**	**20.42**
	Netherlands (31 July 2015: 7.67%)		
	Government bonds: AAA rating		
1,265,000	Netherlands Government Bond 0.25% 15/07/2025	1,308	2.37
1,311,000	Netherlands Government Bond 1.75% 15/07/2023	1,507	2.73
1,334,000	Netherlands Government Bond 2% 15/07/2024	1,576	2.86
	Total Netherlands	**4,391**	**7.96**
	Spain (31 July 2015: 16.94%)		
	Government bonds: BBB+ rating		
1,656,000	Spain Government Bond 1.6% 30/04/2025	1,759	3.19
1,656,000	Spain Government Bond 1.95% 30/04/2026	1,798	3.26
1,794,000	Spain Government Bond 2.15% 31/10/2025	1,984	3.59
1,978,000	Spain Government Bond 2.75% 31/10/2024	2,283	4.14
1,794,000	Spain Government Bond 3.8% 30/04/2024	2,206	4.00
1,679,000	Spain Government Bond 4.4% 31/10/2023	2,133	3.86
	Total Spain	**12,163**	**22.04**
	Total bonds	**54,703**	**99.15**
	Total value of investments	**54,703**	**99.15**
	Cash†	**72**	**0.13**
	Other net assets	**390**	**0.71**
	Net assets attributable to redeemable participating shareholders	**55,165**	**99.99**
	Adjustment to align to the valuation methodology as set out in the prospectus	8	0.01
	Net asset value attributable to redeemable participating shareholders at the end of the year	**55,173**	**100.00**

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

All credit ratings are shown as at 31 July 2016.

Fixed income securities are primarily classified by the 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	54,703	99.15
Other assets	471	0.85
Total current assets	**55,174**	**100.00**

iShares Euro Government Bond 7-10yr UCITS ETF (Acc)

SCHEDULE OF MATERIAL PURCHASES AND SALES (unaudited)

For the year ended 31 July 2016

Holding	Investments	Proceeds €'000
Sales		
5,666,000	France Government Bond OAT 1.75% 25/05/2023	6,330
3,086,000	Bundesrepublik Deutschland 1.5% 15/05/2023	3,448
2,770,000	Italy Buoni Poliennali Del Tesoro 4.5% 01/05/2023	3,433
2,629,000	Spain Government Bond 5.4% 31/01/2023	3,399
2,994,000	France Government Bond OAT 1.75% 25/11/2024	3,344
2,747,000	France Government Bond OAT 2.25% 25/05/2024	3,183
2,740,000	Bundesrepublik Deutschland 1.5% 15/02/2023	3,073
2,958,000	France Government Bond OAT 0.5% 25/05/2025	2,971
2,213,000	Italy Buoni Poliennali Del Tesoro 4.5% 01/03/2024	2,766
2,387,000	Spain Government Bond 2.75% 31/10/2024	2,645
2,017,000	Spain Government Bond 3.8% 30/04/2024	2,397
2,243,000	Bundesrepublik Deutschland 0.5% 15/02/2025	2,316
2,115,000	France Government Bond OAT 1% 25/11/2025	2,220
1,769,000	Spain Government Bond 4.4% 31/10/2023	2,183
1,823,000	Italy Buoni Poliennali Del Tesoro 3.75% 01/09/2024	2,179
1,987,000	Bundesrepublik Deutschland 1% 15/08/2025	2,145
1,843,000	Bundesrepublik Deutschland 1.75% 15/02/2024	2,101
1,909,000	Italy Buoni Poliennali Del Tesoro 2.5% 01/12/2024	2,093
1,754,000	France Government Bond OAT 2.25% 25/10/2022	1,981
1,768,000	Bundesrepublik Deutschland 1.5% 15/05/2024	1,981
1,516,000	Italy Buoni Poliennali Del Tesoro 5.5% 01/11/2022	1,960
1,916,000	Italy Buoni Poliennali Del Tesoro 1.5% 01/06/2025	1,936
1,668,000	Bundesrepublik Deutschland 2% 15/08/2023	1,924
1,793,000	Spain Government Bond 1.6% 30/04/2025	1,816
1,675,000	Bundesrepublik Deutschland 1% 15/08/2024	1,809
1,582,000	Netherlands Government Bond 1.75% 15/07/2023	1,776
1,650,000	Spain Government Bond 2.15% 31/10/2025	1,743
1,537,000	Italy Buoni Poliennali Del Tesoro 2% 01/12/2025	1,618
1,273,000	Italy Buoni Poliennali Del Tesoro 5.5% 01/09/2022	1,608
1,393,000	Netherlands Government Bond 2% 15/07/2024	1,598
1,386,000	Bundesrepublik Deutschland 1.75% 04/07/2022	1,530
1,361,000	Netherlands Government Bond 0.25% 15/07/2025	1,352
1,140,000	Bundesrepublik Deutschland 1.5% 04/09/2022	1,242
1,116,000	Bundesrepublik Deutschland 0.5% 15/02/2026	1,147
936,000	Netherlands Government Bond 2.25% 15/07/2022	1,056

Holding	Investments	Cost €'000
Purchases		
3,879,000	France Government Bond OAT 2.25% 25/05/2024	4,462
4,277,000	France Government Bond OAT 1% 25/11/2025	4,430
3,866,000	France Government Bond OAT 1.75% 25/05/2023	4,274
4,283,000	France Government Bond OAT 0.5% 25/05/2025	4,235
3,919,000	Bundesrepublik Deutschland 1% 15/08/2025	4,139
3,675,000	France Government Bond OAT 1.75% 25/11/2024	4,071
3,444,000	Spain Government Bond 2.15% 31/10/2025	3,612
2,828,000	Italy Buoni Poliennali Del Tesoro 4.5% 01/03/2024	3,528
3,301,000	Bundesrepublik Deutschland 0.5% 15/02/2026	3,421
2,997,000	Spain Government Bond 2.75% 31/10/2024	3,306
3,032,000	Italy Buoni Poliennali Del Tesoro 2% 01/12/2025	3,185
2,569,000	Spain Government Bond 3.8% 30/04/2024	3,043
2,897,000	Bundesrepublik Deutschland 0.5% 15/02/2025	2,961
2,242,000	Spain Government Bond 4.4% 31/10/2023	2,759
2,309,000	Italy Buoni Poliennali Del Tesoro 3.75% 01/09/2024	2,755
2,695,000	Italy Buoni Poliennali Del Tesoro 1.5% 01/06/2025	2,705
2,351,000	Italy Buoni Poliennali Del Tesoro 2.5% 01/12/2024	2,570
2,253,000	Bundesrepublik Deutschland 1.75% 15/02/2024	2,553
2,626,000	Netherlands Government Bond 0.25% 15/07/2025	2,546
2,239,000	Bundesrepublik Deutschland 1.5% 15/05/2024	2,499
2,124,000	Bundesrepublik Deutschland 2% 15/08/2023	2,440
2,387,000	Spain Government Bond 1.6% 30/04/2025	2,401
2,011,000	Netherlands Government Bond 1.75% 15/07/2023	2,244
2,095,000	Bundesrepublik Deutschland 1% 15/08/2024	2,244
2,151,000	Spain Government Bond 1.95% 30/04/2026	2,232
1,988,000	Bundesrepublik Deutschland 1.5% 15/05/2023	2,204
1,690,000	Italy Buoni Poliennali Del Tesoro 4.5% 01/05/2023	2,091
1,791,000	Netherlands Government Bond 2% 15/07/2024	2,040
1,567,000	Spain Government Bond 5.4% 31/01/2023	2,012
1,678,000	Bundesrepublik Deutschland 1.5% 15/02/2023	1,854
1,702,000	France Government Bond OAT 0.5% 25/05/2026	1,717
1,380,000	Italy Buoni Poliennali Del Tesoro 1.6% 01/06/2026	1,402

The CBI requires a Schedule of material changes in the composition of the portfolio 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 Inflation Link Bond UCITS ETF

INCOME STATEMENT

For the year ended 31 July 2016

	Note	Year ended 31 July 2016 €'000	Year ended 31 July 2015 €'000
Operating income	2	-	326
Net gains on financial assets/liabilities at fair value through profit or loss	3	-	2,448
Total gains		**-**	**2,774**
Operating expenses**	4	-	(77)
Net operating profit		**-**	**2,697**
Net profit for the financial year		**-**	**2,697**
Adjustment to align to the valuation methodology as set out in the prospectus	6	-	1
Increase in net assets attributable to redeemable participating shareholders from operations		**-**	**2,698**

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 discontinued operations.

STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO REDEEMABLE PARTICIPATING SHAREHOLDERS

For the year ended 31 July 2016

	Year ended 31 July 2016 €'000	Year ended 31 July 2015 €'000
Net assets attributable to redeemable participating shareholders at the beginning of the year	-	38,085
Increase in net assets attributable to redeemable participating shareholders from operations	-	2,698
Share transactions:		
Proceeds from issue of redeemable participating shares	-	28,350
Payments on redemption of redeemable participating shares	-	(11,961)
Transfer due to merger*	-	(57,172)
Decrease in net assets resulting from share transactions	**-**	**(40,783)**
Net assets attributable to redeemable participating shareholders at the end of the year	**-**	**-**

* Effective 13 April 2015 iShares Euro Inflation Link Bond UCITS ETF merged into iShares Euro Inflation Linked Government Bond UCITS ETF a Fund of iShares Plc, the merger ratio used to calculate the number of shares in the Receiving Fund issued to former shareholders of the Merging Fund was 0.652405.
** Termination expenses are borne outside of the Fund and paid by BlackRock.

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

iShares Euro Inflation Link Bond UCITS ETF*

BALANCE SHEET

As at 31 July 2016

	Note	31 July 2016 €'000	31 July 2015 €'000
CURRENT ASSETS			
Cash		-	-
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 assets attributable to redeemable participating shareholders		**-**	**-**
Adjustment to align to the valuation methodology as set out in the prospectus	6	-	-
Net asset value attributable to redeemable participating shareholders at the end of the year		**-**	**-**

* Effective 13 April 2015 iShares Euro Inflation Link Bond UCITS ETF merged into iShares Euro Inflation Linked Government Bond UCITS ETF a Fund of iShares Plc, the merger ratio used to calculate the number of shares in the Receiving Fund issued to former shareholders of the Merging Fund was 0.652405.

The accompanying notes form an integral part of these financial statements. Details of the NAV per share are set out in note 8.

iShares Euro Inflation Link Bond UCITS ETF

NOTES TO THE FINANCIAL STATEMENTS

For the year ended 31 July 2016

1. ACCOUNTING POLICIES, FINANCIAL INSTRUMENTS AND RISKS AND OTHER NOTES

The accounting policies are set out on pages 51 to 53. The financial instruments and risks are set out on pages 54 to 76. The notes relating to tax, soft commissions, exchange rates, commitments and contingent liabilities, related party transactions, financial derivative instruments and subsequent events are set out in the notes to the financial statements of the Company on pages 79 to 84.

2. OPERATING INCOME

	Year ended 31 July 2016 €'000	Year ended 31 July 2015 €'000
Bond interest income	-	325
Securities lending income	-	1
	-	326

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

	Year ended 31 July 2016 €'000	Year ended 31 July 2015 €'000
Net gains on investments in securities held at fair value through profit or loss	-	2,448
	-	2,448

4. OPERATING EXPENSES

	Year ended 31 July 2016 €'000	Year ended 31 July 2015 €'000
Management fees	-	(77)
	-	(77)

5. MANAGEMENT FEES

Fees earned by the Manager during the year and balances outstanding as at 31 July 2016 and 31 July 2015 are disclosed in note 4.

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

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:

	TER % 31 July 2016	TER % 31 July 2015*
	-	0.28

* Fund closed during the year ended 31 July 2015. The annualised TER is presented in the table.

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:

	Year ended 31 July 2016 €'000	Year ended 31 July 2015 €'000
Balance at the beginning of year	-	(1)
Adjustment to align to the valuation methodology as set out in the prospectus	-	1
Total adjustment for the year	-	1
Balance at the end of year	-	-

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

7. 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 July 2016 No. of Shares	31 July 2015 No. of Shares
Balance at the beginning of year	-	300,000
Issued during the year	-	210,000
Redeemed during the year	-	(90,000)
Transfer due to merger	-	(420,000)
Balance at the end of year	-	-

iShares Euro Inflation Link Bond UCITS ETF

NOTES TO THE FINANCIAL STATEMENTS (continued)

For the year ended 31 July 2016

8. NET ASSETS ATTRIBUTABLE TO REDEEMABLE PARTICIPATING SHAREHOLDERS

	No. of Shares
Shares in issue	
As at 31 July 2016	-
As at 31 July 2015	-
As at 31 July 2014	300,000

	€'000
Net asset value	
As at 31 July 2016	-
As at 31 July 2015	-
As at 31 July 2014	38,085

	€
Net asset value per share	
As at 31 July 2016	-
As at 31 July 2015	-
As at 31 July 2014	126.95

9. EFFICIENT PORTFOLIO MANAGEMENT

Please see note 18 of the financial statements of the Company for more information on efficient portfolio management.

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 July 2016 €'000	31 July 2015 €'000
Income earned during the year	-	1
Value of securities on loan at year end	-	-
Value of collateral held on behalf of the Fund at year end	-	-

Please see note 19 in the notes to the financial statements of the Company for more information on financial derivative instruments.

iShares FTSE 100 UCITS ETF (Acc)

INCOME STATEMENT

For the year ended 31 July 2016

	Note	Year ended 31 July 2016 £'000	Year ended 31 July 2015 £'000
Operating income	2	14,498	7,187
Net gains/(losses) on financial assets/liabilities at fair value through profit or loss	3	14,487	(696)
Total gains		**28,985**	**6,491**
Operating expenses	4	(226)	(171)
Net operating profit		**28,759**	**6,320**
Net profit for the financial year before tax		**28,759**	**6,320**
Non-reclaimable withholding tax		(145)	(91)
Net profit for the financial year after tax		**28,614**	**6,229**
Adjustment to align to the valuation methodology as set out in the prospectus	6	13	36
Increase in net assets attributable to redeemable participating shareholders from operations		**28,627**	**6,265**

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.

STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO REDEEMABLE PARTICIPATING SHAREHOLDERS

For the year ended 31 July 2016

	Year ended 31 July 2016 £'000	Year ended 31 July 2015 £'000
Net assets attributable to redeemable participating shareholders at the beginning of the year	282,584	117,277
Increase in net assets attributable to redeemable participating shareholders from operations	28,627	6,265
Share transactions:		
Proceeds from issue of redeemable participating shares	142,694	166,139
Payments on redemption of redeemable participating shares	(96,908)	(7,097)
Increase in net assets resulting from share transactions	**45,786**	**159,042**
Net assets attributable to redeemable participating shareholders at the end of the year	**356,997**	**282,584**

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

iShares FTSE 100 UCITS ETF (Acc)

BALANCE SHEET

As at 31 July 2016

	Note	31 July 2016 £'000	31 July 2015 £'000
CURRENT ASSETS			
Cash		2,576	1,296
Margin cash account		-	99
Receivables	10	1,017	595
Financial assets at fair value through profit or loss	11	353,532	280,547
Total current assets		**357,125**	**282,537**
CURRENT LIABILITIES			
Margin cash account		(183)	-
Payables	12	(21)	(16)
Total current liabilities excluding net assets attributable to redeemable participating shareholders		**(204)**	**(16)**
Net assets attributable to redeemable participating shareholders		**356,921**	**282,521**
Adjustment to align to the valuation methodology as set out in the prospectus	6	76	63
Net asset value attributable to redeemable participating shareholders at the end of the year		**356,997**	**282,584**

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

iShares FTSE 100 UCITS ETF (Acc)

NOTES TO THE FINANCIAL STATEMENTS

For the year ended 31 July 2016

1. ACCOUNTING POLICIES, FINANCIAL INSTRUMENTS AND RISKS AND OTHER NOTES

The accounting policies are set out on pages 51 to 53. The financial instruments and risks are set out on pages 54 to 76. The notes relating to tax, soft commissions, exchange rates, commitments and contingent liabilities, related party transactions, financial derivative instruments and subsequent events are set out in the notes to the financial statements of the Company on pages 79 to 84.

2. OPERATING INCOME

	Year ended 31 July 2016 £'000	Year ended 31 July 2015 £'000
Interest income	5	4
Dividend income	14,398	7,162
Securities lending income	95	21
	14,498	**7,187**

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

	Year ended 31 July 2016 £'000	Year ended 31 July 2015 £'000
Net gains/(losses) on investments in securities held at fair value through profit or loss	14,080	(669)
Net gains/(losses) on futures contracts	388	(26)
Net gains/(losses) on foreign currency transactions	19	(1)
	14,487	**(696)**

4. OPERATING EXPENSES

	Year ended 31 July 2016 £'000	Year ended 31 July 2015 £'000
Management fees	(226)	(171)
	(226)	**(171)**

5. MANAGEMENT FEES

Fees earned by the Manager during the year and balances outstanding as at 31 July 2016 and 31 July 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 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:

	TER % 31 July 2016	TER % 31 July 2015*
	0.07	0.09

* The TER for this Fund was amended during the year ended 31 July 2015. The annualised TER is presented in the table.

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:

	Year ended 31 July 2016 £'000	Year ended 31 July 2015 £'000
Balance at the beginning of year	63	27
Adjustment to align to the valuation methodology as set out in the prospectus	13	36
Total adjustment for the year	13	36
Balance at the end of year	**76**	**63**

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

7. TRANSACTION COSTS

Disclosed in the table below are separately identifiable transaction costs incurred by the Fund for the years ended 31 July 2016 and 31 July 2015. Please refer to note 9 of the financial statements of the Company for further details.

	Year ended 31 July 2016 £'000	Year ended 31 July 2015 £'000
Transaction costs	(796)	(832)

iShares FTSE 100 UCITS ETF (Acc)

NOTES TO THE FINANCIAL STATEMENTS (continued)

For the year ended 31 July 2016

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 July 2016 No. of Shares	31 July 2015 No. of Shares
Balance at the beginning of year	3,100,158	1,325,158
Issued during the year	1,725,000	1,850,000
Redeemed during the year	(1,075,000)	(75,000)
Balance at the end of year	**3,750,158**	**3,100,158**

9. NET ASSETS ATTRIBUTABLE TO REDEEMABLE PARTICIPATING SHAREHOLDERS

	No. of Shares
Shares in issue	
As at 31 July 2016	3,750,158
As at 31 July 2015	3,100,158
As at 31 July 2014	1,325,158

	£'000
Net asset value	
As at 31 July 2016	356,997
As at 31 July 2015	282,584
As at 31 July 2014	117,277

	£
Net asset value per share	
As at 31 July 2016	95.20
As at 31 July 2015	91.15
As at 31 July 2014	88.50

10. RECEIVABLES

	31 July 2016 £'000	31 July 2015 £'000
Interest receivable	-	1
Dividend income receivable	995	588
Securities lending income receivable	1	1
Tax reclaim receivable	21	5
	1,017	**595**

11. FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS

Financial assets:	31 July 2016 £'000	31 July 2015 £'000
Investment in equities	353,142	280,533
Unrealised gains on futures contracts	390	14
	353,532	**280,547**

12. PAYABLES

	31 July 2016 £'000	31 July 2015 £'000
Management fees payable	(21)	(16)
	(21)	**(16)**

13. EFFICIENT PORTFOLIO MANAGEMENT

Please see note 18 of the financial statements of the Company for more information on efficient portfolio management.

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 July 2016 £'000	31 July 2015 £'000
Income earned during the year	95	21
Value of securities on loan at year end	11,173	9,144
Value of collateral held on behalf of the Fund at year end	12,207	10,098

Please see note 19 in the notes to the financial statements of the Company for more information on financial derivative instruments.

iShares FTSE 100 UCITS ETF (Acc)

SCHEDULE OF INVESTMENTS

As at 31 July 2016

Holding	Investment	Fair value £'000	% of net asset value
	Transferable Securities Admitted to an Official Stock Exchange Listing or traded on a Regulated Market (31 July 2015: 99.27%)		
	Equities (31 July 2015: 99.27%)		
	Germany (31 July 2015: 0.30%)		
	Leisure time		
95,350	TUI AG Com NPV	938	0.26
	Total Germany	**938**	**0.26**
	Ireland (31 July 2015: 0.90%)		
	Building materials and fixtures		
167,799	CRH Plc Com EUR 0.32	3,863	1.08
	Entertainment		
16,569	Paddy Power Betfair Plc Com EUR 0.09	1,457	0.41
	Oil & gas		
17,852	DCC Plc Com EUR 0.25	1,202	0.34
	Total Ireland	**6,522**	**1.83**
	Jersey (31 July 2015: 5.89%)		
	Advertising		
262,207	WPP Plc Com GBP 0.10	4,452	1.25
	Commercial services		
194,182	Experian Plc Com USD 0.10	2,864	0.80
	Distribution & wholesale		
51,024	Wolseley Plc Com GBP 0.1080303	2,148	0.60
	Mining		
2,359,016	Glencore Plc Com USD 0.01	4,404	1.23
19,290	Randgold Resources Ltd Com USD 0.05	1,711	0.48
	Pharmaceuticals		
177,590	Shire Plc Com GBP 0.05	8,651	2.43
	Total Jersey	**24,230**	**6.79**
	Spain (31 July 2015: 0.57%)		
	Airlines		
350,132	International Consolidated Airlines Group SA Com EUR 0.50	1,421	0.40
	Total Spain	**1,421**	**0.40**
	Switzerland (31 July 2015: 0.15%)		
	Beverages		
39,519	Coca-Cola HBC AG Com CHF 6.70	617	0.17
	Total Switzerland	**617**	**0.17**
	United Kingdom (31 July 2015: 91.46%)		
	Aerospace & defence		
639,924	BAE Systems Plc Com GBP 0.025	3,414	0.96
334,784	Rolls-Royce Holdings Plc Com GBP 0.20	2,648	0.74
	Airlines		
50,259	easyJet Plc Com GBP 0.2728571	523	0.15
	Apparel retailers		
89,627	Burberry Group Plc Com GBP 0.0005	1,182	0.33
	United Kingdom (31 July 2015: 91.46%) (cont)		
	Auto parts & equipment		
346,713	GKN Plc Com GBP 0.10	1,002	0.28
	Banks		
3,388,263	Barclays Plc Com GBP 0.25	5,237	1.46
4,008,508	HSBC Holdings Plc Com USD 0.50	19,846	5.56
12,949,894	Lloyds Banking Group Plc Com GBP 0.10	6,883	1.93
662,740	Royal Bank of Scotland Group Plc Com GBP 1.00	1,274	0.36
543,069	Standard Chartered Plc Com USD 0.50	3,283	0.92
	Beverages		
509,589	Diageo Plc Com GBP 0.2893518	11,012	3.08
193,425	SABMiller Plc Com USD 0.10	8,537	2.39
	Chemicals		
39,150	Johnson Matthey Plc Com GBP 1.109245	1,282	0.36
	Commercial services		
101,830	Ashtead Group Plc Com GBP 0.10	1,218	0.34
101,609	Babcock International Group Plc Com GBP 0.60	985	0.28
67,179	Bunzl Plc Com GBP 0.3214286	1,588	0.44
133,910	Capita Plc Com GBP 0.020667	1,285	0.36
32,523	Intertek Group Plc Com GBP 0.01	1,178	0.33
221,798	Relx Plc Com GBP 0.144397	3,183	0.89
	Cosmetics & personal care		
244,088	Unilever Plc Com GBP 0.0311	8,624	2.41
	Diversified financial services		
44,149	Hargreaves Lansdown Plc Com GBP 0.004	573	0.16
63,133	London Stock Exchange Group Plc Com GBP 0.06918604	1,752	0.49
29,577	Provident Financial Plc Com GBP 0.2072727	800	0.22
22,864	Schroders Plc Com GBP 1.00	598	0.17
267,059	Worldpay Group Plc Com GBP 0.03	784	0.22
	Electricity		
203,570	SSE Plc Com GBP 0.50	3,086	0.86
	Entertainment		
143,570	Merlin Entertainments Plc Com GBP 0.01	678	0.19
	Food		
70,501	Associated British Foods Plc Com GBP 0.0568	1,897	0.53
285,725	J Sainsbury Plc Com GBP 0.285714	640	0.18
1,643,454	Tesco Plc Com GBP 0.05	2,564	0.72
437,902	WM Morrison Supermarkets Plc Com GBP 0.10	814	0.23
	Forest products & paper		
74,307	Mondi Plc Com EUR 0.20	1,136	0.32
	Gas distribution		
1,097,712	Centrica Plc Com GBP 0.061728	2,646	0.74
763,170	National Grid Plc Com GBP 0.1139535	8,265	2.32
	Health care services		
79,062	Mediclinic International Plc Com GBP 0.10	849	0.24
	Healthcare products		
181,408	Smith & Nephew Plc Com USD 0.20	2,255	0.63

iShares FTSE 100 UCITS ETF (Acc)

SCHEDULE OF INVESTMENTS (continued)

As at 31 July 2016

Holding	Investment	Fair value £'000	% of net asset value
	Equities (31 July 2015: 99.27%) (cont)		
	United Kingdom (31 July 2015: 91.46%) (cont)		
	Home builders		
201,466	Barratt Developments Plc Com GBP 0.10	881	0.25
26,018	Berkeley Group Holdings Plc Com NPV	698	0.19
61,878	Persimmon Plc Com GBP 0.10	1,043	0.29
660,533	Taylor Wimpey Plc Com GBP 0.01	1,021	0.29
	Hotels		
39,863	InterContinental Hotels Group Plc Com GBP 0.1896657	1,204	0.34
36,909	Whitbread Plc Com GBP 0.7679739	1,424	0.40
	Household products		
127,210	Reckitt Benckiser Group Plc Com GBP 0.10	9,313	2.61
	Insurance		
40,500	Admiral Group Plc Com GBP 0.001	876	0.24
818,488	Aviva Plc Com GBP 0.25	3,201	0.90
278,200	Direct Line Insurance Group Plc Com GBP 0.1090909	974	0.27
1,201,355	Legal & General Group Plc Com GBP 0.025	2,471	0.69
988,788	Old Mutual Plc Com GBP 0.1142857	2,081	0.58
516,257	Prudential Plc Com GBP 0.05	6,892	1.93
205,475	RSA Insurance Group Plc Com GBP 0.01	1,023	0.29
104,862	St James's Place Plc Com GBP 0.15	970	0.27
395,731	Standard Life Plc Com GBP 0.122222	1,199	0.34
	Leisure time		
36,913	Carnival Plc Com USD 1.66	1,343	0.38
	Media		
757,417	ITV Plc Com GBP 0.10	1,484	0.41
166,240	Pearson Plc Com GBP 0.25	1,464	0.41
212,150	Sky Plc Com GBP 0.50	1,952	0.55
	Mining		
264,375	Anglo American Plc Com USD 0.54945	2,196	0.61
71,801	Antofagasta Plc Com GBP 0.05	359	0.10
427,316	BHP Billiton Plc Com USD 0.50	4,036	1.13
34,290	Fresnillo Plc Com USD 0.50	662	0.19
244,635	Rio Tinto Plc Com GBP 0.10	6,020	1.69
	Miscellaneous manufacturers		
79,374	Smiths Group Plc Com GBP 0.375	1,003	0.28
	Oil & gas		
3,739,882	BP Plc Com USD 0.25	15,964	4.47
757,798	Royal Dutch Shell Plc Class 'B' Com EUR 0.07	15,171	4.25
851,702	Royal Dutch Shell Plc Com EUR 0.07	16,553	4.64
	Pharmaceuticals		
255,327	AstraZeneca Plc Com USD 0.25	12,884	3.61
983,639	GlaxoSmithKline Plc Com GBP 0.25	16,604	4.65
28,094	Hikma Pharmaceuticals Plc Com GBP 0.10	739	0.21
	Publishing		
131,298	Informa Plc Com GBP 0.001	937	0.26
	United Kingdom (31 July 2015: 91.46%) (cont)		
	Real estate investment trusts		
207,222	British Land Co Plc Reits GBP 0.25	1,389	0.39
158,671	Hammerson Plc Reits GBP 0.25	884	0.25
189,668	Intu Properties Plc Reits GBP 0.50	569	0.16
159,162	Land Securities Group Plc Reits GBP 0.10	1,740	0.48
	Restaurants & bars		
333,354	Compass Group Plc Com GBP 0.10625	4,784	1.34
	Retail		
201,285	Dixons Carphone Plc Com GBP 0.001	703	0.20
461,472	Kingfisher Plc Com GBP 0.157143	1,551	0.44
327,991	Marks & Spencer Group Plc Com GBP 0.25	1,047	0.29
29,266	Next Plc Com GBP 0.10	1,471	0.41
50,563	Travis Perkins Plc Com GBP 0.10	789	0.22
	Semiconductors		
285,574	ARM Holdings Plc Com GBP 0.0005	4,775	1.34
	Software		
217,915	Sage Group Plc Com GBP 0.01051948	1,553	0.43
	Specialty finance		
196,249	3i Group Plc Com GBP 0.738636	1,210	0.34
	Telecommunications		
1,693,042	BT Group Plc Com GBP 0.05	6,998	1.96
5,374,962	Vodafone Group Plc Com USD 0.2095	12,338	3.46
	Tobacco		
377,127	British American Tobacco Plc Com GBP 0.25	18,181	5.09
194,914	Imperial Tobacco Group Plc Com GBP 0.10	7,765	2.18
	Transportation		
184,110	Royal Mail Plc Com GBP 0.01	937	0.26
	Water		
47,595	Severn Trent Plc Com GBP 0.9789	1,166	0.33
137,942	United Utilities Group Plc Com GBP 0.05	1,401	0.39
	Total United Kingdom	**319,414**	**89.47**
	Total equities	**353,142**	**98.92**

No. of contracts		Underlying exposure £'000	Fair value £'000	% of net asset value
	Financial derivative instruments (31 July 2015: 0.01%)			
	Futures contracts (31 July 2015: 0.01%)			
56	FTSE 100 Index Futures September 2016	3,348	390	0.11
	Total unrealised gains on futures contracts		**390**	**0.11**
	Total financial derivative instruments		**390**	**0.11**

iShares FTSE 100 UCITS ETF (Acc)

SCHEDULE OF INVESTMENTS (continued)

As at 31 July 2016

	Fair value £'000	% of net asset value
Total value of investments	**353,532**	**99.03**
Cash†	**2,393**	**0.67**
Other net assets	**996**	**0.28**
Net assets attributable to redeemable participating shareholders	**356,921**	**99.98**
Adjustment to align to the valuation methodology as set out in the prospectus	76	0.02
Net asset value attributable to redeemable participating shareholders at the end of the year	**356,997**	**100.00**

† Cash holdings of £2,576,063 are held with State Street Bank and Trust Company. £(182,762) is due as security for futures contracts with Credit Suisse AG.

Equities are primarily classified by 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	353,142	98.88
Exchange traded financial derivative instruments	390	0.11
Other assets	3,593	1.01
Total current assets	**357,125**	**100.00**

iShares FTSE 100 UCITS ETF (Acc)

SCHEDULE OF MATERIAL PURCHASES AND SALES (unaudited)

For the year ended 31 July 2016

Holding	Investments	Proceeds £'000
Sales		
1,151,424	HSBC Holdings Plc Com USD 0.50	5,414
262,677	Royal Dutch Shell Plc Com EUR 0.07	4,859
265,203	Royal Dutch Shell Plc Class 'B' Com EUR 0.07	4,825
109,188	British American Tobacco Plc Com GBP 0.25	4,744
1,081,690	BP Plc Com USD 0.25	4,335
284,992	GlaxoSmithKline Plc Com GBP 0.25	4,289
1,556,559	Vodafone Group Plc Com USD 0.2095	3,483
74,024	AstraZeneca Plc Com USD 0.25	3,138
147,862	Diageo Plc Com GBP 0.2893518	2,939
38,248	Reckitt Benckiser Group Plc Com GBP 0.10	2,667
56,199	SABMiller Plc Com USD 0.10	2,414
3,724,639	Lloyds Banking Group Plc Com GBP 0.10	2,379
71,079	Unilever Plc Com GBP 0.0311	2,339
222,127	National Grid Plc Com GBP 0.1139535	2,262
56,767	Imperial Tobacco Group Plc Com GBP 0.10	2,178
492,005	BT Group Plc Com GBP 0.05	2,115
150,124	Prudential Plc Com GBP 0.05	2,030
41,818	Shire Plc Com GBP 0.05	1,878
77,833	Rio Tinto Plc Com GBP 0.10	1,730
985,760	Barclays Plc Com GBP 0.25	1,600
98,120	Compass Group Plc Com GBP 0.10625	1,292
77,368	WPP Plc Com GBP 0.10	1,259
110,052	Smiths Group Plc Com GBP 0.375	1,226
178,727	Rexam Plc Com GBP 0.8035714	1,150
680,402	Glencore Plc Com USD 0.01	1,118
123,273	BHP Billiton Plc Com USD 0.50	1,114

Holding	Investments	Cost £'000
Purchases		
1,957,065	HSBC Holdings Plc Com USD 0.50	9,270
180,399	British American Tobacco Plc Com GBP 0.25	6,939
456,900	Royal Dutch Shell Plc Com EUR 0.07	6,801
470,754	GlaxoSmithKline Plc Com GBP 0.25	6,698
1,828,548	BP Plc Com USD 0.25	6,243
2,571,579	Vodafone Group Plc Com USD 0.2095	5,729
122,250	AstraZeneca Plc Com USD 0.25	5,459
122,931	Shire Plc Com GBP 0.05	5,209
7,220,537	Lloyds Banking Group Plc Com GBP 0.10	4,703
244,085	Diageo Plc Com GBP 0.2893518	4,620
811,526	BT Group Plc Com GBP 0.05	3,968
94,473	SABMiller Plc Com USD 0.10	3,899
61,133	Reckitt Benckiser Group Plc Com GBP 0.10	3,834
117,176	Unilever Plc Com GBP 0.0311	3,573
366,241	National Grid Plc Com GBP 0.1139535	3,570
240,158	Royal Dutch Shell Plc Class 'B' Com EUR 0.07	3,567
93,567	Imperial Tobacco Group Plc Com GBP 0.10	3,497
315,463	BG Group Plc Com GBP 0.10	3,211
247,603	Prudential Plc Com GBP 0.05	3,102
1,625,594	Barclays Plc Com GBP 0.25	2,978
117,715	Rio Tinto Plc Com GBP 0.10	2,019
20,916	Paddy Power Betfair Plc Com EUR 0.09	1,872
157,676	Compass Group Plc Com GBP 0.10625	1,859
124,038	WPP Plc Com GBP 0.10	1,843
390,712	Aviva Plc Com GBP 0.25	1,799

The CBI requires a Schedule of material changes in the composition of the portfolio 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 FTSE MIB UCITS ETF (Acc)

INCOME STATEMENT

For the year ended 31 July 2016

	Note	Year ended 31 July 2016 €'000	Year ended 31 July 2015 €'000
Operating income	2	7,313	6,697
Net (losses)/gains on financial assets/liabilities at fair value through profit or loss	3	(78,339)	24,781
Total (losses)/gains		**(71,026)**	**31,478**
Operating expenses	4	(702)	(775)
Net operating (loss)/profit		**(71,728)**	**30,703**
Finance costs:			
Interest expense	6	(5)	(2)
Total finance costs		**(5)**	**(2)**
Net (loss)/profit for the financial year before tax		**(71,733)**	**30,701**
Non-reclaimable withholding tax		(1,033)	(877)
Net (loss)/profit for the financial year after tax		**(72,766)**	**29,824**
Adjustment to align to the valuation methodology as set out in the prospectus	7	(99)	125
(Decrease)/increase in net assets attributable to redeemable participating shareholders from operations		**(72,865)**	**29,949**

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.

STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO REDEEMABLE PARTICIPATING SHAREHOLDERS

For the year ended 31 July 2016

	Year ended 31 July 2016 €'000	Year ended 31 July 2015 €'000
Net assets attributable to redeemable participating shareholders at the beginning of the year	238,955	303,883
(Decrease)/increase in net assets attributable to redeemable participating shareholders from operations	(72,865)	29,949
Share transactions:		
Proceeds from issue of redeemable participating shares	72,085	46,630
Payments on redemption of redeemable participating shares	(103,338)	(141,507)
Decrease in net assets resulting from share transactions	**(31,253)**	**(94,877)**
Net assets attributable to redeemable participating shareholders at the end of the year	**134,837**	**238,955**

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

iShares FTSE MIB UCITS ETF (Acc)

BALANCE SHEET

As at 31 July 2016

	Note	31 July 2016 €'000	31 July 2015 €'000
CURRENT ASSETS			
Cash		382	1,391
Margin cash account		77	132
Receivables	11	35	5
Financial assets at fair value through profit or loss	12	134,274	237,274
Total current assets		**134,768**	**238,802**
CURRENT LIABILITIES			
Payables	13	(39)	(64)
Financial liabilities at fair value through profit or loss	12	(10)	-
Total current liabilities excluding net assets attributable to redeemable participating shareholders		**(49)**	**(64)**
Net assets attributable to redeemable participating shareholders		**134,719**	**238,738**
Adjustment to align to the valuation methodology as set out in the prospectus	7	118	217
Net asset value attributable to redeemable participating shareholders at the end of the year		**134,837**	**238,955**

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

iShares FTSE MIB UCITS ETF (Acc)

NOTES TO THE FINANCIAL STATEMENTS

For the year ended 31 July 2016

1. ACCOUNTING POLICIES, FINANCIAL INSTRUMENTS AND RISKS AND OTHER NOTES

The accounting policies are set out on pages 51 to 53. The financial instruments and risks are set out on pages 54 to 76. The notes relating to tax, soft commissions, exchange rates, commitments and contingent liabilities, related party transactions, financial derivative instruments and subsequent events are set out in the notes to the financial statements of the Company on pages 79 to 84.

2. OPERATING INCOME

	Year ended 31 July 2016 €'000	Year ended 31 July 2015 €'000
Interest income	-	4
Dividend income	7,129	6,518
Securities lending income	184	175
	7,313	6,697

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

	Year ended 31 July 2016 €'000	Year ended 31 July 2015 €'000
Net (losses)/gains on investments in securities held at fair value through profit or loss	(77,947)	24,850
Net losses on futures contracts	(384)	(83)
Net (losses)/gains on foreign currency transactions	(8)	14
	(78,339)	24,781

4. OPERATING EXPENSES

	Year ended 31 July 2016 €'000	Year ended 31 July 2015 €'000
Management fees	(702)	(775)
	(702)	(775)

5. MANAGEMENT FEES

Fees earned by the Manager during the year and balances outstanding as at 31 July 2016 and 31 July 2015 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 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:

	TER % 31 July 2016	TER % 31 July 2015
	0.33	0.33

6. INTEREST EXPENSE

	Year ended 31 July 2016 €'000	Year ended 31 July 2015 €'000
Bank interest	(5)	(2)
	(5)	(2)

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 July 2016 €'000	Year ended 31 July 2015 €'000
Balance at the beginning of year	217	92
Adjustment to align to the valuation methodology as set out in the prospectus	(99)	125
Total adjustment for the year	(99)	125
Balance at the end of year	118	217

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

iShares FTSE MIB UCITS ETF (Acc)

NOTES TO THE FINANCIAL STATEMENTS (continued)

For the year ended 31 July 2016

8. TRANSACTION COSTS

Disclosed in the table below are separately identifiable transaction costs incurred by the Fund for the years ended 31 July 2016 and 31 July 2015. Please refer to note 9 of the financial statements of the Company for further details.

	Year ended 31 July 2016 €'000	Year ended 31 July 2015 €'000
Transaction costs	(69)	(57)

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 July 2016 No. of Shares	31 July 2015 No. of Shares
Balance at the beginning of year	2,975,078	4,425,078
Issued during the year	1,050,000	600,000
Redeemed during the year	(1,750,000)	(2,050,000)
Balance at the end of year	**2,275,078**	**2,975,078**

10. NET ASSETS ATTRIBUTABLE TO REDEEMABLE PARTICIPATING SHAREHOLDERS

	No. of Shares
Shares in issue	
As at 31 July 2016	2,275,078
As at 31 July 2015	2,975,078
As at 31 July 2014	4,425,078

	€'000
Net asset value	
As at 31 July 2016	134,837
As at 31 July 2015	238,955
As at 31 July 2014	303,883

	€
Net asset value per share	
As at 31 July 2016	59.27
As at 31 July 2015	80.32
As at 31 July 2014	68.67

11. RECEIVABLES

	31 July 2016 €'000	31 July 2015 €'000
Dividend income receivable	33	-
Securities lending income receivable	2	5
	35	**5**

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

Financial assets:	31 July 2016 €'000	31 July 2015 €'000
Investment in equities	134,274	237,246
Unrealised gains on futures contracts	-	28
	134,274	**237,274**

Financial liabilities:	31 July 2016 €'000	31 July 2015 €'000
Unrealised losses on futures contracts	(10)	-
	(10)	**-**

13. PAYABLES

	31 July 2016 €'000	31 July 2015 €'000
Management fees payable	(39)	(64)
	(39)	**(64)**

14. EFFICIENT PORTFOLIO MANAGEMENT

Please see note 18 of the financial statements of the Company for more information on efficient portfolio management.

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 July 2016 €'000	31 July 2015 €'000
Income earned during the year	184	175
Value of securities on loan at year end	24,366	15,341
Value of collateral held on behalf of the Fund at year end	26,156	16,919

Please see note 19 in the notes to the financial statements of the Company for more information on financial derivative instruments.

iShares FTSE MIB UCITS ETF (Acc)

SCHEDULE OF INVESTMENTS

As at 31 July 2016

Holding	Investment	Fair value €'000	% of net asset value
	Transferable Securities Admitted to an Official Stock Exchange Listing or traded on a Regulated Market (31 July 2015: 99.29%)		
	Equities (31 July 2015: 99.29%)		
	Italy (31 July 2015: 89.95%)		
	Aerospace & defence		
209,798	Leonardo-Finmeccanica SpA Com EUR 4.40	2,142	1.59
	Apparel retailers		
74,135	Moncler SpA Com NPV	1,162	0.86
	Banks		
143,661	Banca Mediolanum SpA Com EUR 0.10	942	0.70
1,345,377	Banca Monte dei Paschi di Siena SpA Com NPV	414	0.31
268,181	Banca Popolare dell'Emilia Romagna SC Com EUR 3.00	982	0.73
2,434,609	Banca Popolare di Milano Scarl Com NPV	1,054	0.78
457,512	Banco Popolare SC Com NPV	1,151	0.85
152,792	FinecoBank Banca Fineco SpA Com EUR 0.33	811	0.60
6,744,715	Intesa Sanpaolo SpA Com EUR 0.52	13,286	9.85
310,644	Mediobanca SpA Com EUR 0.50	1,946	1.44
2,842,068	UniCredit SpA Com NPV	6,230	4.62
483,787	Unione di Banche Italiane SpA Com EUR 2.50	1,328	0.98
	Beverages		
158,258	Davide Campari-Milano SpA Com EUR 0.10	1,461	1.08
	Building materials and fixtures		
40,588	Buzzi Unicem SpA Com EUR 0.60	728	0.54
108,250	Italcementi SpA Com EUR 1.00	1,145	0.85
	Commercial services		
267,770	Atlantia SpA Com EUR 1.00	5,969	4.43
	Diversified financial services		
52,960	Azimut Holding SpA Com NPV	744	0.55
	Electrical components & equipment		
114,886	Prysmian SpA Com EUR 0.10	2,403	1.78
	Electricity		
859,268	A2A SpA Com EUR 0.52	1,089	0.81
4,269,209	Enel SpA Com EUR 1.00	17,545	13.01
	Electronics		
800,647	Terna Rete Elettrica Nazionale SpA Com EUR 0.22	3,894	2.89
	Gas distribution		
1,371,419	Snam SpA Com NPV	7,090	5.26
	Holding companies - diversified operations		
57,705	Exor SpA Com NPV	2,007	1.49
	Insurance		
706,168	Assicurazioni Generali SpA Com EUR 1.00	8,319	6.17
255,811	Poste Italiane SpA Com NPV	1,592	1.18
274,432	Unipol Gruppo Finanziario SpA Com NPV	681	0.51
559,093	UnipolSai SpA Com NPV	838	0.62
	Italy (31 July 2015: 89.95%) (cont)		
	Internet		
34,782	Yoox Net-A-Porter Group SpA Com NPV	871	0.65
	Media		
419,728	Mediaset SpA Com EUR 0.52	1,137	0.84
	Oil & gas		
1,379,798	Eni SpA Com NPV	18,862	13.99
	Oil & gas services		
3,224,121	Saipem SpA Com NPV	1,260	0.94
	Pharmaceuticals		
57,059	Recordati SpA Com EUR 0.125	1,655	1.23
	Retail		
99,711	Luxottica Group SpA Com EUR 0.06	4,315	3.20
26,392	Salvatore Ferragamo SpA Com EUR 0.10	556	0.41
	Telecommunications		
5,179,249	Telecom Italia SpA Com NPV	3,954	2.93
	Total Italy	**119,563**	**88.67**
	Luxembourg (31 July 2015: 1.68%)		
	Metal fabricate/ hardware		
264,928	Tenaris SA Com USD 1.00	3,166	2.35
	Total Luxembourg	**3,166**	**2.35**
	Netherlands (31 July 2015: 7.66%)		
	Auto manufacturers		
74,010	Ferrari NV Com EUR 0.01	2,988	2.22
492,850	Fiat Chrysler Automobiles NV Com EUR 0.01	2,839	2.11
	Machinery - diversified		
537,254	CNH Industrial NV Com EUR 0.01	3,425	2.53
	Semiconductors		
351,905	STMicroelectronics NV Com EUR 1.04	2,293	1.70
	Total Netherlands	**11,545**	**8.56**
	Total equities	**134,274**	**99.58**

No. of contracts		Underlying exposure €'000	Fair value €'000	% of net assets value
	Financial derivative instruments (31 July 2015: 0.01%)			
	Futures contracts (31 July 2015: 0.01%)			
5	FTSE MIB Mini Index Futures September 2016	430	(10)	(0.01)
	Total unrealised losses on futures contracts		**(10)**	**(0.01)**
	Total financial derivative instruments		**(10)**	**(0.01)**

iShares FTSE MIB UCITS ETF (Acc)

SCHEDULE OF INVESTMENTS (continued)

As at 31 July 2016

	Fair value €'000	% of net asset value
Total value of investments	**134,264**	**99.57**
Cash†	**459**	**0.34**
Other net liabilities	**(4)**	**(0.00)**
Net assets attributable to redeemable participating shareholders	**134,719**	**99.91**
Adjustment to align to the valuation methodology as set out in the prospectus	118	0.09
Net asset value attributable to redeemable participating shareholders at the end of the year	**134,837**	**100.00**

† Cash holdings of €382,189 are held with State Street Bank and Trust Company. €77,070 is held as security for futures contracts with Credit Suisse AG.

Equities are primarily classified by 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	134,274	99.63
Other assets	494	0.37
Total current assets	**134,768**	**100.00**

iShares FTSE MIB UCITS ETF (Acc)

SCHEDULE OF MATERIAL PURCHASES AND SALES (unaudited)

For the year ended 31 July 2016

Holding	Investments	Proceeds €'000
Sales		
1,140,961	Eni SpA Com NPV	15,736
3,447,465	Enel SpA Com EUR 1.00	13,415
5,588,040	Intesa Sanpaolo SpA Com EUR 0.52	11,930
585,387	Assicurazioni Generali SpA Com EUR 1.00	7,018
2,266,513	UniCredit SpA Com NPV	5,974
1,086,030	Snam SpA Com NPV	5,623
5,889,133	Telecom Italia SpA Com NPV	5,119
217,106	Atlantia SpA Com EUR 1.00	5,009
81,508	Luxottica Group SpA Com EUR 0.06	3,839
654,527	Terna Rete Elettrica Nazionale SpA Com EUR 0.22	3,179
438,604	CNH Industrial NV Com EUR 0.01	2,667
216,292	Tenaris SA Com USD 1.00	2,529
403,007	Fiat Chrysler Automobiles NV Com EUR 0.01	2,508
58,363	Ferrari NV Com EUR 0.01	2,148
94,024	Prysmian SpA Com EUR 0.10	1,846
2,750,565	Saipem SpA Com NPV	1,554
248,950	Mediobanca SpA Com EUR 0.50	1,500
47,217	Exor SpA Com NPV	1,495
288,030	STMicroelectronics NV Com EUR 1.04	1,490
358,646	Banco Popolare SC Com NPV	1,327
206,120	Poste Italiane SpA Com NPV	1,296
396,439	Unione di Banche Italiane SpA Com EUR 2.50	1,231
343,611	Mediaset SpA Com EUR 0.52	1,185

Holding	Investments	Cost €'000
Purchases		
700,067	Eni SpA Com NPV	9,946
3,435,088	Intesa Sanpaolo SpA Com EUR 0.52	9,300
2,060,552	Enel SpA Com EUR 1.00	8,322
1,556,273	UniCredit SpA Com NPV	6,526
359,741	Assicurazioni Generali SpA Com EUR 1.00	5,306
187,158	Atlantia SpA Com EUR 1.00	4,540
856,316	Snam SpA Com NPV	4,221
3,355,021	Telecom Italia SpA Com NPV	3,420
461,931	Poste Italiane SpA Com NPV	3,278
49,999	Luxottica Group SpA Com EUR 0.06	2,779
249,619	Fiat Chrysler Automobiles NV Com EUR 0.01	2,431
56,699	Ferrari NV Com EUR 0.01	2,388
80,421	Recordati SpA Com EUR 0.125	2,044
495,380	Unipol Gruppo Finanziario SpA Com NPV	2,024
195,417	Italcementi SpA Com EUR 1.00	1,992
401,478	Terna Rete Elettrica Nazionale SpA Com EUR 0.22	1,869
210,314	Anima Holding SpA Com NPV	1,784
268,803	CNH Industrial NV Com EUR 0.01	1,718
3,881,006	Saipem SpA Com NPV	1,644
224,609	FinecoBank Banca Fineco SpA Com EUR 0.33	1,570
132,558	Tenaris SA Com USD 1.00	1,544
334,706	Banco Popolare SC Com NPV	1,429
85,157	Pirelli & C. SpA Com NPV	1,280
32,686	Exor SpA Com NPV	1,243
241,471	Unione di Banche Italiane SpA Com EUR 2.50	1,216
154,479	Mediobanca SpA Com EUR 0.50	1,211
57,334	Prysmian SpA Com EUR 0.10	1,184
175,622	STMicroelectronics NV Com EUR 1.04	1,032

The CBI requires a Schedule of material changes in the composition of the portfolio 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 Australia - B UCITS ETF

INCOME STATEMENT

For the year ended 31 July 2016

	Note	Year ended 31 July 2016 $'000	Year ended 31 July 2015 $'000
Operating income	2	-	1,923
Net losses on financial assets/liabilities at fair value through profit or loss	3	-	(9,412)
Total losses		**-**	**(7,489)**
Operating expenses**	4	-	(193)
Net operating loss		**-**	**(7,682)**
Net loss for the financial year before tax		**-**	**(7,682)**
Non-reclaimable withholding tax		-	(23)
Net loss for the financial year after tax		**-**	**(7,705)**
Adjustment to align to the valuation methodology as set out in the prospectus	6	-	(36)
Decrease in net assets attributable to redeemable participating shareholders from operations		**-**	**(7,741)**

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 discontinued operations.

STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO REDEEMABLE PARTICIPATING SHAREHOLDERS

For the year ended 31 July 2016

	Year ended 31 July 2016 $'000	Year ended 31 July 2015 $'000
Net assets attributable to redeemable participating shareholders at the beginning of the year	-	38,074
Decrease in net assets attributable to redeemable participating shareholders from operations	-	(7,741)
Share transactions:		
Proceeds from issue of redeemable participating shares	-	18,680
Payments on redemption of redeemable participating shares	-	(17,615)
Transfer due to merger*	-	(31,398)
Decrease in net assets resulting from share transactions	**-**	**(30,333)**
Net assets attributable to redeemable participating shareholders at the end of the year	-	-

* Effective 6 July 2015 iShares MSCI Australia - B UCITS ETF merged into iShares MSCI Australia UCITS ETF, a Fund of iShares III Plc, the merger ratio used to calculate the number of shares in the Receiving Fund issued to former shareholders of the Merging Fund was 4.59692525.
** 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 Australia - B UCITS ETF*

BALANCE SHEET

As at 31 July 2016

	Note	31 July 2016 $'000	31 July 2015 $'000
CURRENT ASSETS			
Cash		-	-
Margin cash account		-	-
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		**-**	**-**
Adjustment to align to the valuation methodology as set out in the prospectus	6	-	-
Net asset value attributable to redeemable participating shareholders at the end of the year		**-**	**-**

* Effective 6 July 2015 iShares MSCI Australia - B UCITS ETF merged into iShares MSCI Australia UCITS ETF, a Fund of iShares III Plc, the merger ratio used to calculate the number of shares in the Receiving Fund issued to former shareholders of the Merging Fund was 4.5969252.

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 Australia - B UCITS ETF

NOTES TO THE FINANCIAL STATEMENTS

For the year ended 31 July 2016

1. ACCOUNTING POLICIES, FINANCIAL INSTRUMENTS AND RISKS AND OTHER NOTES

The accounting policies are set out on pages 51 to 53. The financial instruments and risks are set out on pages 54 to 76. The notes relating to tax, soft commissions, exchange rates, commitments and contingent liabilities, related party transactions, financial derivative instruments and subsequent events are set out in the notes to the financial statements of the Company on pages 79 to 84.

2. OPERATING INCOME

	Year ended 31 July 2016 $'000	Year ended 31 July 2015 $'000
Interest income	-	2
Dividend income	-	1,918
Securities lending income	-	3
	-	1,923

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

	Year ended 31 July 2016 $'000	Year ended 31 July 2015 $'000
Net losses on investments in securities at fair value through profit or loss	-	(9,280)
Net losses on futures contracts	-	(35)
Net losses on foreign currency transactions	-	(97)
	-	(9,412)

4. OPERATING EXPENSES

	Year ended 31 July 2016 $'000	Year ended 31 July 2015 $'000
Management fees	-	(193)
	-	(193)

5. MANAGEMENT FEES

Fees earned by the Manager during the year and balances outstanding as at 31 July 2016 and 31 July 2015 are disclosed in note 4.

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

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:

	TER % 31 July 2016	TER % 31 July 2015*
	-	0.50

* Fund closed during the year ended 31 July 2015. The annualised TER is presented in the table.

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:

	Year ended 31 July 2016 $'000	Year ended 31 July 2015 $'000
Balance at the beginning of year	-	36
Adjustment to align to the valuation methodology as set out in the prospectus	-	(36)
Total adjustment for the year	-	(36)
Balance at the end of year	-	-

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

7. TRANSACTION COSTS

Disclosed in the table below are separately identifiable transaction costs incurred by the Fund for the years ended 31 July 2016 and 31 July 2015. Please refer to note 9 of the financial statements of the Company for further details.

	Year ended 31 July 2016 $'000	Year ended 31 July 2015 $'000
Transaction costs	-	(4)

iShares MSCI Australia - B UCITS ETF

NOTES TO THE FINANCIAL STATEMENTS (continued)

For the year ended 31 July 2016

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 July 2016 No. of Shares	31 July 2015 No. of Shares
Balance at the beginning of year	-	237,000
Issued during the year	-	125,000
Redeemed during the year	-	(125,000)
Transfer due to merger	-	(237,000)
Balance at the end of year	**-**	**-**

9. NET ASSETS ATTRIBUTABLE TO REDEEMABLE PARTICIPATING SHAREHOLDERS

	No. of Shares
Shares in issue	
As at 31 July 2016	-
As at 31 July 2015	-
As at 31 July 2014	237,000

	$'000
Net asset value	
As at 31 July 2016	-
As at 31 July 2015	-
As at 31 July 2014	38,074

	$
Net asset value per share	
As at 31 July 2016	-
As at 31 July 2015	-
As at 31 July 2014	160.65

10. EFFICIENT PORTFOLIO MANAGEMENT

Please see note 18 of the financial statements of the Company for more information on efficient portfolio management.

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 July 2016 $'000	31 July 2015 $'000
Income earned during the year	-	3
Value of securities on loan at year end	-	-
Value of collateral held on behalf of the Fund at year end	-	-

Please see note 19 in the notes to the financial statements of the Company for more information on financial derivative instruments.

iShares MSCI Brazil UCITS ETF (Acc)

INCOME STATEMENT

For the year ended 31 July 2016

	Note	Year ended 31 July 2016 $'000	Year ended 31 July 2015 $'000
Operating income	2	1,950	3,634
Net losses on financial assets/liabilities at fair value through profit or loss	3	(5,738)	(68,800)
Total losses		**(3,788)**	**(65,166)**
Operating expenses	4	(346)	(696)
Net operating loss		**(4,134)**	**(65,862)**
Net loss for the financial year before tax		**(4,134)**	**(65,862)**
Non-reclaimable withholding tax		(155)	(272)
Net loss for the financial year after tax		**(4,289)**	**(66,134)**
Adjustment to align to the valuation methodology as set out in the prospectus	6	(244)	239
Decrease in net assets attributable to redeemable participating shareholders from operations		**(4,533)**	**(65,895)**

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.

STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO REDEEMABLE PARTICIPATING SHAREHOLDERS

For the year ended 31 July 2016

	Year ended 31 July 2016 $'000	Year ended 31 July 2015 $'000
Net assets attributable to redeemable participating shareholders at the beginning of the year	90,296	29,029
Decrease in net assets attributable to redeemable participating shareholders from operations	(4,533)	(65,895)
Share transactions:		
Proceeds from issue of redeemable participating shares	13,994	200,866
Payments on redemption of redeemable participating shares	(73,236)	(73,704)
(Decrease)/increase in net assets resulting from share transactions	**(59,242)**	**127,162**
Net assets attributable to redeemable participating shareholders at the end of the year	**26,521**	**90,296**

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

iShares MSCI Brazil UCITS ETF (Acc)

BALANCE SHEET

As at 31 July 2016

	Note	31 July 2016 $'000	31 July 2015 $'000
CURRENT ASSETS			
Cash		124	395
Margin cash account		-	94
Receivables	10	137	258
Financial assets at fair value through profit or loss	11	26,263	89,392
Total current assets		**26,524**	**90,139**
CURRENT LIABILITIES			
Margin cash account		(2)	-
Payables	12	(14)	(54)
Financial liabilities at fair value through profit or loss	11	-	(46)
Total current liabilities excluding net assets attributable to redeemable participating shareholders		**(16)**	**(100)**
Net asset value attributable to redeemable participating shareholders at the end of the year		**26,508**	**90,039**
Adjustment to align to the valuation methodology as set out in the prospectus	6	13	257
Net asset value attributable to redeemable participating shareholders at the end of the year		**26,521**	**90,296**

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 Brazil UCITS ETF (Acc)

NOTES TO THE FINANCIAL STATEMENTS

For the year ended 31 July 2016

1. ACCOUNTING POLICIES, FINANCIAL INSTRUMENTS AND RISKS AND OTHER NOTES

The accounting policies are set out on pages 51 to 53. The financial instruments and risks are set out on pages 54 to 76. The notes relating to tax, soft commissions, exchange rates, commitments and contingent liabilities, related party transactions, financial derivative instruments and subsequent events are set out in the notes to the financial statements of the Company on pages 79 to 84.

2. OPERATING INCOME

	Year ended 31 July 2016 $'000	Year ended 31 July 2015 $'000
Dividend income	1,950	3,634
	1,950	3,634

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

	Year ended 31 July 2016 $'000	Year ended 31 July 2015 $'000
Net losses on investments in securities held at fair value through profit or loss	(5,650)	(68,506)
Net losses on futures contracts	(8)	(101)
Net losses on foreign currency transactions	(80)	(193)
	(5,738)	(68,800)

4. OPERATING EXPENSES

	Year ended 31 July 2016 $'000	Year ended 31 July 2015 $'000
Management fees	(346)	(696)
	(346)	(696)

5. MANAGEMENT FEES

Fees earned by the Manager during the year and balances outstanding as at 31 July 2016 and 31 July 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 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:

	TER % 31 July 2016	TER % 31 July 2015
	0.65	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:

	Year ended 31 July 2016 $'000	Year ended 31 July 2015 $'000
Balance at the beginning of year	257	18
Adjustment to align to the valuation methodology as set out in the prospectus	(244)	239
Total adjustment for the year	(244)	239
Balance at the end of year	13	257

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

7. TRANSACTION COSTS

Disclosed in the table below are separately identifiable transaction costs incurred by the Fund for the years ended 31 July 2016 and 31 July 2015. Please refer to note 9 of the financial statements of the Company for further details.

	Year ended 31 July 2016 $'000	Year ended 31 July 2015 $'000
Transaction costs	(64)	(204)

iShares MSCI Brazil UCITS ETF (Acc)

NOTES TO THE FINANCIAL STATEMENTS (continued)

For the year ended 31 July 2016

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 July 2016 No. of Shares	31 July 2015 No. of Shares
Balance at the beginning of year	1,771,000	346,000
Issued during the year	325,000	2,400,000
Redeemed during the year	(1,650,000)	(975,000)
Balance at the end of year	**446,000**	**1,771,000**

9. NET ASSETS ATTRIBUTABLE TO REDEEMABLE PARTICIPATING SHAREHOLDERS

	No. of Shares
Shares in issue	
As at 31 July 2016	446,000
As at 31 July 2015	1,771,000
As at 31 July 2014	346,000

	$'000
Net asset value	
As at 31 July 2016	26,521
As at 31 July 2015	90,296
As at 31 July 2014	29,029

	$
Net asset value per share	
As at 31 July 2016	59.46
As at 31 July 2015	50.99
As at 31 July 2014	83.90

10. RECEIVABLES

	31 July 2016 $'000	31 July 2015 $'000
Dividend income receivable	137	258
	137	**258**

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

Financial assets:	31 July 2016 $'000	31 July 2015 $'000
Investment in equities	26,244	89,392
Unrealised gains on futures contracts	19	-
	26,263	**89,392**

Financial liabilities:		
Unrealised losses on futures contracts	-	(46)
	-	**(46)**

12. PAYABLES

	31 July 2016 $'000	31 July 2015 $'000
Management fees payable	(14)	(54)
	(14)	**(54)**

iShares MSCI Brazil UCITS ETF (Acc)

SCHEDULE OF INVESTMENTS

As at 31 July 2016

Holding	Investment	Fair value $'000	% of net asset value
	Transferable Securities Admitted to an Official Stock Exchange Listing or traded on a Regulated Market (31 July 2015: 99.00%)		
	Equities (31 July 2015: 99.00%)		
	Brazil (31 July 2015: 99.00%)		
	Aerospace & defence		
59,056	Embraer SA Com NPV	271	1.02
	Apparel retailers		
56,251	Lojas Renner SA Com NPV	474	1.79
	Banks		
73,890	Banco Bradesco SA Com NPV	668	2.52
244,846	Banco Bradesco SA Pref NPV	2,148	8.10
75,492	Banco do Brasil SA Com NPV	492	1.85
36,536	Banco Santander Brasil SA Unit NPV	230	0.87
254,849	Itau Unibanco Holding SA Pref NPV	2,664	10.04
	Beverages		
416,250	Ambev SA Com NPV	2,420	9.12
	Broadline retailers		
16,696	Lojas Americanas SA Com NPV	67	0.25
52,161	Lojas Americanas SA Pref NPV	309	1.17
	Building materials and fixtures		
27,715	Duratex SA Com NPV	85	0.32
	Chemicals		
13,356	Braskem SA Pref NPV	77	0.29
31,862	Ultrapar Participacoes SA Com NPV	729	2.75
	Commercial services		
77,928	CCR SA Com NPV	451	1.70
89,684	Cielo SA Com NPV	1,018	3.84
121,896	Kroton Educacional SA Com NPV	545	2.05
13,939	Localiza Rent a Car SA Com NPV	173	0.65
19,288	Qualicorp SA Com NPV	127	0.48
	Cosmetics & personal care		
15,016	Natura Cosmeticos SA Com NPV	155	0.58
	Diversified financial services		
152,118	BM&FBovespa SA Com NPV	899	3.39
19,886	CETIP SA - Mercados Organizados Com NPV	266	1.00
	Electricity		
16,900	AES Tiete Energia SA Unit NPV	90	0.34
20,144	Centrais Eletricas Brasileiras SA Pref NPV	139	0.52
66,821	Cia Energetica de Minas Gerais Pref BRL 5.00	188	0.71
17,076	Cia Energetica de Sao Paulo Pref NPV	73	0.28
9,140	Cia Paranaense de Energia Pref NPV	91	0.34
18,182	CPFL Energia SA Com NPV	128	0.48
27,243	EDP - Energias do Brasil SA Com NPV	121	0.46
14,560	Engie Brasil Energia SA Com NPV	190	0.72
17,400	Equatorial Energia SA Com NPV	299	1.13
8,140	Transmissora Alianca de Energia Eletrica SA Unit NPV	65	0.24
	Engineering & construction		
7,032	Multiplan Empreendimentos Imobiliarios SA Com NPV	137	0.52
	Brazil (31 July 2015: 99.00%) (cont)		
	Food		
54,101	BRF SA Com NPV	908	3.42
13,748	Cia Brasileira de Distribuicao Pref NPV	209	0.79
63,264	JBS SA Com NPV	213	0.80
2,640	M Dias Branco SA Com NPV	95	0.36
	Forest products & paper		
22,076	Fibria Celulose SA Com NPV	135	0.51
48,684	Klabin SA Unit NPV	256	0.97
35,924	Suzano Papel e Celulose SA Pref NPV	110	0.41
	Industrial metals & mining		
55,320	Cia Siderurgica Nacional SA Com NPV	190	0.72
80,788	Gerdau SA Pref NPV	193	0.73
113,378	Vale SA Com NPV	649	2.45
169,868	Vale SA Pref NPV	788	2.97
	Insurance		
61,496	BB Seguridade Participacoes SA Com NPV	573	2.16
23,468	Odontoprev SA Com NPV	94	0.35
9,596	Porto Seguro SA Com NPV	84	0.32
15,414	Sul America SA Unit NPV	82	0.31
	Machinery - diversified		
50,024	WEG SA Com NPV	236	0.89
	Oil & gas		
10,904	Cosan SA Industria e Comercio Com NPV	114	0.43
262,439	Petroleo Brasileiro SA Com NPV	1,138	4.29
345,650	Petroleo Brasileiro SA Pref NPV	1,269	4.79
	Pharmaceuticals		
31,128	Hypermarcas SA Com NPV	264	1.00
	Real estate investment & services		
50,486	BR Malls Participacoes SA Com NPV	220	0.83
	Retail		
20,352	Raia Drogasil SA Com NPV	417	1.57
	Software		
11,112	Totvs SA Com NPV	113	0.43
	Specialty finance		
343,888	Itausa - Investimentos Itau SA Pref NPV	889	3.35
	Telecommunications		
39,758	Telefonica Brasil SA Pref NPV	605	2.28
74,884	Tim Participacoes SA Com NPV	193	0.73
	Transportation		
70,100	Rumo Logistica Operadora Multimodal SA Com NPV	132	0.50
	Water		
30,052	Cia de Saneamento Basico do Estado de Sao Paulo Com NPV	286	1.08
	Total Brazil	**26,244**	**98.96**
	Total equities	**26,244**	**98.96**

iShares MSCI Brazil UCITS ETF (Acc)

SCHEDULE OF INVESTMENTS (continued)

As at 31 July 2016

No. of contracts		Underlying exposure $'000	Fair value $'000	% of net asset value
	Financial derivative instruments (31 July 2015: (0.05)%)			
	Futures contracts (31 July 2015: (0.05)%)			
6	MSCI Emerging Market Mini Futures September 2016	246	19	0.07
	Total unrealised gains on futures contracts		**19**	**0.07**
	Total financial derivative instruments		**19**	**0.07**

	Fair value $'000	% of net asset value
Total value of investments	**26,263**	**99.03**
Cash†	**122**	**0.46**
Other net assets	**123**	**0.46**
Net assets attributable to redeemable participating shareholders	**26,508**	**99.95**
Adjustment to align to the valuation methodology as set out in the prospectus	13	0.05
Net asset value attributable to redeemable participating shareholders at the end of the year	**26,521**	**100.00**

† Cash holdings of $123,960 are held with State Street Bank and Trust Company. $(1,641) is due as security for futures contracts with Credit Suisse AG.

Equities are primarily classified by 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	26,244	98.95
Exchange traded financial derivative instruments	19	0.07
Other assets	261	0.98
Total current assets	**26,524**	**100.00**

iShares MSCI Brazil UCITS ETF (Acc)

SCHEDULE OF MATERIAL PURCHASES AND SALES (unaudited)

For the year ended 31 July 2016

Holding	Investments	Proceeds $'000
Sales		
1,543,956	Ambev SA Com NPV	7,909
1,005,200	Itau Unibanco Holding SA Pref NPV	7,871
864,023	Banco Bradesco SA Pref NPV	5,556
217,183	BRF SA Com NPV	3,169
1,284,254	Petroleo Brasileiro SA Pref NPV	2,860
301,138	Cielo SA Com NPV	2,842
975,385	Petroleo Brasileiro SA Com NPV	2,735
1,207,876	Itausa - Investimentos Itau SA Pref NPV	2,436
118,850	Ultrapar Participacoes SA Com NPV	2,196
565,370	BM&FBovespa SA Com NPV	2,180
630,800	Vale SA Pref NPV	2,103
258,497	Banco Bradesco SA Com NPV	1,804
422,210	Vale SA Com NPV	1,754
230,200	BB Seguridade Participacoes SA Com NPV	1,724
130,114	Telefonica Brasil SA Pref NPV	1,437
451,632	Kroton Educacional SA Com NPV	1,374
216,720	Embraer SA Com NPV	1,361
282,800	Banco do Brasil SA Com NPV	1,308
204,269	Lojas Renner SA Com NPV	1,171
289,800	CCR SA Com NPV	1,130
72,200	Raia Drogasil SA Com NPV	992
180,828	Klabin SA Unit NPV	966
133,260	Souza Cruz SA Com NPV	938
80,800	Fibria Celulose SA Com NPV	853
176,337	Lojas Americanas SA Pref NPV	813
73,000	CETIP SA - Mercados Organizados Com NPV	782
242,000	JBS SA Com NPV	781

Holding	Investments	Cost $'000
Purchases		
360,400	Ambev SA Com NPV	1,828
229,600	Itau Unibanco Holding SA Pref NPV	1,751
196,300	Banco Bradesco SA Pref NPV	1,237
77,500	Equatorial Energia SA Com NPV	764
49,300	BRF SA Com NPV	764
65,000	Cielo SA Com NPV	632
299,400	Petroleo Brasileiro SA Pref NPV	618
53,600	Telefonica Brasil SA Pref NPV	583
227,700	Petroleo Brasileiro SA Com NPV	582
272,500	Itausa - Investimentos Itau SA Pref NPV	552
28,000	Ultrapar Participacoes SA Com NPV	501
147,300	Vale SA Pref NPV	489
132,500	BM&FBovespa SA Com NPV	448
99,000	Vale SA Com NPV	416
58,600	Banco Bradesco SA Com NPV	405
54,200	BB Seguridade Participacoes SA Com NPV	401
49,700	Embraer SA Com NPV	339
66,600	Banco do Brasil SA Com NPV	307
105,000	Kroton Educacional SA Com NPV	292
46,900	Lojas Renner SA Com NPV	259
19,700	Raia Drogasil SA Com NPV	251
68,200	CCR SA Com NPV	244
42,500	Klabin SA Unit NPV	239
18,300	Fibria Celulose SA Com NPV	214
182,100	Rumo Logistica Operadora Multimodal SA Com NPV	200
55,500	JBS SA Com NPV	188
39,900	Lojas Americanas SA Pref NPV	185

The CBI requires a Schedule of material changes in the composition of the portfolio 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 Canada UCITS ETF

INCOME STATEMENT

For the year ended 31 July 2016

	Note	Year ended 31 July 2016 $'000	Year ended 31 July 2015*/** $'000
Operating income	2	17,547	18,755
Net gains/(losses) on financial assets/liabilities at fair value through profit or loss	3	6,821	(137,112)
Total gains/(losses)		**24,368**	**(118,357)**
Operating expenses	4	(2,472)	(2,881)
Net operating profit/(loss)		**21,896**	**(121,238)**
Finance costs:			
Interest expense	6	-	(3)
Total finance costs		**-**	**(3)**
Net profit/(loss) for the financial year before tax		**21,896**	**(121,241)**
Non-reclaimable withholding tax		(3,958)	(4,231)
Net profit/(loss) for the financial year after tax		**17,938**	**(125,472)**
Adjustment to align to the valuation methodology as set out in the prospectus	7	(89)	420
Increase/(decrease) in net assets attributable to redeemable participating shareholders from operations		**17,849**	**(125,052)**

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.

STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO REDEEMABLE PARTICIPATING SHAREHOLDERS

For the year ended 31 July 2016

	Year ended 31 July 2016 $'000	Year ended 31 July 2015 $'000
Net assets attributable to redeemable participating shareholders at the beginning of the year	545,431	354,453
Increase/(decrease) in net assets attributable to redeemable participating shareholders from operations	17,849	(125,052)
Share transactions:		
Proceeds from issue of redeemable participating shares	363,105	202,024
Payments on redemption of redeemable participating shares	(299,114)	(355,518)
Transfer due to merger*	-	469,524
Increase in net assets resulting from share transactions	**63,991**	**316,030**
Net assets attributable to redeemable participating shareholders at the end of the year	**627,271**	**545,431**

* Effective 18 August 2014 iShares MSCI Canada UCITS ETF a Fund of iShares III merged into iShares MSCI Canada UCITS ETF, the merger ratio used to calculate the number of shares in the Receiving Fund issued to former shareholders of the Merging Fund was 0.254703503.
** The base currency of this Fund changed from Canadian Dollar to United States Dollar on 1 August 2014.

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

iShares MSCI Canada UCITS ETF

BALANCE SHEET

As at 31 July 2016

	Note	31 July 2016 $'000	31 July 2015* $'000
CURRENT ASSETS			
Cash		1,978	1,722
Margin cash account		70	119
Receivables	11	4,007	801
Financial assets at fair value through profit or loss	12	623,488	542,228
Total current assets		**629,543**	**544,870**
CURRENT LIABILITIES			
Payables	13	(2,965)	(221)
Total current liabilities excluding net assets attributable to redeemable participating shareholders		**(2,965)**	**(221)**
Net assets attributable to redeemable participating shareholders		**626,578**	**544,649**
Adjustment to align to the valuation methodology as set out in the prospectus	7	693	782
Net asset value attributable to redeemable participating shareholders at the end of the year		**627,271**	**545,431**

* The base currency of this Fund changed from Canadian Dollar to United States Dollar on 1 August 2014.

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 Canada UCITS ETF

NOTES TO THE FINANCIAL STATEMENTS

For the year ended 31 July 2016

1. ACCOUNTING POLICIES, FINANCIAL INSTRUMENTS AND RISKS AND OTHER NOTES

The accounting policies are set out on pages 51 to 53. The financial instruments and risks are set out on pages 54 to 76. The notes relating to tax, soft commissions, exchange rates, commitments and contingent liabilities, related party transactions, financial derivative instruments and subsequent events are set out in the notes to the financial statements of the Company on pages 79 to 84.

2. OPERATING INCOME

	Year ended 31 July 2016 $'000	Year ended 31 July 2015 $'000
Interest income	8	7
Dividend income	15,833	16,911
Securities lending income	1,706	1,837
	17,547	18,755

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

	Year ended 31 July 2016 $'000	Year ended 31 July 2015 $'000
Net gains/(losses) on investments in securities held at fair value through profit or loss	6,646	(136,647)
Net gains on futures contracts	138	145
Net gains/(losses) on foreign currency transactions	37	(610)
	6,821	(137,112)

4. OPERATING EXPENSES

	Year ended 31 July 2016 $'000	Year ended 31 July 2015 $'000
Management fees	(2,472)	(2,881)
	(2,472)	(2,881)

5. MANAGEMENT FEES

Fees earned by the Manager during the year and balances outstanding as at 31 July 2016 and 31 July 2015 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 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:

	TER % 31 July 2016	TER % 31 July 2015
	0.48	0.48

6. INTEREST EXPENSE

	Year ended 31 July 2016 $'000	Year ended 31 July 2015 $'000
Bank interest	-	(3)
	-	(3)

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 July 2016 $'000	Year ended 31 July 2015 $'000
Balance at the beginning of year	782	362
Adjustment to align to the valuation methodology as set out in the prospectus	(89)	420
Total adjustment for the year	(89)	420
Balance at the end of year	693	782

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

iShares MSCI Canada UCITS ETF

NOTES TO THE FINANCIAL STATEMENTS (continued)

For the year ended 31 July 2016

8. TRANSACTION COSTS

Disclosed in the table below are separately identifiable transaction costs incurred by the Fund for the years ended 31 July 2016 and 31 July 2015. Please refer to note 9 of the financial statements of the Company for further details.

	Year ended 31 July 2016 $'000	Year ended 31 July 2015 $'000
Transaction costs	(71)	(47)

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 July 2016 No. of Shares	31 July 2015 No. of Shares
Balance at the beginning of year	5,002,008	2,649,473
Issued during the year	3,775,000	1,675,000
Transfer due to merger	-	3,527,579
Redeemed during the year	(3,050,000)	(2,850,044)
Balance at the end of year	**5,727,008**	**5,002,008**

10. NET ASSETS ATTRIBUTABLE TO REDEEMABLE PARTICIPATING SHAREHOLDERS

	No. of Shares
Shares in issue	
As at 31 July 2016	5,727,008
As at 31 July 2015	5,002,008
As at 31 July 2014	2,649,473

	$'000
Net asset value	
As at 31 July 2016	627,271
As at 31 July 2015	545,431
As at 31 July 2014*	354,453

	$
Net asset value per share	
As at 31 July 2016	109.53
As at 31 July 2015	109.04
As at 31 July 2014*	133.78

* The base currency of this Fund changed from Canadian Dollar to United States Dollar on 1 August 2014.

11. RECEIVABLES

	31 July 2016 $'000	31 July 2015 $'000
Sale of securities awaiting settlement	2,709	-
Interest receivable	1	-
Dividend income receivable	1,123	626
Securities lending income receivable	174	175
	4,007	**801**

12. FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS

Financial assets:	31 July 2016 $'000	31 July 2015 $'000
Investment in equities	623,409	542,212
Unrealised gains on futures contracts	79	16
	623,488	**542,228**

13. PAYABLES

	31 July 2016 $'000	31 July 2015 $'000
Payable for fund shares repurchased	(2,698)	-
Management fees payable	(232)	(221)
Other payables	(35)	-
	(2,965)	**(221)**

14. EFFICIENT PORTFOLIO MANAGEMENT

Please see note 18 of the financial statements of the Company for more information on efficient portfolio management.

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 July 2016 $'000	31 July 2015 $'000
Income earned during the year	1,706	1,837
Value of securities on loan at year end	134,801	186,730
Value of collateral held on behalf of the Fund at year end	147,270	205,642

Please see note 19 in the notes to the financial statements of the Company for more information on financial derivative instruments.

iShares MSCI Canada UCITS ETF

SCHEDULE OF INVESTMENTS

As at 31 July 2016

Holding	Investment	Fair value $'000	% of net asset value
	Transferable Securities Admitted to an Official Stock Exchange Listing or traded on a Regulated Market (31 July 2015: 99.41%)		
	Equities (31 July 2015: 99.41%)		
	Canada (31 July 2015: 99.41%)		
	Aerospace		
144,032	CAE Inc Com NPV	1,920	0.31
	Auto parts & equipment		
26,035	Linamar Corp Com NPV	1,033	0.17
215,258	Magna International Inc Com NPV	8,301	1.32
	Banks		
344,215	Bank of Montreal Com NPV	22,090	3.52
644,164	Bank of Nova Scotia Com NPV	32,716	5.21
212,699	Canadian Imperial Bank of Commerce Com NPV	16,172	2.58
180,459	National Bank of Canada Com NPV	6,186	0.99
795,478	Royal Bank of Canada Com NPV	48,538	7.73
993,282	Toronto-Dominion Bank Com NPV	43,325	6.91
	Chemicals		
70,236	Agrium Inc Com NPV	6,380	1.02
48,407	Methanex Corp Com NPV	1,356	0.22
447,650	Potash Corp of Saskatchewan Inc Com NPV	6,979	1.11
	Clothing & accessories		
123,726	Gildan Activewear Inc Com NPV	3,624	0.58
	Computers		
267,458	BlackBerry Ltd Com NPV	2,031	0.33
119,160	CGI Group Inc Com NPV	5,791	0.92
	Diversified financial services		
133,066	CI Financial Corp Com NPV	2,718	0.44
206,630	Element Financial Corp Com NPV	2,214	0.35
52,133	IGM Financial Inc Com NPV	1,448	0.23
	Electricity		
40,719	Atco Ltd Com NPV	1,535	0.24
150,694	Fortis Inc Com NPV	4,989	0.80
95,518	Hydro One Ltd Com NPV	1,896	0.30
	Engineering & construction		
80,147	SNC-Lavalin Group Inc Com NPV	3,453	0.55
	Food		
87,747	Empire Co Ltd Com NPV	1,398	0.22
27,545	George Weston Ltd Com NPV	2,449	0.39
120,708	Loblaw Cos Ltd Com NPV	6,730	1.07
127,476	Metro Inc Com NPV	4,639	0.74
136,808	Saputo Inc Com NPV	4,113	0.66
	Forest products & paper		
36,470	West Fraser Timber Co Ltd Com NPV	1,250	0.20
	Gas		
66,769	Canadian Utilities Ltd Com NPV	2,054	0.33
	Gold mining		
116,605	Agnico Eagle Mines Ltd Com NPV	6,781	1.08
623,449	Barrick Gold Corp Com NPV	13,625	2.17
359,974	Eldorado Gold Corp Com NPV	1,477	0.24
	Canada (31 July 2015: 99.41%) (cont)		
	Gold mining (cont)		
94,866	Franco-Nevada Corp Com NPV	7,317	1.17
444,325	Goldcorp Inc Com NPV	7,942	1.27
658,162	Kinross Gold Corp Com NPV	3,402	0.54
504,791	Yamana Gold Inc Com NPV	2,888	0.46
	Hand & machine tools		
89,920	Finning International Inc Com NPV	1,453	0.23
	Insurance		
11,797	Fairfax Financial Holdings Ltd Com NPV	6,314	1.01
159,467	Great-West Lifeco Inc Com NPV	4,136	0.66
54,855	Industrial Alliance Insurance & Financial Services Inc Com NPV	1,782	0.28
70,392	Intact Financial Corp Com NPV	5,049	0.81
1,055,198	Manulife Financial Corp Com NPV	14,395	2.30
199,927	Power Corp of Canada Com NPV	4,359	0.69
133,586	Power Financial Corp Com NPV	3,089	0.49
327,662	Sun Life Financial Inc Com NPV	10,809	1.72
	Media		
218,761	Shaw Communications Inc Com NPV	4,439	0.71
183,959	Thomson Reuters Corp Com NPV	7,746	1.23
	Mining		
211,796	Cameco Corp Com NPV	2,025	0.32
370,901	First Quantum Minerals Ltd Com NPV	3,203	0.51
232,571	Silver Wheaton Corp Com NPV	6,486	1.04
303,354	Teck Resources Ltd Com NPV	4,820	0.77
538,410	Turquoise Hill Resources Ltd Com NPV	1,907	0.30
	Miscellaneous manufacturers		
1,040,115	Bombardier Inc Com NPV	1,563	0.25
	Oil & gas		
186,402	ARC Resources Ltd Com NPV	3,269	0.52
585,770	Canadian Natural Resources Ltd Com NPV	17,734	2.83
445,747	Cenovus Energy Inc Com NPV	6,371	1.02
270,202	Crescent Point Energy Corp Com NPV	3,956	0.63
454,744	Encana Corp Com NPV	3,658	0.58
189,538	Husky Energy Inc Com NPV	2,228	0.36
158,748	Imperial Oil Ltd Com NPV	4,882	0.78
179,578	Inter Pipeline Ltd Com NPV	3,751	0.60
85,143	Peyto Exploration & Development Corp Com NPV	2,414	0.38
109,653	PrairieSky Royalty Ltd Com NPV	2,124	0.34
103,348	Seven Generations Energy Ltd Com NPV	2,160	0.34
889,031	Suncor Energy Inc Com NPV	23,957	3.82
106,600	Tourmaline Oil Corp Com NPV	2,729	0.43
59,494	Vermilion Energy Inc Com NPV	1,981	0.32
	Packaging & containers		
14,885	CCL Industries Inc Com NPV	2,666	0.42
	Pharmaceuticals		
173,730	Valeant Pharmaceuticals International Inc Com NPV	3,874	0.62

iShares MSCI Canada UCITS ETF

SCHEDULE OF INVESTMENTS (continued)

As at 31 July 2016

Holding	Investment	Fair value $'000	% of net asset value
	Equities (31 July 2015: 99.41%) (cont)		
	Canada (31 July 2015: 99.41%) (cont)		
	Pipelines		
86,116	AltaGas Ltd Com NPV	2,193	0.35
490,572	Enbridge Inc Com NPV	20,183	3.22
98,045	Keyera Corp Com NPV	2,813	0.45
199,805	Pembina Pipeline Corp Com NPV	5,828	0.93
379,398	TransCanada Corp Com NPV	17,602	2.80
162,193	Veresen Inc Com NPV	1,373	0.22
	Real estate investment & services		
475,731	Brookfield Asset Management Inc Com NPV	16,449	2.62
66,386	First Capital Realty Inc Com NPV	1,180	0.19
	Real estate investment trusts		
72,835	H&R Real Estate Investment Trust NPV	1,297	0.20
84,390	RioCan Real Estate Investment Trust NPV	1,870	0.30
34,112	Smart Real Estate Investment Trust Reits NPV	1,004	0.16
	Retail		
224,400	Alimentation Couche-Tard Inc Com NPV	10,153	1.62
37,621	Canadian Tire Corp Ltd Com NPV	3,951	0.63
62,136	Dollarama Inc Com NPV	4,594	0.73
44,838	Jean Coutu Group PJC Inc Com NPV	649	0.10
117,776	Restaurant Brands International Inc Com NPV	5,273	0.84
	Software		
10,192	Constellation Software Inc Com NPV	4,134	0.66
64,795	Open Text Corp Com NPV	3,949	0.63
	Specialty finance		
44,844	Onex Corp Com NPV	2,782	0.44
	Telecommunications		
78,729	BCE Inc Com NPV	3,773	0.60
193,753	Rogers Communications Inc Com NPV	8,561	1.36
100,387	Telus Corp Com NPV	3,360	0.54
	Transportation		
422,033	Canadian National Railway Co Com NPV	26,687	4.25
77,794	Canadian Pacific Railway Ltd Com NPV	11,662	1.86
	Total Canada	**623,409**	**99.38**
	Total equities	**623,409**	**99.38**

No. of contracts		Underlying exposure $'000	Fair value $'000	% of net asset value
	Financial derivative instruments (31 July 2015: 0.00%)			
	Futures contracts (31 July 2015: 0.00%)			
23	S&P TSX 60 Index Futures September 2016	2,904	79	0.01
	Total unrealised gains on futures contracts		**79**	**0.01**
	Total financial derivative instruments		**79**	**0.01**

	Fair value $'000	% of net asset value
Total value of investments	**623,488**	**99.39**
Cash†	**2,048**	**0.33**
Other net assets	**1,042**	**0.17**
Net assets attributable to redeemable participating shareholders	**626,578**	**99.89**
Adjustment to align to the valuation methodology as set out in the prospectus	693	0.11
Net asset value attributable to redeemable participating shareholders at the end of the year	**627,271**	**100.00**

† Cash holdings of $1,977,776 are held with State Street Bank and Trust Company. $70,398 is held as security for futures contracts with Credit Suisse AG.

Equities are primarily classified by 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	623,409	99.03
Exchange traded financial derivative instruments	79	0.01
Other assets	6,055	0.96
Total current assets	**629,543**	**100.00**

iShares MSCI Canada UCITS ETF

SCHEDULE OF MATERIAL PURCHASES AND SALES (unaudited)

For the year ended 31 July 2016

Holding	Investments	Proceeds $'000
Sales		
429,051	Royal Bank of Canada Com NPV	23,729
534,711	Toronto-Dominion Bank Com NPV	21,635
355,779	Bank of Nova Scotia Com NPV	16,011
239,798	Canadian National Railway Co Com NPV	14,003
438,434	Suncor Energy Inc Com NPV	11,548
188,383	Bank of Montreal Com NPV	10,825
255,203	Enbridge Inc Com NPV	9,459
570,479	Manulife Financial Corp Com NPV	8,243
114,992	Canadian Imperial Bank of Commerce Com NPV	8,234
252,355	Brookfield Asset Management Inc Com NPV	8,219
316,649	Canadian Natural Resources Ltd Com NPV	7,785
94,042	Valeant Pharmaceuticals International Inc Com NPV	7,494
205,475	TransCanada Corp Com NPV	7,328
49,090	Canadian Pacific Railway Ltd Com NPV	6,485
178,073	Sun Life Financial Inc Com NPV	5,594
121,325	Alimentation Couche-Tard Inc Com NPV	5,343
121,751	Magna International Inc Com NPV	5,052
241,287	Potash Corp of Saskatchewan Inc Com NPV	4,401
108,509	Thomson Reuters Corp Com NPV	4,218
337,583	Barrick Gold Corp Com NPV	3,958
104,891	Rogers Communications Inc Com NPV	3,914
41,585	Agrium Inc Com NPV	3,746
238,985	Goldcorp Inc Com NPV	3,541
66,036	Loblaw Cos Ltd Com NPV	3,434
6,343	Fairfax Financial Holdings Ltd Com NPV	3,270
238,172	Cenovus Energy Inc Com NPV	3,159

Holding	Investments	Cost $'000
Purchases		
546,911	Royal Bank of Canada Com NPV	29,721
659,424	Toronto-Dominion Bank Com NPV	26,263
429,158	Bank of Nova Scotia Com NPV	18,856
281,911	Canadian National Railway Co Com NPV	16,106
589,450	Suncor Energy Inc Com NPV	15,036
228,677	Bank of Montreal Com NPV	13,006
345,756	Enbridge Inc Com NPV	12,606
328,702	Brookfield Asset Management Inc Com NPV	10,456
141,194	Canadian Imperial Bank of Commerce Com NPV	9,854
700,454	Manulife Financial Corp Com NPV	9,672
389,859	Canadian Natural Resources Ltd Com NPV	9,259
251,846	TransCanada Corp Com NPV	9,234
117,751	Valeant Pharmaceuticals International Inc Com NPV	9,216
53,451	Canadian Pacific Railway Ltd Com NPV	6,868
217,941	Sun Life Financial Inc Com NPV	6,672
149,453	Alimentation Couche-Tard Inc Com NPV	6,473
144,228	Magna International Inc Com NPV	5,585
413,815	Barrick Gold Corp Com NPV	5,305
298,470	Potash Corp of Saskatchewan Inc Com NPV	5,171
123,345	Thomson Reuters Corp Com NPV	4,738
128,583	Rogers Communications Inc Com NPV	4,710
300,994	Goldcorp Inc Com NPV	4,475
8,505	Fairfax Financial Holdings Ltd Com NPV	4,382
47,698	Agrium Inc Com NPV	4,211
80,183	Loblaw Cos Ltd Com NPV	4,046
69,248	Franco-Nevada Corp Com NPV	3,942

The CBI requires a Schedule of material changes in the composition of the portfolio 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 Chile UCITS ETF*

INCOME STATEMENT

For the year ended 31 July 2016

	Note	Year ended 31 July 2016 $'000	Year ended 31 July 2015 $'000
Operating income	2	43	557
Net losses on financial assets/liabilities at fair value through profit or loss	3	(1,574)	(3,448)
Total losses		**(1,531)**	**(2,891)**
Operating expenses**	4	(35)	(118)
Net operating loss		**(1,566)**	**(3,009)**
Finance costs:			
Interest expense	6	-	(1)
Total finance costs		**-**	**(1)**
Net loss for the financial year before tax		**(1,566)**	**(3,010)**
Non-reclaimable withholding tax		(7)	(109)
Net loss for the financial year after tax		**(1,573)**	**(3,119)**
Adjustment to align to the valuation methodology as set out in the prospectus	7	(140)	(4)
Decrease in net assets attributable to redeemable participating shareholders from operations		**(1,713)**	**(3,123)**

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 discontinued operations.

STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO REDEEMABLE PARTICIPATING SHAREHOLDERS

For the year ended 31 July 2016

	Year ended 31 July 2016 $'000	Year ended 31 July 2015 $'000
Net assets attributable to redeemable participating shareholders at the beginning of the year	16,731	18,181
Decrease in net assets attributable to redeemable participating shareholders from operations	(1,713)	(3,123)
Share transactions:		
Proceeds from issue of redeemable participating shares	3,016	13,708
Payments on redemption of redeemable participating shares	(18,034)	(12,035)
(Decrease)/increase in net assets resulting from share transactions	**(15,018)**	**1,673**
Net assets attributable to redeemable participating shareholders at the end of the year	**-**	**16,731**

* The Fund closed on 4 December 2015.
** 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 Chile UCITS ETF*

BALANCE SHEET

As at 31 July 2016

	Note	31 July 2016 $'000	31 July 2015 $'000
CURRENT ASSETS			
Cash		1	70
Financial assets at fair value through profit or loss	11	-	16,530
Total current assets		**1**	**16,600**
CURRENT LIABILITIES			
Payables	12	(1)	(9)
Total current liabilities excluding net assets attributable to redeemable participating shareholders		**(1)**	**(9)**
Net assets attributable to redeemable participating shareholders		**-**	**16,591**
Adjustment to align to the valuation methodology as set out in the prospectus	7	-	140
Net asset value attributable to redeemable participating shareholders at the end of the year		**-**	**16,731**

* The Fund closed on 4 December 2015.

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 Chile UCITS ETF

NOTES TO THE FINANCIAL STATEMENTS

For the year ended 31 July 2016

1. ACCOUNTING POLICIES, FINANCIAL INSTRUMENTS AND RISKS AND OTHER NOTES

The accounting policies are set out on pages 51 to 53. The financial instruments and risks are set out on pages 54 to 76. The notes relating to tax, soft commissions, exchange rates, commitments and contingent liabilities, related party transactions, financial derivative instruments and subsequent events are set out in the notes to the financial statements of the Company on pages 79 to 84.

2. OPERATING INCOME

	Year ended 31 July 2016 $'000	Year ended 31 July 2015 $'000
Dividend income	43	557
	43	557

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

	Year ended 31 July 2016 $'000	Year ended 31 July 2015 $'000
Net losses on investments in securities held at fair value through profit or loss	(1,540)	(3,493)
Net (losses)/gains on foreign currency transactions	(34)	45
	(1,574)	(3,448)

4. OPERATING EXPENSES

	Year ended 31 July 2016 $'000	Year ended 31 July 2015 $'000
Management fees	(35)	(118)
	(35)	(118)

5. MANAGEMENT FEES

Fees earned by the Manager during the year and balances outstanding as at 31 July 2016 and 31 July 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 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:

	TER % 31 July 2016	TER % 31 July 2015
	0.65	0.65

6. INTEREST EXPENSE

	Year ended 31 July 2016 $'000	Year ended 31 July 2015 $'000
Bank interest	-	(1)
	-	(1)

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 July 2016 $'000	Year ended 31 July 2015 $'000
Balance at the beginning of year	140	144
Adjustment to align to the valuation methodology as set out in the prospectus	(140)	(4)
Total adjustment for the year	(140)	(4)
Balance at the end of year	-	140

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 years ended 31 July 2016 and 31 July 2015. Please refer to note 9 of the financial statements of the Company for further details.

	Year ended 31 July 2016 $'000	Year ended 31 July 2015 $'000
Transaction costs	(22)	(23)

iShares MSCI Chile UCITS ETF

NOTES TO THE FINANCIAL STATEMENTS (continued)

For the year ended 31 July 2016

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 July 2016 No. of Shares	31 July 2015 No. of Shares
Balance at the beginning of year	270,000	245,000
Issued during the year	50,000	200,000
Redeemed during the year	(320,000)	(175,000)
Balance at the end of year	**-**	**270,000**

10. NET ASSETS ATTRIBUTABLE TO REDEEMABLE PARTICIPATING SHAREHOLDERS

	No. of Shares
Shares in issue	
As at 31 July 2016	-
As at 31 July 2015	270,000
As at 31 July 2014	245,000

	$'000
Net asset value	
As at 31 July 2016	-
As at 31 July 2015	16,731
As at 31 July 2014	18,181

	$
Net asset value per share	
As at 31 July 2016	-
As at 31 July 2015	61.97
As at 31 July 2014	74.21

11. FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS

Financial assets:	31 July 2016 $'000	31 July 2015 $'000
Investment in equities	-	16,530
	-	**16,530**

12. PAYABLES

	31 July 2016 $'000	31 July 2015 $'000
Management fees payable	-	(9)
Other payables	(1)	-
	(1)	**(9)**

iShares MSCI Chile UCITS ETF*

SCHEDULE OF MATERIAL PURCHASES AND SALES (unaudited)

For the year ended 31 July 2016

Holding	Investments	Proceeds $'000
Sales		
8,405,752	Enersis SA Com NPV	2,106
194,743	Empresas COPEC SA Com NPV	1,726
1,404,323	Empresa Nacional de Electricidad SA Com NPV	1,695
28,233,039	Banco Santander Chile Com NPV	1,294
208,418	SACI Falabella Com NPV	1,270
535,072	Empresas CMPC SA Com NPV	1,196
555,596	Cencosud SA Com NPV	1,166
10,326,294	Banco de Chile Com NPV	1,043
3,377,845	Colbun SA Com NPV	854
63,263	Cia Cervecerias Unidas SA Com NPV	712
128,438	Latam Airlines Group SA Com NPV	696
41,220	Sociedad Quimica y Minera de Chile SA Pref NPV	683
65,558,261	Corpbanca SA Com NPV	571
1,119,281	Aguas Andinas SA Com NPV	569
14,208	Banco de Credito e Inversiones Com NPV	552
1,078,640	AES Gener SA Com NPV	486
50,618	Empresa Nacional de Telecomunicaciones SA Com NPV	462
111,436	Embotelladora Andina SA Pref NPV	345
205,093	Sonda SA Com NPV	341
159,896	Vina Concha y Toro SA Com NPV	242

Holding	Investments	Cost $'000
Purchases		
1,321,670	Enersis SA Com NPV	376
30,615	Empresas COPEC SA Com NPV	297
220,765	Empresa Nacional de Electricidad SA Com NPV	285
84,091	Empresas CMPC SA Com NPV	225
4,437,024	Banco Santander Chile Com NPV	217
32,755	SACI Falabella Com NPV	208
96,333	Cencosud SA Com NPV	194
1,597,358	Banco de Chile Com NPV	166
531,613	Colbun SA Com NPV	140
20,216	Latam Airlines Group SA Com NPV	117
9,995	Cia Cervecerias Unidas SA Com NPV	110
10,338,525	Corpbanca SA Com NPV	98
2,207	Banco de Credito e Inversiones Com NPV	95
176,925	Aguas Andinas SA Com NPV	92
6,500	Sociedad Quimica y Minera de Chile SA Pref NPV	91
170,576	AES Gener SA Com NPV	86
8,009	Empresa Nacional de Telecomunicaciones SA Com NPV	75
32,023	Sonda SA Com NPV	54
17,400	Embotelladora Andina SA Pref NPV	52
24,966	Vina Concha y Toro SA Com NPV	40

* The Fund closed on 4 December 2015.

The CBI requires a Schedule of material changes in the composition of the portfolio 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 EM Asia UCITS ETF

INCOME STATEMENT

For the year ended 31 July 2016

	Note	Year ended 31 July 2016 $'000	Year ended 31 July 2015 $'000
Operating income	2	4,529	4,963
Net losses on financial assets/liabilities at fair value through profit or loss	3	(7,024)	(21,567)
Total losses		**(2,495)**	**(16,604)**
Operating expenses	4	(998)	(1,177)
Net operating loss		**(3,493)**	**(17,781)**
Finance costs:			
Interest expense	6	(5)	(4)
Total finance costs		**(5)**	**(4)**
Net loss for the financial year before tax		**(3,498)**	**(17,785)**
Non-reclaimable withholding tax		(579)	(628)
Net loss for the financial year after tax		**(4,077)**	**(18,413)**
Adjustment to align to the valuation methodology as set out in the prospectus	7	(375)	405
Decrease in net assets attributable to redeemable participating shareholders from operations		**(4,452)**	**(18,008)**

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.

STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO REDEEMABLE PARTICIPATING SHAREHOLDERS

For the year ended 31 July 2016

	Year ended 31 July 2016 $'000	Year ended 31 July 2015 $'000
Net assets attributable to redeemable participating shareholders at the beginning of the year	192,865	89,553
Decrease in net assets attributable to redeemable participating shareholders from operations	(4,452)	(18,008)
Share transactions:		
Proceeds from issue of redeemable participating shares	40,438	180,696
Payments on redemption of redeemable participating shares	(43,443)	(59,376)
(Decrease)/increase in net assets resulting from share transactions	**(3,005)**	**121,320**
Net assets attributable to redeemable participating shareholders at the end of the year	**185,408**	**192,865**

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

iShares MSCI EM Asia UCITS ETF

BALANCE SHEET

As at 31 July 2016

	Note	31 July 2016 $'000	31 July 2015 $'000
CURRENT ASSETS			
Cash		2,704	1,997
Margin cash account		26	220
Receivables	11	692	3,352
Financial assets at fair value through profit or loss	12	181,957	190,580
Total current assets		**185,379**	**196,149**
CURRENT LIABILITIES			
Bank overdraft		-	(713)
Payables	13	(102)	(2,946)
Financial liabilities at fair value through profit or loss	12	-	(131)
Total current liabilities excluding net assets attributable to redeemable participating shareholders		**(102)**	**(3,790)**
Net assets attributable to redeemable participating shareholders		**185,277**	**192,359**
Adjustment to align to the valuation methodology as set out in the prospectus	7	131	506
Net asset value attributable to redeemable participating shareholders at the end of the year		**185,408**	**192,865**

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 EM Asia UCITS ETF

NOTES TO THE FINANCIAL STATEMENTS

For the year ended 31 July 2016

1. ACCOUNTING POLICIES, FINANCIAL INSTRUMENTS AND RISKS AND OTHER NOTES

The accounting policies are set out on pages 51 to 53. The financial instruments and risks are set out on pages 54 to 76. The notes relating to tax, soft commissions, exchange rates, commitments and contingent liabilities, related party transactions, financial derivative instruments and subsequent events are set out in the notes to the financial statements of the Company on pages 79 to 84.

2. OPERATING INCOME

	Year ended 31 July 2016 $'000	Year ended 31 July 2015 $'000
Dividend income	4,458	4,907
Securities lending income	71	56
	4,529	4,963

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

	Year ended 31 July 2016 $'000	Year ended 31 July 2015 $'000
Net losses on investments in securities held at fair value through profit or loss	(7,003)	(21,106)
Net gains/(losses) on futures contracts	18	(260)
Net losses on foreign currency transactions	(39)	(201)
	(7,024)	(21,567)

4. OPERATING EXPENSES

	Year ended 31 July 2016 $'000	Year ended 31 July 2015 $'000
Management fees	(998)	(1,177)
	(998)	(1,177)

5. MANAGEMENT FEES

Fees earned by the Manager during the year and balances outstanding as at 31 July 2016 and 31 July 2015 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 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:

	TER % 31 July 2016	TER % 31 July 2015
	0.65	0.65

6. INTEREST EXPENSE

	Year ended 31 July 2016 $'000	Year ended 31 July 2015 $'000
Bank interest	(5)	(4)
	(5)	(4)

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 July 2016 $'000	Year ended 31 July 2015 $'000
Balance at the beginning of year	506	101
Adjustment to align to the valuation methodology as set out in the prospectus	(375)	405
Total adjustment for the year	(375)	405
Balance at the end of year	131	506

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 years ended 31 July 2016 and 31 July 2015. Please refer to note 9 of the financial statements of the Company for further details.

	Year ended 31 July 2016 $'000	Year ended 31 July 2015 $'000
Transaction costs	(192)	(340)

iShares MSCI EM Asia UCITS ETF

NOTES TO THE FINANCIAL STATEMENTS (continued)

For the year ended 31 July 2016

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 July 2016 No. of Shares	31 July 2015 No. of Shares
Balance at the beginning of year	1,703,886	728,886
Issued during the year	375,000	1,475,000
Redeemed during the year	(425,000)	(500,000)
Balance at the end of year	**1,653,886**	**1,703,886**

10. NET ASSETS ATTRIBUTABLE TO REDEEMABLE PARTICIPATING SHAREHOLDERS

	No. of Shares
Shares in issue	
As at 31 July 2016	1,653,886
As at 31 July 2015	1,703,886
As at 31 July 2014	728,886

	$'000
Net asset value	
As at 31 July 2016	185,408
As at 31 July 2015	192,865
As at 31 July 2014	89,553

	$
Net asset value per share	
As at 31 July 2016	112.10
As at 31 July 2015	113.19
As at 31 July 2014	122.86

11. RECEIVABLES

	31 July 2016 $'000	31 July 2015 $'000
Sale of securities awaiting settlement	17	2,679
Dividend income receivable	671	669
Securities lending income receivable	4	2
Other receivables	-	2
	692	**3,352**

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

Financial assets:	31 July 2016 $'000	31 July 2015 $'000
Investment in equities	181,760	190,575
Investment in rights	11	5
Unrealised gains on futures contracts	186	-
	181,957	**190,580**
Financial liabilities:		
Unrealised losses on futures contracts	-	(131)
	-	**(131)**

13. PAYABLES

	31 July 2016 $'000	31 July 2015 $'000
Purchase of securities awaiting settlement	(15)	(19)
Payable for fund shares repurchased	-	(2,809)
Interest payable	-	(2)
Management fees payable	(87)	(116)
	(102)	**(2,946)**

14. EFFICIENT PORTFOLIO MANAGEMENT

Please see note 18 of the financial statements of the Company for more information on efficient portfolio management.

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 July 2016 $'000	31 July 2015 $'000
Income earned during the year	71	56
Value of securities on loan at year end	16,720	5,103
Value of collateral held on behalf of the Fund at year end	18,351	5,707

Please see note 19 in the notes to the financial statements of the Company for more information on financial derivative instruments.

iShares MSCI EM Asia UCITS ETF

SCHEDULE OF INVESTMENTS

As at 31 July 2016

Holding	Investment	Fair value $'000	% of net asset value
	Transferable Securities Admitted to an Official Stock Exchange Listing or traded on a Regulated Market (31 July 2015: 98.81%)		
	Equities (31 July 2015: 98.81%)		
	Bermuda (31 July 2015: 1.18%)		
	Auto manufacturers		
217,094	Brilliance China Automotive Holdings Ltd Com USD 0.01	241	0.13
	Commercial services		
125,414	COSCO Pacific Ltd Com HKD 0.10	129	0.07
	Computers		
192,000	Alibaba Health Information Technology Ltd Com HKD 0.01	133	0.07
	Entertainment		
710,000	Alibaba Pictures Group Ltd Com HKD 0.25	152	0.08
	Forest products & paper		
110,000	Nine Dragons Paper Holdings Ltd Com HKD 0.10	87	0.05
	Gas		
125,954	China Gas Holdings Ltd Com HKD 0.01	198	0.11
54,000	China Resources Gas Group Ltd Com HKD 0.10	157	0.08
	Home furnishings		
77,000	Haier Electronics Group Co Ltd Com HKD 0.10	129	0.07
	Oil & gas		
227,809	Kunlun Energy Co Ltd Com HKD 0.01	172	0.09
	Pharmaceuticals		
89,500	Luye Pharma Group Ltd Com USD 0.02	57	0.03
	Retail		
848,000	GOME Electrical Appliances Holding Ltd Com HKD 0.025	103	0.06
	Semiconductors		
601,000	Hanergy Thin Film Power Group Ltd Com HKD 0.0025*/**	-	0.00
	Water		
304,000	Beijing Enterprises Water Group Ltd Com HKD 0.10	184	0.10
	Total Bermuda	**1,742**	**0.94**
	Cayman Islands (31 July 2015: 7.39%)		
	Apparel retailers		
41,000	Shenzhou International Group Holdings Ltd Com HKD 0.10	216	0.12
	Auto manufacturers		
355,000	Geely Automobile Holdings Ltd Com HKD 0.02	233	0.13
	Biotechnology		
60,500	3SBio Inc Com USD 0.00001	60	0.03
	Commercial services		
87,000	China Conch Venture Holdings Ltd Com HKD 0.01	166	0.09
8,790	New Oriental Education & Technology Group Inc ADR NPV	387	0.21
	Cayman Islands (31 July 2015: 7.39%) (cont)		
	Commercial services (cont)		
2,794	TAL Education Group ADR NPV	168	0.09
	Diversified financial services		
57,912	Chailease Holding Co Ltd Com TWD 10.00	103	0.05
	Electronics		
46,500	AAC Technologies Holdings Inc Com USD 0.01	434	0.23
5,000	Casetek Holdings Ltd Com TWD 10.00	20	0.01
14,000	Zhen Ding Technology Holding Ltd Com TWD 10.00	29	0.02
	Energy - alternate sources		
790,000	GCL-Poly Energy Holdings Ltd Com HKD 0.10	108	0.06
	Engineering & construction		
112,000	China State Construction International Holdings Ltd Com HKD 0.025	150	0.08
	Food		
278,000	China Huishan Dairy Holdings Co Ltd Com HKD 0.10	109	0.06
191,772	China Mengniu Dairy Co Ltd Com HKD 0.10	320	0.17
138,379	Tingyi Cayman Islands Holding Corp Com USD 0.005	120	0.07
402,019	Want Want China Holdings Ltd Com USD 0.02	246	0.13
	Gas		
45,430	ENN Energy Holdings Ltd Com HKD 0.10	215	0.12
	Healthcare products		
69,860	China Medical System Holdings Ltd Com USD 0.005	103	0.06
46,992	Hengan International Group Co Ltd Com HKD 0.10	394	0.21
	Internet		
5,019	58.com Inc ADR NPV	261	0.14
65,567	Alibaba Group Holding Ltd ADR NPV	5,407	2.92
17,935	Baidu Inc ADR NPV	2,861	1.54
22,157	Ctrip.com International Ltd ADR NPV	967	0.52
44,946	JD.com Inc ADR NPV	973	0.52
17,389	SouFun Holdings Ltd ADR NPV	89	0.05
372,510	Tencent Holdings Ltd Com HKD 0.00002	8,953	4.83
26,109	Vipshop Holdings Ltd ADR NPV	372	0.20
1,948	YY Inc ADR NPV	76	0.04
	Leisure time		
2,326	Qunar Cayman Islands Ltd ADR NPV	70	0.04
	Machinery - diversified		
42,000	Haitian International Holdings Ltd Com HKD 0.10	70	0.04
	Pharmaceuticals		
325,000	Sino Biopharmaceutical Ltd Com HKD 0.025	217	0.12
	Real estate investment & services		
283,501	China Evergrande Group Com USD 0.01	179	0.10
183,062	China Resources Land Ltd Com HKD 0.10	453	0.24
392,220	Country Garden Holdings Co Ltd Com HKD 0.10	159	0.09
101,061	Longfor Properties Co Ltd Com HKD 0.10	138	0.07

iShares MSCI EM Asia UCITS ETF

SCHEDULE OF INVESTMENTS (continued)

As at 31 July 2016

Holding	Investment	Fair value $'000	% of net asset value
	Equities (31 July 2015: 98.81%) (cont)		
	Cayman Islands (31 July 2015: 7.39%) (cont)		
	Real estate investment & services (cont)		
90,597	Shimao Property Holdings Ltd Com HKD 0.10	118	0.06
247,333	Shui On Land Ltd Com USD 0.0025	66	0.04
142,655	Soho China Ltd Com HKD 0.02	66	0.03
116,000	Sunac China Holdings Ltd Com HKD 0.10	73	0.04
	Retail		
72,000	Anta Sports Products Ltd Com HKD 0.10	160	0.08
387,472	Belle International Holdings Ltd Com HKD 0.01	254	0.14
	Semiconductors		
1,704,000	Semiconductor Manufacturing International Corp Com USD 0.0004	138	0.07
	Software		
57,000	Kingsoft Corp Ltd Com USD 0.0005	97	0.05
5,220	NetEase Inc ADR NPV	1,066	0.58
	Total Cayman Islands	**26,864**	**14.49**
	Hong Kong (31 July 2015: 7.42%)		
	Banks		
289,977	Citic Ltd Com NPV	438	0.24
	Beverages		
90,145	China Resources Beer Holdings Co Ltd Com NPV	174	0.09
	Computers		
485,457	Lenovo Group Ltd Com NPV	313	0.17
	Diversified financial services		
56,000	China Everbright Ltd Com NPV	107	0.06
92,000	Far East Horizon Ltd Com NPV	72	0.04
	Electricity		
203,000	China Power International Development Ltd Com NPV	82	0.05
132,914	China Resources Power Holdings Co Ltd Com NPV	210	0.11
	Environmental control		
174,000	China Everbright International Ltd Com NPV	187	0.10
	Gas		
36,032	Beijing Enterprises Holdings Ltd Com NPV	203	0.11
	Holding companies - diversified operations		
92,830	China Merchants Holdings International Co Ltd Com NPV	272	0.15
	Insurance		
111,534	China Taiping Insurance Holdings Co Ltd Com NPV	218	0.12
	Iron & steel		
143,896	Fosun International Ltd Com NPV	187	0.10
	Mobile telecommunications		
402,260	China Unicom Hong Kong Ltd Com NPV	428	0.23
	Oil & gas		
1,184,072	CNOOC Ltd Com NPV	1,414	0.76
	Pharmaceuticals		
268,000	CSPC Pharmaceutical Group Ltd Com NPV	231	0.12
	Hong Kong (31 July 2015: 7.42%) (cont)		
	Real estate investment & services		
144,000	China Jinmao Holdings Group Ltd Com NPV	40	0.02
264,757	China Overseas Land & Investment Ltd Com NPV	870	0.47
40,948	Shanghai Industrial Holdings Ltd Com NPV	95	0.05
221,409	Sino-Ocean Group Holdings Ltd Com NPV	93	0.05
	Retail		
176,000	Sun Art Retail Group Ltd Com NPV	122	0.06
	Telecommunications		
407,723	China Mobile Ltd Com NPV	5,026	2.71
	Water		
178,000	Guangdong Investment Ltd Com NPV	272	0.15
	Total Hong Kong	**11,054**	**5.96**
	India (31 July 2015: 12.12%)		
	Agriculture		
226,926	ITC Ltd Com INR 1.00	856	0.46
	Auto manufacturers		
63,537	Ashok Leyland Ltd Com INR 1.00	91	0.05
863	Eicher Motors Ltd Com INR 10.00	290	0.16
18,416	Mahindra & Mahindra Financial Services Ltd Com INR 2.00	91	0.05
25,521	Mahindra & Mahindra Ltd Com INR 5.00	559	0.30
6,550	Maruti Suzuki India Ltd Com INR 5.00	466	0.25
11,015	Tata Motors Ltd ADR NPV	416	0.22
21,933	Tata Motors Ltd Class 'A' Com INR 2.00	106	0.06
43,054	Tata Motors Ltd Com INR 2.00	323	0.17
	Auto parts & equipment		
526	Bosch Ltd Com INR 10.00	197	0.11
23,021	Motherson Sumi Systems Ltd Com INR 1.00	114	0.06
	Banks		
41,178	Axis Bank Ltd Com INR 2.00	335	0.18
37,378	ICICI Bank Ltd ADR NPV	283	0.16
10,389	State Bank of India GDR NPV	352	0.19
5,272	Yes Bank Ltd Com INR 10.00	96	0.05
	Beverages		
3,926	United Spirits Ltd Com INR 10.00	143	0.08
	Building materials and fixtures		
1,683	ACC Ltd Com INR 10.00	43	0.02
49,974	Ambuja Cements Ltd Com INR 2.00	203	0.11
424	Shree Cement Ltd Com INR 10.00	101	0.05
2,183	Ultratech Cement Ltd Com INR 10.00	121	0.07
	Chemicals		
19,672	Asian Paints Ltd Com INR 1.00	327	0.18
20,571	UPL Ltd Com INR 2.00	192	0.10
	Coal		
45,961	Coal India Ltd Com INR 10.00	225	0.12
	Commercial services		
59,282	Adani Ports & Special Economic Zone Ltd Com INR 2.00	206	0.11

iShares MSCI EM Asia UCITS ETF

SCHEDULE OF INVESTMENTS (continued)

As at 31 July 2016

Holding	Investment	Fair value $'000	% of net asset value
	Equities (31 July 2015: 98.81%) (cont)		
	India (31 July 2015: 12.12%) (cont)		
	Computer services		
30,557	Infosys Ltd ADR NPV	502	0.27
91,259	Infosys Ltd Com INR 5.00	1,465	0.79
31,889	Tata Consultancy Services Ltd Com INR 1.00	1,247	0.67
29,500	Wipro Ltd ADR NPV	334	0.18
	Diversified financial services		
914	Bajaj Finance Ltd Com INR 10.00	141	0.07
100,631	Housing Development Finance Corp Ltd Com INR 2.00	2,066	1.11
20,903	Indiabulls Housing Finance Ltd Com INR 2.00	238	0.13
23,255	LIC Housing Finance Ltd Com INR 2.00	181	0.10
17,357	Power Finance Corp Ltd Com INR 10.00	57	0.03
10,371	Shriram Transport Finance Co Ltd Com INR 10.00	198	0.11
	Electrical components & equipment		
38,964	Bharat Heavy Electricals Ltd Com INR 2.00	85	0.05
10,973	Havells India Ltd Com INR 1.00	63	0.03
4,762	Siemens Ltd Com INR 2.00	94	0.05
	Electricity		
87,972	NTPC Ltd Com INR 10.00	208	0.11
46,786	Tata Power Co Ltd Com INR 1.00	50	0.03
	Engineering & construction		
21,753	Larsen & Toubro Ltd GDR NPV	506	0.27
	Food		
739	GlaxoSmithKline Consumer Healthcare Ltd Com INR 10.00	70	0.04
1,699	Nestle India Ltd Com INR 10.00	181	0.10
	Gas		
22,354	GAIL India Ltd Com INR 10.00	127	0.07
	Health care services		
4,707	Apollo Hospitals Enterprise Ltd Com INR 5.00	96	0.05
	Household products		
7,595	Godrej Consumer Products Ltd Com INR 1.00	180	0.10
44,844	Hindustan Unilever Ltd Com INR 1.00	617	0.33
36,260	Marico Ltd Com INR 1.00	154	0.08
	Iron & steel		
4,433	JSW Steel Ltd Com INR 10.00	111	0.06
17,319	Tata Steel Ltd Com INR 10.00	91	0.05
	Leisure time		
5,220	Bajaj Auto Ltd Com INR 10.00	211	0.11
3,523	Hero MotoCorp Ltd Com INR 2.00	168	0.09
	Media		
40,974	Zee Entertainment Enterprises Ltd Com INR 1.00	305	0.17
	Metal fabricate/ hardware		
8,383	Bharat Forge Ltd Com INR 2.00	95	0.05
	Mining		
59,542	Hindalco Industries Ltd Com INR 1.00	119	0.06
16,275	Vedanta Ltd ADR NPV	158	0.09
	India (31 July 2015: 12.12%) (cont)		
	Oil & gas		
11,646	Bharat Petroleum Corp Ltd Com INR 10.00	103	0.06
24,589	Cairn India Ltd Com INR 10.00	70	0.04
53,731	Oil & Natural Gas Corp Ltd Com INR 5.00	177	0.09
39,362	Reliance Industries Ltd Com INR 10.00	597	0.32
23,095	Reliance Industries Ltd GDR NPV	696	0.38
	Personal products		
29,759	Dabur India Ltd Com INR 1.00	135	0.07
	Pharmaceuticals		
19,692	Aurobindo Pharma Ltd Com INR 1.00	233	0.13
10,160	Cadila Healthcare Ltd Com INR 1.00	56	0.03
25,293	Cipla Ltd Com INR 2.00	199	0.11
4,907	Divi's Laboratories Ltd Com INR 2.00	88	0.05
5,141	Dr Reddy's Laboratories Ltd ADR NPV	224	0.12
3,101	Dr Reddy's Laboratories Ltd Com INR 5.00	136	0.07
9,925	Glenmark Pharmaceuticals Ltd Com INR 1.00	128	0.07
15,342	Lupin Ltd Com INR 2.00	399	0.21
4,316	Piramal Enterprises Ltd Com INR 2.00	103	0.06
65,067	Sun Pharmaceutical Industries Ltd Com INR 1.00	805	0.43
	Retail		
13,492	Titan Co Ltd Com INR 1.00	85	0.05
	Software		
38,411	HCL Technologies Ltd Com INR 2.00	431	0.23
17,352	Tech Mahindra Ltd Com INR 5.00	125	0.07
	Telecommunications		
70,511	Bharti Airtel Ltd Com INR 5.00	380	0.20
33,332	Bharti Infratel Ltd Com INR 10.00	197	0.11
73,053	Idea Cellular Ltd Com INR 10.00	114	0.06
	Transportation		
3,230	Container Corp of India Ltd Com INR 10.00	73	0.04
	Total India	**21,808**	**11.76**
	Indonesia (31 July 2015: 3.45%)		
	Agriculture		
471,600	Charoen Pokphand Indonesia Tbk PT Com IDR 10.00	135	0.07
35,700	Gudang Garam Tbk PT Com IDR 500.00	184	0.10
516,500	Hanjaya Mandala Sampoerna Tbk PT Com IDR 4.00	143	0.08
	Banks		
840,700	Bank Central Asia Tbk PT Com IDR 62.50	926	0.50
300,400	Bank Danamon Indonesia Tbk PT Com NPV	80	0.04
655,800	Bank Mandiri Persero Tbk PT Com IDR 500.00	506	0.27
544,600	Bank Negara Indonesia Persero Tbk PT Com IDR 7500.00	222	0.12
754,300	Bank Rakyat Indonesia Persero Tbk PT Com IDR 250.00	662	0.36
	Building materials and fixtures		
106,600	Indocement Tunggal Prakarsa Tbk PT Com IDR 500.00	139	0.08

iShares MSCI EM Asia UCITS ETF

SCHEDULE OF INVESTMENTS (continued)

As at 31 July 2016

Holding	Investment	Fair value $'000	% of net asset value
	Equities (31 July 2015: 98.81%) (cont)		
	Indonesia (31 July 2015: 3.45%) (cont)		
	Building materials and fixtures (cont)		
217,300	Semen Indonesia Persero Tbk PT Com IDR 100.00	155	0.08
	Coal		
1,123,000	Adaro Energy Tbk PT Com IDR 100.00	87	0.05
	Commercial services		
46,900	Jasa Marga Persero Tbk PT Com IDR 500.00	19	0.01
	Distribution & wholesale		
91,300	AKR Corporindo Tbk PT Com IDR 100.00	47	0.03
	Food		
122,000	Indofood CBP Sukses Makmur Tbk PT Com IDR 50.00	80	0.05
327,200	Indofood Sukses Makmur Tbk PT Com IDR 100.00	208	0.11
	Gas		
772,800	Perusahaan Gas Negara Persero Tbk Com IDR 100.00	194	0.11
	Home builders		
210,500	Waskita Karya Persero Tbk PT Com IDR 2000.00	45	0.02
	Household products		
93,000	Unilever Indonesia Tbk PT Com IDR 10.00	320	0.17
	Machinery - diversified		
122,300	United Tractors Tbk PT Com IDR 250.00	147	0.08
	Media		
600,000	Global Mediacom Tbk PT Com IDR 100.00	47	0.03
276,400	Media Nusantara Citra Tbk PT Com IDR 100.00	45	0.02
343,400	Surya Citra Media Tbk PT Com IDR 50.00	83	0.04
	Pharmaceuticals		
1,175,500	Kalbe Farma Tbk PT Com IDR 10.00	150	0.08
	Real estate investment & services		
285,300	Bumi Serpong Damai Tbk PT Com IDR 100.00	46	0.03
1,359,700	Lippo Karawaci Tbk PT Com IDR 100.00	117	0.06
555,700	Summarecon Agung Tbk PT Com IDR 100.00	72	0.04
	Retail		
1,365,500	Astra International Tbk PT Com IDR 50.00	803	0.43
172,200	Matahari Department Store Tbk PT Com IDR 5000.00	262	0.14
	Telecommunications		
3,412,900	Telekomunikasi Indonesia Persero Tbk PT Com IDR 50.00	1,102	0.59
112,400	Tower Bersama Infrastructure Tbk PT Com IDR 100.00	49	0.03
209,850	XL Axiata Tbk PT Com IDR 100.00	59	0.03
	Total Indonesia	**7,134**	**3.85**
	Malaysia (31 July 2015: 4.91%)		
	Agriculture		
61,300	Felda Global Ventures Holdings Bhd Com MYR 1.00	28	0.02
	Malaysia (31 July 2015: 4.91%) (cont)		
	Agriculture (cont)		
22,800	HAP Seng Consolidated Bhd Com MYR 1.00	43	0.02
184,500	IOI Corp Bhd Com MYR 0.10	192	0.11
36,900	Kuala Lumpur Kepong Bhd Com MYR 1.00	209	0.11
	Airlines		
71,700	AirAsia Bhd Com MYR 0.10	52	0.03
	Auto manufacturers		
19,100	UMW Holdings Bhd Com MYR 0.50	27	0.01
	Banks		
39,700	Alliance Financial Group Bhd Com MYR 1.00	39	0.02
161,400	AMMB Holdings Bhd Com MYR 1.00	171	0.09
228,060	CIMB Group Holdings Bhd Com MYR 1.00	245	0.13
27,680	Hong Leong Bank Bhd Com MYR 1.00	89	0.05
249,824	Malayan Banking Bhd Com MYR 1.00	492	0.27
178,930	Public Bank Bhd Com MYR 1.00	856	0.46
13,563	RHB Bank Bhd Com MYR 1.00	17	0.01
	Chemicals		
174,800	Petronas Chemicals Group Bhd Com MYR 0.10	281	0.15
	Commercial services		
42,000	Westports Holdings Bhd Com MYR 0.10	46	0.03
	Diversified industrials		
260,200	IJM Corp Bhd Com MYR 1.00	217	0.12
	Electricity		
227,200	Tenaga Nasional Bhd Com MYR 1.00	801	0.43
267,550	YTL Power International Bhd Com MYR 0.50	93	0.05
	Engineering & construction		
160,700	Gamuda Bhd Com MYR 1.00	190	0.10
38,180	Malaysia Airports Holdings Bhd Com MYR 1.00	56	0.03
	Food		
44,500	PPB Group Bhd Com MYR 1.00	175	0.09
	Health care services		
149,700	IHH Healthcare Bhd Com MYR 1.00	240	0.13
	Holding companies - diversified operations		
183,938	Sime Darby Bhd Com MYR 0.50	335	0.18
376,080	YTL Corp Bhd Com MYR 0.10	153	0.08
	Hotels		
163,600	Genting Bhd Com MYR 0.10	330	0.18
236,200	Genting Malaysia Bhd Com MYR 0.10	249	0.13
	Marine transportation		
53,900	MISC Bhd Com MYR 1.00	99	0.05
	Media		
24,600	Astro Malaysia Holdings Bhd Com MYR 0.10	18	0.01
	Miscellaneous manufacturers		
26,600	Hartalega Holdings Bhd Com MYR 0.50	28	0.02
	Oil & gas		
12,300	Petronas Dagangan Bhd Com MYR 1.00	70	0.04
	Oil & gas services		
151,300	Dialog Group Bhd Com MYR 0.10	57	0.03

iShares MSCI EM Asia UCITS ETF

SCHEDULE OF INVESTMENTS (continued)

As at 31 July 2016

Holding	Investment	Fair value $'000	% of net asset value
	Equities (31 July 2015: 98.81%) (cont)		
	Malaysia (31 July 2015: 4.91%) (cont)		
	Oil & gas services (cont)		
54,000	Petronas Gas Bhd Com MYR 1.00	294	0.16
204,900	SapuraKencana Petroleum Bhd Com MYR 1.00	71	0.04
	Real estate investment & services		
125,171	IOI Properties Group Bhd Com MYR 1.00	73	0.04
	Telecommunications		
192,847	Axiata Group Bhd Com MYR 1.00	269	0.14
195,300	DiGi.Com Bhd Com MYR 0.01	238	0.13
139,700	Maxis Bhd Com MYR 0.10	206	0.11
65,000	Telekom Malaysia Bhd Com MYR 0.70	109	0.06
	Tobacco		
7,800	British American Tobacco Malaysia Bhd Com MYR 0.50	94	0.05
	Total Malaysia	**7,252**	**3.91**
	People's Republic of China (31 July 2015: 18.51%)		
	Aerospace & defence		
153,000	AviChina Industry & Technology Co Ltd Com CNY 1.00	112	0.06
	Airlines		
136,757	Air China Ltd Com CNY 1.00	105	0.05
132,000	China Southern Airlines Co Ltd Com CNY 1.00	87	0.05
	Auto manufacturers		
43,000	Byd Co Ltd Com CNY 1.00	272	0.15
55,100	Chongqing Changan Automobile Co Ltd Com CNY 1.00	91	0.05
186,451	Dongfeng Motor Group Co Ltd Com CNY 1.00	230	0.12
207,464	Great Wall Motor Co Ltd Com CNY 1.00	215	0.11
126,000	Guangzhou Automobile Group Co Ltd Com CNY 1.00	162	0.09
	Auto parts & equipment		
72,938	Weichai Power Co Ltd Com CNY 1.00	87	0.05
	Banks		
1,613,997	Agricultural Bank of China Ltd Com CNY 1.00	593	0.32
5,265,294	Bank of China Ltd Com CNY 1.00	2,165	1.17
598,244	Bank of Communications Co Ltd Com CNY 1.00	402	0.22
603,200	China CITIC Bank Corp Ltd Com CNY 1.00	381	0.21
5,585,558	China Construction Bank Corp Com CNY 1.00	3,736	2.01
187,000	China Everbright Bank Co Ltd Com CNY 1.00	81	0.04
263,761	China Merchants Bank Co Ltd Com CNY 1.00	564	0.30
406,995	China Minsheng Banking Corp Ltd Com CNY 1.00	424	0.23
139,000	Chongqing Rural Commercial Bank Co Ltd Com CNY 1.00	73	0.04
4,897,386	Industrial & Commercial Bank of China Ltd Com CNY 1.00	2,764	1.49
	Beverages		
16,000	Tsingtao Brewery Co Ltd Com CNY 1.00	56	0.03
	People's Republic of China (31 July 2015: 18.51%) (cont)		
	Building & construction materials		
87,806	Anhui Conch Cement Co Ltd Com CNY 1.00	230	0.13
217,327	China National Building Material Co Ltd Com CNY 1.00	99	0.05
	Chemicals		
224,000	Sinopec Shanghai Petrochemical Co Ltd Com CNY 1.00	109	0.06
	Coal		
175,392	China Coal Energy Co Ltd Com CNY 1.00	92	0.05
225,005	China Shenhua Energy Co Ltd Com CNY 1.00	430	0.23
141,897	Yanzhou Coal Mining Co Ltd Com CNY 1.00	87	0.05
	Commercial services		
94,000	Jiangsu Expressway Co Ltd Com CNY 1.00	132	0.07
90,000	Zhejiang Expressway Co Ltd Com CNY 1.00	93	0.05
	Diversified financial services		
518,000	China Cinda Asset Management Co Ltd Com CNY 1.00	168	0.09
209,000	China Galaxy Securities Co Ltd Com CNY 1.00	181	0.10
147,000	CITIC Securities Co Ltd Com CNY 1.00	312	0.17
84,400	GF Securities Co Ltd Com CNY 1.00	184	0.10
210,800	Haitong Securities Co Ltd Com CNY 1.00	342	0.18
102,000	Huatai Securities Co Ltd Com CNY 1.00	207	0.11
	Electricity		
615,000	CGN Power Co Ltd Com CNY 1.00	181	0.10
100,000	Huadian Power International Corp Ltd Com CNY 1.00	47	0.02
266,000	Huaneng Power International Inc Com CNY 1.00	162	0.09
228,000	Huaneng Renewables Corp Ltd Com CNY 1.00	73	0.04
	Energy - alternate sources		
221,000	China Longyuan Power Group Corp Ltd Com CNY 1.00	176	0.10
	Engineering & construction		
98,000	Beijing Capital International Airport Co Ltd Com CNY 1.00	112	0.06
162,000	China Communications Services Corp Ltd Com CNY 1.00	87	0.05
129,000	China Railway Construction Corp Ltd Com CNY 1.00	155	0.08
273,501	China Railway Group Ltd Com CNY 1.00	205	0.11
	Gold mining		
396,141	Zijin Mining Group Co Ltd Com CNY 0.10	144	0.08
	Healthcare products		
165,897	Shandong Weigao Group Medical Polymer Co Ltd Com CNY 0.10	92	0.05
	Heavy construction		
302,472	China Communications Construction Co Ltd Com CNY 1.00	330	0.18
	Insurance		
491,128	China Life Insurance Co Ltd Com CNY 1.00	1,118	0.60
178,380	China Pacific Insurance Group Co Ltd Com CNY 1.00	627	0.34

iShares MSCI EM Asia UCITS ETF

SCHEDULE OF INVESTMENTS (continued)

As at 31 July 2016

Holding	Investment	Fair value $'000	% of net asset value
	Equities (31 July 2015: 98.81%) (cont)		
	People's Republic of China (31 July 2015: 18.51%) (cont)		
	Insurance (cont)		
51,100	New China Life Insurance Co Ltd Com CNY 1.00	181	0.10
489,000	People's Insurance Co Group of China Ltd Com CNY 1.00	187	0.10
306,331	PICC Property & Casualty Co Ltd Com CNY 1.00	474	0.26
347,166	Ping An Insurance Group Co of China Ltd Com CNY 1.00	1,617	0.87
	Machinery - diversified		
190,000	Shanghai Electric Group Co Ltd Com CNY 1.00	78	0.04
	Marine transportation		
220,000	China Shipping Container Lines Co Ltd Com CNY 1.00	46	0.03
	Mining		
214,000	Aluminum Corp of China Ltd Com CNY 1.00	69	0.04
87,984	Jiangxi Copper Co Ltd Com CNY 1.00	101	0.05
	Miscellaneous manufacturers		
278,095	CRRC Corp Ltd Com CNY 1.00	254	0.14
35,500	Zhuzhou CRRC Times Electric Co Ltd Com CNY 1.00	195	0.10
	Oil & gas		
1,696,086	China Petroleum & Chemical Corp Com CNY 1.00	1,204	0.65
1,401,319	PetroChina Co Ltd Com CNY 1.00	948	0.51
	Oil & gas services		
120,539	China Oilfield Services Ltd Com CNY 1.00	94	0.05
63,500	Sinopec Engineering Group Co Ltd Com CNY 1.00	55	0.03
	Pharmaceuticals		
25,000	Shanghai Fosun Pharmaceutical Group Co Ltd Com CNY 1.00	61	0.03
83,795	Sinopharm Group Co Ltd Com CNY 1.00	405	0.22
	Real estate investment & services		
81,100	China Vanke Co Ltd Com CNY 1.00	184	0.10
38,400	Dalian Wanda Commercial Properties Co Ltd Com CNY 1.00	243	0.13
48,400	Guangzhou R&F Properties Co Ltd Com CNY 0.25	73	0.04
47,880	Shanghai Lujiazui Finance & Trade Zone Development Co Ltd Com CNY 1.00	70	0.04
	Retail		
40,700	Shanghai Pharmaceuticals Holding Co Ltd Com CNY 1.00	96	0.05
	Software		
60,000	TravelSky Technology Ltd Com CNY 1.00	115	0.06
	Telecommunications		
942,095	China Telecom Corp Ltd Com CNY 1.00	464	0.25
57,855	ZTE Corp Com CNY 1.00	78	0.04
	Transportation		
163,000	China COSCO Holdings Co Ltd Com CNY 1.00	57	0.03
	People's Republic of China (31 July 2015: 18.51%) (cont)		
	Transportation (cont)		
126,000	Sinotrans Ltd Com CNY 1.00	57	0.03
	Total People's Republic of China	**26,181**	**14.12**
	Philippines (31 July 2015: 2.06%)		
	Banks		
22,020	Bank of the Philippine Islands Com PHP 10.00	45	0.03
91,860	BDO Unibank Inc Com PHP 10.00	221	0.12
11,120	Metropolitan Bank & Trust Co Com PHP 20.00	22	0.01
24,590	Security Bank Corp Com PHP 10.00	113	0.06
	Broadline retailers		
20,838	SM Investments Corp Com PHP 10.00	304	0.16
	Commercial services		
24,740	International Container Terminal Services Inc Com PHP 1.00	34	0.02
	Electricity		
41,400	Aboitiz Power Corp Com PHP 1.00	40	0.02
1,132,700	Energy Development Corp Com PHP 1.00	140	0.08
	Engineering & construction		
179,100	DMCI Holdings Inc Com PHP 1.00	50	0.03
	Food		
167,130	JG Summit Holdings Inc Com PHP 1.00	296	0.16
51,150	Universal Robina Corp Com PHP 1.00	218	0.12
	Holding companies - diversified operations		
171,820	Aboitiz Equity Ventures Inc Com PHP 1.00	282	0.15
305,600	Alliance Global Group Inc Com PHP 1.00	105	0.06
	Investment services		
4,605	GT Capital Holdings Inc Com PHP 10.00	151	0.08
	Mobile telecommunications		
1,920	Globe Telecom Inc Com PHP 50.00	92	0.05
	Real estate investment & services		
12,690	Ayala Corp Com PHP 50.00	234	0.12
575,900	Ayala Land Inc Com PHP 1.00	483	0.26
483,500	Megaworld Corp Com PHP 1.00	52	0.03
64,600	Robinsons Land Corp Com PHP 1.00	44	0.02
681,350	SM Prime Holdings Inc Com PHP 1.00	422	0.23
	Retail		
21,300	Jollibee Foods Corp Com PHP 1.00	115	0.06
	Telecommunications		
7,900	Philippine Long Distance Telephone Co Com PHP 5.00	351	0.19
	Water		
1,391,900	Metro Pacific Investments Corp Com PHP 1.00	221	0.12
	Total Philippines	**4,035**	**2.18**
	Republic of South Korea (31 July 2015: 20.54%)		
	Advertising		
5,583	Cheil Worldwide Inc Com KRW 200.00	90	0.05

iShares MSCI EM Asia UCITS ETF

SCHEDULE OF INVESTMENTS (continued)

As at 31 July 2016

Holding	Investment	Fair value $'000	% of net asset value
	Equities (31 July 2015: 98.81%) (cont)		
	Republic of South Korea (31 July 2015: 20.54%) (cont)		
	Aerospace & defence		
3,946	Korea Aerospace Industries Ltd Com KRW 5000.00	284	0.15
	Agriculture		
7,127	KT&G Corp Com KRW 5000.00	770	0.42
	Airlines		
2,318	Korean Air Lines Co Ltd Com KRW 5000.00	59	0.03
	Auto parts & equipment		
5,260	Hankook Tire Co Ltd Com KRW 500.00	254	0.14
9,800	Hanon Systems Com KRW 100.00	100	0.05
4,540	Hyundai Mobis Co Ltd Com KRW 5000.00	1,034	0.56
1,099	Hyundai Wia Corp Com KRW 5000.00	84	0.04
	Automobiles		
1,503	Hyundai Motor Co 2nd Pref KRW 5000.00	131	0.07
9,472	Hyundai Motor Co Com KRW 5000.00	1,112	0.60
2,470	Hyundai Motor Co Pref KRW 5000.00	222	0.12
17,474	Kia Motors Corp Com KRW 5000.00	657	0.36
	Banks		
16,366	Industrial Bank of Korea Com KRW 5000.00	173	0.09
20,289	Woori Bank Com KRW 5000.00	182	0.10
	Beverages		
27	Lotte Chilsung Beverage Co Ltd Com KRW 5000.00	40	0.02
	Broadline retailers		
1,103	Hyundai Department Store Co Ltd Com KRW 5000.00	122	0.07
769	Lotte Shopping Co Ltd Com KRW 5000.00	132	0.07
495	Shinsegae Co Ltd Com KRW 5000.00	80	0.04
	Chemicals		
7,150	Hanwha Chemical Corp Com KRW 5000.00	163	0.09
391	KCC Corp Com KRW 5000.00	138	0.08
1,038	Kumho Petrochemical Co Ltd Com KRW 5000.00	56	0.03
3,075	LG Chem Ltd Com KRW 5000.00	668	0.36
512	LG Chem Ltd Pref KRW 5000.00	81	0.04
1,055	Lotte Chemical Corp Com KRW 5000.00	286	0.15
	Commercial services		
1,446	S-1 Corp Com KRW 500.00	131	0.07
	Computers		
2,153	Samsung SDS Co Ltd Com KRW 500.00	302	0.16
2,811	SK Holdings Co Ltd Com KRW 200.00	522	0.28
	Cosmetics & personal care		
2,144	Amorepacific Corp Com KRW 500.00	741	0.40
624	Amorepacific Corp Pref KRW 500.00	125	0.07
1,927	Amorepacific Group Com KRW 500.00	249	0.13
	Distribution & wholesale		
2,660	Hanwha Corp Com KRW 5000.00	84	0.04
6,402	LG Corp Com KRW 5000.00	363	0.20
	Diversified financial services		
15,654	BNK Financial Group Inc Com KRW 5000.00	123	0.07

Holding	Investment	Fair value $'000	% of net asset value
	Republic of South Korea (31 July 2015: 20.54%) (cont)		
	Diversified financial services (cont)		
12,129	DGB Financial Group Inc Com KRW 5000.00	98	0.05
19,765	Hana Financial Group Inc Com KRW 5000.00	485	0.26
25,538	KB Financial Group Inc Com KRW 5000.00	803	0.43
2,705	Korea Investment Holdings Co Ltd Com KRW 5000.00	113	0.06
12,360	Mirae Asset Daewoo Co Ltd Com KRW 5000.00	100	0.06
3,776	Mirae Asset Securities Co Ltd Com KRW 5000.00	89	0.05
9,941	NH Investment & Securities Co Ltd Com KRW 5000.00	92	0.05
2,483	Samsung Card Co Ltd Com KRW 5000.00	96	0.05
4,007	Samsung Securities Co Ltd Com KRW 5000.00	135	0.07
26,078	Shinhan Financial Group Co Ltd Com KRW 5000.00	930	0.50
	Electrical components & equipment		
834	LG Innotek Co Ltd Com KRW 5000.00	67	0.04
	Electricity		
16,941	Korea Electric Power Corp Com KRW 5000.00	926	0.50
	Electronic equipment		
15,671	LG Display Co Ltd Com KRW 5000.00	434	0.23
7,259	LG Electronics Inc Com KRW 5000.00	347	0.19
3,828	Samsung Electro-Mechanics Co Ltd Com KRW 5000.00	188	0.10
	Energy - alternate sources		
1,147	OCI Co Ltd Com KRW 5000.00	95	0.05
	Engineering & construction		
1,544	KEPCO Plant Service & Engineering Co Ltd Com KRW 200.00	94	0.05
	Entertainment		
3,214	Paradise Co Ltd Com KRW 500.00	46	0.03
	Food		
560	CJ CheilJedang Corp Com KRW 5000.00	196	0.11
2,128	Dongsuh Cos Inc Com KRW 500.00	62	0.03
436	Lotte Confectionery Co Ltd Com KRW 500.00	74	0.04
252	Orion Corp Com KRW 5000.00	207	0.11
59	Ottogi Corp Com KRW 5000.00	41	0.02
	Gas distribution		
1,188	Korea Gas Corp Com KRW 5000.00	45	0.02
	Heavy construction		
1,950	Daelim Industrial Co Ltd Com KRW 5000.00	146	0.08
5,248	Daewoo Engineering & Construction Co Ltd Com KRW 5000.00	29	0.01
3,525	GS Engineering & Construction Corp Com KRW 5000.00	90	0.05
3,394	Hyundai Development Co-Engineering & Construction Com KRW 5000.00	134	0.07
5,011	Hyundai Engineering & Construction Co Ltd Com KRW 5000.00	165	0.09
	Holding companies - diversified operations		
998	CJ Corp Com KRW 5000.00	179	0.10

iShares MSCI EM Asia UCITS ETF

SCHEDULE OF INVESTMENTS (continued)

As at 31 July 2016

Holding	Investment	Fair value $'000	% of net asset value
	Equities (31 July 2015: 98.81%) (cont)		
	Republic of South Korea (31 July 2015: 20.54%) (cont)		
	Home furnishings		
3,744	Coway Co Ltd Com KRW 500.00	287	0.16
656	Hanssem Co Ltd Com KRW 1000.00	100	0.05
	Hotels		
2,393	Hotel Shilla Co Ltd Com KRW 5000.00	127	0.07
8,161	Kangwon Land Inc Com KRW 500.00	299	0.16
	Industrial metals & mining		
5,384	Hyundai Steel Co Com KRW 5000.00	243	0.13
4,596	POSCO Com KRW 5000.00	927	0.50
	Industrial suppliers		
3,468	Posco Daewoo Corp Com KRW 5000.00	66	0.03
5,559	SK Networks Co Ltd Com KRW 2500.00	31	0.02
	Insurance		
3,137	Dongbu Insurance Co Ltd Com KRW 500.00	178	0.10
15,534	Hanwha Life Insurance Co Ltd Com KRW 5000.00	80	0.04
3,691	Hyundai Marine & Fire Insurance Co Ltd Com KRW 500.00	99	0.05
2,244	Samsung Fire & Marine Insurance Co Ltd Com KRW 500.00	534	0.29
4,720	Samsung Life Insurance Co Ltd Com KRW 500.00	410	0.22
	Internet		
2,084	Kakao Corp Com KRW 500.00	169	0.09
1,743	NAVER Corp Com KRW 500.00	1,104	0.60
1,120	NCSoft Corp Com KRW 500.00	251	0.13
	Machinery - diversified		
3,307	Doosan Heavy Industries & Construction Co Ltd Com KRW 5000.00	77	0.04
	Marine transportation		
2,826	Hyundai Heavy Industries Co Ltd Com KRW 5000.00	315	0.17
10,234	Samsung Heavy Industries Co Ltd Com KRW 5000.00	91	0.05
	Media		
1,035	CJ E&M Corp Com KRW 5000.00	66	0.04
	Metal fabricate/ hardware		
1,449	Hyosung Corp Com KRW 5000.00	180	0.10
	Mobile telecommunications		
14,222	LG Uplus Corp Com KRW 5000.00	139	0.08
	Oil & gas		
3,458	GS Holdings Corp Com KRW 5000.00	148	0.08
3,056	S-Oil Corp Com KRW 2500.00	209	0.12
4,303	SK Innovation Co Ltd Com KRW 5000.00	561	0.30
	Personal products		
660	LG Household & Health Care Ltd Com KRW 5000.00	594	0.32
70	LG Household & Health Care Ltd Pref KRW 5000.00	36	0.02
	Pharmaceuticals		
4,902	Celltrion Inc Com KRW 1000.00	456	0.25
	Republic of South Korea (31 July 2015: 20.54%) (cont)		
	Pharmaceuticals (cont)		
353	Hanmi Pharm Co Ltd Com KRW 2500.00	193	0.10
807	Hanmi Science Co Ltd Com KRW 500.00	103	0.06
540	Yuhan Corp Com KRW 5000.00	147	0.08
	Platinum & precious metals		
580	Korea Zinc Co Ltd Com KRW 5000.00	264	0.14
	Retail		
592	BGF retail Co Ltd Com KRW 5000.00	105	0.06
1,344	E-Mart Inc Com KRW 5000.00	196	0.10
1,344	GS Retail Co Ltd Com KRW 1000.00	61	0.03
5,028	Samsung C&T Corp Com KRW 100.00	608	0.33
	Semiconductors		
6,732	Samsung Electronics Co Ltd Com KRW 5000.00	9,249	4.99
1,217	Samsung Electronics Co Ltd Pref KRW 5000.00	1,375	0.74
38,581	SK Hynix Inc Com KRW 5000.00	1,183	0.64
	Telecommunications		
1,876	KT Corp Com KRW 5000.00	53	0.03
3,715	Samsung SDI Co Ltd Com KRW 5000.00	350	0.19
1,311	SK Telecom Co Ltd Com KRW 500.00	269	0.14
	Transportation		
453	CJ Korea Express Corp Com KRW 5000.00	81	0.05
1,269	Hyundai Glovis Co Ltd Com KRW 500.00	190	0.10
	Total Republic of South Korea	**38,268**	**20.64**
	Taiwan (31 July 2015: 17.98%)		
	Airlines		
199,000	China Airlines Ltd Com TWD 10.00	58	0.03
111,000	Eva Airways Corp Com TWD 10.00	53	0.03
	Apparel retailers		
11,539	Eclat Textile Co Ltd Com TWD 10.00	129	0.07
228,277	Far Eastern New Century Corp Com TWD 10.00	177	0.10
21,884	Feng TAY Enterprise Co Ltd Com TWD 10.00	99	0.05
157,000	Pou Chen Corp Com TWD 10.00	214	0.11
	Auto parts & equipment		
133,154	Cheng Shin Rubber Industry Co Ltd Com TWD 10.00	278	0.15
	Automobiles		
64,000	Yulon Motor Co Ltd Com TWD 10.00	57	0.03
	Banks		
381,530	Chang Hwa Commercial Bank Ltd Com TWD 10.00	204	0.11
316,000	Taiwan Business Bank Com TWD 10.00	83	0.04
	Biotechnology		
9,000	TaiMed Biologics Inc Com TWD 10.00	61	0.03
	Building materials and fixtures		
187,385	Asia Cement Corp Com TWD 10.00	171	0.09
8,000	Nien Made Enterprise Co Ltd Com TWD 10.0	83	0.05
246,000	Taiwan Cement Corp Com TWD 10.00	261	0.14

iShares MSCI EM Asia UCITS ETF

SCHEDULE OF INVESTMENTS (continued)

As at 31 July 2016

Holding	Investment	Fair value $'000	% of net asset value
	Equities (31 July 2015: 98.81%) (cont)		
	Taiwan (31 July 2015: 17.98%) (cont)		
	Chemicals		
218,190	Formosa Chemicals & Fibre Corp Com TWD 10.00	568	0.31
280,520	Formosa Plastics Corp Com TWD 10.00	683	0.37
322,260	Nan Ya Plastics Corp Com TWD 10.00	610	0.33
56,000	Taiwan Fertilizer Co Ltd Com TWD 10.00	78	0.04
	Clothing & accessories		
7,000	Ruentex Industries Ltd Com TWD 10.00	11	0.01
	Computer hardware		
241,942	Acer Inc Com TWD 10.00	115	0.06
15,497	Advantech Co Ltd Com TWD 10.00	120	0.06
51,000	Asustek Computer Inc Com TWD 10.00	443	0.24
13,065	Chicony Electronics Co Ltd Com TWD 10.00	32	0.02
314,000	Compal Electronics Inc Com TWD 10.00	197	0.11
67,060	Foxconn Technology Co Ltd Com TWD 10.00	163	0.09
617,176	Innolux Corp Com TWD 10.00	227	0.12
125,000	Inventec Corp Com TWD 10.00	97	0.05
162,720	Lite-On Technology Corp Com TWD 10.00	244	0.13
191,000	Quanta Computer Inc Com TWD 10.00	388	0.21
183,688	Wistron Corp Com TWD 10.00	146	0.08
	Diversified financial services		
991,000	China Development Financial Holding Corp Com TWD 10.00	241	0.13
953,377	CTBC Financial Holding Co Ltd Com TWD 10.00	526	0.28
440,710	E.Sun Financial Holding Co Ltd Com TWD 10.00	246	0.13
648,134	First Financial Holding Co Ltd Com TWD 10.00	359	0.19
447,436	Fubon Financial Holding Co Ltd Com TWD 10.00	556	0.30
469,031	Hua Nan Financial Holdings Co Ltd Com TWD 10.00	256	0.14
754,578	Mega Financial Holding Co Ltd Com TWD 10.00	590	0.32
471,764	SinoPac Financial Holdings Co Ltd Com TWD 10.00	152	0.08
579,424	Taishin Financial Holding Co Ltd Com TWD 10.00	232	0.13
493,935	Taiwan Cooperative Financial Holding Co Ltd Com TWD 10.00	231	0.13
602,853	Yuanta Financial Holding Co Ltd Com TWD 10.00	210	0.11
	Electrical components & equipment		
132,196	Delta Electronics Inc Com TWD 10.00	696	0.37
3,000	Hermes Microvision Inc Com TWD 10.00	127	0.07
	Electronics		
607,000	AU Optronics Corp Com TWD 10.00	245	0.13
941,714	Hon Hai Precision Industry Co Ltd Com TWD 10.00	2,593	1.40
135,000	Pegatron Corp Com TWD 10.00	331	0.18
3,000	Simplo Technology Co Ltd Com TWD 10.00	11	0.01

Holding	Investment	Fair value $'000	% of net asset value
	Taiwan (31 July 2015: 17.98%) (cont)		
	Electronics (cont)		
118,000	Synnex Technology International Corp Com TWD 10.00	139	0.08
109,000	WPG Holdings Ltd Com TWD 10.00	139	0.07
	Food		
5,000	Standard Foods Corp Com TWD 10.00	13	0.01
332,548	Uni-President Enterprises Corp Com TWD 10.00	679	0.36
	Insurance		
544,227	Cathay Financial Holding Co Ltd Com TWD 10.00	611	0.33
172,456	China Life Insurance Co Ltd Com TWD 10.00	142	0.08
285,358	Shin Kong Financial Holding Co Ltd Com TWD 10.00	58	0.03
	Iron & steel		
804,323	China Steel Corp Com TWD 10.00	555	0.30
	Leisure time		
16,000	Giant Manufacturing Co Ltd Com TWD 10.00	108	0.06
	Machinery - diversified		
90,000	Teco Electric and Machinery Co Ltd Com TWD 10.00	80	0.04
	Marine transportation		
68,000	Evergreen Marine Corp Taiwan Ltd Com TWD 10.00	26	0.01
	Metal fabricate/ hardware		
47,000	Catcher Technology Co Ltd Com TWD 10.00	327	0.18
	Miscellaneous manufacturers		
11,301	Hiwin Technologies Corp Com TWD 10.00	55	0.03
6,000	Largan Precision Co Ltd Com TWD 10.00	643	0.35
	Oil & gas		
83,000	Formosa Petrochemical Corp Com TWD 10.00	236	0.13
	Pharmaceuticals		
7,000	OBI Pharma Inc Com TWD 10.00	108	0.06
	Real estate investment & services		
46,400	Highwealth Construction Corp Com TWD 10.00	71	0.04
21,000	Ruentex Development Co Ltd Com TWD 10.00	25	0.01
	Recreational products		
10,000	Merida Industry Co Ltd Com TWD 10.00	46	0.02
	Retail		
15,000	Hotai Motor Co Ltd Com TWD 10.00	150	0.08
45,000	President Chain Store Corp Com TWD 10.00	365	0.20
	Semiconductors		
440,479	Advanced Semiconductor Engineering Inc Com TWD 10.00	524	0.28
155,000	Inotera Memories Inc Com TWD 10.00	126	0.07
96,352	MediaTek Inc Com TWD 10.00	735	0.40
37,000	Nanya Technology Corp Com TWD 10.00	44	0.02
43,000	Novatek Microelectronics Corp Com TWD 10.00	151	0.08
6,000	Phison Electronics Corp Com TWD 10.00	50	0.03

iShares MSCI EM Asia UCITS ETF

SCHEDULE OF INVESTMENTS (continued)

As at 31 July 2016

Holding	Investment	Fair value $'000	% of net asset value
	Equities (31 July 2015: 98.81%) (cont)		
	Taiwan (31 July 2015: 17.98%) (cont)		
	Semiconductors (cont)		
52,000	Powertech Technology Inc Com TWD 10.00	132	0.07
20,000	Realtek Semiconductor Corp Com TWD 10.00	72	0.04
155,397	Siliconware Precision Industries Co Ltd Com TWD 10.00	234	0.12
1,643,000	Taiwan Semiconductor Manufacturing Co Ltd Com TWD 10.00	8,878	4.79
881,000	United Microelectronics Corp Com TWD 10.00	328	0.18
50,000	Vanguard International Semiconductor Corp Com TWD 10.00	90	0.05
	Telecommunications		
70,000	Asia Pacific Telecom Co Ltd Com TWD 10.00	24	0.01
262,000	Chunghwa Telecom Co Ltd Com TWD 10.00	932	0.50
113,000	Far EasTone Telecommunications Co Ltd Com TWD 10.00	259	0.14
49,000	HTC Corp Com TWD 10.00	146	0.08
121,000	Taiwan Mobile Co Ltd Com TWD 10.00	417	0.23
	Textile		
58,000	Formosa Taffeta Co Ltd Com TWD 10.00	55	0.03
	Total Taiwan	**31,425**	**16.95**
	Thailand (31 July 2015: 3.25%)		
	Banks		
22,500	Bangkok Bank PCL Com THB 10.00	110	0.06
79,611	Kasikornbank PCL Com THB 10.00	456	0.25
40,100	Kasikornbank PCL Receipt THB 10.00	227	0.12
157,900	Krung Thai Bank PCL Receipt THB 5.15	79	0.04
108,299	Siam Commercial Bank PCL Receipt THB 10.00	493	0.27
666,900	TMB Bank PCL Receipt THB 0.95	43	0.02
	Chemicals		
78,300	Indorama Ventures PCL Receipt THB 1.00	75	0.04
511,100	IRPC PCL Receipt THB 1.00	73	0.04
150,396	PTT Global Chemical PCL Receipt THB 10.00	262	0.14
	Coal		
132,725	Banpu PCL Receipt THB 1.00	60	0.03
	Electricity		
1,600	Electricity Generating PCL Receipt THB 10.00	9	0.01
24,400	Glow Energy PCL Receipt THB 10.00	60	0.03
	Electronics		
28,300	Delta Electronics Thailand PCL Receipt THB 1.00	58	0.03
	Energy - alternate sources		
80,900	Energy Absolute PCL Receipt THB 0.10	60	0.03
	Engineering & construction		
31,100	Airports of Thailand PCL Receipt THB 10.00	353	0.19
	Food		
197,151	Charoen Pokphand Foods PCL Receipt THB 1.00	157	0.08
103,700	Thai Union Group PCL Receipt THB 0.25	65	0.04
	Thailand (31 July 2015: 3.25%) (cont)		
	Health care services		
314,300	Bangkok Dusit Medical Services PCL Receipt THB 0.10	203	0.11
24,300	Bumrungrad Hospital PCL Receipt THB 1.00	128	0.07
	Holding companies - diversified operations		
2,150	Siam Cement PCL Receipt THB 1.00	32	0.01
24,910	Siam Cement PCL Com THB 1.00	366	0.20
	Media		
46,900	BEC World PCL Receipt THB 1.00	33	0.02
	Oil & gas		
93,191	PTT Exploration & Production PCL Receipt THB 1.00	221	0.12
66,446	PTT PCL Receipt THB 10.00	629	0.34
65,322	Thai Oil PCL Receipt THB 10.00	114	0.06
	Real estate investment & services		
124,300	Central Pattana PCL Receipt THB 0.50	204	0.11
	Retail		
320,668	CP ALL PCL Receipt THB 1.00	476	0.26
186,700	Home Product Center PCL Receipt THB 1.00	54	0.03
127,820	Minor International PCL Receipt THB 1.00	149	0.08
24,500	Robinson Department Store PCL Receipt THB 3.55	46	0.02
	Telecommunications		
70,229	Advanced Info Service PCL Receipt THB 1.00	359	0.19
718,890	True Corp PCL Receipt THB 4.00	184	0.10
	Transportation		
446,900	Bangkok Expressway & Metro PCL Receipt THB 1.00	107	0.06
191,400	BTS Group Holdings PCL Receipt THB 4.00	52	0.03
	Total Thailand	**5,997**	**3.23**
	Total equities	**181,760**	**98.03**
	Rights (31 July 2015: 0.00%)		
	Hong Kong (31 July 2015: Nil)		
26,715	China Resources Beer Holdings - Rights 9 August 2016	11	0.01
	Total Hong Kong	**11**	**0.01**
	Taiwan (31 July 2015: 0.00%)		
	Total rights	**11**	**0.01**

No. of contracts		Underlying exposure $'000	Fair value $'000	% of net assets value
	Financial derivative instruments (31 July 2015: (0.06)%)			
	Futures contracts (31 July 2015: (0.06)%)			
77	MSCI Emerging Market Mini Futures September 2016	3,208	186	0.10
	Total unrealised gains on futures contracts		**186**	**0.10**
	Total financial derivative instruments		**186**	**0.10**

iShares MSCI EM Asia UCITS ETF

SCHEDULE OF INVESTMENTS (continued)

As at 31 July 2016

	Fair value $'000	% of net asset value
Total value of investments	**181,957**	**98.14**
Cash†	**2,730**	**1.47**
Other net assets	**590**	**0.32**
Net assets attributable to redeemable participating shareholders	**185,277**	**99.93**
Adjustment to align to the valuation methodology as set out in the prospectus	131	0.07
Net asset value attributable to redeemable participating shareholders at the end of the year	**185,408**	**100.00**

† Cash holdings of $2,704,238 are held with State Street Bank and Trust Company. $25,648 is held as security for futures contracts with Credit Suisse AG.
* 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 and valued using the last traded price.

Equities are primarily classified by 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	181,771	98.05
Exchange traded financial derivative instruments	186	0.10
Other assets	3,422	1.85
Total current assets	**185,379**	**100.00**

iShares MSCI EM Asia UCITS ETF

SCHEDULE OF MATERIAL PURCHASES AND SALES (unaudited)

For the year ended 31 July 2016

Holding	Investments	Proceeds $'000
Sales		
3,239	Samsung Electronics Co Ltd Com KRW 5000.00	3,231
614,000	Taiwan Semiconductor Manufacturing Co Ltd Com TWD 10.00	2,525
121,924	Infosys Ltd ADR NPV	2,161
115,600	Tencent Holdings Ltd Com HKD 0.00002	2,041
156,000	China Mobile Ltd Com NPV	1,848
2,028,000	China Construction Bank Corp Com CNY 1.00	1,363
1,956,000	Industrial & Commercial Bank of China Ltd Com CNY 1.00	1,127
36,691	Reliance Industries Ltd GDR NPV	942
2,121,000	Bank of China Ltd Com CNY 1.00	918
349,000	Hon Hai Precision Industry Co Ltd Com TWD 10.00	900
40,225	Housing Development Finance Corp Ltd Com INR 2.00	747
207,000	China Life Insurance Co Ltd Com CNY 1.00	683
127,000	Ping An Insurance Group Co of China Ltd Com CNY 1.00	639
4,546	Hyundai Motor Co Com KRW 5000.00	597
31,192	Infosys Ltd Com INR 5.00	556
491,000	CNOOC Ltd Com NPV	531
637	Samsung Electronics Co Ltd Pref KRW 5000.00	522
7,315	Dr Reddy's Laboratories Ltd ADR NPV	458
5,632	Qihoo 360 Technology Co Ltd ADR NPV	433
10,774	Tata Consultancy Services Ltd Com INR 1.00	431

Holding	Investments	Cost $'000
Purchases		
66,524	Alibaba Group Holding Ltd ADR NPV	5,504
18,226	Baidu Inc ADR NPV	3,542
122,451	Infosys Ltd Com INR 5.00	2,045
95,000	Tencent Holdings Ltd Com HKD 0.00002	2,043
1,646	Samsung Electronics Co Ltd Com KRW 5000.00	1,897
378,000	Taiwan Semiconductor Manufacturing Co Ltd Com TWD 10.00	1,809
45,117	JD.com Inc ADR NPV	1,160
95,500	China Mobile Ltd Com NPV	1,145
18,937	Ctrip.com International Ltd ADR NPV	1,112
1,399,000	China Construction Bank Corp Com CNY 1.00	967
5,260	NetEase Inc ADR NPV	914
59,698	Reliance Industries Ltd Com INR 10.00	784
1,144,000	Industrial & Commercial Bank of China Ltd Com CNY 1.00	664
219,000	Hon Hai Precision Industry Co Ltd Com TWD 10.00	562
1,232,000	Bank of China Ltd Com CNY 1.00	536
6,648	Maruti Suzuki India Ltd Com INR 5.00	455
23,492	Housing Development Finance Corp Ltd Com INR 2.00	450
5,632	Qihoo 360 Technology Co Ltd ADR NPV	401
79,500	Ping An Insurance Group Co of China Ltd Com CNY 1.00	394
26,312	Vipshop Holdings Ltd ADR NPV	368

The CBI requires a Schedule of material changes in the composition of the portfolio 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 EM Latin America UCITS ETF (Acc)*

INCOME STATEMENT

For the year ended 31 July 2016

	Note	Year ended 31 July 2016 $'000	Year ended 31 July 2015 $'000
Operating income	2	72	368
Net losses on financial assets/liabilities at fair value through profit or loss	3	(1,303)	(5,398)
Total losses		**(1,231)**	**(5,030)**
Operating expenses**	4	(17)	(89)
Net operating loss		**(1,248)**	**(5,119)**
Net loss for the financial year before tax		**(1,248)**	**(5,119)**
Non-reclaimable withholding tax		(3)	(29)
Net loss for the financial year after tax		**(1,251)**	**(5,148)**
Adjustment to align to the valuation methodology as set out in the prospectus	6	(23)	(1)
Decrease in net assets attributable to redeemable participating shareholders from operations		**(1,274)**	**(5,149)**

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 discontinued operations.

STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO REDEEMABLE PARTICIPATING SHAREHOLDERS

For the year ended 31 July 2016

	Year ended 31 July 2016 $'000	Year ended 31 July 2015 $'000
Net assets attributable to redeemable participating shareholders at the beginning of the year	8,700	17,375
Decrease in net assets attributable to redeemable participating shareholders from operations	(1,274)	(5,149)
Share transactions:		
Payments on redemption of redeemable participating shares	(7,426)	(3,526)
Decrease in net assets resulting from share transactions	**(7,426)**	**(3,526)**
Net assets attributable to redeemable participating shareholders at the end of the year	**-**	**8,700**

* The Fund closed on 4 December 2015.
** 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 EM Latin America UCITS ETF (Acc)*

BALANCE SHEET

As at 31 July 2016

	Note	31 July 2016 $'000	31 July 2015 $'000
CURRENT ASSETS			
Cash		2	41
Margin cash account		-	18
Receivables	10	2	14
Financial assets at fair value through profit or loss	11	-	8,612
Total current assets		**4**	**8,685**
CURRENT LIABILITIES			
Payables	12	(4)	(5)
Financial liabilities at fair value through profit or loss	11	-	(3)
Total current liabilities excluding net assets attributable to redeemable participating shareholders		**-**	**(8)**
Net assets attributable to redeemable participating shareholders		**-**	**8,677**
Adjustment to align to the valuation methodology as set out in the prospectus	6	-	23
Net asset value attributable to redeemable participating shareholders at the end of the year		**-**	**8,700**

* The Fund closed on 4 December 2015.

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 EM Latin America UCITS ETF (Acc)

NOTES TO THE FINANCIAL STATEMENTS

For the year ended 31 July 2016

1. ACCOUNTING POLICIES, FINANCIAL INSTRUMENTS AND RISKS AND OTHER NOTES

The accounting policies are set out on pages 51 to 53. The financial instruments and risks are set out on pages 54 to 76. The notes relating to tax, soft commissions, exchange rates, commitments and contingent liabilities, related party transactions, financial derivative instruments and subsequent events are set out in the notes to the financial statements of the Company on pages 79 to 84.

2. OPERATING INCOME

	Year ended 31 July 2016 $'000	Year ended 31 July 2015 $'000
Dividend income	72	368
	72	368

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

	Year ended 31 July 2016 $'000	Year ended 31 July 2015 $'000
Net losses on investments in securities held at fair value through profit or loss	(1,296)	(5,375)
Net losses on futures contracts	(5)	-
Net losses on foreign currency transactions	(2)	(23)
	(1,303)	(5,398)

4. OPERATING EXPENSES

	Year ended 31 July 2016 $'000	Year ended 31 July 2015 $'000
Management fees	(17)	(89)
	(17)	(89)

5. MANAGEMENT FEES

Fees earned by the Manager during the year and balances outstanding as at 31 July 2016 and 31 July 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 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:

	TER % 31 July 2016	TER % 31 July 2015
	0.65	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:

	Year ended 31 July 2016 $'000	Year ended 31 July 2015 $'000
Balance at the beginning of year	23	24
Adjustment to align to the valuation methodology as set out in the prospectus	(23)	(1)
Total adjustment for the year	(23)	(1)
Balance at the end of year	-	23

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

7. TRANSACTION COSTS

Disclosed in the table below are separately identifiable transaction costs incurred by the Fund for the years ended 31 July 2016 and 31 July 2015. Please refer to note 9 of the financial statements of the Company for further details.

	Year ended 31 July 2016 $'000	Year ended 31 July 2015 $'000
Transaction costs	(6)	(3)

iShares MSCI EM Latin America UCITS ETF (Acc)

NOTES TO THE FINANCIAL STATEMENTS (continued)

For the year ended 31 July 2016

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 July 2016 No. of Shares	31 July 2015 No. of Shares
Balance at the beginning of year	132,000	182,000
Issued during the year	-	-
Redeemed during the year	(132,000)	(50,000)
Balance at the end of year	**-**	**132,000**

9. NET ASSETS ATTRIBUTABLE TO REDEEMABLE PARTICIPATING SHAREHOLDERS

	No. of Shares
Shares in issue	
As at 31 July 2016	-
As at 31 July 2015	132,000
As at 31 July 2014	182,000

	$'000
Net asset value	
As at 31 July 2016	-
As at 31 July 2015	8,700
As at 31 July 2014	17,375

	$
Net asset value per share	
As at 31 July 2016	-
As at 31 July 2015	65.91
As at 31 July 2014	95.47

10. RECEIVABLES

	31 July 2016 $'000	31 July 2015 $'000
Dividend income receivable	2	14
	2	**14**

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

Financial assets:	31 July 2016 $'000	31 July 2015 $'000
Investment in equities	-	8,612
Unrealised gains on futures contracts*	-	-
	-	**8,612**

* Amounts less than $500 are rounded to zero.

Financial liabilities:		
Unrealised losses on futures contracts	-	(3)
	-	**(3)**

12. PAYABLES

	31 July 2016 $'000	31 July 2015 $'000
Management fees payable	-	(5)
Other payables	(4)	-
	(4)	**(5)**

iShares MSCI EM Latin America UCITS ETF (Acc)*

SCHEDULE OF MATERIAL PURCHASES AND SALES (unaudited)

For the year ended 31 July 2016

Holding	Investments	Proceeds $'000
Sales		
549,039	America Movil SAB de CV Com NPV	437
79,215	Ambev SA Com NPV	396
50,931	Itau Unibanco Holding SA Pref NPV	379
30,470	Fomento Economico Mexicano SAB de CV Unit NPV	291
42,069	Banco Bradesco SA Pref NPV	239
40,643	Grupo Televisa SAB Unit NPV	235
87,547	Wal-Mart de Mexico SAB de CV Com NPV	226
41,616	Grupo Financiero Banorte SAB de CV Com MXN 3.50	222
10,893	BRF SA Com NPV	164
63,600	Grupo Mexico SAB de CV Com NPV	136
14,044	Cielo SA Com NPV	131
65,230	Petroleo Brasileiro SA Pref NPV	131
213,052	Cemex SAB de CV Unit NPV	127
49,644	Petroleo Brasileiro SA Com NPV	121
59,044	Itausa - Investimentos Itau SA Pref NPV	118
1,129	Credicorp Ltd Com USD 5.00	116
6,100	Ultrapar Participacoes SA Com NPV	104
47,108	Alfa SAB de CV Com NPV	96
29,142	BM&FBovespa SA Com NPV	89
11,100	Embraer SA Com NPV	89
39,700	Fibra Uno Administracion SA de CV Reits NPV	87
32,124	Vale SA Pref NPV	86
11,600	BB Seguridade Participacoes SA Com NPV	83
12,592	Banco Bradesco SA Com NPV	81
327,411	Enersis SA Com NPV	80
27,400	Grupo Bimbo SAB de CV Com NPV	77
38,958	Grupo Financiero Inbursa SAB de CV Com MXN 0.4137108	76

* The Fund closed on 4 December 2015.

Holding	Investments	Cost $'000
Purchases		
2,943	Equatorial Energia SA Com NPV	29
755	Telefonica Brasil SA Pref NPV	8
3,900	America Movil SAB de CV Com NPV	3
600	Ambev SA Com NPV	3
1,300	Fibra Uno Administracion SA de CV Reits NPV	3
400	Itau Unibanco Holding SA Pref NPV	3

The CBI requires a Schedule of material changes in the composition of the portfolio 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 CHF Hedged UCITS ETF

INCOME STATEMENT

For the year ended 31 July 2016

	Note	Year ended 31 July 2016 Fr'000	Period from 2 June 2015 to 31 July 2015 Fr'000
Operating income	2	848	27
Net (losses)/gains on financial assets/liabilities at fair value through profit or loss	3	(1,885)	181
Total (losses)/gains		**(1,037)**	**208**
Operating expenses	4	(82)	(7)
Net operating (loss)/profit		**(1,119)**	**201**
Finance costs:			
Interest expense	6	(2)	-
Total finance costs		**(2)**	**-**
Net (loss)/profit for the financial year/period before tax		**(1,121)**	**201**
Non-reclaimable withholding tax		(62)	(1)
Net (loss)/profit for the financial year/period after tax		**(1,183)**	**200**
Adjustment to align to the valuation methodology as set out in the prospectus	7	26	9
(Decrease)/increase in net assets attributable to redeemable participating shareholders from operations		**(1,157)**	**209**

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 July 2016

	Year ended 31 July 2016 Fr'000	Period from 2 June 2015 to 31 July 2015 Fr'000
Net assets attributable to redeemable participating shareholders at the beginning of the year/period	14,786	-
(Decrease)/increase in net assets attributable to redeemable participating shareholders from operations	(1,157)	209
Share transactions:		
Proceeds from issue of redeemable participating shares	21,028	14,577
Increase in net assets resulting from share transactions	**21,028**	**14,577**
Net assets attributable to redeemable participating shareholders at the end of the year/period	**34,657**	**14,786**

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

iShares MSCI EMU CHF Hedged UCITS ETF

BALANCE SHEET

As at 31 July 2016

	Note	31 July 2016 Fr'000	31 July 2015 Fr'000
CURRENT ASSETS			
Cash		820	264
Margin cash account		53	45
Receivables	11	140	128
Financial assets at fair value through profit or loss	12	33,714	14,632
Total current assets		**34,727**	**15,069**
CURRENT LIABILITIES			
Payables	13	(104)	(4)
Financial liabilities at fair value through profit or loss	12	(1)	(288)
Total current liabilities excluding net assets attributable to redeemable participating shareholders		**(105)**	**(292)**
Net assets attributable to redeemable participating shareholders		**34,622**	**14,777**
Adjustment to align to the valuation methodology as set out in the prospectus	7	35	9
Net asset value attributable to redeemable participating shareholders at the end of the year/period		**34,657**	**14,786**

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 CHF Hedged UCITS ETF

NOTES TO THE FINANCIAL STATEMENTS

For the year ended 31 July 2016

1. ACCOUNTING POLICIES, FINANCIAL INSTRUMENTS AND RISKS AND OTHER NOTES

The accounting policies are set out on pages 51 to 53. The financial instruments and risks are set out on pages 54 to 76. The notes relating to tax, soft commissions, exchange rates, commitments and contingent liabilities, related party transactions, financial derivative instruments and subsequent events are set out in the notes to the financial statements of the Company on pages 79 to 84.

2. OPERATING INCOME

	Year ended 31 July 2016 Fr'000	Period from 2 June 2015 to 31 July 2015 Fr'000
Dividend income	848	27
Securities lending income*	-	-
	848	27

* Amounts less than Fr500 are rounded to zero.

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

	Year ended 31 July 2016 Fr'000	Period from 2 June 2015 to 31 July 2015 Fr'000
Net (losses)/gains on investments in securities held at fair value through profit or loss	(1,533)	473
Net (losses)/gains on futures contracts	(2)	2
Net losses on forward currency contracts	(335)	(314)
Net (losses)/gains on foreign currency transactions	(15)	20
	(1,885)	181

4. OPERATING EXPENSES

	Year ended 31 July 2016 Fr'000	Period from 2 June 2015 to 31 July 2015 Fr'000
Management fees	(82)	(7)
	(82)	(7)

5. MANAGEMENT FEES

Fees earned by the Manager during the year and balances outstanding as at 31 July 2016 and 31 July 2015 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 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 July 2016	TER % 31 July 2015*
	0.38	0.38

* Fund launched during the year ended 31 July 2015. The annualised TER is presented in the table.

6. INTEREST EXPENSE

	Year ended 31 July 2016 Fr'000	Period from 2 June 2015 to 31 July 2015 Fr'000
Bank interest	(2)	-
	(2)	-

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 July 2016 Fr'000	Period from 2 June 2015 to 31 July 2015 Fr'000
Balance at the beginning of period	9	-
Adjustment to align to the valuation methodology as set out in the prospectus	26	9
Total adjustment for the period	26	9
Balance at the end of period	**35**	**9**

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

iShares MSCI EMU CHF Hedged UCITS ETF

NOTES TO THE FINANCIAL STATEMENTS (continued)

For the year ended 31 July 2016

8. TRANSACTION COSTS

Disclosed in the table below are separately identifiable transaction costs incurred by the Fund for the year ended 31 July 2016 and period ended 31 July 2015. Please refer to note 9 of the financial statements of the Company for further details.

	Year ended 31 July 2016 Fr'000	Period ended 31 July 2015 Fr'000
Transaction costs	(21)	(13)

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 July 2016 No. of Shares	31 July 2015 No. of Shares
Balance at the beginning of year	3,000,000	-
Issued during the year	5,000,000	3,000,000
Redeemed during the year	-	-
Balance at the end of year	8,000,000	3,000,000

10. NET ASSETS ATTRIBUTABLE TO REDEEMABLE PARTICIPATING SHAREHOLDERS

	No. of Shares
Shares in issue	
As at 31 July 2016	8,000,000
As at 31 July 2015	3,000,000

	Fr'000
Net asset value	
As at 31 July 2016	34,657
As at 31 July 2015	14,786

	Fr
Net asset value per share	
As at 31 July 2016	4.33
As at 31 July 2015	4.93

11. RECEIVABLES

	31 July 2016 Fr'000	31 July 2015 Fr'000
Sale of securities awaiting settlement	94	126
Dividend income receivable	7	1
Tax reclaim receivable	39	1
	140	128

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

Financial assets:	31 July 2016 Fr'000	31 July 2015 Fr'000
Investment in equities	33,648	14,632
Investment in rights	1	-
Unrealised gains on forward currency contracts	28	-
Unrealised gains on futures contracts	37	
	33,714	14,632

Financial liabilities:		
Unrealised losses on forward currency contracts	(1)	(286)
Unrealised losses on futures contracts	-	(2)
	(1)	(288)

13. PAYABLES

	31 July 2016 Fr'000	31 July 2015 Fr'000
Purchase of securities awaiting settlement	(94)	-
Management fees payable	(10)	(4)
	(104)	(4)

14. EFFICIENT PORTFOLIO MANAGEMENT

Please see note 18 of the financial statements of the Company for more information on efficient portfolio management.

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 July 2016 Fr'000	31 July 2015 Fr'000
Income earned during the year*	-	-
Value of securities on loan at year end	192	-
Value of collateral held on behalf of the Fund at year end	210	-

* Amounts less than Fr500 are rounded to zero.

Please see note 19 in the notes to the financial statements of the Company for more information on financial derivative instruments.

iShares MSCI EMU CHF Hedged UCITS ETF

SCHEDULE OF INVESTMENTS

As at 31 July 2016

Holding	Investment	Fair value Fr'000	% of net asset value
	Transferable Securities Admitted to an Official Stock Exchange Listing or traded on a Regulated Market (31 July 2015: 98.96%)		
	Equities (31 July 2015: 98.96%)		
	Austria (31 July 2015: 0.57%)		
	Banks		
2,721	Erste Group Bank AG Com NPV	70	0.20
1,165	Raiffeisen Bank International AG Com NPV	15	0.04
	Integrated oil & gas		
1,471	OMV AG Com NPV	38	0.11
	Iron & steel		
1,118	Voestalpine AG Com NPV	38	0.11
	Machinery - diversified		
769	Andritz AG Com NPV	37	0.11
	Total Austria	**198**	**0.57**
	Belgium (31 July 2015: 4.19%)		
	Banks		
2,412	KBC Group NV Com NPV	121	0.35
	Beverages		
7,634	Anheuser-Busch InBev SA/NV Com NPV	950	2.74
	Chemicals		
734	Solvay SA Com EUR 15.00	73	0.21
944	Umicore SA Com NPV	53	0.15
	Food		
701	Colruyt SA Com NPV	38	0.11
	Holding companies - diversified operations		
799	Groupe Bruxelles Lambert SA Com NPV	65	0.19
	Insurance		
1,907	Ageas Com NPV	62	0.18
	Media		
515	Telenet Group Holding NV Com NPV	24	0.07
	Pharmaceuticals		
1,217	UCB SA Com NPV	92	0.27
	Telecommunications		
1,519	Proximus SADP Com NPV	46	0.13
	Total Belgium	**1,524**	**4.40**
	Finland (31 July 2015: 2.72%)		
	Auto parts & equipment		
1,121	Nokian Renkaat Oyj Com NPV	40	0.12
	Electricity		
4,340	Fortum Oyj Com EUR 3.40	69	0.20
	Forest products & paper		
5,485	Stora Enso Oyj Com NPV	48	0.14
4,930	UPM-Kymmene Oyj Com NPV	98	0.28
	Insurance		
4,333	Sampo Oyj Com NPV	173	0.50
	Machinery - diversified		
3,308	Kone Oyj Com NPV	162	0.47
1,118	Metso Oyj Com NPV	30	0.08
	Finland (31 July 2015: 2.72%) (cont)		
	Miscellaneous manufacturers		
1,443	Wartsila Oyj Abp Com NPV	60	0.17
	Oil & gas		
1,275	Neste Oyj Com NPV	47	0.13
	Pharmaceuticals		
1,006	Orion Oyj Com EUR 0.65	40	0.12
	Telecommunications		
1,408	Elisa Oyj Com NPV	49	0.14
47,360	Nokia Oyj Com NPV	263	0.76
7,556	Nokia Oyj (France listed) Com NPV	42	0.12
	Total Finland	**1,121**	**3.23**
	France (31 July 2015: 30.40%)		
	Advertising		
769	JCDecaux SA Com NPV	26	0.08
1,797	Publicis Groupe SA Com EUR 0.40	129	0.37
	Aerospace & defence		
2,943	Safran SA Com EUR 0.20	193	0.56
1,024	Thales SA Com EUR 3.00	90	0.26
2,010	Zodiac Aerospace Com NPV	44	0.12
	Apparel retailers		
523	Christian Dior SE Com EUR 2.00	91	0.26
255	Hermes International Com NPV	106	0.31
2,656	LVMH Moet Hennessy Louis Vuitton SE Com EUR 0.30	440	1.27
	Auto manufacturers		
5,221	Peugeot SA Com EUR 1.00	76	0.22
1,840	Renault SA Com EUR 3.81	156	0.45
	Auto parts & equipment		
1,786	Cie Generale des Etablissements Michelin Com EUR 2.00	176	0.51
2,296	Valeo SA Com EUR 1.00	114	0.33
	Banks		
10,072	BNP Paribas SA Com EUR 2.00	483	1.39
10,202	Credit Agricole SA Com EUR 3.00	87	0.25
9,318	Natixis SA Com EUR 11.20	37	0.11
7,283	Societe Generale SA Com EUR 1.25	240	0.69
	Beverages		
2,049	Pernod Ricard SA Com EUR 1.55	226	0.65
242	Remy Cointreau SA Com EUR 1.60	21	0.06
	Building materials and fixtures		
4,527	Cie de Saint-Gobain Com EUR 4.00	185	0.53
338	Imerys SA Com EUR 2.00	23	0.07
	Chemicals		
3,240	Air Liquide SA Com EUR 5.50	334	0.96
660	Arkema SA Com EUR 10.00	54	0.16
	Commercial services		
2,637	Bureau Veritas SA Com EUR 0.12	55	0.16
2,105	Edenred Com EUR 2.00	46	0.13

iShares MSCI EMU CHF Hedged UCITS ETF

SCHEDULE OF INVESTMENTS (continued)

As at 31 July 2016

Holding	Investment	Fair value Fr'000	% of net asset value
	Equities (31 July 2015: 98.96%) (cont)		
	France (31 July 2015: 30.40%) (cont)		
	Computers		
848	Atos SE Com EUR 1.00	80	0.23
1,597	Capgemini SA Com EUR 8.00	148	0.43
508	Ingenico Group SA Com EUR 1.00	54	0.15
	Distribution & wholesale		
2,910	Rexel SA Com EUR 5.00	42	0.12
	Diversified financial services		
419	Eurazeo SA Com NPV	26	0.08
	Electrical components & equipment		
2,594	Legrand SA Com EUR 4.00	138	0.40
5,308	Schneider Electric SE Com EUR 4.00	336	0.97
	Electricity		
2,506	Electricite de France SA Com EUR 0.50	32	0.09
13,541	Engie SA Com EUR 1.00	215	0.62
	Engineering & construction		
291	Aeroports de Paris Com EUR 3.00	30	0.08
1,878	Bouygues SA Com EUR 1.00	53	0.15
553	Eiffage SA Com EUR 4.00	41	0.12
4,757	Vinci SA Com EUR 2.50	349	1.01
	Food		
5,246	Carrefour SA Com EUR 2.50	127	0.37
561	Casino Guichard Perrachon SA Com EUR 1.53	29	0.08
5,607	Danone SA Com EUR 0.25	417	1.20
909	Sodexo SA Com EUR 4.00	103	0.30
	Healthcare products		
1,956	Essilor International SA Com EUR 0.18	242	0.70
	Holding companies - diversified operations		
8,732	Bollore SA Com EUR 0.16	31	0.09
	Hotels		
1,701	Accor SA Com EUR 3.00	69	0.20
	Insurance		
18,448	AXA SA Com EUR 2.29	364	1.05
1,707	CNP Assurances Com EUR 1.00	25	0.07
1,531	SCOR SE Com EUR 7.876972	43	0.13
	Internet		
259	Iliad SA Com NPV	49	0.14
	Machinery - diversified		
1,315	Alstom SA Com EUR 7.00	31	0.09
	Media		
1,169	Lagardere SCA Com EUR 6.10	29	0.08
974	SFR Group SA Com EUR 1.00	22	0.06
11,072	Vivendi SA Com EUR 5.50	210	0.61
	Nondurable household products		
288	Societe BIC SA Com EUR 3.82	41	0.12
	Oil & gas		
20,667	Total SA Com EUR 2.50	954	2.75
	Oil & gas services		
1,022	Technip SA Com EUR 0.7625	55	0.16
	France (31 July 2015: 30.40%) (cont)		
	Personal products		
2,414	L'Oreal SA Com EUR 0.20	444	1.28
	Pharmaceuticals		
11,143	Sanofi Com EUR 2.00	917	2.65
	Real estate investment trusts		
291	Fonciere Des Regions Reits EUR 3.00	26	0.08
397	Gecina SA Reits EUR 7.50	58	0.17
336	ICADE Reits NPV	25	0.07
2,131	Klepierre Reits EUR 1.40	99	0.28
939	Unibail-Rodamco SE Reits EUR 5.00	250	0.72
	Retail		
726	Kering Com EUR 4.00	133	0.38
	Software		
1,227	Dassault Systemes Com EUR 0.50	98	0.28
	Specialty finance		
288	Wendel SA Com EUR 4.00	30	0.09
	Telecommunications		
1,691	Eutelsat Communications SA Com EUR 1.00	32	0.09
18,914	Orange SA Com EUR 4.00	280	0.81
	Transportation		
4,654	Groupe Eurotunnel SE Com EUR 0.40	47	0.14
	Water		
2,959	Suez Com EUR 4.00	46	0.13
4,329	Veolia Environnement SA Com EUR 5.00	93	0.27
	Total France	**10,395**	**29.99**
	Germany (31 July 2015: 28.89%)		
	Airlines		
2,301	Deutsche Lufthansa AG Com NPV	26	0.08
	Auto manufacturers		
3,117	Bayerische Motoren Werke AG Com EUR 1.00	259	0.75
545	Bayerische Motoren Werke AG Pref EUR 1.00	38	0.11
9,159	Daimler AG Com NPV	601	1.73
1,412	Porsche Automobil Holding SE Pref NPV	71	0.21
354	Volkswagen AG Com NPV	51	0.15
1,748	Volkswagen AG Pref NPV	237	0.68
	Auto parts & equipment		
1,060	Continental AG Com NPV	215	0.62
1,603	Schaeffler AG Pref NPV	22	0.06
	Banks		
10,156	Commerzbank AG Com NPV	65	0.19
12,999	Deutsche Bank AG Com NPV	168	0.48
	Building & construction materials		
1,348	HeidelbergCement AG Com NPV	110	0.32
	Chemicals		
8,745	BASF SE Com NPV	662	1.91
1,429	Brenntag AG Com NPV	69	0.20
685	Covestro AG Com NPV	31	0.09
1,252	Evonik Industries AG Com NPV	38	0.11

iShares MSCI EMU CHF Hedged UCITS ETF

SCHEDULE OF INVESTMENTS (continued)

As at 31 July 2016

Holding	Investment	Fair value Fr'000	% of net asset value
	Equities (31 July 2015: 98.96%) (cont)		
	Germany (31 July 2015: 28.89%) (cont)		
	Chemicals (cont)		
689	Fuchs Petrolub SE Pref NPV	28	0.08
1,900	K&S AG Com NPV	38	0.11
911	Lanxess AG Com NPV	41	0.12
1,798	Linde AG Com NPV	250	0.72
1,140	Symrise AG Com NPV	77	0.22
	Cosmetics & personal care		
937	Beiersdorf AG Com NPV	85	0.25
	Diversified financial services		
1,895	Deutsche Boerse AG Com NPV	153	0.44
	Electrical components & equipment		
880	OSRAM Licht AG Com NPV	44	0.13
	Electricity		
18,883	E.ON SE Com NPV	195	0.56
4,811	RWE AG Com NPV	83	0.24
	Engineering & construction		
414	Fraport AG Frankfurt Airport Services Worldwide Com NPV	22	0.06
202	Hochtief AG Com NPV	25	0.08
	Food		
1,602	Metro AG Com NPV	50	0.14
	Footwear		
1,814	Adidas AG Com NPV	287	0.83
	Health care services		
2,090	Fresenius Medical Care AG & Co KGaA Com NPV	185	0.53
3,899	Fresenius SE & Co KGaA Com NPV	281	0.81
	Household products		
999	Henkel AG & Co KGaA Com NPV	105	0.30
	Insurance		
4,351	Allianz SE Com NPV	603	1.74
594	Hannover Rueck SE Com NPV	59	0.17
1,590	Muenchener Rueckversicherungs-Gesellschaft AG Com NPV	256	0.74
	Internet		
1,118	United Internet AG Com NPV	48	0.14
	Iron & steel		
3,337	ThyssenKrupp AG Com NPV	74	0.21
	Machinery - diversified		
1,807	GEA Group AG Com NPV	93	0.27
351	MAN SE Com NPV	36	0.10
	Media		
447	Axel Springer SE Com EUR 1.00	23	0.07
2,106	ProSiebenSat.1 Media SE Com NPV	93	0.27
	Miscellaneous manufacturers		
7,253	Siemens AG Com NPV	760	2.19
	Nondurable household products		
1,739	Henkel AG & Co KGaA Pref NPV	209	0.60
	Pharmaceuticals		
7,851	Bayer AG Com NPV	816	2.36
1,236	Merck KGaA Com NPV	132	0.38
	Germany (31 July 2015: 28.89%) (cont)		
	Real estate investment & services		
3,175	Deutsche Wohnen AG Com NPV	114	0.33
4,550	Vonovia SE Com NPV	174	0.50
	Retail		
642	Hugo Boss AG Com NPV	37	0.10
832	Zalando SE Com NPV	30	0.09
	Semiconductors		
10,773	Infineon Technologies AG Com NPV	172	0.50
	Software		
9,337	SAP SE Com NPV	790	2.28
	Telecommunications		
30,716	Deutsche Telekom AG Com NPV	504	1.45
7,701	Telefonica Deutschland Holding AG Com NPV	30	0.09
	Transportation		
9,240	Deutsche Post AG Com NPV	266	0.77
	Total Germany	**9,931**	**28.66**
	Ireland (31 July 2015: 1.26%)		
	Airlines		
1,655	Ryanair Holdings Plc Com EUR 0.006	21	0.06
	Banks		
274,088	Bank of Ireland Com EUR 0.05	54	0.16
	Building materials and fixtures		
7,962	CRH Plc Com EUR 0.32	236	0.68
	Entertainment		
766	Paddy Power Betfair Plc Com EUR 0.09	87	0.25
	Food		
1,506	Kerry Group Plc Com EUR 0.125	125	0.36
	Total Ireland	**523**	**1.51**
	Italy (31 July 2015: 7.16%)		
	Banks		
120,393	Intesa Sanpaolo SpA Com EUR 0.52	256	0.74
9,289	Intesa Sanpaolo SpA Misc EUR 0.52	19	0.05
5,595	Mediobanca SpA Com EUR 0.50	38	0.11
46,633	UniCredit SpA Com NPV	110	0.32
8,058	Unione di Banche Italiane SpA Com EUR 2.50	24	0.07
	Commercial services		
3,975	Atlantia SpA Com EUR 1.00	96	0.27
	Electrical components & equipment		
1,937	Prysmian SpA Com EUR 0.10	44	0.13
	Electricity		
72,565	Enel SpA Com EUR 1.00	322	0.93
14,683	Terna Rete Elettrica Nazionale SpA Com EUR 0.22	77	0.22
	Gas distribution		
23,667	Snam SpA Com NPV	132	0.38
	Holding companies - diversified operations		
1,086	Exor SpA Com NPV	41	0.12
	Insurance		
10,955	Assicurazioni Generali SpA Com EUR 1.00	139	0.40

iShares MSCI EMU CHF Hedged UCITS ETF

SCHEDULE OF INVESTMENTS (continued)

As at 31 July 2016

Holding	Investment	Fair value Fr'000	% of net asset value
	Equities (31 July 2015: 98.96%) (cont)		
	Italy (31 July 2015: 7.16%) (cont)		
	Insurance (cont)		
5,045	Poste Italiane SpA Com NPV	34	0.10
10,995	UnipolSai SpA Com NPV	18	0.05
	Oil & gas		
24,013	Eni SpA Com NPV	355	1.02
	Oil & gas services		
54,963	Saipem SpA Com NPV	23	0.07
	Retail		
1,632	Luxottica Group SpA Com EUR 0.06	76	0.22
	Telecommunications		
97,581	Telecom Italia SpA Com NPV	81	0.23
60,037	Telecom Italia SpA Misc NPV	40	0.12
	Total Italy	**1,925**	**5.55**
	Luxembourg (31 July 2015: 0.98%)		
	Iron & steel		
16,922	ArcelorMittal Com NPV	105	0.30
	Media		
387	RTL Group SA Com NPV	32	0.09
	Metal fabricate/ hardware		
4,700	Tenaris SA Com USD 1.00	61	0.18
	Telecommunications		
3,557	SES SA Receipt NPV	75	0.22
	Total Luxembourg	**273**	**0.79**
	Netherlands (31 July 2015: 10.89%)		
	Aerospace & defence		
5,611	Airbus Group SE Com EUR 1.00	319	0.92
	Auto manufacturers		
1,150	Ferrari NV Com EUR 0.01	50	0.14
8,647	Fiat Chrysler Automobiles NV Com EUR 0.01	54	0.16
	Banks		
2,270	ABN AMRO Group NV CVS EUR 1.00	41	0.12
36,843	ING Groep NV Com EUR 0.01	398	1.15
	Beverages		
980	Heineken Holding NV Com EUR 1.60	79	0.23
2,231	Heineken NV Com EUR 1.60	203	0.59
	Chemicals		
2,451	Akzo Nobel NV Com EUR 2.00	154	0.44
1,875	Koninklijke DSM NV Com EUR 1.50	116	0.33
832	OCI NV Com EUR 20.00	12	0.04
	Commercial services		
1,259	Randstad Holding NV Com EUR 0.10	52	0.15
9,756	Relx NV Com EUR 0.07	171	0.49
	Computers		
784	Gemalto NV Com EUR 1.00	50	0.14
	Cosmetics & personal care		
15,499	Unilever NV CVS EUR 0.16	694	2.00
	Netherlands (31 July 2015: 10.89%) (cont)		
	Diversified financial services		
1,645	AerCap Holdings NV Com EUR 0.01	58	0.17
	Electronics		
8,897	Koninklijke Philips NV Com EUR 0.20	229	0.66
	Engineering & construction		
889	Boskalis Westminster Com EUR 0.80	32	0.09
	Food		
12,473	Koninklijke Ahold Delhaize NV Com EUR 0.01	288	0.83
	Healthcare products		
2,189	Qiagen NV Com EUR 0.01	55	0.16
	Insurance		
18,550	Aegon NV Com EUR 0.12	73	0.21
3,160	NN Group NV Com EUR 0.12	82	0.24
	Machinery - diversified		
9,268	CNH Industrial NV Com EUR 0.01	64	0.19
	Media		
3,581	Altice NV Com EUR 0.01	51	0.15
879	Altice NV Com EUR 0.25	13	0.03
2,959	Wolters Kluwer NV Com EUR 0.12	120	0.35
	Pipelines		
701	Koninklijke Vopak NV Com EUR 0.50	35	0.10
	Semiconductors		
3,506	ASML Holding NV Com EUR 0.09	375	1.08
2,840	NXP Semiconductors NV Com EUR 0.20	231	0.67
6,345	STMicroelectronics NV Com EUR 1.04	44	0.13
	Telecommunications		
32,994	Koninklijke KPN NV Com EUR 0.04	105	0.30
	Total Netherlands	**4,248**	**12.26**
	Portugal (31 July 2015: 0.45%)		
	Electricity		
22,437	EDP - Energias de Portugal SA Com EUR 1.00	74	0.21
	Food		
2,506	Jeronimo Martins SGPS SA Com EUR 1.00	41	0.12
	Oil & gas		
4,357	Galp Energia SGPS SA Com EUR 1.00	57	0.17
	Total Portugal	**172**	**0.50**
	Spain (31 July 2015: 11.45%)		
	Airlines		
7,337	International Consolidated Airlines Group SA Com EUR 0.50	38	0.11
	Banks		
61,942	Banco Bilbao Vizcaya Argentaria SA Com EUR 0.49	350	1.01
49,092	Banco de Sabadell SA Com EUR 0.125	65	0.19
33,059	Banco Popular Espanol SA Com EUR 0.50	45	0.13
137,433	Banco Santander SA Com EUR 0.50	563	1.62
45,896	Bankia SA Com EUR 0.80	34	0.10

iShares MSCI EMU CHF Hedged UCITS ETF

SCHEDULE OF INVESTMENTS (continued)

As at 31 July 2016

Holding	Investment	Fair value Fr'000	% of net asset value
	Equities (31 July 2015: 98.96%) (cont)		
	Spain (31 July 2015: 11.45%) (cont)		
	Banks (cont)		
6,711	Bankinter SA Com EUR 0.30	45	0.13
25,420	CaixaBank SA Com EUR 1.00	62	0.18
	Commercial services		
5,279	Abertis Infraestructuras SA Com EUR 3.00	80	0.23
	Electricity		
3,082	Endesa SA Com EUR 1.20	63	0.18
1,136	Iberdrola SA Com EUR 0.75	7	0.02
51,154	Iberdrola SA (voting) Com EUR 0.75	340	0.98
1,948	Red Electrica Corp SA Com EUR 0.50	43	0.13
	Engineering & construction		
1,873	ACS Actividades de Construccion y Servicios SA Com EUR 0.50	52	0.15
626	Aena SA Com EUR 10.00	87	0.25
4,575	Ferrovial SA Com EUR 0.20	92	0.27
	Food		
6,153	Distribuidora Internacional de Alimentacion SA Com EUR 0.10	37	0.11
	Gas		
3,401	Gas Natural SDG SA Com EUR 1.00	68	0.20
	Gas distribution		
789	Enagas SA Com EUR 1.50	23	0.07
	Insurance		
10,738	Mapfre SA Com EUR 0.10	25	0.07
	Machinery - diversified		
1,791	Zardoya Otis SA Com EUR 0.10	17	0.05
	Spain (31 July 2015: 11.45%) (cont)		
	Oil & gas		
10,564	Repsol SA Com EUR 1.00	129	0.37
	Pharmaceuticals		
2,708	Grifols SA Com EUR 0.25	57	0.16
	Retail		
10,396	Industria de Diseno Textil SA Com EUR 0.03	348	1.00
	Software		
4,225	Amadeus IT Group SA Com EUR 0.01	192	0.55
	Telecommunications		
42,646	Telefonica SA Com EUR 1.00	404	1.16
	Total Spain	**3,266**	**9.42**
	United Kingdom (31 July 2015: Nil)		
	Beverages		
1,974	Coca-Cola European Partners Plc Com EUR 0.01	72	0.21
	Total United Kingdom	**72**	**0.21**
	Total equities	**33,648**	**97.09**
	Rights (31 July 2015: Nil)		
	Spain (31 July 2015: Nil)		
1,791	Zardoya Otis SA - Rights 1 August 2016	1	0.00
	Total Spain	**1**	**0.00**
	Total rights	**1**	**0.00**

Currency	Amount Purchased	Currency	Amount Sold	Underlying Exposure (Fr)	Maturity date	Unrealised gain/(loss)* Fr'000	% of net asset value
Financial derivative instruments (31 July 2015: (1.95)%)							
Forward currency contracts (31 July 2015: (1.93)%)**							
CHF	34,202,331	EUR	31,628,469	34,181,937	03/08/2016	21	0.06
CHF	32,142,365	EUR	29,752,992	32,137,301	02/09/2016	5	0.01
CHF	1,689,841	EUR	1,564,223	1,689,574	02/09/2016	-	0.00
CHF	316,281	USD	325,271	314,358	03/08/2016	2	0.01
CHF	269,364	USD	279,154	269,362	02/09/2016	-	0.00
CHF	21,877	USD	22,672	21,877	02/09/2016	-	0.00
EUR	1,875,477	CHF	2,028,100	2,026,890	03/08/2016	(1)	0.00
USD	46,118	CHF	44,843	44,570	03/08/2016	-	0.00
					Total unrealised gains on forward currency contracts	**28**	**0.08**
					Total unrealised losses on forward currency contracts	**(1)**	**0.00**
					Net unrealised gains on forward currency contracts	**27**	**0.08**

iShares MSCI EMU CHF Hedged UCITS ETF

SCHEDULE OF INVESTMENTS (continued)

As at 31 July 2016

No. of contracts		Underlying exposure Fr'000	Fair value Fr'000	% of net asset value
	Financial derivative instruments (31 July 2015: (1.95)%) (cont)			
	Futures contracts (31 July 2015: (0.02)%)			
26	Euro Stoxx 50 Index Futures September 2016	804	35	0.10
12	Ibex Mini Index Futures August 2016	109	2	0.01
	Total unrealised gains on futures contracts		**37**	**0.11**
	Total financial derivative instruments		**64**	**0.19**

	Fair value Fr'000	% of net asset value
Total value of investments	**33,713**	**97.28**
Cash†	**873**	**2.52**
Other net assets	**36**	**0.10**
Net assets attributable to redeemable participating shareholders	**34,622**	**99.90**
Adjustment to align to the valuation methodology as set out in the prospectus	35	0.10
Net asset value attributable to redeemable participating shareholders at the end of the year	**34,657**	**100.00**

† Cash holdings of Fr819,625 are held with State Street Bank and Trust Company. Fr53,456 is held as security for futures contracts with Morgan Stanley & Co International Plc.
* Investments which are less than Fr500 are rounded to zero.
** The counterparty for forward currency contracts is State Street Bank and Trust Company.

Equities are primarily classified by 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 Fr'000	% of total current assets
Transferable securities admitted to an official stock exchange listing or traded on a regulated market	33,649	96.90
Exchange traded financial derivative instruments	37	0.10
Over-the-counter financial derivative instruments	28	0.08
Other assets	1,013	2.92
Total current assets	**34,727**	**100.00**

iShares MSCI EMU CHF Hedged UCITS ETF

SCHEDULE OF MATERIAL PURCHASES AND SALES (unaudited)

For the year ended 31 July 2016

Holding	Investments	Proceeds Fr'000
Sales		
557	Siemens AG Com NPV	58
374	Anheuser-Busch InBev SA/NV Com NPV	45
461	Sanofi Com EUR 2.00	40
837	Total SA Com EUR 2.50	40
342	Bayer AG Com NPV	39
6,548	Banco Santander SA Com EUR 0.50	34
193	Allianz SE Com NPV	32
290	Adidas AG Com NPV	31
383	BASF SE Com NPV	30
2,450	Telefonica SA Com EUR 1.00	29
502	BNP Paribas SA Com EUR 2.00	28
368	SAP SE Com NPV	28
1,077	AXA SA Com EUR 2.29	27
368	Daimler AG Com NPV	27
3,909	Nokia Oyj Com NPV	26
3,582	Banco Bilbao Vizcaya Argentaria SA Com EUR 0.49	26
596	Unilever NV CVS EUR 0.16	26
1,263	Deutsche Telekom AG Com NPV	22
116	Muenchener Rueckversicherungs-Gesellschaft AG Com NPV	21
4,579	Enel SpA Com EUR 1.00	21
1,595	ING Groep NV CVS EUR 0.24	20
111	L'Oreal SA Com EUR 0.20	20
118	LVMH Moet Hennessy Louis Vuitton SE Com EUR 0.30	19
169	Kabel Deutschland Holding AG Com NPV	18
529	Industria de Diseno Textil SA Com EUR 0.03	18
264	Airbus Group SE Com EUR 1.00	17
244	Danone SA Com EUR 0.25	16
367	Accor SA Com EUR 3.00	16
548	Deutsche Post AG Com NPV	15
14,500	Telecom Italia SpA Com NPV	14
4,933	Intesa Sanpaolo SpA Com EUR 0.52	14
224	Schneider Electric SE Com EUR 4.00	14
542	Koninklijke Philips NV Com EUR 0.20	14
834	Orange SA Com EUR 4.00	14

Holding	Investments	Cost Fr'000
Purchases		
5,036	Anheuser-Busch InBev SA/NV Com NPV	591
7,220	Sanofi Com EUR 2.00	586
13,091	Total SA Com EUR 2.50	582
5,139	Bayer AG Com NPV	557
4,845	Siemens AG Com NPV	465
6,074	SAP SE Com NPV	452
2,835	Allianz SE Com NPV	429
10,075	Unilever NV CVS EUR 0.16	428
5,974	Daimler AG Com NPV	409
5,696	BASF SE Com NPV	405
90,337	Banco Santander SA Com EUR 0.50	397
20,112	Deutsche Telekom AG Com NPV	331
6,621	BNP Paribas SA Com EUR 2.00	323
27,900	Telefonica SA Com EUR 1.00	287
24,191	ING Groep NV CVS EUR 0.24	284
12,239	AXA SA Com EUR 2.29	277
1,731	LVMH Moet Hennessy Louis Vuitton SE Com EUR 0.30	277
1,580	L'Oreal SA Com EUR 0.20	271
41,639	Banco Bilbao Vizcaya Argentaria SA Com EUR 0.49	269
2,881	NXP Semiconductors NV Com EUR 0.20	254
3,686	Danone SA Com EUR 0.25	246
37,540	Nokia Oyj Com NPV	227
3,674	Airbus Group SE Com EUR 1.00	224

The CBI requires a Schedule of material changes in the composition of the portfolio 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 Small Cap UCITS ETF

INCOME STATEMENT

For the year ended 31 July 2016

	Note	Year ended 31 July 2016 €'000	Year ended 31 July 2015 €'000
Operating income	2	13,521	8,935
Net (losses)/gains on financial assets/liabilities at fair value through profit or loss	3	(38,149)	76,550
Total (losses)/gains		**(24,628)**	**85,485**
Operating expenses	4	(3,114)	(2,163)
Net operating (loss)/profit		**(27,742)**	**83,322**
Finance costs:			
Interest expense	6	(19)	(4)
Total finance costs		**(19)**	**(4)**
Net (loss)/profit for the financial year before tax		**(27,761)**	**83,318**
Non-reclaimable withholding tax		(1,056)	(704)
Net (loss)/profit for the financial year after tax		**(28,817)**	**82,614**
Adjustment to align to the valuation methodology as set out in the prospectus	7	54	217
(Decrease)/increase in net assets attributable to redeemable participating shareholders from operations		**(28,763)**	**82,831**

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.

STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO REDEEMABLE PARTICIPATING SHAREHOLDERS

For the year ended 31 July 2016

	Year ended 31 July 2016 €'000	Year ended 31 July 2015 €'000
Net assets attributable to redeemable participating shareholders at the beginning of the year	465,375	421,945
(Decrease)/increase in net assets attributable to redeemable participating shareholders from operations	(28,763)	82,831
Share transactions:		
Proceeds from issue of redeemable participating shares	314,605	166,611
Payments on redemption of redeemable participating shares	(334,113)	(206,012)
Decrease in net assets resulting from share transactions	**(19,508)**	**(39,401)**
Net assets attributable to redeemable participating shareholders at the end of the year	**417,104**	**465,375**

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

iShares MSCI EMU Small Cap UCITS ETF

BALANCE SHEET

As at 31 July 2016

	Note	31 July 2016 €'000	31 July 2015 €'000
CURRENT ASSETS			
Cash		18,962	2,836
Margin cash account		292	48
Receivables	11	2,561	1,851
Financial assets at fair value through profit or loss	12	410,438	461,953
Total current assets		**432,253**	**466,688**
CURRENT LIABILITIES			
Payables	13	(15,850)	(1,960)
Total current liabilities excluding net assets attributable to redeemable participating shareholders		**(15,850)**	**(1,960)**
Net asset value attributable to redeemable participating shareholders		**416,403**	**464,728**
Adjustment to align to the valuation methodology as set out in the prospectus	7	701	647
Net asset value attributable to redeemable participating shareholders at the end of the year		**417,104**	**465,375**

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 Small Cap UCITS ETF

NOTES TO THE FINANCIAL STATEMENTS

For the year ended 31 July 2016

1. ACCOUNTING POLICIES, FINANCIAL INSTRUMENTS AND RISKS AND OTHER NOTES

The accounting policies are set out on pages 51 to 53. The financial instruments and risks are set out on pages 54 to 76. The notes relating to tax, soft commissions, exchange rates, commitments and contingent liabilities, related party transactions, financial derivative instruments and subsequent events are set out in the notes to the financial statements of the Company on pages 79 to 84.

2. OPERATING INCOME

	Year ended 31 July 2016 €'000	Year ended 31 July 2015 €'000
Dividend income	12,290	8,383
Securities lending income	1,231	552
	13,521	**8,935**

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

	Year ended 31 July 2016 €'000	Year ended 31 July 2015 €'000
Net (losses)/gains on investments in securities held at fair value through profit or loss	(38,126)	76,161
Net (losses)/gains on futures contracts	(16)	380
Net (losses)/gains on foreign currency transactions	(7)	9
	(38,149)	**76,550**

4. OPERATING EXPENSES

	Year ended 31 July 2016 €'000	Year ended 31 July 2015 €'000
Management fees	(3,114)	(2,163)
	(3,114)	**(2,163)**

5. MANAGEMENT FEES

Fees earned by the Manager during the year and balances outstanding as at 31 July 2016 and 31 July 2015 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 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:

	TER % 31 July 2016	TER % 31 July 2015
	0.58	0.58

6. INTEREST EXPENSE

	Year ended 31 July 2016 €'000	Year ended 31 July 2015 €'000
Bank interest	(19)	(4)
	(19)	**(4)**

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 July 2016 €'000	Year ended 31 July 2015 €'000
Balance at the beginning of year	647	430
Adjustment to align to the valuation methodology as set out in the prospectus	54	217
Total adjustment for the year	54	217
Balance at the end of year	**701**	**647**

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

iShares MSCI EMU Small Cap UCITS ETF

NOTES TO THE FINANCIAL STATEMENTS (continued)

For the year ended 31 July 2016

8. TRANSACTION COSTS

Disclosed in the table below are separately identifiable transaction costs incurred by the Fund for the years ended 31 July 2016 and 31 July 2015. Please refer to note 9 of the financial statements of the Company for further details.

	Year ended 31 July 2016 €'000	Year ended 31 July 2015 €'000
Transaction costs	(406)	(212)

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 July 2016 No. of Shares	31 July 2015 No. of Shares
Balance at the beginning of year	2,900,368	3,350,368
Issued during the year	2,100,000	1,100,000
Redeemed during the year	(2,300,000)	(1,550,000)
Balance at the end of year	**2,700,368**	**2,900,368**

10. NET ASSETS ATTRIBUTABLE TO REDEEMABLE PARTICIPATING SHAREHOLDERS

	No. of Shares
Shares in issue	
As at 31 July 2016	2,700,368
As at 31 July 2015	2,900,368
As at 31 July 2014	3,350,368

	€'000
Net asset value	
As at 31 July 2016	417,104
As at 31 July 2015	465,375
As at 31 July 2014	421,945

	€
Net asset value per share	
As at 31 July 2016	154.46
As at 31 July 2015	160.45
As at 31 July 2014	125.94

11. RECEIVABLES

	31 July 2016 €'000	31 July 2015 €'000
Sale of securities awaiting settlement	1,692	1,176
Dividend income receivable	23	38
Securities lending income receivable	94	48
Tax reclaim receivable	750	589
Other receivables	2	-
	2,561	**1,851**

12. FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS

Financial assets:	31 July 2016 €'000	31 July 2015 €'000
Investment in equities	410,275	461,677
Investment in rights	-	250
Unrealised gains on futures contracts	163	26
	410,438	**461,953**

13. PAYABLES

	31 July 2016 €'000	31 July 2015 €'000
Purchase of securities awaiting settlement	(163)	(1,745)
Payable for fund shares repurchased	(15,487)	-
Interest payable	(4)	(1)
Management fees payable	(196)	(214)
	(15,850)	**(1,960)**

14. EFFICIENT PORTFOLIO MANAGEMENT

Please see note 18 of the financial statements of the Company for more information on efficient portfolio management.

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 July 2016 €'000	31 July 2015 €'000
Income earned during the year	1,231	552
Value of securities on loan at year end	112,670	71,136
Value of collateral held on behalf of the Fund at year end	122,381	79,029

Please see note 19 in the notes to the financial statements of the Company for more information on financial derivative instruments.

iShares MSCI EMU Small Cap UCITS ETF

SCHEDULE OF INVESTMENTS

As at 31 July 2016

Holding	Investment	Fair value €'000	% of net asset value
	Transferable Securities Admitted to an Official Stock Exchange Listing or traded on a Regulated Market (31 July 2015: 99.25%)		
	Equities (31 July 2015: 99.20%)		
	Austria (31 July 2015: 3.77%)		
	Aerospace & defence		
23,228	FACC AG Com NPV	118	0.03
	Building materials and fixtures		
112,171	Wienerberger AG Com NPV	1,551	0.37
	Chemicals		
8,262	Lenzing AG Com NPV	772	0.18
	Commercial services		
5,790	Kapsch TrafficCom AG Com NPV	213	0.05
	Electrical components & equipment		
29,588	Zumtobel Group AG Com NPV	400	0.10
	Electricity		
37,035	EVN AG Com NPV	385	0.09
	Electronics		
26,506	Austria Technologie & Systemtechnik AG Com NPV	279	0.07
	Engineering & construction		
7,980	Porr AG Com NPV	206	0.05
	Food		
6,004	DO & CO AG Com NPV	423	0.10
	Insurance		
120,533	UNIQA Insurance Group AG Com NPV	669	0.16
37,321	Vienna Insurance Group AG Wiener Versicherung Gruppe Com NPV	661	0.16
	Machinery - diversified		
11,312	Palfinger AG Com NPV	305	0.07
	Miscellaneous manufacturers		
25,948	RHI AG Com NPV	482	0.12
8,732	Semperit AG Holding Com NPV	251	0.06
	Oil & gas services		
11,586	Schoeller-Bleckmann Oilfield Equipment AG Com EUR 1.00	637	0.15
	Real estate investment & services		
71,732	Buwog AG Com NPV	1,552	0.37
72,272	CA Immobilien Anlagen AG Com NPV	1,211	0.29
62,431	Conwert Immobilien Invest SE Com NPV	920	0.22
732,430	Immofinanz AG Com NPV	1,430	0.34
40,823	S IMMO AG Com NPV	353	0.09
	Transportation		
32,949	Oesterreichische Post AG Com NPV	1,032	0.25
	Total Austria	**13,850**	**3.32**
	Belgium (31 July 2015: 7.05%)		
	Apparel retailers		
5,625	Van de Velde NV Com NPV	366	0.09
	Biotechnology		
51,029	Ablynx NV Com NPV	626	0.15
5,233	Celyad SA Com NPV	115	0.03
	Belgium (31 July 2015: 7.05%) (cont)		
	Chemicals		
30,365	Tessenderlo Chemie NV Com NPV	922	0.22
	Computers		
63,762	Econocom Group SA/NV Com NPV	747	0.18
	Distribution & wholesale		
23,546	D'ieteren SA/NV Com NPV	923	0.22
	Diversified financial services		
33,530	KBC Ancora Com NPV	925	0.22
	Electrical components & equipment		
35,168	Bekaert SA Com NPV	1,437	0.35
	Electricity		
28,882	Elia System Operator SA/NV Com NPV	1,377	0.33
	Electronics		
8,708	Barco NV Com NPV	598	0.14
13,473	EVS Broadcast Equipment SA Com NPV	407	0.10
	Engineering & construction		
7,761	Cie d'Entreprises CFE Com NPV	639	0.15
	Entertainment		
14,006	Kinepolis Group NV Com NPV	560	0.13
	Food		
15,003	Greenyard Foods Com NPV	190	0.05
	Healthcare products		
13,322	Biocartis NV Com NPV	100	0.02
20,697	Ion Beam Applications Com NPV	872	0.21
	Holding companies - diversified operations		
22,059	Ackermans & van Haaren NV Com NPV	2,387	0.57
	Household products		
67,320	Ontex Group NV Com NPV	2,171	0.52
	Mining		
65,706	Nyrstar NV Com NPV	535	0.13
	Miscellaneous manufacturers		
167,586	AGFA-Gevaert NV Com NPV	542	0.13
	Mobile telecommunications		
30,889	Orange Belgium SA Com NPV	669	0.16
	Pharmaceuticals		
39,383	Fagron Com NPV	282	0.07
37,259	Galapagos NV Com NPV	1,815	0.43
	Real estate investment trusts		
13,138	Aedifica SA Reits NPV	929	0.22
17,325	Befimmo SA Reits NPV	1,052	0.25
19,991	Cofinimmo SA Reits NPV	2,232	0.54
13,274	Intervest Offices & Warehouses NV Reits NPV	338	0.08
13,543	Warehouses De Pauw CVA Reits NPV	1,249	0.30
	Semiconductors		
19,703	Melexis NV Com NPV	1,152	0.28
	Specialty finance		
18,611	Gimv NV Com NPV	903	0.21
16,645	Sofina SA Com NPV	1,990	0.48
	Textile		
5,703	Sioen Industries NV Com NPV	116	0.03

iShares MSCI EMU Small Cap UCITS ETF

SCHEDULE OF INVESTMENTS (continued)

As at 31 July 2016

Holding	Investment	Fair value €'000	% of net asset value
	Equities (31 July 2015: 99.20%) (cont)		
	Belgium (31 July 2015: 7.05%) (cont)		
	Transportation		
98,232	bpost SA Com NPV	2,301	0.55
120,330	Euronav NV Com NPV	925	0.22
29,751	Exmar NV Com NPV	186	0.05
	Total Belgium	**32,578**	**7.81**
	Cyprus (31 July 2015: 0.00%)		
	Banks		
410	Bank of Cyprus PCL Com EUR 1.00*	-	0.00
1,964,233	Cyprus Popular Bank PCL Com EUR 0.10*/**	-	0.00
	Total Cyprus	**-**	**0.00**
	Finland (31 July 2015: 6.06%)		
	Commercial services		
36,086	Cramo Oyj Com NPV	759	0.18
66,402	Ramirent Oyj Com NPV	504	0.12
	Computers		
85,181	F-Secure Oyj Com NPV	246	0.06
53,474	Tieto Oyj Com NPV	1,375	0.33
	Diversified financial services		
7,779	Ferratum Oyj Com NPV	156	0.04
	Entertainment		
112,531	Amer Sports Oyj Com NPV	2,863	0.69
	Food		
8,387	Atria Oyj Com EUR 1.7	75	0.02
28,091	HKScan Oyj Com NPV	89	0.02
61,920	Kesko Oyj Com NPV	2,464	0.59
	Forest products & paper		
187,019	Metsa Board Oyj Com EUR 1.70	980	0.23
	Hand & machine tools		
49,365	Konecranes Oyj Com EUR 0.50	1,327	0.32
	Home builders		
91,872	Caverion Corp Com NPV	542	0.13
110,724	YIT Oyj Com NPV	670	0.16
	Iron & steel		
275,971	Outokumpu Oyj Com NPV	1,421	0.34
	Machinery - diversified		
159,388	Outotec Oyj Com NPV	691	0.17
11,011	Ponsse Oy Com NPV	294	0.07
114,902	Valmet Oyj Com NPV	1,339	0.32
	Media		
72,814	Sanoma Oyj Com NPV	521	0.12
	Miscellaneous manufacturers		
53,547	Uponor Oyj Com NPV	873	0.21
	Packaging & containers		
87,604	Huhtamaki Oyj Com NPV	3,441	0.82
	Pharmaceuticals		
109,628	Oriola-KD Oyj Com NPV	461	0.11
	Finland (31 July 2015: 6.06%) (cont)		
	Real estate investment & services		
390,568	Citycon Oyj Com NPV	873	0.21
203,062	Sponda Oyj Com NPV	831	0.20
83,090	Technopolis Oyj Com NPV	321	0.08
	Retail		
30,588	Stockmann Oyj Abp Com EUR 2.00	182	0.04
	Specialty chemicals		
98,460	Kemira Oyj Com NPV	1,155	0.28
	Telecommunications		
21,104	PKC Group Oyj Com NPV	349	0.08
	Transportation		
34,982	Cargotec Oyj Com NPV	1,399	0.34
	Total Finland	**26,201**	**6.28**
	France (31 July 2015: 17.19%)		
	Advertising		
162,818	Havas SA Com EUR 0.40	1,227	0.29
32,173	Ipsos Com EUR 0.25	948	0.23
	Aerospace & defence		
16,356	LISI Com EUR 0.40	396	0.09
59,681	Ste Industrielle d'Aviation Latecoere SA Com EUR 2.00	196	0.05
	Airlines		
131,743	Air France-KLM Com EUR 1.00	684	0.16
	Alternative energy		
23,741	Albioma SA Com EUR 0.0385	366	0.09
	Auto parts & equipment		
64,585	Faurecia Com EUR 7.00	2,272	0.55
8,260	MGI Coutier Com EUR 0.80	170	0.04
57,951	Plastic Omnium SA Com EUR 0.50	1,639	0.39
	Beverages		
16,613	Marie Brizard Wine & Spirits SA Com EUR 2.00	267	0.06
	Biotechnology		
3,967	Adocia Com EUR 0.10	205	0.05
24,077	Cellectis SA Com EUR 0.05	563	0.14
19,561	Genfit Com EUR 0.25	470	0.11
38,896	Innate Pharma SA Com EUR 0.05	416	0.10
44,113	Valneva SE Com EUR 0.15	104	0.02
6,381	Vilmorin & Cie SA Com EUR 15.25	378	0.09
	Broadcasting & entertainment		
57,205	Metropole Television SA Com EUR 0.40	930	0.22
	Building materials and fixtures		
19,381	Tarkett SA Com EUR 5.00	558	0.13
17,524	Vicat SA Com EUR 4.00	936	0.23
	Commercial services		
8,643	Assystem Com EUR 1.00	212	0.05
98,867	Elior Participations SCA Com EUR 0.01	1,930	0.46
82,035	Elis SA Com EUR 0.50	1,323	0.32
77,317	Europcar Groupe SA Com EUR 1.00	571	0.14

iShares MSCI EMU Small Cap UCITS ETF

SCHEDULE OF INVESTMENTS (continued)

As at 31 July 2016

Holding	Investment	Fair value €'000	% of net asset value
	Equities (31 July 2015: 99.20%) (cont)		
	France (31 July 2015: 17.19%) (cont)		
	Commercial services (cont)		
7,972	GL Events Com EUR 4.00	135	0.03
2,895	Groupe Crit Com EUR 0.36	171	0.04
7,461	Synergie SA Com EUR 5.00	219	0.05
	Computers		
27,754	Alten SA Com NPV	1,719	0.41
122,375	Altran Technologies SA Com EUR 0.50	1,588	0.38
5,042	Cegedim SA Com EUR 0.9528	131	0.03
13,410	Sopra Steria Group Com EUR 1.00	1,405	0.34
54,843	Teleperformance Com EUR 2.50	4,557	1.09
	Cosmetics & personal care		
10,673	Interparfums SA Com EUR 3.00	249	0.06
	Distribution & wholesale		
13,149	Jacquet Metal Service Com NPV	181	0.04
	Diversified financial services		
27,668	ABC Arbitrage Com EUR 0.016	167	0.04
6,449	FFP Com EUR 1.00	437	0.10
	Electrical components & equipment		
11,679	Mersen Com EUR 2.00	172	0.04
24,647	Nexans SA Com EUR 1.00	1,112	0.27
	Electronic office equipment		
35,363	Neopost SA Com EUR 1.00	874	0.21
	Engineering & construction		
10,063	Akka Technologies Com EUR 1.53	307	0.08
21,683	Gaztransport Et Technigaz SA Com EUR 0.01	555	0.13
73,749	SPIE SA Com EUR 0.47	1,254	0.30
	Entertainment		
7,595	Cie des Alpes Com NPV	135	0.03
345,005	Technicolor SA Com EUR 1.00	1,941	0.47
	Environmental control		
74,474	Derichebourg SA Com EUR 0.25	216	0.05
2,938	Seche Environnement SA Com EUR 0.20	92	0.02
	Food		
13,144	Bonduelle S.C.A. Com EUR 1.75	304	0.07
5,575	Naturex Com EUR 1.50	418	0.10
	Gas		
38,580	Rubis SCA Com EUR 2.50	2,776	0.67
	Health care services		
40,788	Korian SA Com EUR 5.00	1,291	0.31
40,757	Orpea Com EUR 1.25	3,217	0.77
	Healthcare products		
5,523	Guerbet Com EUR 1.00	333	0.08
26,486	Sartorius Stedim Biotech Com EUR 0.20	1,680	0.40
	Home furnishings		
21,293	SEB SA Com EUR 1.00	2,535	0.61
	Hotels		
4,602	Pierre & Vacances SA Com EUR 10.00	194	0.05
	France (31 July 2015: 17.19%) (cont)		
	Insurance		
92,002	Coface SA Com EUR 5.00	417	0.10
13,262	Euler Hermes Group Com EUR 0.32	979	0.24
	Internet		
34,729	Solocal Group Com EUR 6.00	118	0.03
	Leisure time		
34,924	Beneteau SA Com EUR 0.10	313	0.08
8,802	Trigano SA Com EUR 4.2568	465	0.11
	Machinery - diversified		
11,320	Haulotte Group SA Com EUR 0.13	156	0.04
8,106	Manitou BF SA Com EUR 1.00	117	0.03
	Media		
113,676	Television Francaise 1 Com EUR 0.20	982	0.24
	Metal products		
279,235	Vallourec SA Com EUR 2.00	909	0.22
	Mining		
5,585	Eramet Com EUR 3.05	175	0.04
	Miscellaneous manufacturers		
6,989	Faiveley Transport SA Com EUR 1.00	647	0.15
24,230	Oeneo SA Com EUR 1.00	200	0.05
	Oil & gas		
2,990	Esso SA Francaise Com EUR 7.65	115	0.03
128,228	Etablissements Maurel et Prom Com EUR 0.77	364	0.09
	Oil & gas services		
25,744	Bourbon Corp Com NPV	271	0.06
18,683	CGG SA Com EUR 12.80	399	0.10
	Pharmaceuticals		
16,124	AB Science SA Com EUR 0.01	213	0.05
5,948	Boiron SA Com EUR 1.00	491	0.12
16,267	DBV Technologies SA Com EUR 0.10	1,004	0.24
35,366	Ipsen SA Com EUR 1.00	2,060	0.50
4,129	Virbac SA Com EUR 1.25	725	0.17
	Real estate investment & services		
1,929	Fonciere de Paris SIIC Com EUR 15.00	272	0.06
38,480	Nexity SA Com EUR 5.00	1,827	0.44
	Real estate investment trusts		
6,544	ANF Immobilier Reits EUR 1.00	143	0.03
49,376	Mercialys SA Reits EUR 1.00	1,031	0.25
	Retail		
8,957	Groupe Fnac SA Com EUR 1.00	493	0.12
22,456	Rallye SA Com EUR 3.00	348	0.08
12,298	SRP Groupe SA Com EUR 0.04	226	0.06
	Software		
6,217	Axway Software SA Com EUR 2.00	152	0.04
5,249	Cegid Group SA Com EUR 0.95	322	0.08
84,485	Ubisoft Entertainment SA Com EUR 0.0775	3,097	0.74
38,524	Worldline SA Com EUR 0.68	1,028	0.24

iShares MSCI EMU Small Cap UCITS ETF

SCHEDULE OF INVESTMENTS (continued)

As at 31 July 2016

Holding	Investment	Fair value €'000	% of net asset value
	Equities (31 July 2015: 99.20%) (cont)		
	France (31 July 2015: 17.19%) (cont)		
	Specialty finance		
25,669	Altamir Com EUR 6.00	261	0.06
	Storage & warehousing		
2,302	ID Logistics Group Com EUR 0.50	290	0.07
	Telecommunications		
17,461	Parrot SA Com EUR 0.1524	241	0.06
	Total France	**67,977**	**16.30**
	Germany (31 July 2015: 21.93%)		
	Advertising		
25,569	Stroeer SE & Co KGaA Com NPV	1,085	0.26
	Aerospace & defence		
49,849	MTU Aero Engines AG Com NPV	4,550	1.09
5,346	OHB SE Com NPV	98	0.02
	Agriculture		
13,662	BayWa AG Com NPV	388	0.09
	Apparel retailers		
25,324	Gerry Weber International AG Com NPV	276	0.07
	Auto parts & equipment		
5,081	Bertrandt AG Com NPV	494	0.12
25,728	ElringKlinger AG Com NPV	418	0.10
11,174	Grammer AG Com NPV	481	0.11
31,069	Norma Group SE Com NPV	1,442	0.35
38,578	Rheinmetall AG Com NPV	2,408	0.58
	Banks		
58,375	Aareal Bank AG Com NPV	1,708	0.41
29,050	Comdirect Bank AG Com NPV	267	0.06
105,824	Deutsche Pfandbriefbank AG Com NPV	906	0.22
	Biotechnology		
6,982	Biotest AG Com EUR 2.56	114	0.03
20,922	Biotest AG Pref NPV	284	0.07
23,249	MorphoSys AG Com NPV	920	0.22
	Building materials and fixtures		
7,586	Bauer AG Com NPV	94	0.02
4,770	Centrotec Sustainable AG Com NPV	67	0.02
2,602	STO SE & Co KGaA Pref NPV	279	0.07
	Chemicals		
1,904	KWS Saat SE Com EUR 3.00	543	0.13
33,002	SGL Carbon SE Com NPV	359	0.09
15,272	Wacker Chemie AG Com NPV	1,266	0.30
	Commercial services		
4,991	Amadeus Fire AG Com NPV	338	0.08
102,829	Evotec AG Com NPV	421	0.10
25,214	Hamburger Hafen und Logistik AG Com NPV	358	0.09
12,734	Sixt SE Com NPV	605	0.15
17,331	Sixt SE Pref NPV	640	0.15
112,569	Wirecard AG Com NPV	4,672	1.12
	Germany (31 July 2015: 21.93%) (cont)		
	Computers		
14,331	Bechtle AG Com NPV	1,479	0.36
14,781	Cancom SE Com NPV	683	0.16
48,590	Jenoptik AG Com NPV	743	0.18
29,050	Wincor Nixdorf AG Com NPV	1,622	0.39
	Diversified financial services		
10,445	Deutsche Beteiligungs AG Com NPV	292	0.07
8,716	Grenke AG Com NPV	1,522	0.37
2,906	Hypoport AG Com NPV	280	0.07
66,610	MLP AG Com NPV	229	0.05
21,961	Wuestenrot & Wuerttembergische AG Com NPV	384	0.09
	Electrical components & equipment		
31,875	Leoni AG Com NPV	1,054	0.25
11,504	SMA Solar Technology AG Com NPV	516	0.13
11,395	Vossloh AG Com NPV	626	0.15
	Electronics		
33,548	Sartorius AG Pref NPV	2,393	0.57
	Energy - alternate sources		
40,826	Capital Stage AG Com NPV	242	0.06
61,567	Nordex SE Com NPV	1,517	0.36
18,106	Verbio Vereinigte BioEnergie AG Com NPV	92	0.02
	Engineering & construction		
33,653	Bilfinger SE Com NPV	914	0.22
	Entertainment		
1,734	bet-at-home.com AG Com NPV	107	0.02
51,473	Borussia Dortmund GmbH & Co KGaA Com NPV	203	0.05
	Food		
68,914	Suedzucker AG Com NPV	1,538	0.37
	Hand & machine tools		
38,439	DMG Mori AG Com NPV	1,637	0.39
21,884	KUKA AG Com NPV	2,378	0.57
	Health care services		
32,280	Rhoen Klinikum AG Com NPV	851	0.20
	Healthcare products		
32,694	Carl Zeiss Meditec AG Com NPV	1,088	0.26
3,247	Draegerwerk AG & Co KGaA Com NPV	166	0.04
7,962	Draegerwerk AG & Co KGaA Pref NPV	473	0.11
4,812	Stratec Biomedical AG Com NPV	247	0.06
	Home furnishings		
3,327	Rational AG Com NPV	1,431	0.35
12,815	Villeroy & Boch AG Pref NPV	175	0.04
	Internet		
2,880	XING AG Com EUR 1.00	514	0.13
4,966	Zooplus AG Com NPV	638	0.15
	Iron & steel		
36,971	Salzgitter AG Com NPV	1,029	0.25
	Leisure time		
45,746	CTS Eventim AG & Co KGaA Com NPV	1,423	0.34

iShares MSCI EMU Small Cap UCITS ETF

SCHEDULE OF INVESTMENTS (continued)

As at 31 July 2016

Holding	Investment	Fair value €'000	% of net asset value
	Equities (31 July 2015: 99.20%) (cont)		
	Germany (31 July 2015: 21.93%) (cont)		
	Machinery - diversified		
89,900	Deutz AG Com NPV	370	0.09
24,488	Duerr AG Com NPV	1,883	0.45
245,330	Heidelberger Druckmaschinen AG Com NPV	628	0.15
45,014	Jungheinrich AG Pref NPV	1,226	0.29
63,589	KION Group AG Com NPV	3,110	0.75
12,776	Koenig & Bauer AG Com NPV	629	0.15
13,876	Krones AG Com NPV	1,240	0.30
6,665	Pfeiffer Vacuum Technology AG Com NPV	615	0.15
28,835	Wacker Neuson SE Com NPV	456	0.11
96,205	WCM Beteiligungs & Grundbesitz-AG Com NPV	297	0.07
	Metal fabricate/ hardware		
32,881	Aurubis AG Com NPV	1,528	0.36
72,144	Kloeckner & Co SE Com NPV	863	0.21
	Miscellaneous manufacturers		
3,083	Gesco AG Com NPV	215	0.05
17,681	Indus Holding AG Com NPV	778	0.19
7,486	Surteco SE Com NPV	152	0.03
	Office & business equipment		
10,876	SLM Solutions Group AG Com NPV	270	0.06
	Packaging & containers		
30,765	Gerresheimer AG Com NPV	2,356	0.56
	Pharmaceuticals		
59,607	Stada Arzneimittel AG Com NPV	2,861	0.69
	Real estate investment & services		
23,170	Adler Real Estate AG Com NPV	307	0.07
43,268	Deutsche EuroShop AG Com NPV	1,829	0.44
45,640	DIC Asset AG Com NPV	396	0.10
60,064	LEG Immobilien AG Com NPV	5,382	1.29
38,885	Patrizia Immobilien AG Com NPV	875	0.21
115,308	TAG Immobilien AG Com NPV	1,467	0.35
66,328	TLG Immobilien AG Com NPV	1,322	0.32
	Real estate investment trusts		
114,002	Alstria Office REIT AG NPV	1,416	0.34
61,482	Hamborner REIT AG NPV	647	0.15
	Retail		
3,552	Bijou Brigitte AG Com NPV	205	0.05
5,173	Cewe Stiftung & Co KGAA Com NPV	363	0.09
6,231	Delticom AG Com NPV	95	0.02
8,215	Hornbach Baumarkt AG Com NPV	209	0.05
33,736	Takkt AG Com NPV	703	0.17
	Semiconductors		
108,892	Aixtron SE Com NPV	611	0.15
3,225	Manz AG Com NPV	99	0.02
11,815	Siltronic AG Com NPV	184	0.04
	Software		
24,273	CompuGroup Medical SE Com NPV	938	0.22
16,170	GFT Technologies SE Com NPV	331	0.08
	Germany (31 July 2015: 21.93%) (cont)		
	Software (cont)		
14,857	Nemetschek SE Com NPV	835	0.20
36,126	RIB Software AG Com NPV	360	0.09
48,436	Software AG Com NPV	1,742	0.42
	Specialty finance		
22,632	Aurelius Equity Opportunities Se & Co KGaA Com NPV	1,232	0.30
	Telecommunications		
40,910	ADVA Optical Networking SE Com NPV	327	0.08
41,100	Drillisch AG Com NPV	1,454	0.35
124,193	Freenet AG Com NPV	3,101	0.74
	Transportation		
12,170	Sixt Leasing SE Com NPV	234	0.06
10,862	VTG AG Com NPV	273	0.06
	Total Germany	**100,381**	**24.07**
	Ireland (31 July 2015: 4.70%)		
	Agriculture		
123,109	Origin Enterprises Plc Com EUR 0.01	659	0.16
	Banks		
134,160	Permanent TSB Group Holdings Plc Com EUR 0.50	279	0.07
	Beverages		
296,907	C&C Group Plc Com EUR 0.01	1,100	0.26
	Building materials and fixtures		
144,527	Kingspan Group Plc Com EUR 0.13	2,983	0.72
	Food		
182,272	Glanbia Plc Com EUR 0.06	3,151	0.76
	Forest products & paper		
224,721	Smurfit Kappa Group Plc Com EUR 0.001	4,689	1.12
	Insurance		
22,347	FBD Holdings Plc Com EUR 0.60	135	0.03
	Real estate investment trusts		
628,777	Green REIT Plc EUR 0.10	925	0.22
653,693	Hibernia REIT Plc EUR 0.10	892	0.21
351,712	Irish Residential Properties REIT Plc EUR 0.10	389	0.10
	Transportation		
154,287	Irish Continental Group Plc Unit EUR 0.065	728	0.17
	Total Ireland	**15,930**	**3.82**
	Italy (31 July 2015: 17.35%)		
	Alternative energy		
124,623	Falck Renewables SpA Com EUR 1.00	93	0.02
	Apparel retailers		
27,999	Brunello Cucinelli SpA Com NPV	464	0.11
79,613	Geox SpA Com EUR 0.10	205	0.05
129,773	Moncler SpA Com NPV	2,034	0.49
	Auto parts & equipment		
29,306	Brembo SpA Com NPV	1,530	0.37

iShares MSCI EMU Small Cap UCITS ETF

SCHEDULE OF INVESTMENTS (continued)

As at 31 July 2016

Holding	Investment	Fair value €'000	% of net asset value
	Equities (31 July 2015: 99.20%) (cont)		
	Italy (31 July 2015: 17.35%) (cont)		
	Banks		
581,919	Banca Carige SpA Com NPV	195	0.05
55,264	Banca Generali SpA Com EUR 1.00	1,021	0.24
244,067	Banca Mediolanum SpA Com EUR 0.10	1,600	0.38
2,618,303	Banca Monte dei Paschi di Siena SpA Com NPV	806	0.19
471,712	Banca Popolare dell'Emilia Romagna SC Com EUR 3.00	1,727	0.41
4,436,541	Banca Popolare di Milano Scarl Com NPV	1,919	0.46
431,353	Banca Popolare di Sondrio Scarl Com EUR 3.00	1,035	0.25
839,426	Banco Popolare SC Com NPV	2,112	0.51
85,078	Credito Emiliano SpA Com EUR 1.00	482	0.12
1,081,381	Credito Valtellinese SC Com NPV	428	0.10
202,083	FinecoBank Banca Fineco SpA Com EUR 0.33	1,073	0.26
	Beverages		
284,607	Davide Campari-Milano SpA Com EUR 0.10	2,627	0.63
	Building materials and fixtures		
64,502	Buzzi Unicem SpA Com EUR 0.60	1,156	0.28
39,712	Buzzi Unicem SpA Misc EUR 0.60	384	0.09
45,214	Cementir Holding SpA Com EUR 1.00	175	0.04
181,227	Italcementi SpA Com EUR 1.00	1,917	0.46
6,852	Italmobiliare SpA Com EUR 2.60	265	0.07
16,777	Italmobiliare SpA Misc EUR 2.60	511	0.12
	Commercial services		
37,177	ASTM SpA Com NPV	369	0.09
193,651	Cerved Information Solutions SpA Com NPV	1,453	0.35
70,566	Societa Iniziative Autostradali e Servizi SpA Com EUR 0.50	572	0.13
	Distribution & wholesale		
28,107	Esprinet SpA Com EUR 0.15	154	0.04
34,060	MARR SpA Com EUR 0.50	637	0.15
27,969	Safilo Group SpA Com EUR 5.00	199	0.05
	Diversified financial services		
208,496	Anima Holding SpA Com NPV	934	0.22
116,957	Azimut Holding SpA Com NPV	1,643	0.40
20,992	Banca IFIS SpA Com EUR 1.00	425	0.10
89,718	DeA Capital SpA Com EUR 1.00	92	0.02
76,956	Tamburi Investment Partners SpA Com EUR 0.52	273	0.07
	Electricity		
1,498,911	A2A SpA Com EUR 0.52	1,900	0.46
51,924	ACEA SpA Com EUR 5.16	644	0.15
51,310	ERG SpA Com EUR 0.10	531	0.13
637,714	Hera SpA Com EUR 1.00	1,612	0.39
518,590	Iren SpA Com EUR 1.00	762	0.18
	Electronics		
19,944	Datalogic SpA Com EUR 0.52	322	0.08

Holding	Investment	Fair value €'000	% of net asset value
	Italy (31 July 2015: 17.35%) (cont)		
	Engineering & construction		
43,180	Astaldi SpA Com EUR 2.00	169	0.04
173,191	Salini Impregilo SpA Com NPV	468	0.11
90,696	Trevi Finanziaria Industriale SpA Com EUR 0.50	106	0.03
	Entertainment		
439,107	Juventus Football Club SpA Com NPV	128	0.03
97,133	Rai Way SpA Com NPV	398	0.10
	Food		
9,917	La Doria SpA Com EUR 1.22	118	0.03
	Gas		
68,583	Ascopiave SpA Com EUR 1.00	193	0.05
	Hand & machine tools		
14,640	Industria Macchine Automatiche SpA Com EUR 0.52	772	0.18
	Healthcare products		
21,838	DiaSorin SpA Com EUR 1.00	1,229	0.29
	Holding companies - diversified operations		
366,486	CIR-Compagnie Industriali Riunite SpA Com EUR 0.50	376	0.09
	Home furnishings		
56,768	De' Longhi SpA Com EUR 1.50	1,265	0.30
	Industrial machinery		
69,021	Interpump Group SpA Com EUR 0.52	999	0.24
	Insurance		
131,492	Societa Cattolica di Assicurazioni Scrl Com EUR 3.00	829	0.20
409,566	Unipol Gruppo Finanziario SpA Com NPV	1,016	0.24
25,677	Vittoria Assicurazioni SpA Com EUR 1.00	235	0.06
	Internet		
4,255	Reply SpA Com EUR 0.52	544	0.13
52,986	Yoox Net-A-Porter Group SpA Com NPV	1,327	0.32
	Leisure time		
168,633	Piaggio & C SpA Com NPV	275	0.06
	Machinery - diversified		
10,016	Biesse SpA Com EUR 1.00	125	0.03
13,359	Danieli & C Officine Meccaniche SpA Com EUR 1.00	235	0.06
38,004	Danieli & C Officine Meccaniche SpA Misc EUR 1.00	502	0.12
	Media		
64,694	Cairo Communication SpA Com NPV	255	0.06
152,672	Gruppo Editoriale L'Espresso SpA Com EUR 0.15	116	0.03
724,305	Mediaset SpA Com EUR 0.52	1,961	0.47
	Oil & gas		
251,605	Saras SpA Com NPV	385	0.09
	Oil & gas services		
116,062	Maire Tecnimont SpA Com NPV	263	0.06
	Packaging & containers		
29,506	Zignago Vetro SpA Com EUR 0.10	164	0.04

iShares MSCI EMU Small Cap UCITS ETF

SCHEDULE OF INVESTMENTS (continued)

As at 31 July 2016

Holding	Investment	Fair value €'000	% of net asset value
	Equities (31 July 2015: 99.20%) (cont)		
	Italy (31 July 2015: 17.35%) (cont)		
	Pharmaceuticals		
91,866	Amplifon SpA Com EUR 0.02	817	0.20
99,392	Recordati SpA Com EUR 0.125	2,882	0.69
	Real estate investment trusts		
1,042,220	Beni Stabili SpA SIIQ Reits EUR 0.10	609	0.14
420,989	Immobiliare Grande Distribuzione SIIQ SpA Reits NPV	327	0.08
	Retail		
124,049	Autogrill SpA Com NPV	963	0.23
103,467	Moleskine SpA Com NPV	224	0.05
100,467	OVS SpA Com NPV	528	0.13
49,387	Salvatore Ferragamo SpA Com EUR 0.10	1,040	0.25
	Shipping		
522,441	Fincantieri SpA Com NPV	202	0.05
	Telecommunications		
16,533	Ei Towers SpA Com EUR 0.10	792	0.19
236,058	Infrastrutture Wireless Italiane SpA Com NPV	1,054	0.25
	Textile		
11,948	Tod's SpA Com EUR 2.00	628	0.15
	Transportation		
111,317	Ansaldo STS SpA Com EUR 0.50	1,167	0.28
	Total Italy	**61,967**	**14.86**
	Luxembourg (31 July 2015: 1.54%)		
	Auto parts & equipment		
43,927	SAF-Holland SA Com EUR 0.01	470	0.11
	Building materials and fixtures		
22,308	BRAAS Monier Building Group SA Com EUR 0.01	474	0.12
	Health care services		
8,838	Eurofins Scientific SE Com EUR 0.10	2,952	0.71
	Iron & steel		
44,566	Aperam SA Com NPV	1,667	0.40
	Real estate investment & services		
23,659	ADO Properties SA Com NPV	856	0.20
108,637	Grand City Properties SA Com EUR 0.10	2,158	0.52
	Total Luxembourg	**8,577**	**2.06**
	Marshal Islands (31 July 2015: Nil)		
	Oil & gas		
19,449	VTTI Energy Partners LP Com Units	342	0.08
	Total Marshal Islands	**342**	**0.08**
	Netherlands (31 July 2015: 7.21%)		
	Banks		
105,609	SNS REAAL NV Com EUR 1.63*/**	-	0.00
	Beverages		
43,921	Refresco Group NV Com EUR 0.12	613	0.15
	Chemicals		
47,010	IMCD Group NV Cum EUR 0.16	1,782	0.43
	Netherlands (31 July 2015: 7.21%) (cont)		
	Commercial services		
19,434	Brunel International NV Com EUR 0.03	356	0.08
40,152	Intertrust NV Com EUR 0.60	816	0.20
	Diversified financial services		
57,949	BinckBank NV Com EUR 0.10	287	0.07
56,131	Euronext NV Com EUR 1.60	2,144	0.51
27,466	Flow Traders Com EUR 0.10	867	0.21
	Electrical components & equipment		
38,357	TKH Group NV CVS EUR 0.25	1,248	0.30
	Food		
16,691	Amsterdam Commodities NV Com EUR 0.45	380	0.09
53,987	Corbion NV Com EUR 0.25	1,159	0.28
78,463	Wessanen Com EUR 1.00	856	0.20
	Heavy construction		
65,479	Arcadis NV Com EUR 0.02	784	0.19
225,782	Koninklijke BAM Groep NV Com EUR 0.10	792	0.19
	Insurance		
449,712	Delta Lloyd NV Com EUR 0.20	1,431	0.34
	Leisure time		
22,633	Accell Group Com EUR 0.01	523	0.13
	Machinery - diversified		
13,002	Kendrion NV Com EUR 2.00	313	0.07
	Miscellaneous manufacturers		
93,813	Aalberts Industries NV Com EUR 0.25	2,786	0.67
	Oil equipment & services		
57,091	Fugro NV CVS EUR 0.05	899	0.22
169,660	SBM Offshore NV Com EUR 0.25	2,022	0.48
	Real estate investment trusts		
46,821	Eurocommercial Properties NV CVS EUR 5.00	1,852	0.44
132,113	NSI NV Reits EUR 0.46	523	0.13
18,554	Vastned Retail NV Reits EUR 5.00	696	0.17
37,930	Wereldhave NV Reits EUR 1.00	1,640	0.39
	Semiconductors		
44,470	ASM International NV Com EUR 0.04	1,547	0.37
32,395	BE Semiconductor Industries NV Com EUR 0.90	858	0.21
	Software		
67,695	InterXion Holding NV Com EUR 0.10	2,292	0.55
100,250	TomTom NV Com EUR 0.20	766	0.18
	Transportation		
392,986	PostNL NV Com EUR 0.48	1,345	0.32
	Total Netherlands	**31,577**	**7.57**
	Portugal (31 July 2015: 1.58%)		
	Banks		
355,203	Banco BPI SA Com EUR 1.00	395	0.09
43,044,123	Banco Comercial Portugues SA Com NPV	861	0.21
	Commercial services		
132,830	CTT-Correios de Portugal SA Com EUR 0.50	992	0.24

iShares MSCI EMU Small Cap UCITS ETF

SCHEDULE OF INVESTMENTS (continued)

As at 31 July 2016

Holding	Investment	Fair value €'000	% of net asset value
	Equities (31 July 2015: 99.20%) (cont)		
	Portugal (31 July 2015: 1.58%) (cont)		
	Electricity		
124,847	REN - Redes Energeticas Nacionais SGPS SA Com EUR 1.00	338	0.08
	Engineering & construction		
89,167	Mota-Engil SGPS SA Com EUR 1.00	153	0.03
	Forest products & paper		
70,610	Altri SGPS SA Com EUR 0.125	243	0.06
25,696	Corticeira Amorim SGPS SA Com EUR 1.00	185	0.05
224,533	Navigator Co SA Com EUR 1.00	637	0.15
26,843	Semapa-Sociedade de Investimento e Gestao Com EUR 1.00	301	0.07
	Media		
216,309	NOS SGPS SA Com EUR 0.01	1,296	0.31
	Retail		
780,171	Sonae SGPS SA Com EUR 1.00	541	0.13
	Total Portugal	**5,942**	**1.42**
	Spain (31 July 2015: 10.02%)		
	Alternative energy		
144,096	Ence Energia y Celulosa SA Com EUR 0.90	326	0.08
	Auto parts & equipment		
40,999	CIE Automotive SA Com EUR 0.25	712	0.17
	Banks		
426,799	Liberbank SA Com Eur 0.09	292	0.07
	Biotechnology		
173,405	Pharma Mar SA Com EUR 0.05	395	0.09
	Commercial services		
101,429	Applus Services SA Com EUR 0.10	964	0.23
274,286	Prosegur Cia de Seguridad SA Com EUR 0.06	1,668	0.40
	Computers		
98,130	Indra Sistemas SA Com EUR 0.20	1,064	0.26
	Diversified financial services		
67,270	Bolsas y Mercados Espanoles SHMSF SA Com EUR 3.00	1,807	0.43
14,952	Corp Financiera Alba SA Com EUR 1.00	569	0.14
45,316	Saeta Yield SA Com EUR 1.00	413	0.10
	Electrical components & equipment		
213,060	Gamesa Corp Tecnologica SA Com EUR 0.17	4,036	0.97
	Engineering & construction		
669,897	Abengoa SA Com EUR 0.0002	149	0.03
110,696	Obrascon Huarte Lain SA Com EUR 0.60	369	0.09
32,712	Tecnicas Reunidas SA Com EUR 0.10	904	0.22
	Food		
353,313	Deoleo SA Com EUR 0.38	69	0.02
68,392	Ebro Foods SA Com EUR 0.60	1,395	0.34
8,349	Pescanova SA Com EUR 6.00*/**	-	0.00
39,603	Viscofan SA Com EUR 0.70	1,894	0.45
	Forest products & paper		
7,527	Miquel y Costas & Miquel SA Com EUR 2.00	286	0.07
36,525	Papeles y Cartones de Europa SA Com EUR 2.00	190	0.04
	Spain (31 July 2015: 10.02%) (cont)		
	Heavy construction		
26,698	Acciona SA Com EUR 1.00	1,763	0.42
344,101	Sacyr SA Com EUR 1.00	540	0.13
	Hotels		
87,357	Melia Hotels International SA Com EUR 0.20	927	0.22
187,877	NH Hotel Group SA Com EUR 2.00	764	0.19
	Insurance		
41,471	Grupo Catalana Occidente SA Com EUR 0.30	1,043	0.25
	Iron & steel		
162,290	Acerinox SA Com EUR 0.25	1,939	0.46
	Machinery - diversified		
84,053	Duro Felguera SA Com EUR 0.50	109	0.03
89,757	Talgo SA Com EUR 0.301	390	0.09
	Media		
86,608	Atresmedia Corp de Medios de Comunicacion SA Com EUR 0.75	812	0.20
190,099	Mediaset Espana Comunicacion SA Com EUR 0.50	1,953	0.47
49,621	Promotora de Informaciones SA Com EUR 3.00	263	0.06
	Metal fabricate/ hardware		
114,735	Tubacex SA Com EUR 0.45	268	0.06
	Pharmaceuticals		
59,790	Almirall SA Com EUR 0.12	859	0.20
249,091	Faes Farma SA Com EUR 0.10	880	0.21
15,202	Laboratorios Farmaceuticos Rovi SA Com EUR 0.06	196	0.05
	Real estate investment & services		
209,476	Inmobiliaria Colonial SA Com EUR 2.50	1,477	0.35
132,435	Realia Business SA Com EUR 0.24	128	0.03
	Real estate investment trusts		
70,099	Axiare Patrimonio Socimi SA Reits EUR 10.00	855	0.20
107,067	Hispania Activos Inmobiliarios Socimi SA Reits EUR 1.00	1,282	0.31
33,083	Lar Espana Real Estate Socimi SA Reits EUR 1.00	214	0.05
62,251	Lar Espana Real Estate Socimi SA Reits EUR 2.00	403	0.10
321,711	Merlin Properties Socimi SA Reits EUR 1.00	3,293	0.79
	Telecommunications		
142,279	Cellnex Telecom SA Com EUR 0.25	2,252	0.54
90,482	Euskaltel SA Com EUR 3.00	726	0.17
38,771	Let's GOWEX SA Com EUR 0.01*/**	-	0.00
	Transportation		
38,838	Cia de Distribucion Integral Logista Holdings SA Com EUR 0.20	838	0.20
1,979	Construcciones y Auxiliar de Ferrocarriles SA Com EUR 3.01	643	0.16
	Total Spain	**42,319**	**10.14**
	Switzerland (31 July 2015: Nil)		
	Auto manufacturers		
9,665	EDAG Engineering Group AG Com CHF 0.04	159	0.04
	Total Switzerland	**159**	**0.04**

iShares MSCI EMU Small Cap UCITS ETF

SCHEDULE OF INVESTMENTS (continued)

As at 31 July 2016

Holding	Investment	Fair value €'000	% of net asset value
	Equities (31 July 2015: 99.20%) (cont)		
	United Kingdom (31 July 2015: 0.80%)		
	Entertainment		
6,759	Zeal Network SE Com NPV	237	0.06
	Pharmaceuticals		
3,730	Stallergenes Greer Plc Com EUR 1.00	92	0.02
	Semiconductors		
73,354	Dialog Semiconductor Plc Com GBP 0.001	2,146	0.51
	Total United Kingdom	**2,475**	**0.59**
	Total equities	**410,275**	**98.36**
	Rights (31 July 2015: 0.05%)		
	Spain (31 July 2015: 0.05%)		

No. of contracts		Underlying exposure €'000	Fair value €'000	% of net asset value
	Financial derivative instruments (31 July 2015: 0.01%)			
	Futures contracts (31 July 2015: 0.01%)			
149	Euro Stoxx 50 Index Futures September 2016	4,285	160	0.04
2	Ibex 35 Index Futures August 2016	169	3	0.00
	Total unrealised gains on futures contracts		**163**	**0.04**
	Total financial derivative instruments		**163**	**0.04**

	Fair value €'000	% of net asset value
Total value of investments	**410,438**	**98.40**
Cash†	**19,254**	**4.62**
Other net liabilities	**(13,289)**	**(3.19)**
Net assets attributable to redeemable participating shareholders	**416,403**	**99.83**
Adjustment to align to the valuation methodology as set out in the prospectus	701	0.17
Net asset value attributable to redeemable participating shareholders at the end of the year	**417,104**	**100.00**

† Cash holdings of €18,962,046 are held with State Street Bank and Trust Company. €291,957 is held as security for futures contracts with Credit Suisse AG.
* Investments which are less than €500 are rounded to zero.
** These securities were valued in consultation with the Manager. These securities were priced at zero at year end.

Equities are primarily classified by 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	410,275	94.92
Exchange traded financial derivative instruments	163	0.04
Other assets	21,815	5.04
Total current assets	**432,253**	**100.00**

iShares MSCI EMU Small Cap UCITS ETF

SCHEDULE OF MATERIAL PURCHASES AND SALES (unaudited)

For the year ended 31 July 2016

Holding	Investments	Proceeds €'000
Sales		
72,462	Paddy Power Betfair Plc Com EUR 0.09	10,189
62,573	Ingenico Group SA Com EUR 1.00	6,908
101,600	Eiffage SA Com EUR 4.00	6,660
229,808	Smurfit Kappa Group Plc Com EUR 0.001	5,068
114,914	Wirecard AG Com NPV	4,610
56,406	LEG Immobilien AG Com NPV	4,447
50,950	MTU Aero Engines AG Com NPV	4,239
56,039	Teleperformance Com EUR 2.50	4,237
247,793	Gamesa Corp Tecnologica SA Com EUR 0.17	4,161
127,846	Freenet AG Com NPV	3,338
146,522	Kingspan Group Plc Com EUR 0.13	3,261
91,144	Huhtamaki Oyj Com NPV	3,103
107,119	Ubisoft Entertainment SA Com EUR 0.0775	3,075
118,701	Amer Sports Oyj Com NPV	2,968
63,568	KION Group AG Com NPV	2,918
99,775	Aalberts Industries NV Com EUR 0.25	2,888
167,675	Glanbia Plc Com EUR 0.06	2,836
8,661	Eurofins Scientific SE Com EUR 0.10	2,759
23,480	Ackermans & van Haaren NV Com NPV	2,708
763,287	Mediaset SpA Com EUR 0.52	2,621

Holding	Investments	Cost €'000
Purchases		
302,460	Cellnex Telecom SA Com EUR 0.25	5,106
197,311	Smurfit Kappa Group Plc Com EUR 0.001	4,695
98,866	Wirecard AG Com NPV	4,292
54,423	LEG Immobilien AG Com NPV	3,953
43,553	MTU Aero Engines AG Com NPV	3,587
47,931	Teleperformance Com EUR 2.50	3,446
56,485	Eiffage SA Com EUR 4.00	3,407
29,385	Paddy Power Betfair Plc Com EUR 0.09	3,292
104,180	InterXion Holding NV Com EUR 0.10	3,268
111,571	Freenet AG Com NPV	3,214
131,562	Kingspan Group Plc Com EUR 0.13	3,007
199,614	Gamesa Corp Tecnologica SA Com EUR 0.17	2,948
16,168	Grenke AG Com NPV	2,917
22,390	Sofina SA Com NPV	2,744
3,155,528	Banca Popolare di Milano Scarl Com NPV	2,723
432,085	Delta Lloyd NV Com EUR 0.20	2,691
154,524	Glanbia Plc Com EUR 0.06	2,685
36,526	Orpea Com EUR 1.25	2,629
402,942	Banca Popolare dell'Emilia Romagna SC Com EUR 3.00	2,590
102,453	Amer Sports Oyj Com NPV	2,529

The CBI requires a Schedule of material changes in the composition of the portfolio 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 UCITS ETF

INCOME STATEMENT

For the year ended 31 July 2016

	Note	Year ended 31 July 2016 €'000	Year ended 31 July 2015 €'000
Operating income	2	42,241	35,480
Net (losses)/gains on financial assets/liabilities at fair value through profit or loss	3	(201,440)	159,473
Total (losses)/gains		**(159,199)**	**194,953**
Operating expenses	4	(4,149)	(3,578)
Net operating (loss)/profit		**(163,348)**	**191,375**
Finance costs:			
Interest expense	6	(38)	(11)
Total finance costs		**(38)**	**(11)**
Net (loss)/profit for the financial year before tax		**(163,386)**	**191,364**
Non-reclaimable withholding tax		(2,884)	(2,355)
Net (loss)/profit for the financial year after tax		**(166,270)**	**189,009**
Adjustment to align to the valuation methodology as set out in the prospectus	7	422	642
(Decrease)/increase in net assets attributable to redeemable participating shareholders from operations		**(165,848)**	**189,651**

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.

STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO REDEEMABLE PARTICIPATING SHAREHOLDERS

For the year ended 31 July 2016

	Year ended 31 July 2016 €'000	Year ended 31 July 2015 €'000
Net assets attributable to redeemable participating shareholders at the beginning of the year	1,235,349	963,206
(Decrease)/increase in net assets attributable to redeemable participating shareholders from operations	(165,848)	189,651
Share transactions:		
Proceeds from issue of redeemable participating shares	508,285	670,583
Payments on redemption of redeemable participating shares	(429,835)	(588,091)
Increase in net assets resulting from share transactions	**78,450**	**82,492**
Net assets attributable to redeemable participating shareholders at the end of the year	**1,147,951**	**1,235,349**

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

iShares MSCI EMU UCITS ETF

BALANCE SHEET

As at 31 July 2016

	Note	31 July 2016 €'000	31 July 2015 €'000
CURRENT ASSETS			
Cash		30,042	157,891
Margin cash account		708	88
Receivables	11	8,099	21,377
Financial assets at fair value through profit or loss	12	1,133,744	1,232,256
Total current assets		**1,172,593**	**1,411,612**
CURRENT LIABILITIES			
Payables	13	(25,826)	(177,025)
Total current liabilities excluding net assets attributable to redeemable participating shareholders		**(25,826)**	**(177,025)**
Net assets attributable to redeemable participating shareholders		**1,146,767**	**1,234,587**
Adjustment to align to the valuation methodology as set out in the prospectus	7	1,184	762
Net asset value attributable to redeemable participating shareholders at the end of the year		**1,147,951**	**1,235,349**

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 UCITS ETF

NOTES TO THE FINANCIAL STATEMENTS

For the year ended 31 July 2016

1. ACCOUNTING POLICIES, FINANCIAL INSTRUMENTS AND RISKS AND OTHER NOTES

The accounting policies are set out on pages 51 to 53. The financial instruments and risks are set out on pages 54 to 76. The notes relating to tax, soft commissions, exchange rates, commitments and contingent liabilities, related party transactions, financial derivative instruments and subsequent events are set out in the notes to the financial statements of the Company on pages 79 to 84.

2. OPERATING INCOME

	Year ended 31 July 2016 €'000	Year ended 31 July 2015 €'000
Dividend income	41,870	35,078
Securities lending income	371	402
	42,241	**35,480**

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

	Year ended 31 July 2016 €'000	Year ended 31 July 2015 €'000
Net (losses)/gains on investments in securities held at fair value through profit or loss	(201,423)	158,882
Net (losses)/gains on futures contracts	(6)	585
Net (losses)/gains on foreign currency transactions	(11)	6
	(201,440)	**159,473**

4. OPERATING EXPENSES

	Year ended 31 July 2016 €'000	Year ended 31 July 2015 €'000
Management fees	(4,149)	(3,578)
	(4,149)	**(3,578)**

5. MANAGEMENT FEES

Fees earned by the Manager during the year and balances outstanding as at 31 July 2016 and 31 July 2015 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 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:

	TER % 31 July 2016	TER % 31 July 2015
	0.33	0.33

6. INTEREST EXPENSE

	Year ended 31 July 2016 €'000	Year ended 31 July 2015 €'000
Bank interest	(38)	(11)
	(38)	**(11)**

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 July 2016 €'000	Year ended 31 July 2015 €'000
Balance at the beginning of year	762	120
Adjustment to align to the valuation methodology as set out in the prospectus	422	642
Total adjustment for the year	422	642
Balance at the end of year	**1,184**	**762**

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

iShares MSCI EMU UCITS ETF

NOTES TO THE FINANCIAL STATEMENTS (continued)

For the year ended 31 July 2016

8. TRANSACTION COSTS

Disclosed in the table below are separately identifiable transaction costs incurred by the Fund for the years ended 31 July 2016 and 31 July 2015. Please refer to note 9 of the financial statements of the Company for further details.

	Year ended 31 July 2016 €'000	Year ended 31 July 2015 €'000
Transaction costs	(552)	(647)

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 July 2016 No. of Shares	31 July 2015 No. of Shares
Balance at the beginning of year	11,974,403	11,324,403
Issued during the year	5,425,000	6,875,000
Redeemed during the year	(4,875,000)	(6,225,000)
Balance at the end of year	**12,524,403**	**11,974,403**

10. NET ASSETS ATTRIBUTABLE TO REDEEMABLE PARTICIPATING SHAREHOLDERS

	No. of Shares
Shares in issue	
As at 31 July 2016	12,524,403
As at 31 July 2015	11,974,403
As at 31 July 2014	11,324,403

	€'000
Net asset value	
As at 31 July 2016	1,147,951
As at 31 July 2015	1,235,349
As at 31 July 2014	963,206

	€
Net asset value per share	
As at 31 July 2016	91.66
As at 31 July 2015	103.17
As at 31 July 2014	85.06

11. RECEIVABLES

	31 July 2016 €'000	31 July 2015 €'000
Sale of securities awaiting settlement	5,182	19,630
Dividend income receivable	265	48
Securities lending income receivable	8	6
Tax reclaim receivable	2,640	1,693
Other receivables	4	-
	8,099	**21,377**

12. FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS

Financial assets:	31 July 2016 €'000	31 July 2015 €'000
Investment in equities	1,133,126	1,232,184
Investment in rights	24	-
Unrealised gains on futures contracts	594	72
	1,133,744	**1,232,256**

13. PAYABLES

	31 July 2016 €'000	31 July 2015 €'000
Purchase of securities awaiting settlement	(2,578)	-
Payable for fund shares repurchased	(22,933)	(176,645)
Interest payable	(6)	(2)
Management fees payable	(309)	(378)
	(25,826)	**(177,025)**

14. EFFICIENT PORTFOLIO MANAGEMENT

Please see note 18 of the financial statements of the Company for more information on efficient portfolio management.

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 July 2016 €'000	31 July 2015 €'000
Income earned during the year	371	402
Value of securities on loan at year end	104,636	-
Value of collateral held on behalf of the Fund at year end	114,096	-

Please see note 19 in the notes to the financial statements of the Company for more information on financial derivative instruments.

iShares MSCI EMU UCITS ETF

SCHEDULE OF INVESTMENTS

As at 31 July 2016

Holding	Investment	Fair value €'000	% of net asset value
	Transferable Securities Admitted to an Official Stock Exchange Listing or traded on a Regulated Market (31 July 2015: 99.74%)		
	Equities (31 July 2015: 99.74%)		
	Austria (31 July 2015: 0.57%)		
	Banks		
100,103	Erste Group Bank AG Com NPV	2,386	0.21
41,230	Raiffeisen Bank International AG Com NPV	486	0.04
	Integrated oil & gas		
51,873	OMV AG Com NPV	1,232	0.11
	Iron & steel		
39,605	Voestalpine AG Com NPV	1,243	0.11
	Machinery - diversified		
26,167	Andritz AG Com NPV	1,188	0.10
	Real estate investment trusts		
2,532	Immoeast AG Com NPV*/**	-	0.00
	Total Austria	**6,535**	**0.57**
	Belgium (31 July 2015: 4.25%)		
	Banks		
87,606	KBC Group NV Com NPV	4,072	0.35
	Beverages		
278,373	Anheuser-Busch InBev SA/NV Com NPV	32,055	2.79
	Chemicals		
26,152	Solvay SA Com EUR 15.00	2,427	0.21
33,008	Umicore SA Com NPV	1,707	0.15
	Food		
24,614	Colruyt SA Com NPV	1,227	0.11
	Holding companies - diversified operations		
27,058	Groupe Bruxelles Lambert SA Com NPV	2,040	0.18
	Insurance		
70,584	Ageas Com NPV	2,120	0.18
	Media		
18,123	Telenet Group Holding NV Com NPV	767	0.07
	Pharmaceuticals		
43,927	UCB SA Com NPV	3,072	0.27
	Telecommunications		
53,750	Proximus SADP Com NPV	1,500	0.13
	Total Belgium	**50,987**	**4.44**
	Finland (31 July 2015: 2.73%)		
	Auto parts & equipment		
39,730	Nokian Renkaat Oyj Com NPV	1,323	0.12
	Electricity		
155,873	Fortum Oyj Com EUR 3.40	2,309	0.20
	Forest products & paper		
191,250	Stora Enso Oyj Com NPV	1,551	0.13
186,187	UPM-Kymmene Oyj Com NPV	3,428	0.30
	Insurance		
155,873	Sampo Oyj Com NPV	5,761	0.50
	Finland (31 July 2015: 2.73%) (cont)		
	Machinery - diversified		
116,213	Kone Oyj Com NPV	5,274	0.46
39,571	Metso Oyj Com NPV	984	0.09
	Miscellaneous manufacturers		
51,925	Wartsila Oyj Abp Com NPV	2,007	0.18
	Oil & gas		
44,750	Neste Oyj Com NPV	1,511	0.13
	Pharmaceuticals		
34,568	Orion Oyj Com EUR 0.65	1,264	0.11
	Telecommunications		
49,486	Elisa Oyj Com NPV	1,600	0.14
1,333,791	Nokia Oyj Com NPV	6,842	0.60
659,961	Nokia Oyj (France Listed) Com NPV	3,386	0.29
	Total Finland	**37,240**	**3.25**
	France (31 July 2015: 30.60%)		
	Advertising		
27,424	JCDecaux SA Com NPV	840	0.07
66,784	Publicis Groupe SA Com EUR 0.40	4,447	0.39
	Aerospace & defence		
108,521	Safran SA Com EUR 0.20	6,597	0.57
36,131	Thales SA Com EUR 3.00	2,944	0.26
70,527	Zodiac Aerospace Com NPV	1,419	0.12
	Apparel retailers		
19,073	Christian Dior SE Com EUR 2.00	3,079	0.27
9,327	Hermes International Com NPV	3,578	0.31
97,047	LVMH Moet Hennessy Louis Vuitton SE Com EUR 0.30	14,882	1.30
	Auto manufacturers		
169,663	Peugeot SA Com EUR 1.00	2,290	0.20
67,080	Renault SA Com EUR 3.81	5,248	0.46
	Auto parts & equipment		
64,941	Cie Generale des Etablissements Michelin Com EUR 2.00	5,917	0.52
83,254	Valeo SA Com EUR 1.00	3,816	0.33
	Banks		
366,593	BNP Paribas SA Com EUR 2.00	16,253	1.41
361,057	Credit Agricole SA Com EUR 3.00	2,856	0.25
329,532	Natixis SA Com EUR 11.20	1,214	0.11
263,871	Societe Generale SA Com EUR 1.25	8,056	0.70
	Beverages		
74,101	Pernod Ricard SA Com EUR 1.55	7,569	0.66
9,151	Remy Cointreau SA Com EUR 1.60	715	0.06
	Building materials and fixtures		
165,567	Cie de Saint-Gobain Com EUR 4.00	6,269	0.54
12,022	Imerys SA Com EUR 2.00	763	0.07
	Chemicals		
119,049	Air Liquide SA Com EUR 5.50	11,355	0.99
23,629	Arkema SA Com EUR 10.00	1,802	0.16

iShares MSCI EMU UCITS ETF

SCHEDULE OF INVESTMENTS (continued)

As at 31 July 2016

Holding	Investment	Fair value €'000	% of net asset value
	Equities (31 July 2015: 99.74%) (cont)		
	France (31 July 2015: 30.60%) (cont)		
	Commercial services		
88,963	Bureau Veritas SA Com EUR 0.12	1,728	0.15
75,212	Edenred Com EUR 2.00	1,525	0.13
	Computers		
30,088	Atos SE Com EUR 1.00	2,636	0.23
56,957	Capgemini SA Com EUR 8.00	4,895	0.43
19,112	Ingenico Group SA Com EUR 1.00	1,871	0.16
	Distribution & wholesale		
106,267	Rexel SA Com EUR 5.00	1,412	0.12
	Diversified financial services		
14,648	Eurazeo SA Com NPV	837	0.07
	Electrical components & equipment		
93,025	Legrand SA Com EUR 4.00	4,587	0.40
192,345	Schneider Electric SE Com EUR 4.00	11,254	0.98
	Electricity		
90,623	Electricite de France SA Com EUR 0.50	1,060	0.09
511,851	Engie SA Com EUR 1.00	7,535	0.66
	Engineering & construction		
10,495	Aeroports de Paris Com EUR 3.00	996	0.09
70,508	Bouygues SA Com EUR 1.00	1,865	0.16
20,044	Eiffage SA Com EUR 4.00	1,376	0.12
172,469	Vinci SA Com EUR 2.50	11,699	1.02
	Food		
194,924	Carrefour SA Com EUR 2.50	4,362	0.38
19,929	Casino Guichard Perrachon SA Com EUR 1.53	966	0.08
202,977	Danone SA Com EUR 0.25	13,975	1.22
32,975	Sodexo SA Com EUR 4.00	3,446	0.30
	Healthcare products		
70,983	Essilor International SA Com EUR 0.18	8,127	0.71
	Holding companies - diversified operations		
304,390	Bollore SA Com EUR 0.16	986	0.09
	Hotels		
61,757	Accor SA Com EUR 3.00	2,310	0.20
	Insurance		
668,571	AXA SA Com EUR 2.29	12,185	1.06
61,930	CNP Assurances Com EUR 1.00	844	0.08
54,105	SCOR SE Com EUR 7.876972	1,414	0.12
	Internet		
9,178	Iliad SA Com NPV	1,595	0.14
	Machinery - diversified		
53,325	Alstom SA Com EUR 7.00	1,173	0.10
	Media		
38,990	Lagardere SCA Com EUR 6.10	890	0.08
34,112	SFR Group SA Com EUR 1.00	719	0.06
398,378	Vivendi SA Com EUR 5.50	6,999	0.61
	Nondurable household products		
10,000	Societe BIC SA Com EUR 3.82	1,319	0.11
	Oil & gas		
761,409	Total SA Com EUR 2.50	32,523	2.83
	France (31 July 2015: 30.60%) (cont)		
	Oil & gas services		
37,229	Technip SA Com EUR 0.7625	1,856	0.16
	Personal products		
87,450	L'Oreal SA Com EUR 0.20	14,884	1.30
	Pharmaceuticals		
405,065	Sanofi Com EUR 2.00	30,846	2.69
	Real estate investment trusts		
10,676	Fonciere Des Regions Reits EUR 3.00	898	0.08
14,381	Gecina SA Reits EUR 7.50	1,941	0.17
12,654	ICADE Reits NPV	872	0.07
77,069	Klepierre Reits EUR 1.40	3,296	0.29
35,924	Unibail-Rodamco SE Reits EUR 5.00	8,834	0.77
	Retail		
26,515	Kering Com EUR 4.00	4,505	0.39
	Software		
45,056	Dassault Systemes Com EUR 0.50	3,321	0.29
	Specialty finance		
9,991	Wendel SA Com EUR 4.00	953	0.08
	Telecommunications		
59,513	Eutelsat Communications SA Com EUR 1.00	1,058	0.09
682,978	Orange SA Com EUR 4.00	9,350	0.82
	Transportation		
164,143	Groupe Eurotunnel SE Com EUR 0.40	1,525	0.13
	Water		
113,901	Suez Com EUR 4.00	1,649	0.15
157,264	Veolia Environnement SA Com EUR 5.00	3,122	0.27
	Total France	**349,928**	**30.48**
	Germany (31 July 2015: 29.01%)		
	Airlines		
81,148	Deutsche Lufthansa AG Com NPV	862	0.07
	Auto manufacturers		
115,086	Bayerische Motoren Werke AG Com EUR 1.00	8,849	0.77
19,389	Bayerische Motoren Werke AG Pref EUR 1.00	1,256	0.11
333,265	Daimler AG Com NPV	20,239	1.76
53,257	Porsche Automobil Holding SE Pref NPV	2,484	0.22
11,348	Volkswagen AG Com NPV	1,503	0.13
64,286	Volkswagen AG Pref NPV	8,068	0.70
	Auto parts & equipment		
38,125	Continental AG Com NPV	7,150	0.62
58,061	Schaeffler AG Pref NPV	753	0.07
	Banks		
370,407	Commerzbank AG Com NPV	2,182	0.19
477,834	Deutsche Bank AG Com NPV	5,734	0.50
	Building & construction materials		
49,393	HeidelbergCement AG Com NPV	3,736	0.33
	Chemicals		
317,934	BASF SE Com NPV	22,274	1.94
54,023	Brenntag AG Com NPV	2,396	0.21

iShares MSCI EMU UCITS ETF

SCHEDULE OF INVESTMENTS (continued)

As at 31 July 2016

Holding	Investment	Fair value €'000	% of net asset value
	Equities (31 July 2015: 99.74%) (cont)		
	Germany (31 July 2015: 29.01%) (cont)		
	Chemicals (cont)		
24,788	Covestro AG Com NPV	1,032	0.09
43,927	Evonik Industries AG Com NPV	1,223	0.11
25,066	Fuchs Petrolub SE Pref NPV	943	0.08
69,047	K&S AG Com NPV	1,289	0.11
32,132	Lanxess AG Com NPV	1,352	0.12
64,310	Linde AG Com NPV	8,270	0.72
43,068	Symrise AG Com NPV	2,702	0.23
	Cosmetics & personal care		
35,477	Beiersdorf AG Com NPV	2,980	0.26
	Diversified financial services		
66,946	Deutsche Boerse AG Com NPV	5,001	0.44
	Electrical components & equipment		
29,484	OSRAM Licht AG Com NPV	1,364	0.12
	Electricity		
695,815	E.ON SE Com NPV	6,654	0.58
171,119	RWE AG Com NPV	2,709	0.24
	Engineering & construction		
14,538	Fraport AG Frankfurt Airport Services Worldwide Com NPV	709	0.06
7,257	Hochtief AG Com NPV	850	0.08
	Food		
57,086	Metro AG Com NPV	1,635	0.14
	Footwear		
65,815	Adidas AG Com NPV	9,639	0.84
	Health care services		
75,454	Fresenius Medical Care AG & Co KGaA Com NPV	6,167	0.54
141,191	Fresenius SE & Co KGaA Com NPV	9,427	0.82
	Household products		
36,363	Henkel AG & Co KGaA Com NPV	3,522	0.31
	Insurance		
158,162	Allianz SE Com NPV	20,276	1.77
21,149	Hannover Rueck SE Com NPV	1,931	0.17
57,831	Muenchener Rueckversicherungs-Gesellschaft AG Com NPV	8,626	0.75
	Internet		
42,715	United Internet AG Com NPV	1,684	0.14
30,032	Zalando SE Com NPV	1,017	0.09
	Iron & steel		
128,648	ThyssenKrupp AG Com NPV	2,634	0.23
	Machinery - diversified		
63,314	GEA Group AG Com NPV	3,013	0.26
12,470	MAN SE Com NPV	1,168	0.10
	Media		
14,037	Axel Springer SE Com EUR 1.00	686	0.06
76,528	ProSiebenSat.1 Media SE Com NPV	3,120	0.27
	Miscellaneous manufacturers		
263,566	Siemens AG Com NPV	25,539	2.22
	Germany (31 July 2015: 29.01%) (cont)		
	Nondurable household products		
61,943	Henkel AG & Co KGaA Pref NPV	6,891	0.60
	Pharmaceuticals		
286,233	Bayer AG Com NPV	27,516	2.39
45,033	Merck KGaA Com NPV	4,447	0.39
	Real estate investment & services		
116,905	Deutsche Wohnen AG Com NPV	3,901	0.34
163,142	Vonovia SE Com NPV	5,768	0.50
	Retail		
23,149	Hugo Boss AG Com NPV	1,223	0.11
	Semiconductors		
391,328	Infineon Technologies AG Com NPV	5,788	0.50
	Software		
340,169	SAP SE Com NPV	26,628	2.32
	Telecommunications		
1,112,774	Deutsche Telekom AG Com NPV	16,892	1.47
243,386	Telefonica Deutschland Holding AG Com NPV	887	0.08
	Transportation		
334,552	Deutsche Post AG Com NPV	8,921	0.78
	Total Germany	**333,510**	**29.05**
	Ireland (31 July 2015: 1.25%)		
	Airlines		
65,987	Ryanair Holdings Plc Com EUR 0.006	785	0.07
	Banks		
9,659,265	Bank of Ireland Com EUR 0.05	1,777	0.15
	Building materials and fixtures		
283,481	CRH Plc Com EUR 0.32	7,769	0.68
	Entertainment		
28,036	Paddy Power Betfair Plc Com EUR 0.09	2,938	0.26
	Food		
56,273	Kerry Group Plc Com EUR 0.125	4,308	0.37
	Total Ireland	**17,577**	**1.53**
	Italy (31 July 2015: 7.39%)		
	Aerospace & defence		
142,831	Leonardo-Finmeccanica SpA Com EUR 4.40	1,458	0.13
	Banks		
4,383,476	Intesa Sanpaolo SpA Com EUR 0.52	8,635	0.75
294,745	Intesa Sanpaolo SpA Misc EUR 0.52	549	0.05
204,889	Mediobanca SpA Com EUR 0.50	1,284	0.11
1,745,825	UniCredit SpA Com NPV	3,827	0.33
319,098	Unione di Banche Italiane SpA Com EUR 2.50	875	0.08
	Commercial services		
145,221	Atlantia SpA Com EUR 1.00	3,237	0.28
	Electrical components & equipment		
72,149	Prysmian SpA Com EUR 0.10	1,510	0.13

iShares MSCI EMU UCITS ETF

SCHEDULE OF INVESTMENTS (continued)

As at 31 July 2016

Holding	Investment	Fair value €'000	% of net asset value
	Equities (31 July 2015: 99.74%) (cont)		
	Italy (31 July 2015: 7.39%) (cont)		
	Electricity		
2,644,040	Enel SpA Com EUR 1.00	10,867	0.95
529,338	Terna Rete Elettrica Nazionale SpA Com EUR 0.22	2,575	0.22
	Gas distribution		
857,020	Snam SpA Com NPV	4,431	0.39
	Holding companies - diversified operations		
34,502	Exor SpA Com NPV	1,200	0.10
	Insurance		
404,736	Assicurazioni Generali SpA Com EUR 1.00	4,768	0.42
182,713	Poste Italiane SpA Com NPV	1,137	0.10
315,632	UnipolSai SpA Com NPV	473	0.04
	Oil & gas		
881,572	Eni SpA Com NPV	12,051	1.05
	Oil & gas services		
2,207,433	Saipem SpA Com NPV	863	0.08
	Retail		
58,875	Luxottica Group SpA Com EUR 0.06	2,548	0.22
	Telecommunications		
3,541,126	Telecom Italia SpA Com NPV	2,704	0.23
2,147,918	Telecom Italia SpA Misc NPV	1,328	0.12
	Total Italy	**66,320**	**5.78**
	Luxembourg (31 July 2015: 0.98%)		
	Iron & steel		
643,318	ArcelorMittal Com NPV	3,697	0.32
	Media		
13,656	RTL Group SA Com NPV	1,039	0.09
	Metal fabricate/ hardware		
168,137	Tenaris SA Com USD 1.00	2,009	0.18
	Telecommunications		
112,117	SES SA Receipt NPV	2,196	0.19
	Total Luxembourg	**8,941**	**0.78**
	Netherlands (31 July 2015: 10.91%)		
	Aerospace & defence		
203,107	Airbus Group SE Com EUR 1.00	10,690	0.93
	Auto manufacturers		
43,836	Ferrari NV Com EUR 0.01	1,769	0.15
309,508	Fiat Chrysler Automobiles NV Com EUR 0.01	1,783	0.16
	Banks		
82,168	ABN AMRO Group NV CVS EUR 1.00	1,366	0.12
1,340,523	ING Groep NV Com EUR 0.01	13,402	1.17
	Beverages		
35,182	Heineken Holding NV Com EUR 1.60	2,636	0.23
80,252	Heineken NV Com EUR 1.60	6,763	0.59
	Chemicals		
87,998	Akzo Nobel NV Com EUR 2.00	5,097	0.44

Holding	Investment	Fair value €'000	% of net asset value
	Netherlands (31 July 2015: 10.91%) (cont)		
	Chemicals (cont)		
62,051	Koninklijke DSM NV Com EUR 1.50	3,549	0.31
29,271	OCI NV Com EUR 20.00	400	0.04
	Commercial services		
41,602	Randstad Holding NV Com EUR 0.10	1,600	0.14
345,766	Relx NV Com EUR 0.07	5,593	0.49
	Computers		
27,546	Gemalto NV Com EUR 1.00	1,621	0.14
	Cosmetics & personal care		
563,910	Unilever NV CVS EUR 0.16	23,366	2.03
	Diversified financial services		
59,563	AerCap Holdings NV Com EUR 0.01	1,944	0.17
	Electronics		
336,026	Koninklijke Philips NV Com EUR 0.20	8,019	0.70
	Engineering & construction		
31,165	Boskalis Westminster Com EUR 0.80	1,024	0.09
	Food		
444,333	Koninklijke Ahold Delhaize NV Com EUR 0.01	9,489	0.83
	Healthcare products		
76,646	Qiagen NV Com EUR 0.01	1,797	0.16
	Insurance		
647,606	Aegon NV Com EUR 0.12	2,361	0.20
114,417	NN Group NV Com EUR 0.12	2,756	0.24
	Machinery - diversified		
342,514	CNH Industrial NV Com EUR 0.01	2,184	0.19
	Media		
128,371	Altice NV Com EUR 0.01	1,702	0.15
30,699	Altice NV Com EUR 0.25	405	0.03
105,533	Wolters Kluwer NV Com EUR 0.12	3,971	0.35
	Pipelines		
25,070	Koninklijke Vopak NV Com EUR 0.50	1,149	0.10
	Semiconductors		
126,956	ASML Holding NV Com EUR 0.09	12,559	1.09
102,880	NXP Semiconductors NV Com EUR 0.20	7,735	0.67
224,652	STMicroelectronics NV Com EUR 1.04	1,459	0.13
	Telecommunications		
1,194,799	Koninklijke KPN NV Com EUR 0.04	3,513	0.30
	Total Netherlands	**141,702**	**12.34**
	Portugal (31 July 2015: 0.50%)		
	Electricity		
807,586	EDP - Energias de Portugal SA Com EUR 1.00	2,470	0.22
	Food		
90,677	Jeronimo Martins SGPS SA Com EUR 1.00	1,353	0.12
	Oil & gas		
162,987	Galp Energia SGPS SA Com EUR 1.00	1,985	0.17
	Total Portugal	**5,808**	**0.51**

iShares MSCI EMU UCITS ETF

SCHEDULE OF INVESTMENTS (continued)

As at 31 July 2016

Holding	Investment	Fair value €'000	% of net asset value
	Equities (31 July 2015: 99.74%) (cont)		
	Spain (31 July 2015: 11.55%)		
	Airlines		
283,443	International Consolidated Airlines Group SA Com EUR 0.50	1,368	0.12
	Banks		
2,235,546	Banco Bilbao Vizcaya Argentaria SA Com EUR 0.49	11,676	1.02
1,811,309	Banco de Sabadell SA Com EUR 0.125	2,213	0.19
1,182,618	Banco Popular Espanol SA Com EUR 0.50	1,480	0.13
4,976,726	Banco Santander SA Com EUR 0.50	18,877	1.65
1,572,862	Bankia SA Com EUR 0.80	1,079	0.09
235,546	Bankinter SA Com EUR 0.30	1,470	0.13
932,535	CaixaBank SA Com EUR 1.00	2,095	0.18
	Commercial services		
225,199	Abertis Infraestructuras SA Com EUR 3.00	3,165	0.28
	Electricity		
105,307	Endesa SA Com EUR 1.20	1,979	0.17
47,366	Iberdrola SA Com EUR 0.75	291	0.02
1,941,599	Iberdrola SA (voting) Com EUR 0.75	11,929	1.04
116,188	Red Electrica Corp SA Com EUR 0.50	2,380	0.21
	Engineering & construction		
67,151	ACS Actividades de Construccion y Servicios SA Com EUR 0.50	1,722	0.15
24,442	Aena SA Com EUR 10.00	3,151	0.28
161,894	Ferrovial SA Com EUR 0.20	2,997	0.26
	Food		
208,779	Distribuidora Internacional de Alimentacion SA Com EUR 0.10	1,165	0.10
	Gas		
47,051	Enagas SA Com EUR 1.50	1,283	0.11
123,652	Gas Natural SDG SA Com EUR 1.00	2,288	0.20
	Insurance		
392,606	Mapfre SA Com EUR 0.10	860	0.07
	Machinery - diversified		
65,528	Zardoya Otis SA Com EUR 0.10	574	0.05
	Oil & gas		
376,316	Repsol SA Com EUR 1.00	4,241	0.37
	Pharmaceuticals		
101,427	Grifols SA Com EUR 0.25	1,989	0.17
	Retail		
378,830	Industria de Diseno Textil SA Com EUR 0.03	11,721	1.02
	Software		
155,376	Amadeus IT Holding SA Com EUR 0.01	6,525	0.57
	Telecommunications		
1,544,176	Telefonica SA Com EUR 1.00	13,532	1.18
	Total Spain	**112,050**	**9.76**
	United Kingdom (31 July 2015: Nil)		
	Beverages		
75,249	Coca-Cola European Partners Plc Com EUR 0.01	2,528	0.22
	Total United Kingdom	**2,528**	**0.22**
	Total equities	**1,133,126**	**98.71**
	Rights (31 July 2015: Nil)		
	Spain (31 July 2015: Nil)		
69,488	Zardoya Otis SA - Rights 29 July 2016	24	0.00
	Total Spain	**24**	**0.00**
	Total rights	**24**	**0.00**

No. of contracts		Underlying exposure €'000	Fair value €'000	% of net assets value
	Financial derivative instruments (31 July 2015: 0.01%)			
	Futures contracts (31 July 2015: 0.01%)			
384	Euro Stoxx 50 Index Futures September 2016	10,890	565	0.05
21	IBEX 35 Index Futures August 2016	1,771	29	0.00
	Total unrealised gains on futures contracts		**594**	**0.05**
	Total financial derivative instruments		**594**	**0.05**

	Fair value €'000	% of net asset value
Total value of investments	**1,133,744**	**98.76**
Cash†	**30,750**	**2.68**
Other net liabilities	**(17,727)**	**(1.54)**
Net assets attributable to redeemable participating shareholders	**1,146,767**	**99.90**
Adjustment to align to the valuation methodology as set out in the prospectus	1,184	0.10
Net asset value attributable to redeemable participating shareholders at the end of the year	**1,147,951**	**100.00**

† Cash holdings of €30,041,666 are held with State Street Bank and Trust Company. €708,003 is held as security for futures contracts with Credit Suisse AG.
* Investments which are less than €500 are rounded to zero.
** This security was valued in consultation with the Manager. This security is priced at zero at year end.

iShares MSCI EMU UCITS ETF

SCHEDULE OF INVESTMENTS (continued)

As at 31 July 2016

Equities are primarily classified by 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	1,133,150	96.64
Exchange traded financial derivative instruments	594	0.05
Other assets	38,849	3.31
Total current assets	**1,172,593**	**100.00**

iShares MSCI EMU UCITS ETF

SCHEDULE OF MATERIAL PURCHASES AND SALES (unaudited)

For the year ended 31 July 2016

Holding	Investments	Proceeds €'000
Sales		
316,391	Total SA Com EUR 2.50	13,118
170,811	Sanofi Com EUR 2.00	12,824
112,182	Anheuser-Busch InBev SA/NV Com NPV	12,363
115,466	Bayer AG Com NPV	11,441
121,045	Siemens AG Com NPV	11,033
137,567	SAP SE Com NPV	9,524
227,963	Unilever NV CVS EUR 0.16	9,157
63,971	Allianz SE Com NPV	8,673
128,505	BASF SE Com NPV	8,574
134,719	Daimler AG Com NPV	8,303
2,070,858	Banco Santander SA Com EUR 0.50	8,082
434,836	Deutsche Telekom AG Com NPV	6,584
148,044	BNP Paribas SA Com EUR 2.00	6,409
670,708	Telefonica SA Com EUR 1.00	6,295
39,124	LVMH Moet Hennessy Louis Vuitton SE Com EUR 0.30	5,742
35,125	L'Oreal SA Com EUR 0.20	5,716
282,247	AXA SA Com EUR 2.29	5,580
493,365	ING Groep NV CVS EUR 0.24	5,091
79,334	Danone SA Com EUR 0.25	4,951
874,806	Banco Bilbao Vizcaya Argentaria SA Com EUR 0.49	4,927
355,027	Eni SpA Com NPV	4,808
48,497	Air Liquide SA Com EUR 5.50	4,719
83,558	Airbus Group SE Com EUR 1.00	4,576
1,180,072	Enel SpA Com EUR 1.00	4,540

Holding	Investments	Cost €'000
Purchases		
177,980	Sanofi Com EUR 2.00	14,157
332,091	Total SA Com EUR 2.50	13,911
124,602	Bayer AG Com NPV	13,885
121,172	Anheuser-Busch InBev SA/NV Com NPV	13,409
129,555	NXP Semiconductors NV Com EUR 0.20	10,965
118,678	Siemens AG Com NPV	10,605
68,879	Allianz SE Com NPV	10,502
145,129	Daimler AG Com NPV	10,418
148,089	SAP SE Com NPV	10,307
2,182,658	Banco Santander SA Com EUR 0.50	10,056
138,421	BASF SE Com NPV	9,678
245,514	Unilever NV CVS EUR 0.16	9,556
159,587	BNP Paribas SA Com EUR 2.00	8,239
482,846	Deutsche Telekom AG Com NPV	7,684
585,926	ING Groep NV CVS EUR 0.24	7,089
678,354	Telefonica SA Com EUR 1.00	7,087
295,817	AXA SA Com EUR 2.29	6,984
969,063	Banco Bilbao Vizcaya Argentaria SA Com EUR 0.49	6,663
42,471	LVMH Moet Hennessy Louis Vuitton SE Com EUR 0.30	6,257
38,193	L'Oreal SA Com EUR 0.20	6,053
1,908,697	Intesa Sanpaolo SpA Com EUR 0.52	5,572
874,184	Nokia Oyj Com NPV	5,495

The CBI requires a Schedule of material changes in the composition of the portfolio 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 USD Hedged UCITS ETF

INCOME STATEMENT

For the year ended 31 July 2016

	Note	Year ended 31 July 2016 $'000	Period from 2 July 2015 to 31 July 2015 $'000
Operating income	2	1,482	3
Net (losses)/gains on financial assets/liabilities at fair value through profit or loss	3	(14,475)	222
Total (losses)/gains		**(12,993)**	**225**
Operating expenses	4	(154)	(2)
Net operating (loss)/profit		**(13,147)**	**223**
Finance costs:			
Interest expense	6	(5)	-
Total finance costs		**(5)**	**-**
Net (loss)/profit for the financial year/period before tax		**(13,152)**	**223**
Non-reclaimable withholding tax		(102)	-
Net (loss)/profit for the financial year/period after tax		**(13,254)**	**223**
Adjustment to align to the valuation methodology as set out in the prospectus	7	44	3
(Decrease)/increase in net assets attributable to redeemable participating shareholders from operations		**(13,210)**	**226**

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 July 2016

	Year ended 31 July 2016 $'000	Period from 2 July 2015 to 31 July 2015 $'000
Net assets attributable to redeemable participating shareholders at the beginning of the year/period	5,166	-
(Decrease)/increase in net assets attributable to redeemable participating shareholders from operations	(13,210)	226
Share transactions:		
Proceeds from issue of redeemable participating shares	114,459	4,940
Payments on redemption of redeemable participating shares	(60,399)	-
Increase in net assets resulting from share transactions	**54,060**	**4,940**
Net assets attributable to redeemable participating shareholders at the end of the year/period	**46,016**	**5,166**

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

iShares MSCI EMU USD Hedged UCITS ETF

BALANCE SHEET

As at 31 July 2016

	Note	31 July 2016 $'000	31 July 2015 $'000
CURRENT ASSETS			
Cash		1,100	71
Margin cash account		76	8
Receivables	11	349	1
Financial assets at fair value through profit or loss	12	44,984	5,112
Total current assets		**46,509**	**5,192**
CURRENT LIABILITIES			
Payables	13	(283)	(29)
Financial liabilities at fair value through profit or loss	12	(257)	-
Total current liabilities excluding net assets attributable to redeemable participating shareholders		**(540)**	**(29)**
Net assets attributable to redeemable participating shareholders		**45,969**	**5,163**
Adjustment to align to the valuation methodology as set out in the prospectus	7	47	3
Net asset value attributable to redeemable participating shareholders at the end of the year/period		**46,016**	**5,166**

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 USD Hedged UCITS ETF

NOTES TO THE FINANCIAL STATEMENTS

For the year ended 31 July 2016

1. ACCOUNTING POLICIES, FINANCIAL INSTRUMENTS AND RISKS AND OTHER NOTES

The accounting policies are set out on pages 51 to 53. The financial instruments and risks are set out on pages 54 to 76. The notes relating to tax, soft commissions, exchange rates, commitments and contingent liabilities, related party transactions, financial derivative instruments and subsequent events are set out in the notes to the financial statements of the Company on pages 79 to 84.

2. OPERATING INCOME

	Year ended 31 July 2016 $'000	Period from 2 July 2015 to 31 July 2015 $'000
Dividend income	1,482	3
	1,482	**3**

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

	Year ended 31 July 2016 $'000	Period from 2 July 2015 to 31 July 2015 $'000
Net (losses)/gains on investments in securities held at fair value through profit or loss	(11,162)	175
Net (losses)/gains on futures contracts	(634)	4
Net (losses)/gains on forward currency contracts	(2,122)	26
Net (losses)/gains on foreign currency transactions	(557)	17
	(14,475)	**222**

4. OPERATING EXPENSES

	Year ended 31 July 2016 $'000	Period from 2 July 2015 to 31 July 2015 $'000
Management fees	(154)	(2)
	(154)	**(2)**

5. MANAGEMENT FEES

Fees earned by the Manager during the year and balances outstanding as at 31 July 2016 and 31 July 2015 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 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 July 2016	TER % 31 July 2015*
	0.38	0.38

* Fund launched during the year ended 31 July 2015. The annualised TER is presented in the table.

6. INTEREST EXPENSE

	Year ended 31 July 2016 $'000	Period from 2 July 2015 to 31 July 2015 $'000
Bank interest	(5)	-
	(5)	**-**

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 July 2016 $'000	Period from 2 July 2015 to 31 July 2015 $'000
Balance at the beginning of year/period	3	-
Adjustment to align to the valuation methodology as set out in the prospectus	44	3
Total adjustment for the year/period	44	3
Balance at the end of year/period	**47**	**3**

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

iShares MSCI EMU USD Hedged UCITS ETF

NOTES TO THE FINANCIAL STATEMENTS (continued)

For the year ended 31 July 2016

8. TRANSACTION COSTS

Disclosed in the table below are separately identifiable transaction costs incurred by the Fund for the year ended 31 July 2016 and period ended 31 July 2015. Please refer to note 9 of the financial statements of the Company for further details.

	Year ended 31 July 2016 $'000	Period from 2 July 2015 to 31 July 2015 $'000
Transaction costs	(114)	(4)

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 July 2016 No. of Shares	31 July 2015 No. of Shares
Balance at the beginning of year	1,000,000	-
Issued during the year	24,000,000	1,000,000
Redeemed during the year	(15,000,000)	-
Balance at the end of year	**10,000,000**	**1,000,000**

10. NET ASSETS ATTRIBUTABLE TO REDEEMABLE PARTICIPATING SHAREHOLDERS

	No. of Shares
Shares in issue	
As at 31 July 2016	10,000,000
As at 31 July 2015	1,000,000

	$'000
Net asset value	
As at 31 July 2016	46,016
As at 31 July 2015	5,166

	$
Net asset value per share	
As at 31 July 2016	4.60
As at 31 July 2015	5.17

11. RECEIVABLES

	31 July 2016 $'000	31 July 2015 $'000
Sale of securities awaiting settlement	263	-
Dividend income receivable	10	1
Tax reclaim receivable	76	-
	349	**1**

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

Financial assets:	31 July 2016 $'000	31 July 2015 $'000
Investment in equities	44,915	5,064
Investment in rights	1	-
Unrealised gains on forward currency contracts	24	44
Unrealised gains on futures contracts	44	4
	44,984	**5,112**

Financial liabilities:		
Unrealised losses on forward currency contracts	(257)	-
	(257)	**-**

13. PAYABLES

	31 July 2016 $'000	31 July 2015 $'000
Purchase of securities awaiting settlement	(264)	(27)
Management fees payable	(13)	(2)
Other payables	(6)	-
	(283)	**(29)**

iShares MSCI EMU USD Hedged UCITS ETF

SCHEDULE OF INVESTMENTS

As at 31 July 2016

Holding	Investment	Fair value $'000	% of net asset value
	Transferable Securities Admitted to an Official Stock Exchange Listing or traded on a Regulated Market (31 July 2015: 98.03%)		
	Equities (31 July 2015: 98.03%)		
	Austria (31 July 2015: 0.58%)		
	Banks		
3,250	Erste Group Bank AG Com NPV	87	0.19
1,431	Raiffeisen Bank International AG Com NPV	19	0.04
	Integrated oil & gas		
1,846	OMV AG Com NPV	49	0.11
	Iron & steel		
1,262	Voestalpine AG Com NPV	44	0.09
	Machinery, diversified		
891	Andritz AG Com NPV	45	0.10
	Total Austria	**244**	**0.53**
	Belgium (31 July 2015: 4.22%)		
	Banks		
3,064	KBC Group NV Com NPV	159	0.35
	Beverages		
9,844	Anheuser-Busch InBev SA/NV Com NPV	1,268	2.75
	Chemicals		
984	Solvay SA Com EUR 15.00	102	0.22
1,183	Umicore SA Com NPV	69	0.15
	Food		
876	Colruyt SA Com NPV	49	0.11
	Holding companies - diversified operations		
1,083	Groupe Bruxelles Lambert SA Com NPV	91	0.20
	Insurance		
2,594	Ageas Com NPV	87	0.19
	Media		
679	Telenet Group Holding NV Com NPV	32	0.07
	Pharmaceuticals		
1,554	UCB SA Com NPV	122	0.26
	Telecommunications		
1,907	Proximus SADP Com NPV	59	0.13
	Total Belgium	**2,038**	**4.43**
	Finland (31 July 2015: 2.73%)		
	Auto parts & equipment		
1,435	Nokian Renkaat Oyj Com NPV	53	0.12
	Electricity		
5,309	Fortum Oyj Com EUR 3.40	88	0.19
	Forest products & paper		
6,867	Stora Enso Oyj Com NPV	62	0.14
6,266	UPM-Kymmene Oyj Com NPV	129	0.28
	Insurance		
5,693	Sampo Oyj Com NPV	235	0.51
	Machinery - diversified		
4,334	Kone Oyj Com NPV	220	0.48
1,390	Metso Oyj Com NPV	39	0.08
	Finland (31 July 2015: 2.73%) (cont)		
	Miscellaneous manufacturers		
1,847	Wartsila Oyj Abp Com NPV	80	0.17
	Oil & gas		
1,603	Neste Oyj Com NPV	61	0.13
	Pharmaceuticals		
1,244	Orion Oyj Com EUR 0.65	51	0.11
	Telecommunications		
1,786	Elisa Oyj Com NPV	65	0.14
27,223	Nokia Oyj Com NPV	156	0.34
42,270	Nokia Oyj (France-listed) Com NPV	242	0.53
	Total Finland	**1,481**	**3.22**
	France (31 July 2015: 30.20%)		
	Advertising		
968	JCDecaux SA Com NPV	33	0.07
2,261	Publicis Groupe SA Com EUR 0.40	168	0.37
	Aerospace & defence		
3,858	Safran SA Com EUR 0.20	262	0.57
1,295	Thales SA Com EUR 3.00	118	0.26
2,528	Zodiac Aerospace Com NPV	57	0.12
	Apparel retailers		
642	Christian Dior SE Com EUR 2.00	116	0.25
333	Hermes International Com NPV	143	0.31
3,373	LVMH Moet Hennessy Louis Vuitton SE Com EUR 0.30	578	1.26
	Auto manufacturers		
5,847	Peugeot SA Com EUR 1.00	88	0.19
2,425	Renault SA Com EUR 3.81	212	0.46
	Auto parts & equipment		
2,354	Cie Generale des Etablissements Michelin Com EUR 2.00	240	0.52
2,992	Valeo SA Com EUR 1.00	153	0.33
	Banks		
12,781	BNP Paribas SA Com EUR 2.00	634	1.38
13,822	Credit Agricole SA Com EUR 3.00	122	0.27
11,675	Natixis SA Com EUR 11.20	48	0.10
9,313	Societe Generale SA Com EUR 1.25	318	0.69
	Beverages		
2,698	Pernod Ricard SA Com EUR 1.55	308	0.67
288	Remy Cointreau SA Com EUR 1.60	25	0.05
	Building materials and fixtures		
5,720	Cie de Saint-Gobain Com EUR 4.00	242	0.53
408	Imerys SA Com EUR 2.00	29	0.06
	Chemicals		
4,148	Air Liquide SA Com EUR 5.50	442	0.96
821	Arkema SA Com EUR 10.00	70	0.15
	Commercial services		
3,296	Bureau Veritas SA Com EUR 0.12	72	0.16
2,645	Edenred Com EUR 2.00	60	0.13

iShares MSCI EMU USD Hedged UCITS ETF

SCHEDULE OF INVESTMENTS (continued)

As at 31 July 2016

Holding	Investment	Fair value $'000	% of net asset value
	Equities (31 July 2015: 98.03%) (cont)		
	France (31 July 2015: 30.20%) (cont)		
	Computers		
1,144	Atos SE Com EUR 1.00	112	0.24
2,066	Capgemini SA Com EUR 8.00	198	0.43
700	Ingenico Group SA Com EUR 1.00	77	0.17
	Distribution & wholesale		
3,650	Rexel SA Com EUR 5.00	54	0.12
	Diversified financial services		
544	Eurazeo SA Com NPV	35	0.08
	Electrical components & equipment		
3,350	Legrand SA Com EUR 4.00	185	0.40
6,738	Schneider Electric SE Com EUR 4.00	441	0.96
	Electricity		
3,168	Electricite de France SA Com EUR 0.50	41	0.09
17,589	Engie SA Com EUR 1.00	290	0.63
	Engineering & construction		
367	Aeroports de Paris Com EUR 3.00	39	0.08
2,764	Bouygues SA Com EUR 1.00	82	0.18
698	Eiffage SA Com EUR 4.00	54	0.12
6,081	Vinci SA Com EUR 2.50	461	1.00
	Food		
6,619	Carrefour SA Com EUR 2.50	166	0.36
720	Casino Guichard Perrachon SA Com EUR 1.53	39	0.08
7,106	Danone SA Com EUR 0.25	547	1.19
1,223	Sodexo SA Com EUR 4.00	143	0.31
	Healthcare products		
2,569	Essilor International SA Com EUR 0.18	329	0.71
	Holding companies - diversified operations		
10,955	Bollore SA Com EUR 0.16	40	0.09
	Hotels		
2,331	Accor SA Com EUR 3.00	97	0.21
	Insurance		
23,825	AXA SA Com EUR 2.29	486	1.06
2,134	CNP Assurances Com EUR 1.00	32	0.07
1,913	SCOR SE Com EUR 7.876972	56	0.12
	Internet		
308	Iliad SA Com NPV	60	0.13
	Machinery - diversified		
1,744	Alstom SA Com EUR 7.00	43	0.09
	Media		
1,482	Lagardere SCA Com EUR 6.10	38	0.08
1,460	SFR Group SA Com EUR 1.00	34	0.07
13,968	Vivendi SA Com EUR 5.50	275	0.60
	Nondurable household products		
346	Societe BIC SA Com EUR 3.82	51	0.11
	Oil & gas		
26,855	Total SA Com EUR 2.50	1,283	2.79
	Oil & gas services		
1,367	Technip SA Com EUR 0.7625	76	0.17
	France (31 July 2015: 30.20%) (cont)		
	Personal products		
3,116	L'Oreal SA Com EUR 0.20	593	1.29
	Pharmaceuticals		
14,357	Sanofi Com EUR 2.00	1,223	2.66
	Real estate investment trusts		
367	Fonciere Des Regions Reits EUR 3.00	35	0.07
553	Gecina SA Reits EUR 7.50	83	0.18
389	ICADE Reits NPV	30	0.07
2,807	Klepierre Reits EUR 1.40	134	0.29
1,189	Unibail-Rodamco SE Reits EUR 5.00	327	0.71
	Retail		
987	Kering Com EUR 4.00	187	0.41
	Software		
1,686	Dassault Systemes Com EUR 0.50	139	0.30
	Specialty finance		
346	Wendel SA Com EUR 4.00	37	0.08
	Telecommunications		
2,115	Eutelsat Communications SA Com EUR 1.00	42	0.09
23,976	Orange SA Com EUR 4.00	367	0.80
	Transportation		
5,830	Groupe Eurotunnel SE Com EUR 0.40	61	0.13
	Water		
3,697	Suez Com EUR 4.00	60	0.13
5,311	Veolia Environnement SA Com EUR 5.00	118	0.26
	Total France	**13,838**	**30.07**
	Germany (31 July 2015: 28.79%)		
	Airlines		
2,889	Deutsche Lufthansa AG Com NPV	34	0.08
	Auto manufacturers		
3,996	Bayerische Motoren Werke AG Com EUR 1.00	344	0.74
699	Bayerische Motoren Werke AG Pref EUR 1.00	51	0.11
11,611	Daimler AG Com NPV	788	1.71
1,913	Porsche Automobil Holding SE Pref NPV	100	0.22
428	Volkswagen AG Com NPV	63	0.14
2,222	Volkswagen AG Pref NPV	312	0.68
	Auto parts & equipment		
1,402	Continental AG Com NPV	294	0.64
2,023	Schaeffler AG Pref NPV	29	0.06
	Banks		
12,482	Commerzbank AG Com NPV	82	0.18
16,491	Deutsche Bank AG Com NPV	222	0.48
	Building & construction materials		
1,687	HeidelbergCement AG Com NPV	143	0.31
	Chemicals		
11,083	BASF SE Com NPV	868	1.88
1,933	Brenntag AG Com NPV	96	0.21
864	Covestro AG Com NPV	40	0.09
1,747	Evonik Industries AG Com NPV	54	0.12

iShares MSCI EMU USD Hedged UCITS ETF

SCHEDULE OF INVESTMENTS (continued)

As at 31 July 2016

Holding	Investment	Fair value $'000	% of net asset value
	Equities (31 July 2015: 98.03%) (cont)		
	Germany (31 July 2015: 28.79%) (cont)		
	Chemicals (cont)		
867	Fuchs Petrolub SE Pref NPV	36	0.08
2,375	K&S AG Com NPV	50	0.11
1,142	Lanxess AG Com NPV	54	0.11
2,361	Linde AG Com NPV	340	0.74
1,640	Symrise AG Com NPV	115	0.25
	Cosmetics & personal care		
1,309	Beiersdorf AG Com NPV	123	0.27
	Diversified financial services		
2,437	Deutsche Boerse AG Com NPV	204	0.44
	Electrical components & equipment		
1,103	OSRAM Licht AG Com NPV	57	0.12
	Electricity		
24,013	E.ON SE Com NPV	257	0.56
6,469	RWE AG Com NPV	114	0.25
	Engineering & construction		
539	Fraport AG Frankfurt Airport Services Worldwide Com NPV	30	0.07
254	Hochtief AG Com NPV	33	0.07
	Food		
2,257	Metro AG Com NPV	72	0.16
	Footwear		
2,392	Adidas AG Com NPV	392	0.85
	Health care services		
2,765	Fresenius Medical Care AG & Co KGaA Com NPV	253	0.55
4,987	Fresenius SE & Co KGaA Com NPV	372	0.81
	Household products		
1,295	Henkel AG & Co KGaA Com NPV	140	0.31
	Insurance		
5,598	Allianz SE Com NPV	802	1.74
760	Hannover Rueck SE Com NPV	78	0.17
2,014	Muenchener Rueckversicherungs-Gesellschaft AG Com NPV	336	0.73
	Internet		
1,543	United Internet AG Com NPV	68	0.15
	Iron & steel		
4,598	ThyssenKrupp AG Com NPV	105	0.23
	Machinery - diversified		
2,275	GEA Group AG Com NPV	121	0.26
428	MAN SE Com NPV	45	0.10
	Media		
560	Axel Springer SE Com EUR 1.00	30	0.07
2,846	ProSiebenSat.1 Media SE Com NPV	130	0.28
	Miscellaneous manufacturers		
9,351	Siemens AG Com NPV	1,013	2.20
	Nondurable household products		
2,254	Henkel AG & Co KGaA Pref NPV	280	0.61
	Germany (31 July 2015: 28.79%) (cont)		
	Pharmaceuticals		
10,128	Bayer AG Com NPV	1,089	2.37
1,681	Merck KGaA Com NPV	185	0.40
	Real estate investment & services		
4,390	Deutsche Wohnen AG Com NPV	164	0.36
5,992	Vonovia SE Com NPV	237	0.51
	Retail		
836	Hugo Boss AG Com NPV	50	0.11
1,145	Zalando SE Com NPV	43	0.09
	Semiconductors		
14,560	Infineon Technologies AG Com NPV	241	0.52
	Software		
12,034	SAP SE Com NPV	1,054	2.29
	Telecommunications		
38,916	Deutsche Telekom AG Com NPV	661	1.43
7,428	Telefonica Deutschland Holding AG Com NPV	30	0.07
	Transportation		
11,640	Deutsche Post AG Com NPV	347	0.75
	Total Germany	**13,271**	**28.84**
	Ireland (31 July 2015: 1.24%)		
	Airlines		
2,077	Ryanair Holdings Plc Com EUR 0.006	27	0.06
	Banks		
363,117	Bank of Ireland Com EUR 0.05	75	0.16
	Building materials and fixtures		
10,254	CRH Plc Com EUR 0.32	314	0.69
	Entertainment		
953	Paddy Power Betfair Plc Com EUR 0.09	112	0.24
	Food		
2,044	Kerry Group Plc Com EUR 0.125	175	0.38
	Total Ireland	**703**	**1.53**
	Italy (31 July 2015: 7.10%)		
	Banks		
154,307	Intesa Sanpaolo SpA Com EUR 0.52	340	0.74
11,636	Intesa Sanpaolo SpA Misc EUR 0.52	24	0.05
6,994	Mediobanca SpA Com EUR 0.50	49	0.11
62,072	UniCredit SpA Com NPV	152	0.33
12,351	Unione di Banche Italiane SpA Com EUR 2.50	38	0.08
	Commercial services		
5,373	Atlantia SpA Com EUR 1.00	134	0.29
	Electrical components & equipment		
2,448	Prysmian SpA Com EUR 0.10	57	0.12
	Electricity		
94,172	Enel SpA Com EUR 1.00	433	0.94
20,119	Terna Rete Elettrica Nazionale SpA Com EUR 0.22	109	0.24
	Gas distribution		
30,702	Snam SpA Com NPV	178	0.39

iShares MSCI EMU USD Hedged UCITS ETF

SCHEDULE OF INVESTMENTS (continued)

As at 31 July 2016

Holding	Investment	Fair value $'000	% of net asset value
	Equities (31 July 2015: 98.03%) (cont)		
	Italy (31 July 2015: 7.10%) (cont)		
	Holding companies - diversified operations		
1,223	Exor SpA Com NPV	48	0.10
	Insurance		
14,394	Assicurazioni Generali SpA Com EUR 1.00	190	0.41
6,368	Poste Italiane SpA Com NPV	44	0.10
14,156	UnipolSai SpA Com NPV	24	0.05
	Oil & gas		
30,944	Eni SpA Com NPV	473	1.03
	Oil & gas services		
77,921	Saipem SpA Com NPV	34	0.07
	Retail		
2,232	Luxottica Group SpA Com EUR 0.06	108	0.24
	Telecommunications		
137,415	Telecom Italia SpA Com NPV	117	0.26
75,243	Telecom Italia SpA Misc NPV	52	0.11
	Total Italy	**2,604**	**5.66**
	Luxembourg (31 July 2015: 0.97%)		
	Iron & steel		
24,154	ArcelorMittal Com NPV	155	0.34
	Media		
468	RTL Group SA Com NPV	40	0.09
	Metal fabricate/ hardware		
5,890	Tenaris SA Com USD 1.00	79	0.17
	Telecommunications		
4,287	SES SA Receipt NPV	94	0.20
	Total Luxembourg	**368**	**0.80**
	Netherlands (31 July 2015: 10.76%)		
	Aerospace & defence		
7,134	Airbus Group SE Com EUR 1.00	420	0.91
	Auto manufacturers		
1,657	Ferrari NV Com EUR 0.01	75	0.16
10,324	Fiat Chrysler Automobiles NV Com EUR 0.01	66	0.15
	Banks		
2,864	ABN AMRO Group NV CVS EUR 1.00	53	0.12
46,700	ING Groep NV Com EUR 0.01	522	1.13
	Beverages		
1,307	Heineken Holding NV Com EUR 1.60	109	0.24
2,940	Heineken NV Com EUR 1.60	277	0.60
	Chemicals		
3,183	Akzo Nobel NV Com EUR 2.00	206	0.45
2,376	Koninklijke DSM NV Com EUR 1.50	152	0.33
1,043	OCI NV Com EUR 20.00	16	0.03
	Commercial services		
1,588	Randstad Holding NV Com EUR 0.10	68	0.15
12,516	Relx NV Com EUR 0.07	227	0.49
	Computers		
988	Gemalto NV Com EUR 1.00	65	0.14
	Netherlands (31 July 2015: 10.76%) (cont)		
	Cosmetics & personal care		
19,984	Unilever NV CVS EUR 0.16	926	2.01
	Diversified financial services		
2,076	AerCap Holdings NV Com EUR 0.01	76	0.17
	Electronics		
11,791	Koninklijke Philips NV Com EUR 0.20	315	0.68
	Engineering & construction		
1,114	Boskalis Westminster Com EUR 0.80	41	0.09
	Food		
16,403	Koninklijke Ahold Delhaize NV Com EUR 0.01	392	0.85
	Healthcare products		
2,754	Qiagen NV Com EUR 0.01	72	0.16
	Insurance		
23,897	Aegon NV Com EUR 0.12	97	0.21
4,296	NN Group NV Com EUR 0.12	116	0.25
	Machinery - diversified		
11,835	CNH Industrial NV Com EUR 0.01	84	0.18
	Media		
4,745	Altice NV Com EUR 0.01	71	0.15
1,501	Altice NV Com EUR 0.25	22	0.05
3,926	Wolters Kluwer NV Com EUR 0.12	165	0.36
	Pipelines		
876	Koninklijke Vopak NV Com EUR 0.50	45	0.10
	Semiconductors		
4,484	ASML Holding NV Com EUR 0.09	496	1.08
3,685	NXP Semiconductors NV Com EUR 0.20	310	0.67
7,955	STMicroelectronics NV Com EUR 1.04	58	0.13
	Telecommunications		
43,983	Koninklijke KPN NV Com EUR 0.04	144	0.32
	Total Netherlands	**5,686**	**12.36**
	Portugal (31 July 2015: 0.27%)		
	Electricity		
29,384	EDP - Energias de Portugal SA Com EUR 1.00	100	0.22
	Food		
3,212	Jeronimo Martins SGPS SA Com EUR 1.00	54	0.12
	Oil & gas		
5,861	Galp Energia SGPS SA Com EUR 1.00	80	0.17
	Total Portugal	**234**	**0.51**
	Spain (31 July 2015: 11.17%)		
	Airlines		
10,203	International Consolidated Airlines Group SA Com EUR 0.50	55	0.12
	Banks		
80,052	Banco Bilbao Vizcaya Argentaria SA Com EUR 0.49	468	1.02
67,486	Banco de Sabadell SA Com EUR 0.125	92	0.20
41,466	Banco Popular Espanol SA Com EUR 0.50	58	0.13
175,327	Banco Santander SA Com EUR 0.50	744	1.61
57,539	Bankia SA Com EUR 0.80	44	0.09

iShares MSCI EMU USD Hedged UCITS ETF

SCHEDULE OF INVESTMENTS (continued)

As at 31 July 2016

Holding	Investment	Fair value $'000	% of net asset value
	Equities (31 July 2015: 98.03%) (cont)		
	Spain (31 July 2015: 11.17%) (cont)		
	Banks (cont)		
8,420	Bankinter SA Com EUR 0.30	59	0.13
35,169	CaixaBank SA Com EUR 1.00	88	0.19
	Commercial services		
7,189	Abertis Infraestructuras SA Com EUR 3.00	113	0.25
	Electricity		
4,246	Endesa SA Com EUR 1.20	89	0.20
1,518	Iberdrola SA Com EUR 0.75	10	0.02
68,332	Iberdrola SA (voting) Com EUR 0.75	470	1.02
1,388	Red Electrica Corp SA Com EUR 0.50	32	0.07
	Engineering & construction		
2,357	ACS Actividades de Construccion y Servicios SA Com EUR 0.50	68	0.15
896	Aena SA Com EUR 10.00	129	0.28
6,035	Ferrovial SA Com EUR 0.20	125	0.27
	Food		
7,715	Distribuidora Internacional de Alimentacion SA Com EUR 0.10	48	0.10
	Gas distribution		
245	Enagas SA Com EUR 1.50	7	0.02
4,721	Gas Natural SDG SA Com EUR 1.00	98	0.21
	Insurance		
13,460	Mapfre SA Com EUR 0.10	33	0.07
	Machinery - diversified		
2,254	Zardoya Otis SA Com EUR 0.10	22	0.05
	Spain (31 July 2015: 11.17%) (cont)		
	Oil & gas		
13,284	Repsol SA Com EUR 1.00	167	0.36
	Pharmaceuticals		
3,730	Grifols SA Com EUR 0.25	82	0.18
	Retail		
13,235	Industria de Diseno Textil SA Com EUR 0.03	458	0.99
	Software		
5,389	Amadeus IT Group SA Com EUR 0.01	253	0.55
	Telecommunications		
55,008	Telefonica SA Com EUR 1.00	539	1.17
	Total Spain	**4,351**	**9.45**
	United Kingdom (31 July 2015: Nil)		
	Beverages		
2,580	Coca-Cola European Partners Plc Com EUR 0.01	97	0.21
	Total United Kingdom	**97**	**0.21**
	Total equities	**44,915**	**97.61**
	Rights (31 July 2015: Nil)		
	Spain (31 July 2015: Nil)		
2,254	Zardoya Otis SA - Rights 1 August 2016	1	0.00
	Total Spain	**1**	**0.00**
	Total rights	**1**	**0.00**

Currency	Amount Purchased	Currency	Amount Sold	Underlying Exposure ($)	Maturity date	Unrealised gain/(loss) $'000*	% of net asset value
Financial derivative instruments (31 July 2015: 0.92%)							
Forward currency contracts (31 July 2015: 0.85%)*							
EUR	2,931,430	USD	3,259,949	3,278,073	02/08/2016	18	0.04
USD	46,223,824	EUR	41,565,645	46,480,805	02/08/2016	(257)	(0.56)
USD	43,259,504	EUR	38,634,216	43,253,712	02/09/2016	6	0.01
USD	2,412,291	EUR	2,154,370	2,411,968	02/09/2016	-	0.00
			Total unrealised gains on forward currency contracts			**24**	**0.05**
			Total unrealised losses on forward currency contracts			**(257)**	**(0.56)**
			Net unrealised losses on forward currency contracts			**(233)**	**(0.51)**

No. of contracts		Underlying exposure $'000	Fair value $'000	% of net asset value
	Futures contracts (31 July 2015: 0.07%)			
26	Euro Stoxx 50 Future September 2016	827	41	0.09
16	IBEX Mini Index Future August 2016	150	3	0.01
	Total unrealised gains on futures contracts		**44**	**0.10**
	Total financial derivative instruments		**(189)**	**(0.41)**

iShares MSCI EMU USD Hedged UCITS ETF

SCHEDULE OF INVESTMENTS (continued)

As at 31 July 2016

	Fair value $'000	% of net asset value
Total value of investments	**44,727**	**97.20**
Cash†	**1,176**	**2.56**
Other net assets	**66**	**0.14**
Net assets attributable to redeemable participating shareholders	**45,969**	**99.90**
Adjustment to align to the valuation methodology as set out in the prospectus	47	0.10
Net asset value attributable to redeemable participating shareholders at the end of the year	**46,016**	**100.00**

† Cash holdings of $1,099,532 are held with State Street Bank and Trust Company. $76,370 is held as security for futures contracts with Morgan Stanley & Co International Plc.
* The counterparty for forward currency contracts is State Street Bank and Trust Company.
** Investments which are less than $500 are rounded to zero.

Equities are primarily classified by 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	44,916	96.58
Exchange traded financial derivative instruments	44	0.09
Over-the-counter financial derivative instruments	24	0.05
Other assets	1,525	3.28
Total current assets	**46,509**	**100.00**

iShares MSCI EMU USD Hedged UCITS ETF

SCHEDULE OF MATERIAL PURCHASES AND SALES (unaudited)

For the year ended 31 July 2016

Holding	Investments	Proceeds $'000
Sales		
15,410	Anheuser-Busch InBev SA/NV Com NPV	1,802
42,204	Total SA Com EUR 2.50	1,772
22,489	Sanofi Com EUR 2.00	1,764
15,767	Bayer AG Com NPV	1,674
15,443	Siemens AG Com NPV	1,441
18,881	SAP SE Com NPV	1,420
31,281	Unilever NV CVS EUR 0.16	1,324
8,702	Allianz SE Com NPV	1,305
18,364	Daimler AG Com NPV	1,241
17,599	BASF SE Com NPV	1,148
271,445	Banco Santander SA Com EUR 0.50	1,067
62,146	Deutsche Telekom AG Com NPV	1,018
5,374	LVMH Moet Hennessy Louis Vuitton SE Com EUR 0.30	899
20,336	BNP Paribas SA Com EUR 2.00	877
85,074	Telefonica SA Com EUR 1.00	846
4,851	L'Oreal SA Com EUR 0.20	813
37,273	AXA SA Com EUR 2.29	804
74,585	ING Groep NV Com EUR 0.01	798
11,398	Danone SA Com EUR 0.25	769
120,435	Banco Bilbao Vizcaya Argentaria SA Com EUR 0.49	737
6,664	Air Liquide SA Com EUR 5.50	704
11,416	Airbus Group SE Com EUR 1.00	664
21,067	Industria de Diseno Textil SA Com EUR 0.03	653
48,833	Eni SpA Com NPV	644
108,545	Nokia OYJ Com NPV	644
38,318	Orange SA Com EUR 4.00	640

Holding	Investments	Cost $'000
Purchases		
24,851	Bayer AG Com NPV	3,096
35,350	Sanofi Com EUR 2.00	3,068
24,237	Anheuser-Busch InBev SA/NV Com NPV	3,056
65,512	Total SA Com EUR 2.50	3,029
28,774	Daimler AG Com NPV	2,392
13,722	Allianz SE Com NPV	2,388
23,792	Siemens AG Com NPV	2,353
29,684	SAP SE Com NPV	2,319
428,111	Banco Santander SA Com EUR 0.50	2,197
49,206	Unilever NV CVS EUR 0.16	2,146
27,535	BASF SE Com NPV	2,120
31,781	BNP Paribas SA Com EUR 2.00	1,811
97,007	Deutsche Telekom AG Com NPV	1,715
58,688	AXA SA Com EUR 2.29	1,588
133,969	Telefonica SA Com EUR 1.00	1,573
116,412	ING Groep NV Com EUR 0.01	1,555
192,431	Banco Bilbao Vizcaya Argentaria SA Com EUR 0.49	1,487
8,402	LVMH Moet Hennessy Louis Vuitton SE Com EUR 0.30	1,397
7,655	L'Oreal SA Com EUR 0.20	1,349
375,361	Intesa Sanpaolo SpA Com EUR 0.52	1,253
17,823	Airbus Group SE Com EUR 1.00	1,228
17,789	Danone SA Com EUR 0.25	1,218
10,386	Air Liquide SA Com EUR 5.50	1,193
76,638	Eni SpA Com NPV	1,179
32,953	Industria de Diseno Textil SA Com EUR 0.03	1,177

The CBI requires a Schedule of material changes in the composition of the portfolio 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 - B UCITS ETF (Acc)

INCOME STATEMENT

For the year ended 31 July 2016

	Note	Year ended 31 July 2016 €'000	Year ended 31 July 2015 €'000
Operating income	2	-	97
Net losses on financial assets/liabilities at fair value through profit or loss	3	-	(963)
Total losses		**-**	**(866)**
Operating expenses**	4	-	(7)
Net operating loss		**-**	**(873)**
Net loss for the financial year before tax		**-**	**(873)**
Non-reclaimable withholding tax		-	(4)
Net loss for the financial year after tax		**-**	**(877)**
Adjustment to align to the valuation methodology as set out in the prospectus	6	-	(10)
Decrease in net assets attributable to redeemable participating shareholders from operations		**-**	**(887)**

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 discontinued operations.

STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO REDEEMABLE PARTICIPATING SHAREHOLDERS

For the year ended 31 July 2016

	Year ended 31 July 2016 €'000	Year ended 31 July 2015 €'000
Net assets attributable to redeemable participating shareholders at the beginning of the year	-	52,800
Decrease in net assets attributable to redeemable participating shareholders from operations	-	(887)
Share transactions:		
Proceeds from issue of redeemable participating shares	-	-
Payments on redemption of redeemable participating shares	-	(4,750)
Transfer due to merger*	-	(47,163)
Decrease in net assets resulting from share transactions	**-**	**(51,913)**
Net assets attributable to redeemable participating shareholders at the end of the year	**-**	**-**

* Effective 18 August 2014 iShares MSCI Europe - B UCITS ETF (Acc) merged into iShares MSCI Europe UCITS ETF (Acc), a Fund of iShares III Plc, the merger ratio used to calculate the number of shares in the Receiving Fund issued to former shareholders of the Merging Fund was 2.424329219.
** 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 Europe - B UCITS ETF (Acc)*

BALANCE SHEET

As at 31 July 2016

	Note	31 July 2016 €'000	31 July 2015 €'000
CURRENT ASSETS			
Cash		-	-
Margin cash account		-	-
Receivables		-	-
Financial assets at fair value through profit or loss		-	-
Total current assets		**-**	**-**
CURRENT LIABILITIES			
Payables		-	-
Financial liabilities at fair value through profit or loss		-	-
Total current liabilities excluding net assets attributable to redeemable participating shareholders		**-**	**-**
Net assets attributable to redeemable participating shareholders		**-**	**-**
Adjustment to align to the valuation methodology as set out in the prospectus	6	-	-
Net asset value attributable to redeemable participating shareholders at the end of the year		**-**	**-**

* Effective 18 August 2014 iShares MSCI Europe - B UCITS ETF (Acc) merged into iShares MSCI Europe UCITS ETF(Acc), a Fund of iShares III Plc, the merger ratio used to calculate the number of shares in the Receiving Fund issued to former shareholders of the Merging Fund was 2.424329219.

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 - B UCITS ETF (Acc)

NOTES TO THE FINANCIAL STATEMENTS

For the year ended 31 July 2016

1. ACCOUNTING POLICIES, FINANCIAL INSTRUMENTS AND RISKS AND OTHER NOTES

The accounting policies are set out on pages 51 to 53. The financial instruments and risks are set out on pages 54 to 76. The notes relating to tax, soft commissions, exchange rates, commitments and contingent liabilities, related party transactions, financial derivative instruments and subsequent events are set out in the notes to the financial statements of the Company on pages 79 to 84.

2. OPERATING INCOME

	Year ended 31 July 2016 €'000	Year ended 31 July 2015 €'000
Dividend income	-	97
	-	97

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

	Year ended 31 July 2016 €'000	Year ended 31 July 2015 €'000
Net losses on investments in securities held at fair value through profit or loss	-	(959)
Net losses on futures contracts	-	(3)
Net losses on foreign currency transactions	-	(1)
	-	(963)

4. OPERATING EXPENSES

	Year ended 31 July 2016 €'000	Year ended 31 July 2015 €'000
Management fees	-	(7)
	-	(7)

5. MANAGEMENT FEES

Fees earned by the Manager during the year and balances outstanding as at 31 July 2016 and 31 July 2015 are disclosed in note 4.

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

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:

	TER % 31 July 2015	TER % 31 July 2015*
	-	0.33

* Fund closed during the year ended 31 July 2015. The annualised TER is presented in the table.

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:

	Year ended 31 July 2016 €'000	Year ended 31 July 2015 €'000
Balance at the beginning of year	-	10
Adjustment to align to the valuation methodology as set out in the prospectus	-	(10)
Total adjustment for the year	-	(10)
Balance at the end of year	-	-

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

7. TRANSACTION COSTS

Disclosed in the table below are separately identifiable transaction costs incurred by the Fund for the years ended 31 July 2016 and 31 July 2015. Please refer to note 9 of the financial statements of the Company for further details.

	Year ended 31 July 2016 €'000	Year ended 31 July 2015 €'000
Transaction costs	-	(1)

iShares MSCI Europe - B UCITS ETF (Acc)

NOTES TO THE FINANCIAL STATEMENTS (continued)

For the year ended 31 July 2016

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 July 2016 No. of Shares	31 July 2015 No. of Shares
Balance at the beginning of year	-	549,529
Issued during the year	-	-
Redeemed during the year	-	(50,000)
Transfer due to merger	-	(499,529)
Balance at the end of year	**-**	**-**

9. NET ASSETS ATTRIBUTABLE TO REDEEMABLE PARTICIPATING SHAREHOLDERS

	No. of Shares
Shares in issue	
As at 31 July 2016	-
As at 31 July 2015	-
As at 31 July 2014	549,529

	€'000
Net asset value	
As at 31 July 2016	-
As at 31 July 2015	-
As at 31 July 2014	52,800

	€
Net asset value per share	
As at 31 July 2016	-
As at 31 July 2015	-
As at 31 July 2014	96.08

iShares MSCI Japan Large Cap UCITS ETF

INCOME STATEMENT

For the year ended 31 July 2016

	Note	Year ended 31 July 2016 $'000	Year ended 31 July 2015**** $'000
Operating income**		-	-
Net losses on financial assets/liabilities at fair value through profit or loss	2	-	(646)
Total losses		**-**	**(646)**
Operating expenses***	3	-	(8)
Net operating loss		**-**	**(654)**
Net loss for the financial year before tax		**-**	**(654)**
Non-reclaimable withholding tax**		-	-
Net loss for the financial year after tax		**-**	**(654)**
Adjustment to align to the valuation methodology as set out in the prospectus	5	-	(13)
Decrease in net assets attributable to redeemable participating shareholders from operations		**-**	**(667)**

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 discontinued operations.

STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO REDEEMABLE PARTICIPATING SHAREHOLDERS

For the year ended 31 July 2016

	Year ended 31 July 2016 $'000	Year ended 31 July 2015 $'000
Net assets attributable to redeemable participating shareholders at the beginning of the year	-	42,765
Decrease in net assets attributable to redeemable participating shareholders from operations	-	(667)
Share transactions:		
Proceeds from issue of redeemable participating shares	-	-
Payments on redemption of redeemable participating shares	-	-
Transfer due to merger*	-	(42,098)
Decrease in net assets resulting from share transactions	**-**	**(42,098)**
Net assets attributable to redeemable participating shareholders at the end of the year	**-**	**-**

* Effective 18 August 2014 iShares MSCI Japan Large Cap UCITS ETF merged into iShares MSCI Japan UCITS ETF (Acc), the merger ratio used to calculate the number of shares in the Receiving Fund issued to former shareholders of the Merging Fund was 1.016454477.
** Amounts less than $500 are rounded to zero.
*** Termination expenses are borne outside of the Fund and paid by BlackRock.
**** The base currency of this Fund changed from Japanese Yen to United States Dollar on 1 August 2014.

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

iShares MSCI Japan Large Cap UCITS ETF*

BALANCE SHEET

As at 31 July 2016

	Note	31 July 2016 $'000	31 July 2015** $'000
CURRENT ASSETS			
Cash		-	-
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 assets attributable to redeemable participating shareholders		**-**	**-**
Adjustment to align to the valuation methodology as set out in the prospectus	5	-	-
Net asset value attributable to redeemable participating shareholders at the end of the year		**-**	**-**

* Effective 18 August 2014 iShares MSCI Japan Large Cap UCITS ETF merged into iShares MSCI Japan UCITS ETF (Acc), the merger ratio used to calculate the number of shares in the Receiving Fund issued to former shareholders of the Merging Fund was 1.016454477.
** The base currency of this Fund changed from Japanese Yen to United States Dollar on 1 August 2014.

The accompanying notes form an integral part of these financial statements. Details of the NAV per share are set out in note 7.

iShares MSCI Japan Large Cap UCITS ETF

NOTES TO THE FINANCIAL STATEMENTS

For the year ended 31 July 2016

1. ACCOUNTING POLICIES, FINANCIAL INSTRUMENTS AND RISKS AND OTHER NOTES

The accounting policies are set out on pages 51 to 53. The financial instruments and risks are set out on pages 54 to 76. The notes relating to tax, soft commissions, exchange rates, commitments and contingent liabilities, related party transactions, financial derivative instruments and subsequent events are set out in the notes to the financial statements of the Company on pages 79 to 84.

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

	Year ended 31 July 2016 $'000	Year ended 31 July 2015 $'000
Net losses on investments in securities held at fair value through profit or loss	-	(646)
	-	(646)

3. OPERATING EXPENSES

	Year ended 31 July 2016 $'000	Year ended 31 July 2015 $'000
Management fees	-	(8)
	-	(8)

4. MANAGEMENT FEES

Fees earned by the Manager during the year and balances outstanding as at 31 July 2016 and 31 July 2015 are disclosed in note 4.

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

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:

	TER % 31 July 2016	TER % 31 July 2015*
	-	0.48

* Fund closed during the year ended 31 July 2015. The annualised TER is presented in the table.

5. 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 July 2016 $'000	Year ended 31 July 2015 $'000
Balance at the beginning of year	-	13
Adjustment to align to the valuation methodology as set out in the prospectus	-	(13)
Total adjustment for the year	-	(13)
Balance at the end of year	-	-

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

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.

Number of redeemable participating shares:	31 July 2016 No. of Shares	31 July 2015 No. of Shares
Balance at the beginning of year	-	350,833
Issued during the year	-	-
Redeemed during the year	-	-
Transfer due to merger	-	(350,833)
Balance at the end of year	-	-

7. NET ASSETS ATTRIBUTABLE TO REDEEMABLE PARTICIPATING SHAREHOLDERS

	No. of Shares
Shares in issue	
As at 31 July 2016	-
As at 31 July 2015	-
As at 31 July 2014	350,833

iShares MSCI Japan Large Cap UCITS ETF

NOTES TO THE FINANCIAL STATEMENTS (continued)

For the year ended 31 July 2016

7. NET ASSETS ATTRIBUTABLE TO REDEEMABLE PARTICIPATING SHAREHOLDERS (continued)

	$'000
Net asset value	
As at 31 July 2016	-
As at 31 July 2015	-
As at 31 July 2014*	42,765

	$
Net asset value per share	
As at 31 July 2016	-
As at 31 July 2015	-
As at 31 July 2014*	121.90

* The base currency of this Fund changed from Japanese Yen to United States Dollar on 1 August 2014.

iShares MSCI Japan Small Cap UCITS ETF (Acc)

INCOME STATEMENT

For the year ended 31 July 2016

	Note	Year ended 31 July 2016 $'000	Year ended 31 July 2015**** $'000
Operating income	2	-	3
Net losses on financial assets/liabilities at fair value through profit or loss	3	-	(217)
Total losses		**-**	**(214)**
Operating expenses**	4	-	(24)
Net operating loss		**-**	**(238)**
Finance costs:			
Interest expense***		-	-
Net loss for the financial year before tax		**-**	**(238)**
Non-reclaimable withholding tax***		-	-
Net loss for the financial year after tax		**-**	**(238)**
Adjustment to align to the valuation methodology as set out in the prospectus	6	-	(131)
Decrease in net assets attributable to redeemable participating shareholders from operations		**-**	**(369)**

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 discontinued operations.

STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO REDEEMABLE PARTICIPATING SHAREHOLDERS

For the year ended 31 July 2016

	Year ended 31 July 2016 $'000	Year ended 31 July 2015 $'000
Net assets attributable to redeemable participating shareholders at the beginning of the year	-	103,664
Decrease in net assets attributable to redeemable participating shareholders from operations	-	(369)
Share transactions:		
Proceeds from issue of redeemable participating shares	-	-
Payments on redemption of redeemable participating shares	-	-
Transfer due to merger*	-	(103,295)
Decrease in net assets resulting from share transactions	**-**	**(103,295)**
Net assets attributable to redeemable participating shareholders at the end of the year	**-**	**-**

* Effective 18 August 2014 iShares MSCI Japan Small Cap UCITS ETF (Acc) merged into iShares MSCI Japan Small Cap UCITS ETF (Dist), a Fund of iShares III Plc, the merger ratio used to calculate the number of shares in the Receiving Fund issued to former shareholders of the Merging Fund was 4.366008417.
** Termination expenses are borne outside of the Fund and paid by BlackRock.
*** Amounts less than $500 are rounded to zero.
**** The base currency of this Fund changed from Japanese Yen to United States Dollar on 1 August 2014.

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

iShares MSCI Japan Small Cap UCITS ETF (Acc)*

BALANCE SHEET

As at 31 July 2016

	Note	31 July 2016 $'000	31 July 2015 $'000**
CURRENT ASSETS			
Cash		-	-
Receivables		-	-
Financial assets at fair value through profit or loss		-	-
Total current assets		**-**	**-**
CURRENT LIABILITIES			
Margin cash account		-	-
Payables		-	-
Total current liabilities excluding net assets attributable to redeemable participating shareholders		**-**	**-**
Net assets attributable to redeemable participating shareholders		**-**	**-**
Adjustment to align to the valuation methodology as set out in the prospectus	6	-	-
Net asset value attributable to redeemable participating shareholders at the end of the year		**-**	**-**

* Effective 18 August 2014 iShares MSCI Japan Small Cap UCITS ETF (Acc) merged into iShares MSCI Japan SmallCap UCITS ETF, a Fund of iShares III Plc, the merger ratio used to calculate the number of shares in the Receiving Fund issued to former shareholders of the Merging Fund was 4.366008417.
** The base currency of this Fund changed from Japanese Yen to United States Dollar on 1 August 2014.

The accompanying notes form an integral part of these financial statements. Details of the NAV per share are set out in note 8.

iShares MSCI Japan Small Cap UCITS ETF (Acc)

NOTES TO THE FINANCIAL STATEMENTS

For the year ended 31 July 2016

1. ACCOUNTING POLICIES, FINANCIAL INSTRUMENTS AND RISKS AND OTHER NOTES

The accounting policies are set out on pages 51 to 53. The financial instruments and risks are set out on pages 54 to 76. The notes relating to tax, soft commissions, exchange rates, commitments and contingent liabilities, related party transactions, financial derivative instruments and subsequent events are set out in the notes to the financial statements of the Company on pages 79 to 84.

2. OPERATING INCOME

	Year ended 31 July 2016 $'000	Year ended 31 July 2015 $'000
Dividend income	-	1
Securities lending income	-	2
	-	3

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

	Year ended 31 July 2016 $'000	Year ended 31 July 2015 $'000
Net losses on investments in securities held at fair value through profit or loss	-	(213)
Net losses on futures contracts	-	(6)
Net gains on foreign currency transactions	-	2
	-	(217)

4. OPERATING EXPENSES

	Year ended 31 July 2016 $'000	Year ended 31 July 2015 $'000
Management fees	-	(24)
	-	(24)

5. MANAGEMENT FEES

Fees earned by the Manager during the year and balances outstanding as at 31 July 2016 and 31 July 2015 are disclosed in note 4.

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

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:

	TER % 31 July 2016	TER % 31 July 2015*
	-	0.58

* Fund closed during the year ended 31 July 2015. The annualised TER is presented in the table.

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:

	Year ended 31 July 2016 $'000	Year ended 31 July 2015 $'000
Balance at the beginning of year	-	131
Adjustment to align to the valuation methodology as set out in the prospectus	-	(131)
Total adjustment for the year	-	(131)
Balance at the end of year	-	-

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

7. 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.

iShares MSCI Japan Small Cap UCITS ETF (Acc)

NOTES TO THE FINANCIAL STATEMENTS (continued)

For the year ended 31 July 2016

7. SHARE CAPITAL (continued)

Number of redeemable participating shares:	31 July 2016 No. of Shares	31 July 2015 No. of Shares
Balance at the beginning of year	-	779,356
Issued during the year	-	-
Redeemed during the year	-	-
Transfer due to merger	-	(779,356)
Balance at the end of year	**-**	**-**

8. NET ASSETS ATTRIBUTABLE TO REDEEMABLE PARTICIPATING SHAREHOLDERS

	No. of Shares
Shares in issue	
As at 31 July 2016	-
As at 31 July 2015	-
As at 31 July 2014	779,356

	$'000
Net asset value	
As at 31 July 2016	-
As at 31 July 2015	-
As at 31 July 2014*	103,664

	$
Net asset value per share	
As at 31 July 2016	-
As at 31 July 2015	-
As at 31 July 2014*	133.01

* The base currency of this Fund changed from Japanese Yen to United States Dollar on 1 August 2014.

9. EFFICIENT PORTFOLIO MANAGEMENT

Please see note 18 of the financial statements of the Company for more information on efficient portfolio management.

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 July 2016 $'000	31 July 2015 $'000
Income earned during the year	-	2
Value of securities on loan at year end	-	-
Value of collateral held on behalf of the Fund at year end	-	-

Please see note 19 in the notes to the financial statements of the Company for more information on financial derivative instruments.

iShares MSCI Japan UCITS ETF (Acc)

INCOME STATEMENT

For the year ended 31 July 2016

	Note	Year ended 31 July 2016 $'000	Year ended 31 July 2015*/** $'000
Operating income	2	13,034	15,440
Net (losses)/gains on financial assets/liabilities at fair value through profit or loss	3	(52,409)	35,763
Total (losses)/gains		**(39,375)**	**51,203**
Operating expenses	4	(2,840)	(3,932)
Net operating (loss)/profit		**(42,215)**	**47,271**
Finance costs:			
Interest expense	6	(1)	(2)
Total finance costs		**(1)**	**(2)**
Net (loss)/profit for the financial year before tax		**(42,216)**	**47,269**
Non-reclaimable withholding tax		(1,951)	(2,315)
Net (loss)/profit for the financial year after tax		**(44,167)**	**44,954**
Adjustment to align to the valuation methodology as set out in the prospectus	7	(609)	879
(Decrease)/increase in net assets attributable to redeemable participating shareholders from operations		**(44,776)**	**45,833**

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.

STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO REDEEMABLE PARTICIPATING SHAREHOLDERS

For the year ended 31 July 2016

	Year ended 31 July 2016 $'000	Year ended 31 July 2015 $'000
Net assets attributable to redeemable participating shareholders at the beginning of the year	882,116	973,764
(Decrease)/increase in net assets attributable to redeemable participating shareholders from operations	(44,776)	45,833
Share transactions:		
Proceeds from issue of redeemable participating shares	64,606	330,053
Payments on redemption of redeemable participating shares	(428,297)	(509,632)
Transfer due to merger*	-	42,098
Decrease in net assets resulting from share transactions	**(363,691)**	**(137,481)**
Net assets attributable to redeemable participating shareholders at the end of the year	**473,649**	**882,116**

* Effective 18 August 2014 iShares MSCI Japan Large Cap UCITS ETF a sub-fund of iShares VII merged into iShares MSCI Japan UCITS ETF (Acc), the merger ratio used to calculate the number of shares in the Receiving Fund issued to former shareholders of the Merging Fund was 1.016454477.
** The base currency of this Fund changed from Japanese Yen to United States Dollar on 1 August 2014.

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

iShares MSCI Japan UCITS ETF (Acc)*

BALANCE SHEET

As at 31 July 2016

	Note	31 July 2016 $'000	31 July 2015 $'000**
CURRENT ASSETS			
Cash		476	5,084
Margin cash account		58	231
Receivables	11	10,674	54,263
Financial assets at fair value through profit or loss	12	472,212	876,678
Total current assets		**483,420**	**936,256**
CURRENT LIABILITIES			
Payables	13	(10,500)	(55,473)
Financial liabilities at fair value through profit or loss	12	-	(5)
Total current liabilities excluding net assets attributable to redeemable participating shareholders		**(10,500)**	**(55,478)**
Net assets attributable to redeemable participating shareholders		**472,920**	**880,778**
Adjustment to align to the valuation methodology as set out in the prospectus	7	729	1,338
Net asset value attributable to redeemable participating shareholders at the end of the year		**473,649**	**882,116**

* Effective 18 August 2014 iShares MSCI Japan Large Cap UCITS ETF a Fund of iShares VII merged into iShares MSCI Japan UCITS ETF (Acc), the merger ratio used to calculate the number of shares in the Receiving Fund issued to former shareholders of the Merging Fund was 1.016454477.
** The base currency of this Fund changed from Japanese Yen to United States Dollar on 1 August 2014.

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 Japan UCITS ETF (Acc)

NOTES TO THE FINANCIAL STATEMENTS

For the year ended 31 July 2016

1. ACCOUNTING POLICIES, FINANCIAL INSTRUMENTS AND RISKS AND OTHER NOTES

The accounting policies are set out on pages 51 to 53. The financial instruments and risks are set out on pages 54 to 76. The notes relating to tax, soft commissions, exchange rates, commitments and contingent liabilities, related party transactions, financial derivative instruments and subsequent events are set out in the notes to the financial statements of the Company on pages 79 to 84.

2. OPERATING INCOME

	Year ended 31 July 2016 $'000	Year ended 31 July 2015 $'000
Dividend income	12,850	15,211
Securities lending income	184	229
	13,034	15,440

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

	Year ended 31 July 2016 $'000	Year ended 31 July 2015 $'000
Net (losses)/gains on investments in securities held at fair value through profit or loss	(52,581)	35,731
Net (losses)/gains on futures contracts	(277)	942
Net gains/(losses) on foreign currency transactions	449	(910)
	(52,409)	35,763

4. OPERATING EXPENSES

	Year ended 31 July 2016 $'000	Year ended 31 July 2015 $'000
Management fees	(2,840)	(3,932)
	(2,840)	(3,932)

5. MANAGEMENT FEES

Fees earned by the Manager during the year and balances outstanding as at 31 July 2016 and 31 July 2015 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 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:

	TER % 31 July 2016	TER % 31 July 2015
	0.48	0.48

6. INTEREST EXPENSE

	Year ended 31 July 2016 $'000	Year ended 31 July 2015 $'000
Bank interest	(1)	(2)
	(1)	(2)

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 July 2016 $'000	Year ended 31 July 2015 $'000
Balance at the beginning of year	1,338	459
Adjustment to align to the valuation methodology as set out in the prospectus	(609)	879
Total adjustment for the year	(609)	879
Balance at the end of year	729	1,338

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 years ended 31 July 2016 and 31 July 2015. Please refer to note 9 of the financial statements of the Company for further details.

	Year ended 31 July 2016 $'000	Year ended 31 July 2015 $'000
Transaction costs	(50)	(99)

iShares MSCI Japan UCITS ETF (Acc)

NOTES TO THE FINANCIAL STATEMENTS (continued)

For the year ended 31 July 2016

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 July 2016 No. of Shares	31 July 2015 No. of Shares
Balance at the beginning of year	6,857,322	8,150,737
Issued during the year	550,000	2,650,000
Transfer due to merger	-	356,598
Redeemed during the year	(3,575,000)	(4,300,013)
Balance at the end of year	**3,832,322**	**6,857,322**

10. NET ASSETS ATTRIBUTABLE TO REDEEMABLE PARTICIPATING SHAREHOLDERS

	No. of Shares
Shares in issue	
As at 31 July 2016	3,832,322
As at 31 July 2015	6,857,322
As at 31 July 2014*	8,150,737

	$'000
Net asset value	
As at 31 July 2016	473,649
As at 31 July 2015	882,116
As at 31 July 2014*	973,764

	$
Net asset value per share	
As at 31 July 2016	123.59
As at 31 July 2015	128.64
As at 31 July 2014*	119.47

* The base currency of this Fund changed from Japanese Yen to United States Dollar on 1 August 2014.

11. RECEIVABLES

	31 July 2016 $'000	31 July 2015 $'000
Sale of securities awaiting settlement	9,979	53,380
Dividend income receivable	682	864
Securities lending income receivable	13	19
	10,674	**54,263**

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

Financial assets:	31 July 2016 $'000	31 July 2015 $'000
Investment in equities	472,209	876,678
Unrealised gains on futures contracts	3	-
	472,212	**876,678**

Financial liabilities:		
Unrealised losses on futures contracts	-	(5)
	-	**(5)**

13. PAYABLES

	31 July 2016 $'000	31 July 2015 $'000
Purchase of securities awaiting settlement	(1,161)	(963)
Payable for fund shares repurchased	(8,955)	(53,990)
Management fees payable	(176)	(380)
Other payables	(208)	(140)
	(10,500)	**(55,473)**

14. EFFICIENT PORTFOLIO MANAGEMENT

Please see note 18 of the financial statements of the Company for more information on efficient portfolio management.

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 July 2016 $'000	31 July 2015 $'000
Income earned during the year	184	229
Value of securities on loan at year end	44,011	106,880
Value of collateral held on behalf of the Fund at year end	48,312	118,052

Please see note 19 in the notes to the financial statements of the Company for more information on financial derivative instruments.

iShares MSCI Japan UCITS ETF (Acc)

SCHEDULE OF INVESTMENTS

As at 31 July 2016

Holding	Investment	Fair value $'000	% of net asset value
	Transferable Securities Admitted to an Official Stock Exchange Listing or traded on a Regulated Market (31 July 2015: 99.38%)		
	Equities (31 July 2015: 99.38%)		
	Japan (31 July 2015: 99.38%)		
	Advertising		
36,720	Dentsu Inc Com NPV	1,772	0.37
38,500	Hakuhodo DY Holdings Inc Com NPV	454	0.10
	Aerospace & defence		
231,434	IHI Corp Com NPV	657	0.14
231,448	Kawasaki Heavy Industries Ltd Com NPV	689	0.15
	Airlines		
198,145	ANA Holdings Inc Com NPV	569	0.12
20,000	Japan Airlines Co Ltd Com NPV	623	0.13
	Apparel retailers		
25,362	Asics Corp Com NPV	470	0.10
	Auto manufacturers		
31,443	Daihatsu Motor Co Ltd Com NPV	462	0.10
95,016	Fuji Heavy Industries Ltd Com NPV	3,722	0.78
42,155	Hino Motors Ltd Com NPV	448	0.09
265,130	Honda Motor Co Ltd Com NPV	7,343	1.55
100,000	Isuzu Motors Ltd Com NPV	1,315	0.28
92,227	Mazda Motor Corp Com NPV	1,392	0.29
111,010	Mitsubishi Motors Corp Com NPV	521	0.11
408,103	Nissan Motor Co Ltd Com NPV	4,026	0.85
58,823	Suzuki Motor Corp Com NPV	1,828	0.39
428,415	Toyota Motor Corp Com NPV	24,613	5.20
	Auto parts & equipment		
30,936	Aisin Seiki Co Ltd Com NPV	1,431	0.30
105,898	Bridgestone Corp Com NPV	3,717	0.79
80,716	Denso Corp Com NPV	3,182	0.67
37,378	JTEKT Corp Com NPV	531	0.11
18,325	Koito Manufacturing Co Ltd Com NPV	914	0.19
44,286	NGK Insulators Ltd Com NPV	1,073	0.23
26,581	NGK Spark Plug Co Ltd Com NPV	442	0.09
28,196	NHK Spring Co Ltd Com NPV	250	0.05
13,655	NOK Corp Com NPV	264	0.06
24,724	Stanley Electric Co Ltd Com NPV	607	0.13
121,864	Sumitomo Electric Industries Ltd Com NPV	1,705	0.36
26,651	Sumitomo Rubber Industries Ltd Com NPV	380	0.08
9,813	Toyoda Gosei Co Ltd Com NPV	216	0.05
26,238	Toyota Industries Corp Com NPV	1,194	0.25
21,900	Yokohama Rubber Co Ltd Com NPV	298	0.06
	Banks		
212,262	Aozora Bank Ltd Com NPV	783	0.17
50,418	Bank of Kyoto Ltd Com NPV	343	0.07
111,694	Chiba Bank Ltd Com NPV	541	0.11
23,200	Chugoku Bank Ltd Com NPV	264	0.06
203,900	Concordia Financial Group Ltd Com NPV	882	0.19
117,399	Fukuoka Financial Group Inc Com NPV	452	0.10
80,330	Hachijuni Bank Ltd Com NPV	380	0.08
	Japan (31 July 2015: 99.38%) (cont)		
	Banks (cont)		
77,763	Hiroshima Bank Ltd Com NPV	285	0.06
38,536	Iyo Bank Ltd Com NPV	251	0.05
68,100	Japan Post Bank Co Ltd Com NPV	837	0.18
86,138	Joyo Bank Ltd Com NPV	340	0.07
63,800	Kyushu Financial Group Inc Com NPV	355	0.07
2,067,923	Mitsubishi UFJ Financial Group Inc Com NPV	10,496	2.22
3,821,630	Mizuho Financial Group Inc Com NPV	6,231	1.32
362,638	Resona Holdings Inc Com NPV	1,468	0.31
98,002	Seven Bank Ltd Com NPV	338	0.07
321,645	Shinsei Bank Ltd Com NPV	490	0.10
81,403	Shizuoka Bank Ltd Com NPV	610	0.13
217,401	Sumitomo Mitsui Financial Group Inc Com NPV	7,005	1.48
538,523	Sumitomo Mitsui Trust Holdings Inc Com NPV	1,823	0.38
31,721	Suruga Bank Ltd Com NPV	732	0.15
32,928	Yamaguchi Financial Group Inc Com NPV	327	0.07
	Beverages		
64,035	Asahi Group Holdings Ltd Com NPV	2,183	0.46
133,017	Kirin Holdings Co Ltd Com NPV	2,291	0.49
23,200	Suntory Beverage & Food Ltd Com NPV	1,011	0.21
	Broadline retailers		
38,500	J Front Retailing Co Ltd Com NPV	449	0.09
4,200	Ryohin Keikaku Co Ltd Com NPV	939	0.20
50,164	Takashimaya Co Ltd Com NPV	382	0.08
	Building materials and fixtures		
163,234	Asahi Glass Co Ltd Com NPV	949	0.20
38,507	Daikin Industries Ltd Com NPV	3,384	0.71
42,366	LIXIL Group Corp Com NPV	795	0.17
5,645	Rinnai Corp Com NPV	557	0.12
190,896	Taiheiyo Cement Corp Com NPV	550	0.12
23,200	TOTO Ltd Com NPV	999	0.21
	Chemicals		
28,650	Air Water Inc Com NPV	492	0.10
215,787	Asahi Kasei Corp Com NPV	1,647	0.35
49,786	Daicel Corp Com NPV	565	0.12
18,155	Hitachi Chemical Co Ltd Com NPV	383	0.08
31,332	JSR Corp Com NPV	432	0.09
56,230	Kaneka Corp Com NPV	429	0.09
38,463	Kansai Paint Co Ltd Com NPV	812	0.17
53,813	Kuraray Co Ltd Com NPV	686	0.15
212,606	Mitsubishi Chemical Holdings Corp Com NPV	1,165	0.25
60,695	Mitsubishi Gas Chemical Co Inc Com NPV	349	0.07
148,767	Mitsui Chemicals Inc Com NPV	636	0.13
25,600	Nippon Paint Holdings Co Ltd Com NPV	710	0.15
26,363	Nitto Denko Corp Com NPV	1,772	0.37
62,870	Shin-Etsu Chemical Co Ltd Com NPV	4,326	0.91
253,461	Sumitomo Chemical Co Ltd Com NPV	1,135	0.24
23,162	Taiyo Nippon Sanso Corp Com NPV	225	0.05

iShares MSCI Japan UCITS ETF (Acc)

SCHEDULE OF INVESTMENTS (continued)

As at 31 July 2016

Holding	Investment	Fair value $'000	% of net asset value
	Equities (31 July 2015: 99.38%) (cont)		
	Japan (31 July 2015: 99.38%) (cont)		
	Chemicals (cont)		
145,112	Teijin Ltd Com NPV	551	0.12
235,145	Toray Industries Inc Com NPV	2,156	0.46
	Commercial services		
10,091	Benesse Holdings Inc Com NPV	244	0.05
86,464	Dai Nippon Printing Co Ltd Com NPV	972	0.20
16,237	Park24 Co Ltd Com NPV	552	0.12
45,600	Recruit Holdings Co Ltd Com NPV	1,742	0.37
34,085	Secom Co Ltd Com NPV	2,579	0.54
11,400	Sohgo Security Services Co Ltd Com NPV	567	0.12
84,459	Toppan Printing Co Ltd Com NPV	751	0.16
	Computers		
307,865	Fujitsu Ltd Com NPV	1,298	0.27
20,800	Nomura Research Institute Ltd Com NPV	737	0.16
20,600	NTT Data Corp Com NPV	1,025	0.22
10,300	Obic Co Ltd Com NPV	606	0.13
7,800	Otsuka Corp Com NPV	403	0.08
20,038	TDK Corp Com NPV	1,243	0.26
	Containers & packaging		
24,972	Toyo Seikan Group Holdings Ltd Com NPV	489	0.10
	Cosmetics & personal care		
81,618	Kao Corp Com NPV	4,421	0.93
5,500	Kose Corp Com NPV	512	0.11
3,800	Pola Orbis Holdings Inc Com NPV	376	0.08
61,536	Shiseido Co Ltd Com NPV	1,741	0.37
64,500	Unicharm Corp Com NPV	1,336	0.28
	Distribution & wholesale		
241,718	ITOCHU Corp Com NPV	2,764	0.58
268,533	Marubeni Corp Com NPV	1,261	0.27
246,683	Mitsubishi Corp Com NPV	4,277	0.90
275,790	Mitsui & Co Ltd Com NPV	3,248	0.69
193,925	Sumitomo Corp Com NPV	2,049	0.43
34,438	Toyota Tsusho Corp Com NPV	767	0.16
	Diversified financial services		
69,220	Acom Co Ltd Com NPV	330	0.07
16,946	Aeon Financial Service Co Ltd Com NPV	394	0.08
23,212	Credit Saison Co Ltd Com NPV	390	0.08
267,670	Daiwa Securities Group Inc Com NPV	1,526	0.32
87,400	Japan Exchange Group Inc Com NPV	1,251	0.26
76,374	Mitsubishi UFJ Lease & Finance Co Ltd Com NPV	311	0.07
596,915	Nomura Holdings Inc Com NPV	2,726	0.58
217,639	ORIX Corp Com NPV	3,108	0.66
	Electrical components & equipment		
38,553	Brother Industries Ltd Com NPV	445	0.09
37,084	Casio Computer Co Ltd Com NPV	534	0.11
7,800	Mabuchi Motor Co Ltd Com NPV	359	0.08
38,500	Nidec Corp Com NPV	3,539	0.75

Holding	Investment	Fair value $'000	% of net asset value
	Japan (31 July 2015: 99.38%) (cont)		
	Electricity		
102,981	Chubu Electric Power Co Inc Com NPV	1,515	0.32
49,503	Chugoku Electric Power Co Inc Com NPV	624	0.13
23,210	Electric Power Development Co Ltd Com NPV	535	0.11
26,243	Hokuriku Electric Power Co Com NPV	312	0.06
115,562	Kansai Electric Power Co Inc Com NPV	1,075	0.23
69,173	Kyushu Electric Power Co Inc Com NPV	650	0.14
26,655	Shikoku Electric Power Co Inc Com NPV	280	0.06
73,286	Tohoku Electric Power Co Inc Com NPV	944	0.20
237,757	Tokyo Electric Power Co Holdings Inc Com NPV	937	0.20
	Electronics		
29,100	Alps Electric Co Ltd Com NPV	664	0.14
23,200	Hamamatsu Photonics KK Com NPV	688	0.15
5,300	Hirose Electric Co Ltd Com NPV	662	0.14
10,974	Hitachi High-Technologies Corp Com NPV	378	0.08
65,520	Hoya Corp Com NPV	2,346	0.50
7,580	Keyence Corp Com NPV	5,379	1.14
52,110	Kyocera Corp Com NPV	2,481	0.52
59,600	Minebea Co Ltd Com NPV	480	0.10
30,902	Murata Manufacturing Co Ltd Com NPV	3,861	0.81
417,686	NEC Corp Com NPV	1,153	0.24
78,635	Nippon Electric Glass Co Ltd Com NPV	359	0.08
33,042	Omron Corp Com NPV	1,104	0.23
38,540	Yaskawa Electric Corp Com NPV	533	0.11
38,481	Yokogawa Electric Corp Com NPV	503	0.11
	Engineering & construction		
7,800	Japan Airport Terminal Co Ltd Com NPV	348	0.07
33,658	JGC Corp Com NPV	497	0.11
144,719	Kajima Corp Com NPV	1,074	0.23
105,050	Obayashi Corp Com NPV	1,156	0.24
88,598	Shimizu Corp Com NPV	907	0.19
171,505	Taisei Corp Com NPV	1,545	0.33
	Entertainment		
35,500	Oriental Land Co Ltd Com NPV	2,253	0.48
7,817	Sankyo Co Ltd Com NPV	286	0.06
27,191	Sega Sammy Holdings Inc Com NPV	300	0.06
18,398	Toho Co Ltd Com NPV	539	0.11
	Environmental control		
16,478	Kurita Water Industries Ltd Com NPV	368	0.08
	Food		
90,471	Ajinomoto Co Inc Com NPV	2,328	0.49
12,888	Calbee Inc Com NPV	567	0.12
24,743	Kikkoman Corp Com NPV	880	0.19
18,600	MEIJI Holdings Co Ltd Com NPV	1,949	0.41
29,749	NH Foods Ltd Com NPV	726	0.15
35,300	Nisshin Seifun Group Inc Com NPV	584	0.12
9,358	Nissin Foods Holdings Co Ltd Com NPV	532	0.11
122,448	Seven & I Holdings Co Ltd Com NPV	5,140	1.09

iShares MSCI Japan UCITS ETF (Acc)

SCHEDULE OF INVESTMENTS (continued)

As at 31 July 2016

Holding	Investment	Fair value $'000	% of net asset value
	Equities (31 July 2015: 99.38%) (cont)		
	Japan (31 July 2015: 99.38%) (cont)		
	Food (cont)		
13,786	Toyo Suisan Kaisha Ltd Com NPV	615	0.13
13,900	Yakult Honsha Co Ltd Com NPV	667	0.14
21,678	Yamazaki Baking Co Ltd Com NPV	597	0.13
	Forest products & paper		
137,507	Oji Holdings Corp Com NPV	576	0.12
	Gas		
310,951	Osaka Gas Co Ltd Com NPV	1,259	0.26
62,801	Toho Gas Co Ltd Com NPV	555	0.12
330,024	Tokyo Gas Co Ltd Com NPV	1,413	0.30
	Hand & machine tools		
85,459	Fuji Electric Co Ltd Com NPV	380	0.08
18,192	Makita Corp Com NPV	1,282	0.27
9,224	SMC Corp Com NPV	2,441	0.51
23,124	THK Co Ltd Com NPV	463	0.10
	Health care services		
8,844	Miraca Holdings Inc Com NPV	407	0.09
	Healthcare products		
16,400	Cyberdyne Inc Com NPV	319	0.07
47,214	Olympus Corp Com NPV	1,647	0.35
39,043	Shimadzu Corp Com NPV	574	0.12
25,100	Sysmex Corp Com NPV	1,754	0.37
55,200	Terumo Corp Com NPV	2,383	0.50
	Home builders		
91,491	Daiwa House Industry Co Ltd Com NPV	2,587	0.55
23,200	Iida Group Holdings Co Ltd Com NPV	465	0.10
69,172	Sekisui Chemical Co Ltd Com NPV	1,018	0.21
99,973	Sekisui House Ltd Com NPV	1,685	0.36
	Home furnishings		
8,000	Hoshizaki Corp Com NPV	729	0.16
361,654	Panasonic Corp Com NPV	3,559	0.75
205,697	Sony Corp Com NPV	6,579	1.39
	Insurance		
174,400	Dai-ichi Life Insurance Co Ltd Com NPV	2,304	0.49
72,300	Japan Post Holdings Co Ltd Com NPV	960	0.20
84,317	MS&AD Insurance Group Holdings Inc Com NPV	2,472	0.52
56,134	Sompo Japan Nipponkoa Holdings Inc Com NPV	1,842	0.39
27,345	Sony Financial Holdings Inc Com NPV	349	0.07
96,647	T&D Holdings Inc Com NPV	1,005	0.21
110,315	Tokio Marine Holdings Inc Com NPV	4,344	0.92
	Internet		
23,200	Kakaku.com Inc Com NPV	485	0.10
31,400	M3 Inc Com NPV	1,013	0.22
7,800	Mixi Inc Com NPV	280	0.06
150,162	Rakuten Inc Com NPV	1,719	0.36
36,110	SBI Holdings Inc Com NPV	397	0.08

Holding	Investment	Fair value $'000	% of net asset value
	Japan (31 July 2015: 99.38%) (cont)		
	Internet (cont)		
9,400	Start Today Co Ltd Com NPV	448	0.10
19,664	Trend Micro Inc Com NPV	716	0.15
238,500	Yahoo Japan Corp Com NPV	1,057	0.22
	Iron & steel		
36,927	Hitachi Metals Ltd Com NPV	415	0.09
84,549	JFE Holdings Inc Com NPV	1,119	0.23
537,951	Kobe Steel Ltd Com NPV	467	0.10
129,600	Nippon Steel & Sumitomo Metal Corp Com NPV	2,465	0.52
	Leisure time		
12,186	Shimano Inc Com NPV	1,931	0.41
27,091	Yamaha Corp Com NPV	756	0.16
44,326	Yamaha Motor Co Ltd Com NPV	758	0.16
	Machinery - diversified		
59,767	Amada Holdings Co Ltd Com NPV	657	0.14
31,983	Fanuc Corp Com NPV	5,400	1.14
171,251	Kubota Corp Com NPV	2,535	0.54
524,513	Mitsubishi Heavy Industries Ltd Com NPV	2,267	0.48
18,249	Nabtesco Corp Com NPV	492	0.10
89,432	Sumitomo Heavy Industries Ltd Com NPV	429	0.09
	Machinery, construction & mining		
21,672	Hitachi Construction Machinery Co Ltd Com NPV	356	0.08
781,238	Hitachi Ltd Com NPV	3,622	0.76
153,314	Komatsu Ltd Com NPV	3,017	0.64
315,546	Mitsubishi Electric Corp Com NPV	3,743	0.79
	Metal fabricate/ hardware		
8,709	Maruichi Steel Tube Ltd Com NPV	323	0.07
76,469	NSK Ltd Com NPV	655	0.14
	Mining		
198,908	Mitsubishi Materials Corp Com NPV	526	0.11
79,259	Sumitomo Metal Mining Co Ltd Com NPV	961	0.20
	Miscellaneous manufacturers		
70,448	FUJIFILM Holdings Corp Com NPV	2,563	0.54
75,475	Konica Minolta Inc Com NPV	615	0.13
53,820	Nikon Corp Com NPV	767	0.16
651,963	Toshiba Corp Com NPV	1,711	0.36
	Office & business equipment		
172,584	Canon Inc Com NPV	4,939	1.04
115,532	Ricoh Co Ltd Com NPV	1,030	0.22
43,800	Seiko Epson Corp Com NPV	783	0.17
	Oil & gas		
13,668	Idemitsu Kosan Co Ltd Com NPV	267	0.06
156,200	Inpex Corp Com NPV	1,244	0.26
342,977	JX Holdings Inc Com NPV	1,297	0.28
27,810	Showa Shell Sekiyu KK Com NPV	249	0.05
52,238	TonenGeneral Sekiyu KK Com NPV	474	0.10

iShares MSCI Japan UCITS ETF (Acc)

SCHEDULE OF INVESTMENTS (continued)

As at 31 July 2016

Holding	Investment	Fair value $'000	% of net asset value
	Equities (31 July 2015: 99.38%) (cont)		
	Japan (31 July 2015: 99.38%) (cont)		
	Pharmaceuticals		
30,600	Alfresa Holdings Corp Com NPV	677	0.14
346,400	Astellas Pharma Inc Com NPV	5,810	1.23
38,506	Chugai Pharmaceutical Co Ltd Com NPV	1,448	0.31
99,883	Daiichi Sankyo Co Ltd Com NPV	2,396	0.51
40,668	Eisai Co Ltd Com NPV	2,395	0.51
9,827	Hisamitsu Pharmaceutical Co Inc Com NPV	557	0.12
41,407	Kyowa Hakko Kirin Co Ltd Com NPV	727	0.15
26,548	Medipal Holdings Corp Com NPV	438	0.09
38,523	Mitsubishi Tanabe Pharma Corp Com NPV	723	0.15
67,900	Ono Pharmaceutical Co Ltd Com NPV	2,452	0.52
63,162	Otsuka Holdings Co Ltd Com NPV	3,011	0.64
60,300	Santen Pharmaceutical Co Ltd Com NPV	1,009	0.21
48,255	Shionogi & Co Ltd Com NPV	2,515	0.53
25,097	Sumitomo Dainippon Pharma Co Ltd Com NPV	471	0.10
12,400	Suzuken Co Ltd Com NPV	399	0.08
5,777	Taisho Pharmaceutical Holdings Co Ltd Com NPV	635	0.13
115,135	Takeda Pharmaceutical Co Ltd Com NPV	5,145	1.09
	Real estate investment & services		
23,168	Aeon Mall Co Ltd Com NPV	314	0.07
11,464	Daito Trust Construction Co Ltd Com NPV	1,918	0.40
49,918	Hulic Co Ltd Com NPV	523	0.11
203,787	Mitsubishi Estate Co Ltd Com NPV	3,832	0.81
144,216	Mitsui Fudosan Co Ltd Com NPV	3,165	0.67
23,123	Nomura Real Estate Holdings Inc Com NPV	402	0.08
23,200	NTT Urban Development Corp Com NPV	250	0.05
59,032	Sumitomo Realty & Development Co Ltd Com NPV	1,546	0.33
34,300	Tokyo Tatemono Co Ltd Com NPV	431	0.09
83,414	Tokyu Fudosan Holdings Corp Com NPV	501	0.11
	Real estate investment trusts		
135	Japan Prime Realty Investment Corp Reits NPV	591	0.12
213	Japan Real Estate Investment Corp Reits NPV	1,278	0.27
404	Japan Retail Fund Investment Corp Reits NPV	988	0.21
232	Nippon Building Fund Inc Reits NPV	1,419	0.30
246	Nippon Prologis REIT Inc NPV	608	0.13
564	Nomura Real Estate Master Fund Inc Reits NPV	926	0.20
472	United Urban Investment Corp Reits NPV	877	0.18
	Restaurants & bars		
9,894	McDonald's Holdings Co Japan Ltd Com NPV	302	0.06
	Retail		
5,118	ABC-Mart Inc Com NPV	329	0.07
107,195	Aeon Co Ltd Com NPV	1,548	0.33
19,300	Don Quijote Holdings Co Ltd Com NPV	762	0.16
8,458	FamilyMart Co Ltd Com NPV	499	0.11
8,354	Fast Retailing Co Ltd Com NPV	2,723	0.57
53,868	Isetan Mitsukoshi Holdings Ltd Com NPV	535	0.11
10,166	Lawson Inc Com NPV	784	0.16
	Japan (31 July 2015: 99.38%) (cont)		
	Retail (cont)		
38,477	Marui Group Co Ltd Com NPV	559	0.12
12,900	Nitori Holdings Co Ltd Com NPV	1,602	0.34
4,001	Shimamura Co Ltd Com NPV	586	0.12
6,200	Sundrug Co Ltd Com NPV	539	0.11
6,100	Tsuruha Holdings Inc Com NPV	696	0.15
38,520	USS Co Ltd Com NPV	658	0.14
114,430	Yamada Denki Co Ltd Com NPV	604	0.13
	Semiconductors		
15,423	Rohm Co Ltd Com NPV	666	0.14
25,922	Tokyo Electron Ltd Com NPV	2,278	0.48
	Software		
65,300	GungHo Online Entertainment Inc Com NPV	148	0.03
16,139	Konami Holdings Corp Com NPV	627	0.13
28,078	Nexon Co Ltd Com NPV	421	0.09
7,052	Oracle Corp Japan Com NPV	430	0.09
	Storage & warehousing		
22,538	Mitsubishi Logistics Corp Com NPV	316	0.07
	Telecommunications		
3,600	Hikari Tsushin Inc Com NPV	300	0.07
306,300	KDDI Corp Com NPV	9,388	1.98
113,200	Nippon Telegraph & Telephone Corp Com NPV	5,390	1.14
232,600	NTT DoCoMo Inc Com NPV	6,220	1.31
156,660	SoftBank Group Corp Com NPV	8,716	1.84
	Tobacco		
178,776	Japan Tobacco Inc Com NPV	7,014	1.48
	Toys		
32,413	Bandai Namco Holdings Inc Com NPV	866	0.18
18,510	Nintendo Co Ltd Com NPV	3,883	0.82
	Transportation		
23,218	Central Japan Railway Co Com NPV	4,341	0.92
54,327	East Japan Railway Co Com NPV	5,000	1.06
40,601	Hankyu Hanshin Holdings Inc Com NPV	1,513	0.32
41,023	Kamigumi Co Ltd Com NPV	372	0.08
81,000	Keihan Holdings Co Ltd Com NPV	583	0.12
78,060	Keikyu Corp Com NPV	794	0.17
89,540	Keio Corp Com NPV	837	0.18
48,210	Keisei Electric Railway Co Ltd Com NPV	635	0.13
295,312	Kintetsu Group Holdings Co Ltd Com NPV	1,277	0.27
187,772	Mitsui OSK Lines Ltd Com NPV	403	0.08
145,000	Nagoya Railroad Co Ltd Com NPV	816	0.17
132,734	Nippon Express Co Ltd Com NPV	676	0.14
253,100	Nippon Yusen KK Com NPV	452	0.09
93,922	Odakyu Electric Railway Co Ltd Com NPV	1,117	0.24
27,600	Seibu Holdings Inc Com NPV	489	0.10
156,490	Tobu Railway Co Ltd Com NPV	844	0.18
171,930	Tokyu Corp Com NPV	1,418	0.30
26,349	West Japan Railway Co Com NPV	1,645	0.35
58,449	Yamato Holdings Co Ltd Com NPV	1,437	0.30
	Total Japan	**472,209**	**99.70**
	Total equities	**472,209**	**99.70**

iShares MSCI Japan UCITS ETF (Acc)

SCHEDULE OF INVESTMENTS (continued)

As at 31 July 2016

No. of contracts		Underlying exposure $'000	Fair value $'000	% of net asset value
	Financial derivative instruments (31 July 2015: 0.00%)			
	Futures contracts (31 July 2015: 0.00%)			
5	Topix Index Futures September 2016	645	3	0.00
	Total unrealised gains on futures contracts		**3**	**0.00**
	Total financial derivative instruments		**3**	**0.00**

	Fair value $'000	% of net asset value
Total value of investments	**472,212**	**99.70**
Cash†	**534**	**0.11**
Other net assets	**174**	**0.04**
Net assets attributable to redeemable participating shareholders	**472,920**	**99.85**
Adjustment to align to the valuation methodology as set out in the prospectus	729	0.15
Net asset value attributable to redeemable participating shareholders at the end of the year	**473,649**	**100.00**

† Cash holdings of $476,435 are held with State Street Bank and Trust Company. $57,500 is held as security for futures contracts with Credit Suisse AG.

Equities are primarily classified by 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	472,209	97.68
Exchange traded financial derivative instruments	3	0.00
Other assets	11,208	2.32
Total current assets	**483,420**	**100.00**

iShares MSCI Japan UCITS ETF (Acc)

SCHEDULE OF MATERIAL PURCHASES AND SALES (unaudited)

For the year ended 31 July 2016

Holding	Investments	Proceeds $'000
Sales		
440,600	Toyota Motor Corp Com NPV	25,949
1,913,600	Mitsubishi UFJ Financial Group Inc Com NPV	11,516
251,400	Honda Motor Co Ltd Com NPV	7,717
145,300	SoftBank Group Corp Com NPV	7,523
195,000	Sumitomo Mitsui Financial Group Inc Com NPV	7,274
271,800	KDDI Corp Com NPV	6,865
3,481,400	Mizuho Financial Group Inc Com NPV	6,640
134,000	Takeda Pharmaceutical Co Ltd Com NPV	6,356
170,700	Japan Tobacco Inc Com NPV	6,269
32,400	Fanuc Corp Com NPV	5,445
249,800	NTT DoCoMo Inc Com NPV	5,188
14,300	Fast Retailing Co Ltd Com NPV	5,159
114,400	Seven & I Holdings Co Ltd Com NPV	5,102
165,900	Canon Inc Com NPV	4,942
124,900	Nippon Telegraph & Telephone Corp Com NPV	4,932
190,500	Sony Corp Com NPV	4,930
52,300	East Japan Railway Co Com NPV	4,864
331,500	Astellas Pharma Inc Com NPV	4,639
32,900	Murata Manufacturing Co Ltd Com NPV	4,633
25,600	Central Japan Railway Co Com NPV	4,520

Holding	Investments	Cost $'000
Purchases		
69,700	Toyota Motor Corp Com NPV	4,033
7,000	Fast Retailing Co Ltd Com NPV	2,446
7,700	SMC Corp Com NPV	1,942
56,700	Alps Electric Co Ltd Com NPV	1,713
296,100	Mitsubishi UFJ Financial Group Inc Com NPV	1,695
110,800	Japan Post Holdings Co Ltd Com NPV	1,694
63,500	KDDI Corp Com NPV	1,685
6,800	Ryohin Keikaku Co Ltd Com NPV	1,513
98,900	Japan Post Bank Co Ltd Com NPV	1,417
40,300	Sumitomo Mitsui Financial Group Inc Com NPV	1,416
60,600	Ajinomoto Co Inc Com NPV	1,400
6,700	Central Japan Railway Co Com NPV	1,198
39,000	Honda Motor Co Ltd Com NPV	1,153
22,000	SoftBank Group Corp Com NPV	1,101
28,000	Japan Tobacco Inc Com NPV	1,038
540,400	Mizuho Financial Group Inc Com NPV	989
56,400	Mitsubishi Corp Com NPV	982
27,100	Recruit Holdings Co Ltd Com NPV	912
687	Nomura Real Estate Holdings Inc Com NPV	871
8,700	Kose Corp Com NPV	862

The CBI requires a Schedule of material changes in the composition of the portfolio 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 Korea UCITS ETF (Acc)

INCOME STATEMENT

For the year ended 31 July 2016

	Note	Year ended 31 July 2016 $'000	Year ended 31 July 2015 $'000
Operating income	2	657	1,203
Net gains/(losses) on financial assets/liabilities at fair value through profit or loss	3	2,857	(17,926)
Total gains/(losses)		**3,514**	**(16,723)**
Operating expenses	4	(236)	(467)
Net operating profit/(loss)		**3,278**	**(17,190)**
Net profit/(loss) for the financial year before tax		**3,278**	**(17,190)**
Non-reclaimable withholding tax		(138)	(265)
Net profit/(loss) for the financial year after tax		**3,140**	**(17,455)**
Adjustment to align to the valuation methodology as set out in the prospectus	6	(89)	18
Increase/(decrease) in net assets attributable to redeemable participating shareholders from operations		**3,051**	**(17,437)**

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.

STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO REDEEMABLE PARTICIPATING SHAREHOLDERS

For the year ended 31 July 2016

	Year ended 31 July 2016 $'000	Year ended 31 July 2015 $'000
Net assets attributable to redeemable participating shareholders at the beginning of the year	48,212	84,329
Increase/(decrease) in net assets attributable to redeemable participating shareholders from operations	3,051	(17,437)
Share transactions:		
Proceeds from issue of redeemable participating shares	9,143	15,662
Payments on redemption of redeemable participating shares	(16,215)	(34,342)
Decrease in net assets resulting from share transactions	**(7,072)**	**(18,680)**
Net assets attributable to redeemable participating shareholders at the end of the year	**44,191**	**48,212**

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

iShares MSCI Korea UCITS ETF (Acc)

BALANCE SHEET

As at 31 July 2016

	Note	31 July 2016 $'000	31 July 2015 $'000
CURRENT ASSETS			
Cash		141	20
Margin cash account		160	151
Receivables	10	35	62
Financial assets at fair value through profit or loss	11	43,907	47,899
Total current assets		**44,243**	**48,132**
CURRENT LIABILITIES			
Payables	12	(76)	(28)
Financial liabilities at fair value through profit or loss	11	-	(5)
Total current liabilities excluding net assets attributable to redeemable participating shareholders		**(76)**	**(33)**
Net assets attributable to redeemable participating shareholders		**44,167**	**48,099**
Adjustment to align to the valuation methodology as set out in the prospectus	6	24	113
Net asset value attributable to redeemable participating shareholders at the end of the year		**44,191**	**48,212**

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 Korea UCITS ETF (Acc)

NOTES TO THE FINANCIAL STATEMENTS

For the year ended 31 July 2016

1. ACCOUNTING POLICIES, FINANCIAL INSTRUMENTS AND RISKS AND OTHER NOTES

The accounting policies are set out on pages 51 to 53. The financial instruments and risks are set out on pages 54 to 76. The notes relating to tax, soft commissions, exchange rates, commitments and contingent liabilities, related party transactions, financial derivative instruments and subsequent events are set out in the notes to the financial statements of the Company on pages 79 to 84.

2. OPERATING INCOME

	Year ended 31 July 2016 $'000	Year ended 31 July 2015 $'000
Dividend income	625	1,203
Securities lending income	32	-
	657	1,203

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

	Year ended 31 July 2016 $'000	Year ended 31 July 2015 $'000
Net gains/(losses) on investments in securities held at fair value through profit or loss	2,836	(17,961)
Net gains on futures contracts	13	56
Net gains/(losses) on foreign currency transactions	8	(21)
	2,857	(17,926)

4. OPERATING EXPENSES

	Year ended 31 July 2016 $'000	Year ended 31 July 2015 $'000
Management fees	(236)	(467)
	(236)	(467)

5. MANAGEMENT FEES

Fees earned by the Manager during the year and balances outstanding as at 31 July 2016 and 31 July 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 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:

	TER % 31 July 2016	TER % 31 July 2015
	0.65	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:

	Year ended 31 July 2016 $'000	Year ended 31 July 2015 $'000
Balance at the beginning of year	113	95
Adjustment to align to the valuation methodology as set out in the prospectus	(89)	18
Total adjustment for the year	(89)	18
Balance at the end of year	24	113

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

7. TRANSACTION COSTS

Disclosed in the table below are separately identifiable transaction costs incurred by the Fund for the years ended 31 July 2016 and 31 July 2015. Please refer to note 9 of the financial statements of the Company for further details.

	Year ended 31 July 2016 $'000	Year ended 31 July 2015 $'000
Transaction costs	(60)	(131)

iShares MSCI Korea UCITS ETF (Acc)

NOTES TO THE FINANCIAL STATEMENTS (continued)

For the year ended 31 July 2016

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 July 2016 No. of Shares	31 July 2015 No. of Shares
Balance at the beginning of year	434,000	584,000
Issued during the year	75,000	125,000
Redeemed during the year	(150,000)	(275,000)
Balance at the end of year	**359,000**	**434,000**

9. NET ASSETS ATTRIBUTABLE TO REDEEMABLE PARTICIPATING SHAREHOLDERS

	No. of Shares
Shares in issue	
As at 31 July 2016	359,000
As at 31 July 2015	434,000
As at 31 July 2014	584,000

	$'000
Net asset value	
As at 31 July 2016	44,191
As at 31 July 2015	48,212
As at 31 July 2014	84,329

	$
Net asset value per share	
As at 31 July 2016	123.09
As at 31 July 2015	111.09
As at 31 July 2014	144.40

10. RECEIVABLES

	31 July 2016 $'000	31 July 2015 $'000
Dividend income receivable	31	62
Securities lending income receivable	4	-
	35	**62**

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

Financial assets:	31 July 2016 $'000	31 July 2015 $'000
Investment in equities	43,901	47,899
Unrealised gains on futures contracts	6	-
	43,907	**47,899**

Financial liabilities:		
Unrealised losses on futures contracts	-	(5)
	-	**(5)**

12. PAYABLES

	31 July 2016 $'000	31 July 2015 $'000
Purchase of securities awaiting settlement	(58)	-
Management fees payable	(18)	(28)
	(76)	**(28)**

13. EFFICIENT PORTFOLIO MANAGEMENT

Please see note 18 of the financial statements of the Company for more information on efficient portfolio management.

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 July 2016 $'000	31 July 2015 $'000
Income earned during the year	32	-
Value of securities on loan at year end	1,640	-
Value of collateral held on behalf of the Fund at year end	1,795	-

Please see note 19 in the notes to the financial statements of the Company for more information on financial derivative instruments.

iShares MSCI Korea UCITS ETF (Acc)

SCHEDULE OF INVESTMENTS

As at 31 July 2016

Holding	Investment	Fair value $'000	% of net asset value
	Transferable Securities Admitted to an Official Stock Exchange Listing or traded on a Regulated Market (31 July 2015: 99.35%)		
	Equities (31 July 2015: 99.35%)		
	Republic of South Korea (31 July 2015: 99.35%)		
	Advertising		
5,231	Cheil Worldwide Inc Com KRW 200.00	84	0.19
	Aerospace & defence		
4,430	Korea Aerospace Industries Ltd Com KRW 5000.00	319	0.72
	Agriculture		
8,825	KT&G Corp Com KRW 5000.00	953	2.16
	Airlines		
2,649	Korean Air Lines Co Ltd Com KRW 5000.00	67	0.15
	Auto parts & equipment		
5,633	Hankook Tire Co Ltd Com KRW 500.00	272	0.62
13,894	Hanon Systems Com KRW 100.00	142	0.32
5,152	Hyundai Mobis Co Ltd Com KRW 5000.00	1,173	2.65
1,199	Hyundai Wia Corp Com KRW 5000.00	92	0.21
	Automobiles		
1,765	Hyundai Motor Co 2nd Pref KRW 5000.00	154	0.35
10,818	Hyundai Motor Co Com KRW 5000.00	1,270	2.87
2,849	Hyundai Motor Co Pref KRW 5000.00	255	0.58
19,956	Kia Motors Corp Com KRW 5000.00	751	1.70
	Banks		
19,065	Industrial Bank of Korea Com KRW 5000.00	202	0.46
23,123	Woori Bank Com KRW 5000.00	207	0.47
	Beverages		
45	Lotte Chilsung Beverage Co Ltd Com KRW 5000.00	66	0.15
	Broadline retailers		
1,127	Hyundai Department Store Co Ltd Com KRW 5000.00	124	0.28
834	Lotte Shopping Co Ltd Com KRW 5000.00	144	0.32
561	Shinsegae Inc Com KRW 5000.00	91	0.21
	Chemicals		
8,238	Hanwha Chemical Corp Com KRW 5000.00	188	0.43
457	KCC Corp Com KRW 5000.00	161	0.36
1,406	Kumho Petrochemical Co Ltd Com KRW 5000.00	76	0.17
3,511	LG Chem Ltd Com KRW 5000.00	763	1.73
564	LG Chem Ltd Pref KRW 5000.00	90	0.20
1,170	Lotte Chemical Corp Com KRW 5000.00	317	0.72
	Commercial services		
1,442	S-1 Corp Com KRW 500.00	131	0.30
	Computers		
2,661	Samsung SDS Co Ltd Com KRW 500.00	373	0.84
3,466	SK Holdings Co Ltd Com KRW 200.00	644	1.46
	Cosmetics & personal care		
2,432	Amorepacific Corp Com KRW 500.00	840	1.90
668	Amorepacific Corp Pref KRW 500.00	134	0.30
2,116	Amorepacific Group Com KRW 500.00	273	0.62
	Republic of South Korea (31 July 2015: 99.35%) (cont)		
	Distribution & wholesale		
3,328	Hanwha Corp Com KRW 5000.00	106	0.24
7,118	LG Corp Com KRW 5000.00	403	0.91
	Diversified financial services		
19,620	BNK Financial Group Inc Com KRW 5000.00	154	0.35
12,511	DGB Financial Group Inc Com KRW 5000.00	101	0.23
22,484	Hana Financial Group Inc Com KRW 5000.00	552	1.25
29,211	KB Financial Group Inc Com KRW 5000.00	918	2.08
2,892	Korea Investment Holdings Co Ltd Com KRW 5000.00	120	0.27
13,283	Mirae Asset Daewoo Co Ltd Com KRW 5000.00	108	0.24
5,928	Mirae Asset Securities Co Ltd Com KRW 5000.00	140	0.32
10,411	NH Investment & Securities Co Ltd Com KRW 5000.00	97	0.22
2,571	Samsung Card Co Ltd Com KRW 5000.00	99	0.23
4,242	Samsung Securities Co Ltd Com KRW 5000.00	143	0.32
32,263	Shinhan Financial Group Co Ltd Com KRW 5000.00	1,151	2.60
	Electrical components & equipment		
1,050	LG Innotek Co Ltd Com KRW 5000.00	84	0.19
	Electricity		
19,390	Korea Electric Power Corp Com KRW 5000.00	1,059	2.40
	Electronic equipment		
7,974	LG Electronics Inc Com KRW 5000.00	381	0.86
4,369	Samsung Electro-Mechanics Co Ltd Com KRW 5000.00	215	0.49
	Electronics		
17,627	LG Display Co Ltd Com KRW 5000.00	488	1.10
	Energy - alternate sources		
1,235	OCI Co Ltd Com KRW 5000.00	103	0.23
	Engineering & construction		
1,665	KEPCO Plant Service & Engineering Co Ltd Com KRW 200.00	102	0.23
	Entertainment		
3,365	Paradise Co Ltd Com KRW 500.00	48	0.11
	Food		
599	CJ CheilJedang Corp Com KRW 5000.00	210	0.48
2,603	Dongsuh Cos Inc Com KRW 500.00	75	0.17
420	Lotte Confectionery Co Ltd Com KRW 500.00	71	0.16
271	Orion Corp Com KRW 5000.00	223	0.50
89	Ottogi Corp Com KRW 5000.00	62	0.14
	Gas distribution		
2,049	Korea Gas Corp Com KRW 5000.00	77	0.17
	Heavy construction		
2,060	Daelim Industrial Co Ltd Com KRW 5000.00	155	0.35
9,535	Daewoo Engineering & Construction Co Ltd Com KRW 5000.00	53	0.12
3,680	GS Engineering & Construction Corp Com KRW 5000.00	94	0.21

iShares MSCI Korea UCITS ETF (Acc)

SCHEDULE OF INVESTMENTS (continued)

As at 31 July 2016

Holding	Investment	Fair value $'000	% of net asset value
	Equities (31 July 2015: 99.35%) (cont)		
	Republic of South Korea (31 July 2015: 99.35%) (cont)		
	Heavy construction (cont)		
4,272	Hyundai Development Co-Engineering & Construction Com KRW 5000.00	169	0.38
5,516	Hyundai Engineering & Construction Co Ltd Com KRW 5000.00	181	0.41
	Holding companies - diversified operations		
1,103	CJ Corp Com KRW 5000.00	197	0.45
	Home furnishings		
4,088	Coway Co Ltd Com KRW 500.00	313	0.71
806	Hanssem Co Ltd Com KRW 1000.00	123	0.28
	Hotels		
2,475	Hotel Shilla Co Ltd Com KRW 5000.00	132	0.30
8,853	Kangwon Land Inc Com KRW 500.00	324	0.73
	Industrial metals & mining		
5,272	POSCO Com KRW 5000.00	1,064	2.41
	Industrial suppliers		
3,370	Posco Daewoo Corp Com KRW 5000.00	64	0.14
9,478	SK Networks Co Ltd Com KRW 2500.00	52	0.12
	Insurance		
3,793	Dongbu Insurance Co Ltd Com KRW 500.00	215	0.49
16,485	Hanwha Life Insurance Co Ltd Com KRW 5000.00	85	0.19
4,754	Hyundai Marine & Fire Insurance Co Ltd Com KRW 500.00	128	0.29
2,522	Samsung Fire & Marine Insurance Co Ltd Com KRW 500.00	600	1.36
5,312	Samsung Life Insurance Co Ltd Com KRW 500.00	462	1.04
	Internet		
2,294	Kakao Corp Com KRW 500.00	186	0.42
2,119	NAVER Corp Com KRW 500.00	1,343	3.04
1,330	NCSoft Corp Com KRW 500.00	298	0.67
	Iron & steel		
6,045	Hyundai Steel Co Com KRW 5000.00	273	0.62
	Machinery - diversified		
3,549	Doosan Heavy Industries & Construction Co Ltd Com KRW 5000.00	83	0.19
	Marine transportation		
3,149	Hyundai Heavy Industries Co Ltd Com KRW 5000.00	351	0.80
11,106	Samsung Heavy Industries Co Ltd Com KRW 5000.00	99	0.22
	Media		
1,404	CJ E&M Corp Com KRW 5000.00	89	0.20
	Metal fabricate/ hardware		
1,663	Hyosung Corp Com KRW 5000.00	206	0.47
	Mining		
643	Korea Zinc Co Ltd Com KRW 5000.00	292	0.66
	Mobile telecommunications		
16,215	LG Uplus Corp Com KRW 5000.00	159	0.36
	Republic of South Korea (31 July 2015: 99.35%) (cont)		
	Oil & gas		
4,001	GS Holdings Corp Com KRW 5000.00	172	0.39
3,412	S-Oil Corp Com KRW 2500.00	233	0.53
4,899	SK Innovation Co Ltd Com KRW 5000.00	638	1.44
	Personal products		
707	LG Household & Health Care Ltd Com KRW 5000.00	636	1.44
170	LG Household & Health Care Ltd Pref KRW 5000.00	89	0.20
	Pharmaceuticals		
5,771	Celltrion Inc Com KRW 1000.00	536	1.21
396	Hanmi Pharm Co Ltd Com KRW 2500.00	216	0.49
870	Hanmi Science Co Ltd Com KRW 500.00	111	0.25
577	Yuhan Corp Com KRW 5000.00	158	0.36
	Retail		
757	BGF retail Co Ltd Com KRW 5000.00	135	0.31
1,481	E-Mart Inc Com KRW 5000.00	216	0.49
1,994	GS Retail Co Ltd Com KRW 1000.00	90	0.20
5,743	Samsung C&T Corp Com KRW 100.00	694	1.57
	Semiconductors		
7,675	Samsung Electronics Co Ltd Com KRW 5000.00	10,545	23.86
1,394	Samsung Electronics Co Ltd Pref KRW 5000.00	1,574	3.56
44,028	SK Hynix Inc Com KRW 5000.00	1,350	3.06
	Telecommunications		
1,700	KT Corp ADR NPV	26	0.06
1,551	KT Corp Com KRW 5000.00	44	0.10
4,138	Samsung SDI Co Ltd Com KRW 5000.00	390	0.88
1,501	SK Telecom Co Ltd Com KRW 500.00	308	0.70
	Transportation		
506	CJ Korea Express Corp Com KRW 5000.00	91	0.21
1,420	Hyundai Glovis Co Ltd Com KRW 500.00	213	0.48
	Total Republic of South Korea	**43,901**	**99.35**
	Total equities	**43,901**	**99.35**

No. of contracts		Underlying exposure $'000	Fair value $'000	% of net asset value
	Financial derivative instruments (31 July 2015: (0.01%))			
	Futures contracts (31 July 2015: (0.01%))			
2	Kospi 2 Index Futures September 2016	219	6	0.01
	Total unrealised losses on futures contracts		**6**	**0.01**
	Total financial derivative instruments		**6**	**0.01**

iShares MSCI Korea UCITS ETF (Acc)

SCHEDULE OF INVESTMENTS (continued)

As at 31 July 2016

	Fair value $'000	% of net asset value
Total value of investments	**43,907**	**99.36**
Cash†	**301**	**0.68**
Other net liabilities	**(41)**	**(0.09)**
Net assets attributable to redeemable participating shareholders	**44,167**	**99.95**
Adjustment to align to the valuation methodology as set out in the prospectus	24	0.05
Net asset value attributable to redeemable participating shareholders at the end of the year	**44,191**	**100.00**

† Cash holdings of $141,455 are held with State Street Bank and Trust Company. $159,827 is held as security for futures contracts with Credit Suisse AG.

Equities are primarily classified by 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	43,901	99.23
Exchange traded financial derivative instruments	6	0.01
Other assets	336	0.76
Total current assets	**44,243**	**100.00**

iShares MSCI Korea UCITS ETF (Acc)

SCHEDULE OF MATERIAL PURCHASES AND SALES (unaudited)

For the year ended 31 July 2016

Holding	Investments	Proceeds $'000
Sales		
4,107	Samsung Electronics Co Ltd Com KRW 5000.00	4,152
5,622	Hyundai Motor Co Com KRW 5000.00	677
789	Samsung Electronics Co Ltd Pref KRW 5000.00	643
19,482	SK Hynix Inc Com KRW 5000.00	537
14,280	Shinhan Financial Group Co Ltd Com KRW 5000.00	498
928	NAVER Corp Com KRW 500.00	449
2,271	Hyundai Mobis Co Ltd Com KRW 5000.00	434
12,978	KB Financial Group Inc Com KRW 5000.00	393
8,639	Korea Electric Power Corp Com KRW 5000.00	391
2,339	POSCO Com KRW 5000.00	386
1,077	Amorepacific Corp Com KRW 500.00	355
3,654	KT&G Corp Com KRW 5000.00	355
8,813	Kia Motors Corp Com KRW 5000.00	339
1,534	LG Chem Ltd Com KRW 5000.00	319
1,288	Samsung Fire & Marine Insurance Co Ltd Com KRW 500.00	298
3,190	Samsung Life Insurance Co Ltd Com KRW 500.00	278
1,205	SK Holdings Co Ltd Com KRW 200.00	273
315	LG Household & Health Care Ltd Com KRW 5000.00	237
9,632	Hana Financial Group Inc Com KRW 5000.00	223
1,085	Samsung SDS Co Ltd Com KRW 500.00	210
2,152	SK Innovation Co Ltd Com KRW 5000.00	208

Holding	Investments	Cost $'000
Purchases		
1,710	Samsung Electronics Co Ltd Com KRW 5000.00	2,273
307	Samsung Electronics Co Ltd Pref KRW 5000.00	329
495	NAVER Corp Com KRW 500.00	308
10,449	SK Hynix Inc Com KRW 5000.00	289
2,397	Hyundai Motor Co Com KRW 5000.00	288
1,219	Hyundai Mobis Co Ltd Com KRW 5000.00	281
1,440	SK Holdings Co Ltd Com KRW 200.00	273
2,475	KT&G Corp Com KRW 5000.00	270
7,610	Shinhan Financial Group Co Ltd Com KRW 5000.00	267
4,651	Korea Electric Power Corp Com KRW 5000.00	254
1,245	POSCO Com KRW 5000.00	245
6,941	KB Financial Group Inc Com KRW 5000.00	220
1,112	SK Telecom Co Ltd Com KRW 500.00	214
574	Amorepacific Corp Com KRW 500.00	205
1,699	Samsung C&T Corp Com KRW 100.00	202
4,710	Kia Motors Corp Com KRW 5000.00	180
818	LG Chem Ltd Com KRW 5000.00	179
1,984	Celltrion Inc Com KRW 1000.00	169
168	LG Household & Health Care Ltd Com KRW 5000.00	160
1,145	SK Innovation Co Ltd Com KRW 5000.00	151
847	BGF retail Co Ltd Com KRW 5000.00	149
567	Samsung Fire & Marine Insurance Co Ltd Com KRW 500.00	136
5,629	Hana Financial Group Inc Com KRW 5000.00	135
976	Hanmi Science Co Ltd Com KRW 500.00	132
922	Samsung SDS Co Ltd Com KRW 500.00	132
2,060	Korea Aerospace Industries Ltd Com KRW 5000.00	128
1,600	CJ E&M Corp Com KRW 5000.00	113
4,547	LG Display Co Ltd Com KRW 5000.00	113

The CBI requires a Schedule of material changes in the composition of the portfolio 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 Mexico Capped UCITS ETF*

INCOME STATEMENT

For the year ended 31 July 2016

	Note	Year ended 31 July 2016 $'000	Year ended 31 July 2015 $'000
Operating income	2	1,348	1,436
Net losses on financial assets/liabilities at fair value through profit or loss	3	(9,030)	(23,236)
Total losses		**(7,682)**	**(21,800)**
Operating expenses	4	(447)	(716)
Net operating loss		**(8,129)**	**(22,516)**
Net loss for the financial year before tax		**(8,129)**	**(22,516)**
Non-reclaimable withholding tax		(19)	(20)
Net loss for the financial year after tax		**(8,148)**	**(22,536)**
Adjustment to align to the valuation methodology as set out in the prospectus	6	10	(8)
Decrease in net assets attributable to redeemable participating shareholders from operations		**(8,138)**	**(22,544)**

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.

STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO REDEEMABLE PARTICIPATING SHAREHOLDERS

For the year ended 31 July 2016

	Year ended 31 July 2016 $'000	Year ended 31 July 2015 $'000
Net assets attributable to redeemable participating shareholders at the beginning of the year	86,235	98,881
Decrease in net assets attributable to redeemable participating shareholders from operations	(8,138)	(22,544)
Share transactions:		
Proceeds from issue of redeemable participating shares	31,167	19,751
Payments on redemption of redeemable participating shares	(43,425)	(51,965)
Transfer due to merger*	-	42,112
(Decrease)/increase in net assets resulting from share transactions	**(12,258)**	**9,898**
Net assets attributable to redeemable participating shareholders at the end of the year	**65,839**	**86,235**

* Effective 18 August 2014 iShares MSCI Mexico IMI Capped UCITS ETF, a Fund of iShares VI merged into iShares MSCI Mexico Capped UCITS ETF, the merger ratio used to calculate the number of shares in the Receiving Fund issued to former shareholders of the Merging Fund was 0.195323591.

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

iShares MSCI Mexico Capped UCITS ETF*

BALANCE SHEET

As at 31 July 2016

	Note	31 July 2016 $'000	31 July 2015 $'000
CURRENT ASSETS			
Cash		281	216
Margin cash account		14	14
Receivables**	10	-	-
Financial assets at fair value through profit or loss	11	65,517	86,003
Total current assets		**65,812**	**86,233**
CURRENT LIABILITIES			
Payables	12	(34)	(48)
Financial liabilities at fair value through profit or loss	11	-	(1)
Total current liabilities excluding net assets attributable to redeemable participating shareholders		**(34)**	**(49)**
Net asset value attributable to redeemable participating shareholders		**65,778**	**86,184**
Adjustment to align to the valuation methodology as set out in the prospectus	6	61	51
Net asset value attributable to redeemable participating shareholders at the end of the year		**65,839**	**86,235**

* Effective 18 August 2014 iShares MSCI Mexico IMI Capped UCITS ETF, a Fund of iShares VI merged into iShares MSCI Mexico Capped UCITS ETF, the merger ratio used to calculate the number of shares in the Receiving Fund issued to former shareholders of the Merging Fund was 0.195323591.
** 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 Mexico Capped UCITS ETF

NOTES TO THE FINANCIAL STATEMENTS

For the year ended 31 July 2016

1. ACCOUNTING POLICIES, FINANCIAL INSTRUMENTS AND RISKS AND OTHER NOTES

The accounting policies are set out on pages 51 to 53. The financial instruments and risks are set out on pages 54 to 76. The notes relating to tax, soft commissions, exchange rates, commitments and contingent liabilities, related party transactions, financial derivative instruments and subsequent events are set out in the notes to the financial statements of the Company on pages 79 to 84.

2. OPERATING INCOME

	Year ended 31 July 2016 $'000	Year ended 31 July 2015 $'000
Dividend income	1,348	1,436
	1,348	**1,436**

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

	Year ended 31 July 2016 $'000	Year ended 31 July 2015 $'000
Net losses on investments in securities held at fair value through profit or loss	(8,958)	(23,200)
Net (losses)/gains on futures contracts	(17)	2
Net losses on foreign currency transactions	(55)	(38)
	(9,030)	**(23,236)**

4. OPERATING EXPENSES

	Year ended 31 July 2016 $'000	Year ended 31 July 2015 $'000
Management fees	(447)	(716)
	(447)	**(716)**

5. MANAGEMENT FEES

Fees earned by the Manager during the year and balances outstanding as at 31 July 2016 and 31 July 2015 are disclosed in note 4 and note 11 respectively.

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

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 July 2016	TER % 31 July 2015
	0.65	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:

	Year ended 31 July 2016 $'000	Year ended 31 July 2015 $'000
Balance at the beginning of year	51	59
Adjustment to align to the valuation methodology as set out in the prospectus	10	(8)
Total adjustment for the year	10	(8)
Balance at the end of year	**61**	**51**

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

7. TRANSACTION COSTS

Disclosed in the table below are separately identifiable transaction costs incurred by the Fund for the years ended 31 July 2016 and 31 July 2015. Please refer to note 9 of the financial statements of the Company for further details.

	Year ended 31 July 2016 $'000	Year ended 31 July 2015 $'000
Transaction costs	(24)	(28)

iShares MSCI Mexico Capped UCITS ETF

NOTES TO THE FINANCIAL STATEMENTS (continued)

For the year ended 31 July 2016

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 July 2016 No. of Shares	31 July 2015 No. of Shares
Balance at the beginning of year	684,355	661,000
Issued during the year	275,000	150,000
Transfer due to merger	-	273,392
Redeemed during the year	(375,000)	(400,037)
Balance at the end of year	**584,355**	**684,355**

9. NET ASSETS ATTRIBUTABLE TO REDEEMABLE PARTICIPATING SHAREHOLDERS

	No. of Shares
Shares in issue	
As at 31 July 2016	584,355
As at 31 July 2015	684,355
As at 31 July 2014	661,000

	$'000
Net asset value	
As at 31 July 2016	65,839
As at 31 July 2015	86,235
As at 31 July 2014	98,881

	$
Net asset value per share	
As at 31 July 2016	112.67
As at 31 July 2015	126.01
As at 31 July 2014	149.59

10. RECEIVABLES

	31 July 2016 $'000	31 July 2015 $'000
Interest receivable*	-	-
	-	-

* Amounts less than $500 are rounded to zero.

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

Financial assets:	31 July 2016 $'000	31 July 2015 $'000
Investment in equities	65,511	86,003
Unrealised gains on futures contracts*	6	-
	65,517	**86,003**

* Amounts less than $500 are rounded to zero.

Financial liabilities:		
Unrealised losses on futures contracts	-	(1)
	-	(1)

12. PAYABLES

	31 July 2016 $'000	31 July 2015 $'000
Management fees payable	(34)	(48)
	(34)	(48)

iShares MSCI Mexico Capped UCITS ETF

SCHEDULE OF INVESTMENTS

As at 31 July 2016

Holding	Investment	Fair value $'000	% of net asset value
	Transferable Securities Admitted to an Official Stock Exchange Listing or traded on a Regulated Market (31 July 2015: 99.73%)		
	Equities (31 July 2015: 99.73%)		
	Mexico (31 July 2015: 99.73%)		
	Banks		
421,622	Gentera SAB de CV Com NPV	784	1.19
1,070,577	Grupo Financiero Banorte SAB de CV Com MXN 3.50	5,868	8.92
999,848	Grupo Financiero Inbursa SAB de CV Com MXN 0.4137108	1,606	2.44
783,503	Grupo Financiero Santander Mexico SAB de CV Com MXN 3.780783	1,424	2.16
	Beverages		
179,713	Arca Continental SAB de CV Com NPV	1,156	1.76
213,244	Coca-Cola Femsa SAB de CV Com NPV	1,673	2.54
787,735	Fomento Economico Mexicano SAB de CV Unit NPV	7,052	10.71
	Building & construction materials		
55,800	Urbi Desarrollos Urbanos SAB de CV Com NPV*/**	-	-
	Building materials and fixtures		
6,005,840	Cemex SAB de CV Unit NPV	4,580	6.96
	Chemicals		
450,239	Mexichem SAB de CV Com NPV	982	1.49
	Commercial services		
334,739	OHL Mexico SAB de CV Com NPV	456	0.69
	Diversified industrials		
1,207,750	Alfa SAB de CV Com NPV	1,972	2.99
243,475	Grupo Carso SAB de CV Com NPV	994	1.51
	Engineering & construction		
153,382	Grupo Aeroportuario del Pacifico SAB de CV Com NPV	1,509	2.29
89,110	Grupo Aeroportuario del Sureste SAB de CV Com NPV	1,370	2.08
114,106	Promotora y Operadora de Infraestructura SAB de CV Com NPV	1,334	2.03
	Food		
92,790	Gruma SAB de CV Com NPV	1,336	2.03
705,936	Grupo Bimbo SAB de CV Com NPV	2,104	3.19
265,700	Grupo Lala SAB de CV Com NPV	577	0.88
	Household products		
655,707	Kimberly-Clark de Mexico SAB de CV Com NPV	1,483	2.25
	Media		
1,048,560	Grupo Televisa SAB Unit NPV	5,571	8.46
	Mining		
1,635,919	Grupo Mexico SAB de CV Com NPV	3,947	6.00
59,657	Industrias Penoles SAB de CV Com NPV	1,522	2.31
	Mobile telecommunications		
13,470,242	America Movil SAB de CV Com NPV	7,743	11.76
	Mexico (31 July 2015: 99.73%) (cont)		
	Real estate investment trusts		
1,097,018	Fibra Uno Administracion SA de CV Reits NPV	2,235	3.39
	Retail		
80,439	El Puerto de Liverpool SAB de CV Com NPV	774	1.18
144,950	Grupo Comercial Chedraui SA de CV Com NPV	328	0.50
2,246,395	Wal-Mart de Mexico SAB de CV Com NPV	5,131	7.79
	Total Mexico	**65,511**	**99.50**
	Total equities	**65,511**	**99.50**

No. of contracts		Underlying exposure $'000	Fair value $'000	% of net assets value
	Financial derivative instruments (31 July 2015: 0.00%)			
	Futures contracts (31 July 2015: 0.00%)			
10	Mexico Bolsa Index Futures September 2016	244	6	0.01
	Total unrealised gains on futures contracts		**6**	**0.01**
	Total financial derivative instruments		**6**	**0.01**

	Fair value $'000	% of net asset value
Total value of investments	**65,517**	**99.51**
Cash†	**295**	**0.45**
Other net liabilities	**(34)**	**(0.05)**
Net assets attributable to redeemable participating shareholders	**65,778**	**99.91**
Adjustment to align to the valuation methodology as set out in the prospectus	61	0.09
Net asset value attributable to redeemable participating shareholders at the end of the year	**65,839**	**100.00**

† Cash holdings of $281,447 are held with State Street Bank and Trust Company. $13,802 is held as security for futures contracts with Credit Suisse AG.
* Investments which are less than $500 are rounded to zero.
** This security was valued in consultation with the Manager. This security was priced at zero at year end.

Equities are primarily classified by country of incorporation of the entity in which the Fund holds shares.

iShares MSCI Mexico Capped UCITS ETF

SCHEDULE OF INVESTMENTS (continued)

As at 31 July 2016

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	65,511	99.54
Exchange traded financial derivative instruments	6	0.01
Other assets	295	0.45
Total current assets	**65,812**	**100.00**

iShares MSCI Mexico Capped UCITS ETF

SCHEDULE OF MATERIAL PURCHASES AND SALES (unaudited)

For the year ended 31 July 2016

Holding	Investments	Proceeds $'000
Sales		
9,198,600	America Movil SAB de CV Com NPV	7,387
505,700	Fomento Economico Mexicano SAB de CV Unit NPV	4,678
672,800	Grupo Televisa SAB Unit NPV	3,792
686,400	Grupo Financiero Banorte SAB de CV Com MXN 3.50	3,530
1,441,400	Wal-Mart de Mexico SAB de CV Com NPV	3,414
3,641,500	Cemex SAB de CV Unit NPV	2,461
1,049,200	Grupo Mexico SAB de CV Com NPV	2,429
778,200	Alfa SAB de CV Com NPV	1,458
654,800	Fibra Uno Administracion SA de CV Reits NPV	1,419
642,600	Grupo Financiero Inbursa SAB de CV Com MXN 0.4137108	1,268
452,500	Grupo Bimbo SAB de CV Com NPV	1,262
136,700	Coca-Cola Femsa SAB de CV Com NPV	1,052
421,100	Kimberly-Clark de Mexico SAB de CV Com NPV	977
502,700	Grupo Financiero Santander Mexico SAB de CV Com MXN 3.780783	864
56,800	Grupo Aeroportuario del Sureste SAB de CV Com NPV	825
67,355	Promotora y Operadora de Infraestructura SAB de CV Com NPV	792
53,400	Gruma SAB de CV Com NPV	776
85,000	Grupo Aeroportuario del Pacifico SAB de CV Com NPV	703
288,000	Mexichem SAB de CV Com NPV	693
157,300	Grupo Carso SAB de CV Com NPV	685
110,000	Arca Continental SAB de CV Com NPV	679
328,000	Gentera SAB de CV Com NPV	598
51,895	El Puerto de Liverpool SAB de CV Com NPV	582
757,032	Telesites SAB de CV Com NPV	551
38,185	Industrias Penoles SAB de CV Com NPV	501

Holding	Investments	Cost $'000
Purchases		
6,594,800	America Movil SAB de CV Com NPV	4,830
392,100	Fomento Economico Mexicano SAB de CV Unit NPV	3,655
521,700	Grupo Televisa SAB Unit NPV	2,857
532,200	Grupo Financiero Banorte SAB de CV Com MXN 3.50	2,806
1,111,200	Wal-Mart de Mexico SAB de CV Com NPV	2,703
3,147,600	Cemex SAB de CV Unit NPV	1,854
813,500	Grupo Mexico SAB de CV Com NPV	1,776
622,000	Fibra Uno Administracion SA de CV Reits NPV	1,340
600,400	Alfa SAB de CV Com NPV	1,154
350,800	Grupo Bimbo SAB de CV Com NPV	974
497,600	Grupo Financiero Inbursa SAB de CV Com MXN 0.4137108	933
105,900	Coca-Cola Femsa SAB de CV Com NPV	794
86,400	Grupo Aeroportuario del Pacifico SAB de CV Com NPV	779
325,300	Kimberly-Clark de Mexico SAB de CV Com NPV	745
50,690	Gruma SAB de CV Com NPV	734
60,245	Promotora y Operadora de Infraestructura SAB de CV Com NPV	732
389,700	Grupo Financiero Santander Mexico SAB de CV Com MXN 3.780783	669
43,900	Grupo Aeroportuario del Sureste SAB de CV Com NPV	630
92,100	Arca Continental SAB de CV Com NPV	576
120,000	Grupo Carso SAB de CV Com NPV	518
223,100	Mexichem SAB de CV Com NPV	513
40,385	El Puerto de Liverpool SAB de CV Com NPV	478
224,000	Gentera SAB de CV Com NPV	419
29,585	Industrias Penoles SAB de CV Com NPV	345

The CBI requires a Schedule of material changes in the composition of the portfolio 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 Russia ADR/GDR UCITS ETF

INCOME STATEMENT

For the year ended 31 July 2016

	Note	Year ended 31 July 2016 $'000	Year ended 31 July 2015 $'000
Operating income	2	5,970	15,482
Net losses on financial assets/liabilities at fair value through profit or loss	3	(15,992)	(99,727)
Total losses		**(10,022)**	**(84,245)**
Operating expenses	4	(1,106)	(2,047)
Net operating loss		**(11,128)**	**(86,292)**
Net loss for the financial year before tax		**(11,128)**	**(86,292)**
Non-reclaimable withholding tax		(1,357)	(1,996)
Net loss for the financial year after tax		**(12,485)**	**(88,288)**
Adjustment to align to the valuation methodology as set out in the prospectus	6	(848)	866
Decrease in net assets attributable to redeemable participating shareholders from operations		**(13,333)**	**(87,422)**

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.

STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO REDEEMABLE PARTICIPATING SHAREHOLDERS

For the year ended 31 July 2016

	Year ended 31 July 2016 $'000	Year ended 31 July 2015 $'000
Net assets attributable to redeemable participating shareholders at the beginning of the year	322,069	237,100
Decrease in net assets attributable to redeemable participating shareholders from operations	(13,333)	(87,422)
Share transactions:		
Proceeds from issue of redeemable participating shares	71,985	332,795
Payments on redemption of redeemable participating shares	(214,666)	(160,404)
(Decrease)/increase in net assets resulting from share transactions	**(142,681)**	**172,391**
Net assets attributable to redeemable participating shareholders at the end of the year	**166,055**	**322,069**

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

iShares MSCI Russia ADR/GDR UCITS ETF

BALANCE SHEET

As at 31 July 2016

	Note	31 July 2016 $'000	31 July 2015 $'000
CURRENT ASSETS			
Cash		749	464
Margin cash account		85	741
Receivables	10	3,677	7,713
Financial assets at fair value through profit or loss	11	161,576	312,779
Total current assets		**166,087**	**321,697**
CURRENT LIABILITIES			
Payables	12	(88)	(184)
Financial liabilities at fair value through profit or loss	11	-	(348)
Total current liabilities excluding net assets attributable to redeemable participating shareholders		**(88)**	**(532)**
Net assets attributable to redeemable participating shareholders		**165,999**	**321,165**
Adjustment to align to the valuation methodology as set out in the prospectus	6	56	904
Net asset value attributable to redeemable participating shareholders at the end of the year		**166,055**	**322,069**

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 Russia ADR/GDR UCITS ETF

NOTES TO THE FINANCIAL STATEMENTS

For the year ended 31 July 2016

1. ACCOUNTING POLICIES, FINANCIAL INSTRUMENTS AND RISKS AND OTHER NOTES

The accounting policies are set out on pages 51 to 53. The financial instruments and risks are set out on pages 54 to 76. The notes relating to tax, soft commissions, exchange rates, commitments and contingent liabilities, related party transactions, financial derivative instruments and subsequent events are set out in the notes to the financial statements of the Company on pages 79 to 84.

2. OPERATING INCOME

	Year ended 31 July 2016 $'000	Year ended 31 July 2015 $'000
Dividend income	5,970	15,470
Securities lending income	-	12
	5,970	15,482

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

	Year ended 31 July 2016 $'000	Year ended 31 July 2015 $'000
Net losses on investments in securities held at fair value through profit or loss	(15,374)	(99,496)
Net losses on futures contracts	(618)	(229)
Net losses on foreign currency transactions	-	(2)
	(15,992)	(99,727)

4. OPERATING EXPENSES

	Year ended 31 July 2016 $'000	Year ended 31 July 2015 $'000
Management fees	(1,106)	(2,047)
	(1,106)	(2,047)

5. MANAGEMENT FEES

Fees earned by the Manager during the year and balances outstanding as at 31 July 2016 and 31 July 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 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:

	TER % 31 July 2016	TER % 31 July 2015
	0.65	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:

	Year ended 31 July 2016 $'000	Year ended 31 July 2015 $'000
Balance at the beginning of year	904	38
Adjustment to align to the valuation methodology as set out in the prospectus	(848)	866
Total adjustment for the year	(848)	866
Balance at the end of year	56	904

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

7. TRANSACTION COSTS

Disclosed in the table below are separately identifiable transaction costs incurred by the Fund for the years ended 31 July 2016 and 31 July 2015. Please refer to note 9 of the financial statements of the Company for further details.

	Year ended 31 July 2016 $'000	Year ended 31 July 2015 $'000
Transaction costs	(21)	(67)

iShares MSCI Russia ADR/GDR UCITS ETF

NOTES TO THE FINANCIAL STATEMENTS (continued)

For the year ended 31 July 2016

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 July 2016 No. of Shares	31 July 2015 No. of Shares
Balance at the beginning of year	4,460,000	2,410,000
Issued during the year	1,050,000	4,300,000
Redeemed during the year	(3,300,000)	(2,250,000)
Balance at the end of year	**2,210,000**	**4,460,000**

9. NET ASSETS ATTRIBUTABLE TO REDEEMABLE PARTICIPATING SHAREHOLDERS

	No. of Shares
Shares in issue	
As at 31 July 2016	2,210,000
As at 31 July 2015	4,460,000
As at 31 July 2014	2,410,000

	$'000
Net asset value	
As at 31 July 2016	166,055
As at 31 July 2015	322,069
As at 31 July 2014	237,100

	$
Net asset value per share	
As at 31 July 2016	75.14
As at 31 July 2015	72.21
As at 31 July 2014	98.38

10. RECEIVABLES

	31 July 2016 $'000	31 July 2015 $'000
Dividend income receivable	3,677	7,630
Tax reclaim receivable	-	83
	3,677	**7,713**

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

Financial assets:	31 July 2016 $'000	31 July 2015 $'000
Investment in equities	161,381	312,779
Unrealised gains on futures contracts	195	-
	161,576	**312,779**

Financial liabilities:		
Unrealised losses on futures contracts	-	(348)
	-	**(348)**

12. PAYABLES

	31 July 2016 $'000	31 July 2015 $'000
Management fees payable	(88)	(184)
	(88)	**(184)**

13. EFFICIENT PORTFOLIO MANAGEMENT

Please see note 18 of the financial statements of the Company for more information on efficient portfolio management.

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 July 2016 $'000	31 July 2015 $'000
Income earned during the year	-	12
Value of securities on loan at year end	-	-
Value of collateral held on behalf of the Fund at year end	-	-

Please see note 19 in the notes to the financial statements of the Company for more information on financial derivative instruments.

iShares MSCI Russia ADR/GDR UCITS ETF

SCHEDULE OF INVESTMENTS

As at 31 July 2016

Holding	Investment	Fair value $'000	% of net asset value
Transferable Securities Admitted to an Official Stock Exchange Listing or traded on a Regulated Market (31 July 2015: 97.12%)			
	Equities (31 July 2015: 97.12%)		
	Russian Federation (31 July 2015: 97.12%)		
	Banks		
3,476,644	Sberbank of Russia PJSC ADR NPV	30,247	18.22
3,339,738	VTB Bank PJSC GDR NPV	6,616	3.98
	Chemicals		
125,140	PhosAgro PJSC GDR NPV	1,724	1.04
	Food		
365,506	Magnit PJSC GDR NPV	14,025	8.45
	Industrial metals & mining		
269,835	Severstal PJSC GDR NPV	3,192	1.92
	Mining		
713,605	MMC Norilsk Nickel PJSC ADR NPV	10,433	6.28
	Mobile telecommunications		
119,825	MegaFon PJSC GDR NPV	1,184	0.71
665,605	Mobile TeleSystems PJSC ADR NPV	5,910	3.56
217,584	Sistema JSFC GDR NPV	1,767	1.07
	Oil & gas		
7,625,389	Gazprom PJSC ADR NPV	31,032	18.69
547,944	Lukoil PJSC ADR NPV	23,425	14.11
117,362	Novatek OJSC GDR NPV	11,677	7.03
1,502,047	Rosneft PJSC GDR NPV	7,259	4.37
920,604	Surgutneftegas OJSC ADR NPV	4,299	2.59
304,102	Tatneft PJSC ADR NPV	8,591	5.17
	Total Russian Federation	**161,381**	**97.19**
	Total equities	**161,381**	**97.19**

No. of contracts		Underlying exposure $'000	Fair value $'000	% of net assets value
	Financial derivative instruments (31 July 2015: (0.11)%)			
	Futures contracts (31 July 2015: (0.11)%)			
102	MSCI Emerging Markets E Mini Futures September 2016	4,301	195	0.12
	Total unrealised gains on futures contracts		**195**	**1.12**
	Total financial derivative instruments		**195**	**0.12**

	Fair value $'000	% of net asset value
Total value of investments	**161,576**	**97.31**
Cash†	**834**	**0.50**
Other net assets	**3,589**	**2.16**
Net assets attributable to redeemable participating shareholders	**165,999**	**99.97**
Adjustment to align to the valuation methodology as set out in the prospectus	56	0.03
Net asset value attributable to redeemable participating shareholders at the end of the year	**166,055**	**100.00**

† Cash holdings of $748,523 are held with State Street Bank and Trust Company. $85,403 is held as security for futures contracts with Credit Suisse AG.

Equities are primarily classified by 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	161,381	97.17
Exchange traded financial derivative instruments	195	0.12
Other assets	4,511	2.71
Total current assets	**166,087**	**100.00**

iShares MSCI Russia ADR/GDR UCITS ETF

SCHEDULE OF MATERIAL PURCHASES AND SALES (unaudited)

For the year ended 31 July 2016

Holding	Investments	Proceeds $'000
Sales		
11,091,927	Gazprom PJSC ADR NPV	45,576
5,057,131	Sberbank of Russia PJSC ADR NPV	26,277
632,492	Lukoil PJSC ADR NPV	22,637
489,130	Magnit PJSC GDR NPV	21,666
170,696	Novatek OJSC GDR NPV	15,056
403,675	Lukoil PJSC ADR RUB 0.025	15,011
4,857,981	VTB Bank PJSC GDR NPV	9,812
639,774	MMC Norilsk Nickel PJSC (foreign) ADR NPV	9,457
332,889	Tatneft OAO ADR NPV	9,074
2,184,874	Rosneft PJSC GDR NPV	8,200
968,218	Mobile TeleSystems PJSC ADR NPV	7,049
1,339,136	Surgutneftegas OJSC ADR NPV	6,646
399,067	Uralkali PJSC GDR NPV	5,502
398,215	MMC Norilsk Nickel PJSC ADR NPV	5,436
392,472	Severstal PJSC GDR NPV	4,131
109,452	Tatneft PJSC ADR NPV	3,012
316,497	Sistema JSFC GDR NPV	2,171
174,284	MegaFon PJSC GDR NPV	2,143
2,232,705	RusHydro PJSC ADR NPV	2,043
1,338,574	RusHydro PJSC (foreign) ADR NPV	1,058

Holding	Investments	Cost $'000
Purchases		
4,153,620	Gazprom PJSC ADR NPV	17,647
1,893,744	Sberbank of Russia PJSC ADR NPV	11,845
214,730	Magnit PJSC GDR NPV	8,923
196,807	Lukoil PJSC ADR RUB 0.025	7,408
63,910	Novatek OJSC GDR NPV	5,906
131,486	Lukoil PJSC ADR NPV	4,903
315,926	MMC Norilsk Nickel PJSC ADR NPV	4,369
1,819,169	VTB Bank PJSC GDR NPV	3,822
818,170	Rosneft PJSC GDR NPV	3,400
362,588	Mobile TeleSystems PJSC ADR NPV	2,808
501,480	Surgutneftegas OJSC ADR NPV	2,638
84,089	Tatneft OAO ADR NPV	2,514
78,167	Tatneft PJSC ADR NPV	2,246
132,531	PhosAgro PJSC GDR NPV	1,987
146,952	Severstal PJSC GDR NPV	1,523
72,754	MMC Norilsk Nickel PJSC (foreign) ADR NPV	1,152
118,520	Sistema JSFC GDR NPV	826
65,259	MegaFon PJSC GDR NPV	794
616,190	RusHydro PJSC ADR NPV	584
37,826	Uralkali PJSC GDR NPV	572

The CBI requires a Schedule of material changes in the composition of the portfolio 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 South Africa - B UCITS ETF

INCOME STATEMENT

For the year ended 31 July 2016

	Note	Year ended 31 July 2016 $'000	Year ended 31 July 2015 $'000
Operating income	2	-	326
Net losses on financial assets/liabilities at fair value through profit or loss	3	-	(786)
Total losses		**-**	**(460)**
Operating expenses**	4	-	(70)
Net operating loss		**-**	**(530)**
Net loss for the financial year before tax		**-**	**(530)**
Non-reclaimable withholding tax		-	(31)
Net loss for the financial year after tax		**-**	**(561)**
Adjustment to align to the valuation methodology as set out in the prospectus	6	-	(1)
Decrease in net assets attributable to redeemable participating shareholders from operations		**-**	**(562)**

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 discontinued operations.

STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO REDEEMABLE PARTICIPATING SHAREHOLDERS

For the year ended 31 July 2016

	Year ended 31 July 2016 $'000	Year ended 31 July 2015 $'000
Net assets attributable to redeemable participating shareholders at the beginning of the year	-	4,022
Decrease in net assets attributable to redeemable participating shareholders from operations	-	(562)
Share transactions:		
Proceeds from issue of redeemable participating shares	-	15,875
Payments on redemption of redeemable participating shares	-	(6,024)
Transfer due to merger*	-	(13,311)
Decrease in net assets resulting from share transactions	**-**	**(3,460)**
Net assets attributable to redeemable participating shareholders at the end of the year	**-**	**-**

* Effective 6 July 2015 iShares MSCI South Africa - B UCITS ETF, merged into iShares MSCI South Africa UCITS ETF, a Fund of iShares III plc, the merger ratio used to calculate the number of shares in the Receiving Fund issued to former shareholders of the Merging Fund was 3.693594045.
** 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 South Africa - B UCITS ETF*

BALANCE SHEET

As at 31 July 2016

	Note	31 July 2016 $'000	31 July 2015 $'000
CURRENT ASSETS			
Cash		-	-
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 assets attributable to redeemable participating shareholders		**-**	**-**
Adjustment to align to the valuation methodology as set out in the prospectus	6	-	-
Net asset value attributable to redeemable participating shareholders at the end of the year		**-**	**-**

* Effective 6 July 2015 iShares MSCI South Africa - B UCITS ETF, merged into iShares MSCI South Africa UCITS ETF, a Fund of iShares III plc, the merger ratio used to calculate the number of shares in the Receiving Fund issued to former shareholders of the Merging Fund was 3.693594045.

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 South Africa - B UCITS ETF

NOTES TO THE FINANCIAL STATEMENTS

For the year ended 31 July 2016

1. ACCOUNTING POLICIES, FINANCIAL INSTRUMENTS AND RISKS AND OTHER NOTES

The accounting policies are set out on pages 51 to 53. The financial instruments and risks are set out on pages 54 to 76. The notes relating to tax, soft commissions, exchange rates, commitments and contingent liabilities, related party transactions, financial derivative instruments and subsequent events are set out in the notes to the financial statements of the Company on pages 79 to 84.

2. OPERATING INCOME

	Year ended 31 July 2016 $'000	Year ended 31 July 2015 $'000
Dividend income	-	325
Securities lending income	-	1
	-	326

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

	Year ended 31 July 2016 $'000	Year ended 31 July 2015 $'000
Net losses on investments in securities held at fair value through profit or loss	-	(783)
Net losses on futures contracts	-	(2)
Net losses on foreign currency transactions	-	(1)
	-	(786)

4. OPERATING EXPENSES

	Year ended 31 July 2016 $'000	Year ended 31 July 2015 $'000
Management fees	-	(70)
	-	(70)

5. MANAGEMENT FEES

Fees earned by the Manager during the year and balances outstanding as at 31 July 2016 and 31 July 2015 are disclosed in note 4.

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

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:

	TER % 31 July 2016	TER % 31 July 2015*
	-	0.65

* Fund closed during the year ended 31 July 2015. The annualised TER is presented in the table.

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:

	Year ended 31 July 2016 $'000	Year ended 31 July 2015 $'000
Balance at the beginning of year	-	1
Adjustment to align to the valuation methodology as set out in the prospectus	-	(1)
Total adjustment for the year	-	(1)
Balance at the end of year	**-**	**-**

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

7. TRANSACTION COSTS

Disclosed in the table below are separately identifiable transaction costs incurred by the Fund for the years ended 31 July 2016 and 31 July 2015. Please refer to note 9 of the financial statements of the Company for further details.

	Year ended 31 July 2016 $'000	Year ended 31 July 2015 $'000
Transaction costs	-	(45)

iShares MSCI South Africa - B UCITS ETF

NOTES TO THE FINANCIAL STATEMENTS (continued)

For the year ended 31 July 2016

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 July 2016 No. of Shares	31 July 2015 No. of Shares
Balance at the beginning of year	-	30,595
Issued during the year	-	125,000
Redeemed during the year	-	(50,000)
Transfer due to merger	-	(105,595)
Balance at the end of year	**-**	**-**

9. NET ASSETS ATTRIBUTABLE TO REDEEMABLE PARTICIPATING SHAREHOLDERS

	No. of Shares
Shares in issue	
As at 31 July 2016	-
As at 31 July 2015	-
As at 31 July 2014	30,595

	$'000
Net asset value	
As at 31 July 2016	-
As at 31 July 2015	-
As at 31 July 2014	4,022

	$
Net asset value per share	
As at 31 July 2016	-
As at 31 July 2015	-
As at 31 July 2014	131.46

10. EFFICIENT PORTFOLIO MANAGEMENT

Please see note 18 of the financial statements of the Company for more information on efficient portfolio management.

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 July 2016 $'000	31 July 2015 $'000
Income earned during the year	-	1
Value of securities on loan at year end	-	-
Value of collateral held on behalf of the Fund at year end	-	-

Please see note 19 in the notes to the financial statements of the Company for more information on financial derivative instruments.

iShares MSCI UK Large Cap UCITS ETF

INCOME STATEMENT

For the year ended 31 July 2016

	Note	Year ended 31 July 2016 £'000	Year ended 31 July 2015 £'000
Operating income	2	428	575
Net losses on financial assets/liabilities at fair value through profit or loss	3	(228)	(534)
Total gains		**200**	**41**
Operating expenses	4	(45)	(71)
Net operating profit/(loss)		**155**	**(30)**
Net profit/(loss) for the financial year before tax		**155**	**(30)**
Non-reclaimable withholding tax		(4)	(8)
Net profit/(loss) for the financial year after tax		**151**	**(38)**
Adjustment to align to the valuation methodology as set out in the prospectus	6	-	(1)
Increase/(decrease) in net assets attributable to redeemable participating shareholders from operations		**151**	**(39)**

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.

STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO REDEEMABLE PARTICIPATING SHAREHOLDERS

For the year ended 31 July 2016

	Year ended 31 July 2016 £'000	Year ended 31 July 2015 £'000
Net assets attributable to redeemable participating shareholders at the beginning of the year	12,605	15,265
Increase/(decrease) in net assets attributable to redeemable participating shareholders from operations	151	(39)
Share transactions:		
Proceeds from issue of redeemable participating shares	2,628	-
Payments on redemption of redeemable participating shares	(4,760)	(2,621)
Decrease in net assets resulting from share transactions	**(2,132)**	**(2,621)**
Net assets attributable to redeemable participating shareholders at the end of the year	**10,624**	**12,605**

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

iShares MSCI UK Large Cap UCITS ETF

BALANCE SHEET

As at 31 July 2016

	Note	31 July 2016 £'000	31 July 2015 £'000
CURRENT ASSETS			
Cash		64	111
Margin cash account		-	8
Receivables	10	24	33
Financial assets at fair value through profit or loss	11	10,542	12,456
Total current assets		**10,630**	**12,608**
CURRENT LIABILITIES			
Margin cash account		(4)	-
Payables	12	(4)	(5)
Total current liabilities excluding net assets attributable to redeemable participating shareholders		**(8)**	**(5)**
Net asset value attributable to redeemable participating shareholders		**10,622**	**12,603**
Adjustment to align to the valuation methodology as set out in the prospectus	6	2	2
Net asset value attributable to redeemable participating shareholders at the end of the year		**10,624**	**12,605**

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 UK Large Cap UCITS ETF

NOTES TO THE FINANCIAL STATEMENTS

For the year ended 31 July 2016

1. ACCOUNTING POLICIES, FINANCIAL INSTRUMENTS AND RISKS AND OTHER NOTES

The accounting policies are set out on pages 51 to 53. The financial instruments and risks are set out on pages 54 to 76. The notes relating to tax, soft commissions, exchange rates, commitments and contingent liabilities, related party transactions, financial derivative instruments and subsequent events are set out in the notes to the financial statements of the Company on pages 79 to 84.

2. OPERATING INCOME

	Year ended 31 July 2016 £'000	Year ended 31 July 2015 £'000
Dividend income	423	573
Securities lending income	5	2
	428	575

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

	Year ended 31 July 2016 £'000	Year ended 31 July 2015 £'000
Net losses on investments in securities held at fair value through profit or loss	(227)	(532)
Net losses on futures contracts	(2)	(1)
Net gains/(losses) on foreign currency transactions	1	(1)
	(228)	(534)

4. OPERATING EXPENSES

	Year ended 31 July 2016 £'000	Year ended 31 July 2015 £'000
Management fees	(45)	(71)
	(45)	(71)

5. MANAGEMENT FEES

Fees earned by the Manager during the year and balances outstanding as at 31 July 2016 and 31 July 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 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:

	TER % 31 July 2016	TER % 31 July 2015
	0.48	0.48

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:

	Year ended 31 July 2016 £'000	Year ended 31 July 2015 £'000
Balance at the beginning of year	2	3
Adjustment to align to the valuation methodology as set out in the prospectus	-	(1)
Total adjustment for the year	-	(1)
Balance at the end of year	2	2

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

7. TRANSACTION COSTS

Disclosed in the table below are separately identifiable transaction costs incurred by the Fund for the years ended 31 July 2016 and 31 July 2015. Please refer to note 9 of the financial statements of the Company for further details.

	Year ended 31 July 2016 £'000	Year ended 31 July 2015 £'000
Transaction costs	(16)	(3)

iShares MSCI UK Large Cap UCITS ETF

NOTES TO THE FINANCIAL STATEMENTS (continued)

For the year ended 31 July 2016

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 July 2016 No. of Shares	31 July 2015 No. of Shares
Balance at the beginning of year	125,522	150,522
Issued during the year	25,000	-
Redeemed during the year	(50,000)	(25,000)
Balance at the end of year	**100,522**	**125,522**

9. NET ASSETS ATTRIBUTABLE TO REDEEMABLE PARTICIPATING SHAREHOLDERS

	No. of Shares
Shares in issue	
As at 31 July 2016	100,522
As at 31 July 2015	125,522
As at 31 July 2014	150,522

	£'000
Net asset value	
As at 31 July 2016	10,624
As at 31 July 2015	12,605
As at 31 July 2014	15,265

	£
Net asset value per share	
As at 31 July 2016	105.68
As at 31 July 2015	100.42
As at 31 July 2014	101.42

10. RECEIVABLES

	31 July 2016 £'000	31 July 2015 £'000
Dividend income receivable	24	33
	24	**33**

11. FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS

Financial assets:	31 July 2016 £'000	31 July 2015 £'000
Investment in equities	10,534	12,455
Unrealised gains on futures contracts	8	1
	10,542	**12,456**

12. PAYABLES

	31 July 2016 £'000	31 July 2015 £'000
Management fees payable	(4)	(5)
	(4)	**(5)**

13. EFFICIENT PORTFOLIO MANAGEMENT

Please see note 18 of the financial statements of the Company for more information on efficient portfolio management.

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 July 2016 £'000	31 July 2015 £'000
Income earned during the year	5	2
Value of securities on loan at year end	991	350
Value of collateral held on behalf of the Fund at year end	1,087	469

Please see note 19 in the notes to the financial statements of the Company for more information on financial derivative instruments.

iShares MSCI UK Large Cap UCITS ETF

SCHEDULE OF INVESTMENTS

As at 31 July 2016

Holding	Investment	Fair value £'000	% of net asset value
	Transferable Securities Admitted to an Official Stock Exchange Listing or Traded on a Regulated Market (31 July 2015: 98.81%)		
	Equities (31 July 2015: 98.81%)		
	Jersey (31 July 2015: 6.33%)		
	Advertising		
9,819	WPP Plc Com GBP 0.10	167	1.57
	Commercial services		
7,146	Experian Plc Com USD 0.10	105	0.99
	Mining		
91,716	Glencore Plc Com USD 0.01	171	1.61
	Pharmaceuticals		
6,725	Shire Plc Com GBP 0.05	328	3.08
	Total Jersey	**771**	**7.25**
	United Kingdom (31 July 2015: 92.48%)		
	Aerospace & defence		
24,016	BAE Systems Plc Com GBP 0.025	128	1.20
13,946	Rolls-Royce Holdings Plc Com GBP 0.20	110	1.04
	Banks		
125,796	Barclays Plc Com GBP 0.25	194	1.83
147,656	HSBC Holdings Plc Com USD 0.50	731	6.88
480,807	Lloyds Banking Group Plc Com GBP 0.10	256	2.41
26,518	Royal Bank of Scotland Group Plc Com GBP 1.00	51	0.48
24,578	Standard Chartered Plc Com USD 0.50	149	1.40
	Beverages		
18,836	Diageo Plc Com GBP 0.2893518	407	3.83
7,280	SABMiller Plc Com USD 0.10	321	3.02
	Commercial services		
8,300	Relx Plc Com GBP 0.144397	119	1.12
	Cosmetics & personal care		
9,610	Unilever Plc Com GBP 0.0311	340	3.20
	Electricity		
7,631	SSE Plc Com GBP 0.50	116	1.09
	Food		
2,632	Associated British Foods Plc Com GBP 0.0568	71	0.67
61,743	Tesco Plc Com GBP 0.05	96	0.90
	Gas distribution		
41,167	Centrica Plc Com GBP 0.061728395	99	0.93
28,035	National Grid Plc Com GBP 0.1139535	304	2.86
	Insurance		
30,705	Aviva Plc Com GBP 0.25	120	1.13
44,174	Legal & General Group Plc Com GBP 0.025	91	0.86
19,266	Prudential Plc Com GBP 0.05	257	2.42
	Media		
6,295	Pearson Plc Com GBP 0.25	56	0.53
7,829	Sky Plc Com GBP 0.50	72	0.68
	Mining		
16,016	BHP Billiton Plc Com USD 0.50	151	1.42
9,264	Rio Tinto Plc Com GBP 0.10	228	2.15
	United Kingdom (31 July 2015: 92.48%) (cont)		
	Nondurable household products		
4,760	Reckitt Benckiser Group Plc Com GBP 0.10	348	3.28
	Oil & gas		
138,540	BP Plc Com USD 0.25	591	5.56
28,148	Royal Dutch Shell Plc Class 'B' Com EUR 0.07	564	5.31
31,634	Royal Dutch Shell Plc Com EUR 0.07	615	5.79
	Pharmaceuticals		
9,462	AstraZeneca Plc Com USD 0.25	477	4.49
36,482	GlaxoSmithKline Plc Com GBP 0.25	616	5.80
	Restaurants & bars		
12,321	Compass Group Plc Com GBP 0.10625	177	1.66
	Retail		
1,079	Next Plc Com GBP 0.10	54	0.51
	Semiconductors		
10,526	ARM Holdings Plc Com GBP 0.0005	176	1.66
	Telecommunications		
63,384	BT Group Plc Com GBP 0.05	262	2.47
198,977	Vodafone Group Plc Com USD 0.2095	457	4.30
	Tobacco		
13,967	British American Tobacco Plc Com GBP 0.25	673	6.33
7,179	Imperial Brands Plc Com GBP 0.10	286	2.69
	Total United Kingdom	**9,763**	**91.90**
	Total equities	**10,534**	**99.15**

No. of contracts		Underlying exposure £'000	Fair value £'000	% of net asset value
	Financial derivative instruments (31 July 2015: 0.01%)			
	Futures contracts (31 July 2015: 0.01%)			
1	FTSE 100 Index Futures September 2016	59	8	0.08
	Total unrealised gains on futures contracts		**8**	**0.08**
	Total financial derivative instruments		**8**	**0.08**

	Fair value £'000	% of net asset value
Total value of investments	**10,542**	**99.23**
Cash†	**60**	**0.56**
Other net assets	**20**	**0.19**
Net assets attributable to redeemable participating shareholders	**10,622**	**99.98**

iShares MSCI UK Large Cap UCITS ETF

SCHEDULE OF INVESTMENTS (continued)

As at 31 July 2016

	Fair value £'000	% of net asset value
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 year	**10,624**	**100.00**

† Cash holdings of £63,894 are held with State Street Bank and Trust Company. £(3,545) is due as security for futures contracts with Credit Suisse AG.

Equities are primarily classified by 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	10,534	99.10
Exchange traded financial derivative instruments	8	0.07
Other assets	88	0.83
Total current assets	**10,630**	**100.00**

iShares MSCI UK Large Cap UCITS ETF

SCHEDULE OF MATERIAL PURCHASES AND SALES (unaudited)

For the year ended 31 July 2016

Holding	Investments	Proceeds £'000
Sales		
75,238	HSBC Holdings Plc Com USD 0.50	364
7,210	British American Tobacco Plc Com GBP 0.25	285
18,769	GlaxoSmithKline Plc Com GBP 0.25	262
14,645	Royal Dutch Shell Plc Com EUR 0.07	247
70,107	BP Plc Com USD 0.25	245
102,110	Vodafone Group Plc Com USD 0.2095	230
13,255	Royal Dutch Shell Plc Class 'B' Com EUR 0.07	228
4,884	AstraZeneca Plc Com USD 0.25	207
9,709	Diageo Plc Com GBP 0.2893518	180
2,475	Reckitt Benckiser Group Plc Com GBP 0.10	160
221,348	Lloyds Banking Group Plc Com GBP 0.10	158
4,954	Unilever Plc Com GBP 0.0311	148
3,699	SABMiller Plc Com USD 0.10	146
9,907	Prudential Plc Com GBP 0.05	140
32,504	BT Group Plc Com GBP 0.05	140
64,840	Barclays Plc Com GBP 0.25	137
14,248	National Grid Plc Com GBP 0.1139535	135
3,641	Imperial Brands Plc Com GBP 0.10	132
5,057	Rio Tinto Plc Com GBP 0.10	117
2,212	Shire Plc Com GBP 0.05	98
7,847	BHP Billiton Plc Com USD 0.50	79
4,824	WPP Plc Com GBP 0.10	73
6,167	Compass Group Plc Com GBP 0.10625	71
15,052	Aviva Plc Com GBP 0.25	67
10,931	Standard Chartered Plc Com USD 0.50	66
12,939	Anglo American Plc Com USD 0.54945	66
6,465	BG Group Plc Com GBP 0.10	63
45,815	Glencore Plc Com USD 0.01	62
11,752	BAE Systems Plc Com GBP 0.025	56
3,709	SSE Plc Com GBP 0.50	55
22,073	Legal & General Group Plc Com GBP 0.025	54
30,027	Tesco Plc Com GBP 0.05	52
5,248	ARM Holdings Plc Com GBP 0.0005	51
4,146	Relx Plc Com GBP 0.144397	50

Holding	Investments	Cost £'000
Purchases		
47,678	HSBC Holdings Plc Com USD 0.50	226
10,257	Royal Dutch Shell Plc Com EUR 0.07	206
4,183	British American Tobacco Plc Com GBP 0.25	199
42,346	BP Plc Com USD 0.25	186
10,903	GlaxoSmithKline Plc Com GBP 0.25	176
8,081	Royal Dutch Shell Plc Class 'B' Com EUR 0.07	167
3,522	Shire Plc Com GBP 0.05	162
59,416	Vodafone Group Plc Com USD 0.2095	135
2,830	AstraZeneca Plc Com USD 0.25	128
5,613	Diageo Plc Com GBP 0.2893518	118
181,405	Lloyds Banking Group Plc Com GBP 0.10	107
2,858	Unilever Plc Com GBP 0.0311	102
1,348	Reckitt Benckiser Group Plc Com GBP 0.10	102
1,352	Next Plc Com GBP 0.10	99
2,088	SABMiller Plc Com USD 0.10	92
8,284	National Grid Plc Com GBP 0.1139535	90
2,156	Imperial Brands Plc Com GBP 0.10	86
19,595	BT Group Plc Com GBP 0.05	80
5,762	Prudential Plc Com GBP 0.05	71
40,193	Barclays Plc Com GBP 0.25	62
2,658	Rio Tinto Plc Com GBP 0.10	62
36,828	Glencore Plc Com USD 0.01	55
3,329	Compass Group Plc Com GBP 0.10625	48
7,765	Standard Chartered Plc Com USD 0.50	47
2,765	WPP Plc Com GBP 0.10	45
4,587	BHP Billiton Plc Com USD 0.50	43
16,138	Royal Bank of Scotland Group Plc Com GBP 1.00	42
7,335	BAE Systems Plc Com GBP 0.025	39
2,400	SSE Plc Com GBP 0.50	37
9,478	Aviva Plc Com GBP 0.25	36
15,648	Centrica Plc Com GBP 0.061728395	34
2,928	ARM Holdings Plc Com GBP 0.0005	34

The CBI requires a Schedule of material changes in the composition of the portfolio 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 UK Small Cap UCITS ETF

INCOME STATEMENT

For the year ended 31 July 2016

	Note	Year ended 31 July 2016 £'000	Year ended 31 July 2015 £'000
Operating income	2	2,075	1,462
Net (losses)/gains on financial assets/liabilities at fair value through profit or loss	3	(1,233)	5,676
Total gains		**842**	**7,138**
Operating expenses	4	(377)	(256)
Net operating profit		**465**	**6,882**
Net profit for the financial year before tax		**465**	**6,882**
Non-reclaimable withholding tax		(18)	(7)
Net profit for the financial year after tax		**447**	**6,875**
Adjustment to align to the valuation methodology as set out in the prospectus	6	(13)	19
Increase in net assets attributable to redeemable participating shareholders from operations		**434**	**6,894**

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.

STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO REDEEMABLE PARTICIPATING SHAREHOLDERS

For the year ended 31 July 2016

	Year ended 31 July 2016 £'000	Year ended 31 July 2015 £'000
Net assets attributable to redeemable participating shareholders at the beginning of the year	63,670	43,093
Increase in net assets attributable to redeemable participating shareholders from operations	434	6,894
Share transactions:		
Proceeds from issue of redeemable participating shares	12,327	24,604
Payments on redemption of redeemable participating shares	(8,290)	(10,921)
Increase in net assets resulting from share transactions	**4,037**	**13,683**
Net assets attributable to redeemable participating shareholders at the end of the year	**68,141**	**63,670**

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

iShares MSCI UK Small Cap UCITS ETF

BALANCE SHEET

As at 31 July 2016

	Note	31 July 2016 £'000	31 July 2015 £'000
CURRENT ASSETS			
Cash		471	4,476
Margin cash account		5	33
Receivables	10	147	79
Financial assets at fair value through profit or loss	11	67,566	63,256
Total current assets		**68,189**	**67,844**
CURRENT LIABILITIES			
Payables	12	(91)	(4,230)
Total current liabilities excluding net assets attributable to redeemable participating shareholders		**(91)**	**(4,230)**
Net assets attributable to redeemable participating shareholders		**68,098**	**63,614**
Adjustment to align to the valuation methodology as set out in the prospectus	6	43	56
Net asset value attributable to redeemable participating shareholders at the end of the year		**68,141**	**63,670**

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 UK Small Cap UCITS ETF

NOTES TO THE FINANCIAL STATEMENTS

For the year ended 31 July 2016

1. ACCOUNTING POLICIES, FINANCIAL INSTRUMENTS AND RISKS AND OTHER NOTES

The accounting policies are set out on pages 51 to 53. The financial instruments and risks are set out on pages 54 to 76. The notes relating to tax, soft commissions, exchange rates, commitments and contingent liabilities, related party transactions, financial derivative instruments and subsequent events are set out in the notes to the financial statements of the Company on pages 79 to 84.

2. OPERATING INCOME

	Year ended 31 July 2016 £'000	Year ended 31 July 2015 £'000
Interest income	1	-
Dividend income	1,982	1,426
Securities lending income	92	36
	2,075	1,462

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

	Year ended 31 July 2016 £'000	Year ended 31 July 2015 £'000
Net (losses)/gains on investments in securities held at fair value through profit or loss	(1,252)	5,679
Net gains/(losses) on futures contracts	15	(3)
Net gains on foreign currency transactions	4	-
	(1,233)	5,676

4. OPERATING EXPENSES

	Year ended 31 July 2016 £'000	Year ended 31 July 2015 £'000
Management fees	(377)	(256)
	(377)	(256)

5. MANAGEMENT FEES

Fees earned by the Manager during the year and balances outstanding as at 31 July 2016 and 31 July 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 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:

	TER % 31 July 2016	TER % 31 July 2015
	0.58	0.58

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:

	Year ended 31 July 2016 £'000	Year ended 31 July 2015 £'000
Balance at the beginning of year	56	37
Adjustment to align to the valuation methodology as set out in the prospectus	(13)	19
Total adjustment for the year	(13)	19
Balance at the end of year	43	56

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

7. TRANSACTION COSTS

Disclosed in the table below are separately identifiable transaction costs incurred by the Fund for the years ended 31 July 2016 and 31 July 2015. Please refer to note 9 of the financial statements of the Company for further details.

	Year ended 31 July 2016 £'000	Year ended 31 July 2015 £'000
Transaction costs	(115)	(152)

iShares MSCI UK Small Cap UCITS ETF

NOTES TO THE FINANCIAL STATEMENTS (continued)

For the year ended 31 July 2016

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 July 2016 No. of Shares	31 July 2015 No. of Shares
Balance at the beginning of year	375,322	300,322
Issued during the year	75,000	150,000
Redeemed during the year	(50,000)	(75,000)
Balance at the end of year	**400,322**	**375,322**

9. NET ASSETS ATTRIBUTABLE TO REDEEMABLE PARTICIPATING SHAREHOLDERS

	No. of Shares
Shares in issue	
As at 31 July 2016	400,322
As at 31 July 2015	375,322
As at 31 July 2014	300,322

	£'000
Net asset value	
As at 31 July 2016	68,141
As at 31 July 2015	63,670
As at 31 July 2014	43,093

	£
Net asset value per share	
As at 31 July 2016	170.22
As at 31 July 2015	169.64
As at 31 July 2014	143.49

10. RECEIVABLES

	31 July 2016 £'000	31 July 2015 £'000
Dividend income receivable	133	75
Securities lending income receivable	8	3
Tax reclaim receivable	6	1
	147	**79**

11. FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS

Financial assets:	31 July 2016 £'000	31 July 2015 £'000
Investment in equities	67,525	63,255
Unrealised gains on futures contracts	41	1
	67,566	**63,256**

12. PAYABLES

	31 July 2016 £'000	31 July 2015 £'000
Purchase of securities awaiting settlement	(61)	(4,202)
Management fees payable	(30)	(28)
	(91)	**(4,230)**

13. EFFICIENT PORTFOLIO MANAGEMENT

Please see note 18 of the financial statements of the Company for more information on efficient portfolio management.

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 July 2016 £'000	31 July 2015 £'000
Income earned during the year	92	36
Value of securities on loan at year end	10,519	3,091
Value of collateral held on behalf of the Fund at year end	11,506	3,772

Please see note 19 in the notes to the financial statements of the Company for more information on financial derivative instruments.

iShares MSCI UK Small Cap UCITS ETF

SCHEDULE OF INVESTMENTS

As at 31 July 2016

Holding	Investment	Fair value £'000	% of net asset value
	Transferable Securities Admitted to an Official Stock Exchange Listing or traded on a Regulated Market (31 July 2015: 99.35%)		
	Equities (31 July 2015: 99.35%)		
	Bermuda (31 July 2015: 1.69%)		
	Insurance		
73,911	Hiscox Ltd Com GBP 0.065	784	1.15
50,848	Lancashire Holdings Ltd Com USD 0.50	306	0.45
	Mining		
42,973	African Minerals Ltd Com USD 0.01 */**	-	0.00
132,095	Petra Diamonds Ltd Com GBP 0.10	158	0.23
	Total Bermuda	**1,248**	**1.83**
	British Virgin Islands (31 July 2015: 0.10%)		
	Mining		
26,795	Gem Diamonds Ltd Com USD 0.01	33	0.05
	Total British Virgin Islands	**33**	**0.05**
	Canada (31 July 2015: 0.24%)		
	Distribution & wholesale		
89,651	Entertainment One Ltd Com NPV	177	0.26
	Total Canada	**177**	**0.26**
	Cayman Islands (31 July 2015: 0.61%)		
	Insurance		
56,163	Phoenix Group Holdings Com EUR 0.0001	451	0.66
	Total Cayman Islands	**451**	**0.66**
	Gibraltar (31 July 2015: 0.38%)		
	Entertainment		
36,060	888 Holdings Plc Com GBP 0.005	81	0.12
	Total Gibraltar	**81**	**0.12**
	Guernsey (31 July 2015: 0.36%)		
	Internet		
11,985	SafeCharge International Group Ltd USD 0.0001	28	0.04
	Real estate investment trusts		
59,486	NewRiver Retail Ltd Reits NPV	179	0.26
124,986	Schroder Real Estate Investment Trust Ltd NPV	68	0.10
99,840	Standard Life Investment Property Income Trust Ltd Reits GBP 0.01	78	0.12
	Transportation		
67,518	Stobart Group Ltd Com GBP 0.10	115	0.17
	Total Guernsey	**468**	**0.69**
	Ireland (31 July 2015: 2.96%)		
	Food		
108,814	Greencore Group Plc Com GBP 0.01	357	0.52
	Pharmaceuticals		
62,816	UDG Healthcare Plc Com EUR 0.05	365	0.54
	Ireland (31 July 2015: 2.96%) (cont)		
	Retail		
59,195	Grafton Group Plc Unit EUR 0.05	331	0.49
	Total Ireland	**1,053**	**1.55**
	Isle of Man (31 July 2015: 1.38%)		
	Entertainment		
72,706	GVC Holdings Plc Com EUR 0.01	458	0.67
	Internet		
119,681	Paysafe Group Plc Com GBP 0.0001	462	0.68
	Real estate investment trusts		
335,064	Redefine International Plc Reits GBP 0.08	146	0.21
	Software		
59,121	Playtech Plc Com NPV	514	0.76
	Total Isle of Man	**1,580**	**2.32**
	Israel (31 July 2015: 0.10%)		
	Diversified financial services		
16,572	Plus500 Ltd Com ILS 0.01	122	0.18
	Total Israel	**122**	**0.18**
	Jersey (31 July 2015: 3.60%)		
	Apparel retailers		
185,271	boohoo.com Plc Com GBP 0.01	124	0.18
	Commercial services		
33,014	Cape Plc Com GBP 0.25	61	0.09
168,169	Regus Plc Com GBP 0.01	513	0.75
102,997	UBM Plc Com GBP 0.1125	692	1.02
	Diversified financial services		
295,226	Henderson Group Plc Com GBP 0.125	682	1.00
	Gold mining		
281,939	Centamin Plc Com NPV	467	0.69
	Total Jersey	**2,539**	**3.73**
	Luxembourg (31 July 2015: 0.23%)		
	Retail		
183,583	B&M European Value Retail SA Com GBP 0.10	472	0.69
	Total Luxembourg	**472**	**0.69**
	United Kingdom (31 July 2015: 87.70%)		
	Aerospace & defence		
69,160	Chemring Group Plc Com GBP 0.01	95	0.14
17,992	Ultra Electronics Holdings Plc Com GBP 0.05	308	0.45
	Agriculture		
16,276	Genus Plc Com GBP 0.10	296	0.44
	Airlines		
25,532	Dart Group Plc Com GBP 0.0125	124	0.18
	Apparel retailers		
28,104	Jimmy Choo Plc Com GBP 1.00	30	0.04
7,529	Ted Baker Plc Com GBP 0.05	177	0.26

iShares MSCI UK Small Cap UCITS ETF

SCHEDULE OF INVESTMENTS (continued)

As at 31 July 2016

Holding	Investment	Fair value £'000	% of net asset value
	Equities (31 July 2015: 99.35%) (cont)		
	United Kingdom (31 July 2015: 87.70%) (cont)		
	Banks		
10,392	BGEO Group Plc Com GBP 0.01	284	0.42
232,339	Cybg Plc Com GBP 0.10	606	0.89
28,688	OneSavings Bank Plc Com GBP 0.01	58	0.09
36,133	Shawbrook Group Plc Com GBP 0.01	68	0.10
65,732	Virgin Money Holdings UK Plc Com GBP 0.0001	173	0.25
	Beverages		
64,117	Britvic Plc Com GBP 0.20	400	0.59
22,667	Fevertree Drinks Plc Com GBP 0.0025	206	0.30
148,544	Marston's Plc Com GBP 0.07375	211	0.31
49,538	Stock Spirits Group Plc Com GBP 0.10	77	0.11
	Biotechnology		
47,756	Abcam Plc Com GBP 0.002	365	0.54
	Building materials and fixtures		
53,180	Ibstock Plc Com GBP 0.01	81	0.12
49,645	Polypipe Group Plc Com GBP 0.00001	118	0.17
	Chemicals		
118,823	Elementis Plc Com GBP 0.05	263	0.39
67,781	Filtrona Plc Com GBP 0.25	328	0.48
73,022	Synthomer Plc Com GBP 0.10	267	0.39
21,916	Victrex Plc Com GBP 0.01	324	0.47
	Commercial services		
44,987	Berendsen Plc Com GBP 0.30	574	0.84
25,050	De La Rue Plc Com GBP 0.4486857	158	0.23
12,134	Dignity Plc Com GBP 0.123357	327	0.48
55,075	Equiniti Group Plc Com GBP 0.001	95	0.14
356,730	Hays Plc Com GBP 0.01	424	0.62
68,593	HomeServe Plc Com GBP 0.0269231	382	0.56
38,393	Interserve Plc Com GBP 0.10	113	0.17
63,652	ITE Group Plc Com GBP 0.01	104	0.15
81,202	Michael Page International Plc Com GBP 0.01	274	0.40
35,638	Northgate Plc Com GBP 0.50	136	0.20
153,501	QinetiQ Group Plc Com GBP 0.01	345	0.51
79,395	Redde Plc Com GBP 0.001	148	0.22
474,003	Rentokil Initial Plc Com GBP 0.01	1,018	1.49
22,649	Restore Plc Com GBP 0.05	75	0.11
61,573	RPS Group Plc Com GBP 0.03	116	0.17
34,200	Savills Plc Com GBP 0.025	239	0.35
287,193	Serco Group Plc Com GBP 0.02	343	0.50
133,232	Speedy Hire Plc Com GBP 0.05	46	0.07
22,317	WS Atkins Plc Com GBP 0.005	313	0.46
	Computers		
11,194	Kainos Group Plc Com GBP 0.005	19	0.03
23,297	Softcat Plc Com GBP 0.000005	81	0.12
73,307	Sophos Group Plc Com GBP 0.03	182	0.27
19,064	Xaar Plc Com GBP 0.10	95	0.14

Holding	Investment	Fair value £'000	% of net asset value
	United Kingdom (31 July 2015: 87.70%) (cont)		
	Distribution & wholesale		
35,865	Brammer Plc Com GBP 0.20	39	0.06
30,412	Diploma Plc Com GBP 0.05	259	0.38
102,700	Inchcape Plc Com GBP 0.10	692	1.02
16,092	John Menzies Plc Com GBP 0.25	95	0.14
150,865	SIG Plc Com GBP 0.10	159	0.23
	Diversified financial services		
54,247	Aldermore Group Plc Com GBP 0.10	75	0.11
38,029	Arrow Global Group Plc Com GBP 0.01	84	0.12
102,034	Ashmore Group Plc Com GBP 0.0001	340	0.50
75,027	Brewin Dolphin Holdings Plc Com GBP 0.01	190	0.28
38,960	Close Brothers Group Plc Com GBP 0.25	491	0.72
30,204	CMC Markets Plc Com GBP 0.25	84	0.12
95,342	IG Group Holdings Plc Com GBP 0.00005	842	1.24
81,225	Intermediate Capital Group Plc Com GBP 0.2333333	465	0.68
57,319	International Personal Finance Plc Com GBP 0.10	154	0.23
114,035	Jupiter Fund Management Plc Com GBP 0.02	482	0.71
446,056	Man Group Plc Com USD 0.03428571	517	0.76
22,393	P2P Global Investments Plc Com GBP 0.01	184	0.27
77,681	Paragon Group of Cos Plc Com GBP 1.00	212	0.31
63,658	Tullett Prebon Plc Com GBP 0.25	211	0.31
	Electronics		
8,051	Dialight Plc Com GBP 0.0189	46	0.07
115,457	Electrocomponents Plc Com GBP 0.10	339	0.50
98,032	Halma Plc Com GBP 0.10	1,027	1.51
14,624	Oxford Instruments Plc Com GBP 0.05	105	0.15
100,025	Premier Farnell Plc Com GBP 0.05	194	0.28
9,124	Renishaw Plc Com GBP 0.20	237	0.35
223,018	Rotork Plc Com GBP 0.005	485	0.71
31,029	Spectris Plc Com GBP 0.05	583	0.86
	Engineering & construction		
181,767	Balfour Beatty Plc Com GBP 0.50	403	0.59
266,418	BBA Aviation Plc Com GBP 0.2976	634	0.93
110,461	Carillion Plc Com GBP 0.50	294	0.43
20,948	Costain Group Plc Com GBP 0.50	70	0.11
19,514	Keller Group Plc Com GBP 0.10	199	0.29
25,177	Kier Group Plc Com GBP 0.01	271	0.40
	Entertainment		
47,981	Cineworld Group Plc Com GBP 0.01	282	0.41
	Environmental control		
93,208	Shanks Group Plc Com GBP 0.10	98	0.14
	Food		
436,373	Booker Group Plc Com GBP 0.01	758	1.11
36,039	Dairy Crest Group Plc Com GBP 0.25	217	0.32
25,970	Greggs Plc Com GBP 0.02	269	0.39
132,347	Ocado Group Plc Com GBP 0.02	353	0.52
180,017	Premier Foods Plc Com GBP 0.10	91	0.13

iShares MSCI UK Small Cap UCITS ETF

SCHEDULE OF INVESTMENTS (continued)

As at 31 July 2016

Holding	Investment	Fair value £'000	% of net asset value
	Equities (31 July 2015: 99.35%) (cont)		
	United Kingdom (31 July 2015: 87.70%) (cont)		
	Food (cont)		
121,865	SSP Group Plc Com GBP 0.01	389	0.57
	Forest products & paper		
244,242	DS Smith Plc Com GBP 0.10	958	1.41
	Gambling		
240,365	Ladbrokes Plc Com GBP 0.2833333	333	0.49
	Gold mining		
45,176	Acacia Mining Plc Com GBP 0.10	252	0.37
	Health care services		
73,632	Spire Healthcare Group Plc Com GBP 0.01	238	0.35
	Healthcare products		
52,720	Advanced Medical Solutions Group Plc Com GBP 0.05	114	0.17
22,034	Clinigen Healthcare Ltd Com GBP 0.001	146	0.21
	Holding companies - diversified operations		
159,262	AA Plc Com GBP 0.01	394	0.58
105,012	Drax Group Plc Com GBP 0.1155172	359	0.52
95,089	Mitie Group Plc Com GBP 0.025	237	0.35
	Home builders		
31,667	Bellway Plc Com GBP 0.125	664	0.97
34,499	Bovis Homes Group Plc Com GBP 0.50	282	0.41
64,592	Crest Nicholson Holdings Plc Com GBP 0.05	276	0.41
21,127	Galliford Try Plc Com GBP 0.50	207	0.31
57,345	Redrow Plc Com GBP 0.10	194	0.28
	Home furnishings		
167,323	Howden Joinery Group Plc Com GBP 0.10	723	1.06
	Home improvement retailers		
26,584	Dunelm Group Plc Com GBP 0.01	226	0.33
	Hotels		
25,064	Hostelworld Group Plc Com EUR 0.01	37	0.05
	Industrial machinery		
49,153	Bodycote Plc Com GBP 0.17273	288	0.42
	Insurance		
137,255	Beazley Plc Com GBP 0.05	544	0.80
34,938	Chesnara Plc Com GBP 0.05	109	0.16
78,341	esure Group Plc Com GBP 0.08333333	204	0.30
34,473	Hastings Group Holdings Ltd Com GBP 0.02	66	0.10
120,579	JRP Group Plc Com GBP 0.10	128	0.19
205,246	Saga Plc Com GBP 0.01	417	0.61
	Internet		
14,094	ASOS Plc Com GBP 0.035	635	0.93
24,509	iomart Group Plc Com GBP 0.01	73	0.11
124,025	Just Eat Plc Com GBP 0.01	665	0.97
143,594	Moneysupermarket.com Group Plc Com GBP 0.0002	428	0.63
24,850	Rightmove Plc Com GBP 0.01	1,007	1.48
60,287	Zoopla Property Group Plc Com GBP 0.001	177	0.26
	Investment services		
48,755	Allied Minds Plc Com GBP 0.01	180	0.27

Holding	Investment	Fair value £'000	% of net asset value
	United Kingdom (31 July 2015: 87.70%) (cont)		
	Iron & steel		
84,806	Evraz Plc Com USD 1.00	145	0.21
	Leisure time		
22,650	GAME Digital Plc Com GBP 0.01	17	0.03
15,394	On the Beach Group Plc Com GBP 0.01	35	0.05
386,687	Thomas Cook Group Plc Com EUR 0.01	251	0.37
	Machinery - diversified		
19,196	Spirax-Sarco Engineering Plc Com GBP 0.269231	765	1.12
	Mining		
60,599	Hochschild Mining Plc Com GBP 0.25	162	0.24
66,082	KAZ Minerals Plc Com GBP 0.20	104	0.15
73,983	Lonmin Plc Com USD 0.0001	176	0.26
516,736	Sirius Minerals Plc Com GBP 0.0025	138	0.20
18,604	Vedanta Resources Plc Com USD 0.10	107	0.16
	Miscellaneous manufacturers		
48,055	Fenner Plc Com GBP 0.25	77	0.11
39,505	Melrose Industries Plc Com GBP 0.06857143	270	0.40
75,409	Morgan Advanced Materials Plc Com GBP 0.25	207	0.30
37,218	Scapa Group Plc Com GBP 0.05	95	0.14
109,396	Senior Plc Com GBP 0.10	224	0.33
55,931	Vesuvius Plc Com GBP 0.10	206	0.30
	Oil & gas		
193,103	Amerisur Resources Plc Com GBP 0.001	51	0.08
153,767	Cairn Energy Plc Com GBP 0.013669	275	0.40
164,249	EnQuest Plc Com GBP 0.05	41	0.06
1,146	Faroe Petroleum Plc Com GBP 0.10*	-	0.00
78,101	Faroe Petroleum Plc (voting) Com GBP 0.10	52	0.08
34,133	Hunting Plc Com GBP 0.25	139	0.21
94,798	John Wood Group Plc Com GBP 0.042857	625	0.92
22,209	Nostrum Oil & Gas Plc Com GBP 0.01	66	0.10
185,102	Ophir Energy Plc Com GBP 0.0025	126	0.18
56,375	Pantheon Resources Plc Com GBP 0.01	97	0.14
122,783	Premier Oil Plc Com GBP 0.125	78	0.11
50,325	Soco International Plc Com GBP 0.05	76	0.11
235,588	Tullow Oil Plc Com GBP 0.10	466	0.68
	Oil & gas services		
103,166	Amec Foster Wheeler Plc Com GBP 0.50	460	0.68
	Packaging & containers		
86,365	RPC Group Plc Com GBP 0.05	745	1.09
	Personal products		
73,085	PZ Cussons Plc Com GBP 0.01	248	0.36
	Pharmaceuticals		
100,174	BTG Plc Com GBP 0.10	668	0.98
14,959	CVS Group Plc Com GBP 0.002	119	0.17
73,863	GW Pharmaceuticals Plc Com GBP 0.001	439	0.65
188,455	Indivior Plc Com USD 0.10	558	0.82
159,855	Vectura Group Plc Com GBP 0.00025	238	0.35

iShares MSCI UK Small Cap UCITS ETF

SCHEDULE OF INVESTMENTS (continued)

As at 31 July 2016

Holding	Investment	Fair value £'000	% of net asset value
	Equities (31 July 2015: 99.35%) (cont)		
	United Kingdom (31 July 2015: 87.70%) (cont)		
	Publishing		
71,046	Daily Mail & General Trust Plc Com GBP 0.125	510	0.75
169,445	Informa Plc Com GBP 0.001	1,209	1.77
	Real estate investment & services		
197,089	Capital & Counties Properties Plc Com GBP 0.25	573	0.84
40,313	Countrywide Plc Com GBP 0.01	100	0.15
64,173	Foxtons Group Plc Com GBP 0.01	70	0.10
108,580	Grainger Plc Com GBP 0.05	236	0.35
24,884	Helical Plc Com GBP 0.01	70	0.10
47,195	ST Modwen Properties Plc Com GBP 0.10	133	0.19
18,549	Telford Homes Plc Com GBP 0.10	54	0.08
56,969	Unite Group Plc Com GBP 0.25	361	0.53
	Real estate investment trusts		
38,376	Big Yellow Group Plc Reits GBP 0.10	272	0.40
27,698	Derwent London Plc Reits GBP 0.05	787	1.16
115,395	Empiric Student Property Plc Reits GBP 0.01	132	0.19
89,426	Great Portland Estates Plc Reits GBP 0.125	611	0.90
188,185	Hansteen Holdings Plc Reits GBP 0.10	201	0.29
154,201	LondonMetric Property Plc Reits GBP 0.10	249	0.37
155,620	Primary Health Properties Plc Reits GBP 0.125	173	0.25
55,774	Safestore Holdings Plc Reits GBP 0.01	206	0.30
69,111	Shaftesbury Plc Reits GBP 0.25	646	0.95
216,456	Tritax Big Box REIT Plc GBP 0.01	295	0.43
31,833	Workspace Group Plc Reits GBP 1.00	224	0.33
	Restaurants & bars		
122,564	Enterprise Inns Plc Com GBP 0.025	108	0.16
80,315	Greene King Plc Com GBP 0.125	652	0.96
21,945	JD Wetherspoon Plc Com GBP 0.02	186	0.27
51,651	Mitchells & Butlers Plc Com GBP 0.0854167	130	0.19
51,661	Restaurant Group Plc Com GBP 0.28125	183	0.27
	Retail		
55,213	AO World Plc Com GBP 0.0025	81	0.12
79,247	Card Factory Plc Com GBP 0.01	242	0.35
304,792	Debenhams Plc Com GBP 0.0001	171	0.25
131,865	Domino's Pizza Group Plc Com GBP 0.005208	523	0.77
213,335	Home Retail Group Plc Com GBP 0.10	329	0.48
17,867	JD Sports Fashion Plc Com GBP 0.0125	225	0.33
41,239	N Brown Group Plc Com GBP 0.1105263	72	0.10
98,348	Pets at Home Group Plc Com GBP 0.01	239	0.35
53,077	Poundland Group Plc Com GBP 0.01	120	0.18
70,629	Sports Direct International Plc Com GBP 0.10	204	0.30
12,783	SuperGroup Plc Com GBP 0.05	203	0.30
44,034	Topps Tiles Plc Com GBP 0.0333333	53	0.08
	United Kingdom (31 July 2015: 87.70%) (cont)		
	Semiconductors		
70,258	Imagination Technologies Group Plc Com GBP 0.10	143	0.21
	Software		
16,719	Aveva Group Plc Com GBP 0.03555556	317	0.47
14,944	EMIS Group Plc Com GBP 0.01	153	0.22
51,408	Micro Focus International Plc Com GBP 0.10	995	1.46
37,297	Redcentric Plc Com GBP 0.001	66	0.10
	Specialty finance		
96,230	John Laing Group Plc Com GBP 0.10	217	0.32
40,527	SVG Capital Plc Com GBP 1.00	223	0.33
	Specialty retailers		
52,041	Halfords Group Plc Com GBP 0.01	183	0.27
77,823	Lookers Plc Com GBP 0.05	83	0.12
17,493	Majestic Wine Plc Com GBP 0.075	68	0.10
29,893	WH Smith Plc Com GBP 0.22	457	0.67
	Telecommunications		
130,531	Kcom Group Plc Com GBP 0.10	144	0.21
70,088	Laird Plc Com GBP 0.28125	206	0.30
163,301	Spirent Communications Plc Com GBP 0.03333333	146	0.21
135,838	TalkTalk Telecom Group Plc Com GBP 0.001	311	0.46
16,847	Telecom Plus Plc Com GBP 0.05	175	0.26
20,772	Telit Communications Plc Com GBP 0.01	55	0.08
	Transportation		
309,309	Firstgroup Plc Com GBP 0.05	310	0.46
11,278	Go-Ahead Group Plc Com GBP 0.10	206	0.30
111,672	National Express Group Plc Com GBP 0.05	377	0.55
105,416	Stagecoach Group Plc Com GBP 0.005482	214	0.31
	Water		
102,769	Pennon Group Plc Com GBP 0.407	927	1.36
	Total United Kingdom	**59,301**	**87.02**
	Total equities	**67,525**	**99.10**

No. of contracts		Underlying exposure £'000	Fair value £'000	% of net assets value
	Financial derivative instruments (31 July 2015: 0.00%)			
	Futures contracts (31 July 2015: 0.00%)			
17	FTSE 250 Index Futures September 2016	543	41	0.06
	Total unrealised gains on futures contracts		**41**	**0.06**
	Total financial derivative instruments		**41**	**0.06**

iShares MSCI UK Small Cap UCITS ETF

SCHEDULE OF INVESTMENTS (continued)

As at 31 July 2016

	Fair value £'000	% of net asset value
Total value of investments	**67,566**	**99.16**
Cash†	**476**	**0.70**
Other net assets	**56**	**0.08**
Net assets attributable to redeemable participating shareholders	**68,098**	**99.94**
Adjustment to align to the valuation methodology as set out in the prospectus	43	0.06
Net asset value attributable to redeemable participating shareholders at the end of the year	**68,141**	**100.00**

† Cash holdings of £470,805 are held with State Street Bank and Trust Company. £5,010 is held as security for futures contracts with Credit Suisse AG.
* Investments which are less than £500 are rounded to zero.
** This security was valued in consultation with the Manager. This security was priced at zero at year end.

Equities are primarily classified by 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	67,525	99.03
Exchange traded financial derivative instruments	41	0.06
Other assets	623	0.91
Total current assets	**68,189**	**100.00**

iShares MSCI UK Small Cap UCITS ETF

SCHEDULE OF MATERIAL PURCHASES AND SALES (unaudited)

For the year ended 31 July 2016

Holding	Investments	Proceeds £'000
Sales		
25,843	DCC Plc Com EUR 0.25	1,587
40,973	Provident Financial Plc Com GBP 0.2072727	1,440
37,938	Berkeley Group Holdings Plc Com NPV	1,242
118,548	St James's Place Plc Com GBP 0.15	1,085
43,934	Hikma Pharmaceuticals Plc Com GBP 0.10	1,013
143,933	Amlin Plc Com GBP 0.28125	961
20,659	Betfair Group Plc Com GBP 0.00095	881
57,204	Telecity Group Plc Com GBP 0.002	718
831,567	Cable & Wireless Communications Plc Com USD 0.05	606
16,407	Synergy Health Plc Com GBP 0.00625	367
84,626	Pace Plc Com GBP 0.05	347
37,462	CSR Plc Com GBP 0.001	337
22,987	Mediclinic International Plc Com GBP 0.10	204
49,575	Devro Plc Com GBP 0.10	130
3,280	Rightmove Plc Com GBP 0.01	126
3,274	Derwent London Plc Reits GBP 0.05	120
20,186	Informa Plc Com GBP 0.001	118
29,304	DS Smith Plc Com GBP 0.10	115
71,845	Trinity Mirror Plc Com GBP 0.10	112
22,611	Howden Joinery Group Plc Com GBP 0.10	110

Holding	Investments	Cost £'000
Purchases		
183,583	B&M European Value Retail SA Com GBP 0.10	571
235,588	Tullow Oil Plc Com GBP 0.10	462
205,246	Saga Plc Com GBP 0.01	443
232,339	Cybg Plc Com GBP 0.10	442
103,166	Amec Foster Wheeler Plc Com GBP 0.50	396
26,107	Micro Focus International Plc Com GBP 0.10	348
6,767	DCC Plc Com EUR 0.25	339
71,648	Just Eat Plc Com GBP 0.01	303
8,743	Berkeley Group Holdings Plc Com NPV	301
70,629	Sports Direct International Plc Com GBP 0.10	266
201,016	Tritax Big Box REIT Plc GBP 0.01	263
7,103	Derwent London Plc Reits GBP 0.05	253
42,292	Informa Plc Com GBP 0.001	249
6,222	Rightmove Plc Com GBP 0.01	237
10,370	Hikma Pharmaceuticals Plc Com GBP 0.10	236
17,867	JD Sports Fashion Plc Com GBP 0.0125	236
59,688	DS Smith Plc Com GBP 0.10	234
29,492	Pennon Group Plc Com GBP 0.407	231
73,085	PZ Cussons Plc Com GBP 0.01	230
7,723	Provident Financial Plc Com GBP 0.2072727	229

The CBI requires a Schedule of material changes in the composition of the portfolio 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 UK UCITS ETF

INCOME STATEMENT

For the year ended 31 July 2016

	Note	Year ended 31 July 2016 £'000	Year ended 31 July 2015 £'000
Operating income	2	4,539	4,227
Net gains/(losses) on financial assets/liabilities at fair value through profit or loss	3	1,551	(1,080)
Total gains		**6,090**	**3,147**
Operating expenses	4	(347)	(378)
Net operating profit		**5,743**	**2,769**
Net profit for the financial year before tax		**5,743**	**2,769**
Non-reclaimable withholding tax		(43)	(55)
Net profit for the financial year after tax		**5,700**	**2,714**
Adjustment to align to the valuation methodology as set out in the prospectus	6	2	(2)
Increase in net assets attributable to redeemable participating shareholders from operations		**5,702**	**2,712**

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.

STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO REDEEMABLE PARTICIPATING SHAREHOLDERS

For the year ended 31 July 2016

	Year ended 31 July 2016 £'000	Year ended 31 July 2015 £'000
Net assets attributable to redeemable participating shareholders at the beginning of the year	108,291	110,458
Increase in net assets attributable to redeemable participating shareholders from operations	5,702	2,712
Share transactions:		
Proceeds from issue of redeemable participating shares	19,931	14,348
Payments on redemption of redeemable participating shares	(14,523)	(19,227)
Increase/(decrease) in net assets resulting from share transactions	**5,408**	**(4,879)**
Net assets attributable to redeemable participating shareholders at the end of the year	**119,401**	**108,291**

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

iShares MSCI UK UCITS ETF

BALANCE SHEET

As at 31 July 2016

	Note	31 July 2016 £'000	31 July 2015 £'000
CURRENT ASSETS			
Cash		7,718	727
Margin cash account		-	53
Receivables	10	319	276
Financial assets at fair value through profit or loss	11	118,135	107,241
Total current assets		**126,172**	**108,297**
CURRENT LIABILITIES			
Margin cash account		(41)	-
Payables	12	(6,756)	(30)
Total current liabilities excluding net assets attributable to redeemable participating shareholders		**(6,797)**	**(30)**
Net assets attributable to redeemable participating shareholders		**119,375**	**108,267**
Adjustment to align to the valuation methodology as set out in the prospectus	6	26	24
Net asset value attributable to redeemable participating shareholders at the end of the year		**119,401**	**108,291**

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 UK UCITS ETF

NOTES TO THE FINANCIAL STATEMENTS

For the year ended 31 July 2016

1. ACCOUNTING POLICIES, FINANCIAL INSTRUMENTS AND RISKS AND OTHER NOTES

The accounting policies are set out on pages 51 to 53. The financial instruments and risks are set out on pages 54 to 76. The notes relating to tax, soft commissions, exchange rates, commitments and contingent liabilities, related party transactions, financial derivative instruments and subsequent events are set out in the notes to the financial statements of the Company on pages 79 to 84.

2. OPERATING INCOME

	Year ended 31 July 2016 £'000	Year ended 31 July 2015 £'000
Interest income	2	1
Dividend income	4,501	4,213
Securities lending income	36	13
	4,539	4,227

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

	Year ended 31 July 2016 £'000	Year ended 31 July 2015 £'000
Net gains/(losses) on investments in securities held at fair value through profit or loss	1,471	(1,076)
Net gains/(losses) on futures contracts	73	(1)
Net gains/(losses)on foreign currency transactions	7	(3)
	1,551	(1,080)

4. OPERATING EXPENSES

	Year ended 31 July 2016 £'000	Year ended 31 July 2015 £'000
Management fees	(347)	(378)
	(347)	(378)

5. MANAGEMENT FEES

Fees earned by the Manager during the year and balances outstanding as at 31 July 2016 and 31 July 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 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:

	TER % 31 July 2016	TER % 31 July 2015
	0.33	0.33

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:

	Year ended 31 July 2016 £'000	Year ended 31 July 2015 £'000
Balance at the beginning of year	24	26
Adjustment to align to the valuation methodology as set out in the prospectus	2	(2)
Total adjustment for the year	2	(2)
Balance at the end of year	26	24

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

7. TRANSACTION COSTS

Disclosed in the table below are separately identifiable transaction costs incurred by the Fund for the years ended 31 July 2016 and 31 July 2015. Please refer to note 9 of the financial statements of the Company for further details.

	Year ended 31 July 2016 £'000	Year ended 31 July 2015 £'000
Transaction costs	(39)	(60)

iShares MSCI UK UCITS ETF

NOTES TO THE FINANCIAL STATEMENTS (continued)

For the year ended 31 July 2016

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 July 2016 No. of Shares	31 July 2015 No. of Shares
Balance at the beginning of year	1,249,653	1,299,653
Issued during the year	250,000	175,000
Redeemed during the year	(175,000)	(225,000)
Balance at the end of year	**1,324,653**	**1,249,653**

9. NET ASSETS ATTRIBUTABLE TO REDEEMABLE PARTICIPATING SHAREHOLDERS

	No. of Shares
Shares in issue	
As at 31 July 2016	1,324,653
As at 31 July 2015	1,249,653
As at 31 July 2014	1,299,653

	£'000
Net asset value	
As at 31 July 2016	119,401
As at 31 July 2015	108,291
As at 31 July 2014	110,458

	£
Net asset value per share	
As at 31 July 2016	90.14
As at 31 July 2015	86.66
As at 31 July 2014	84.99

10. RECEIVABLES

	31 July 2016 £'000	31 July 2015 £'000
Dividend income receivable	310	271
Securities lending income receivable	1	1
Tax reclaim receivable	8	4
	319	**276**

11. FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS

Financial assets:	31 July 2016 £'000	31 July 2015 £'000
Investment in equities	118,024	107,235
Unrealised gains on futures contracts	111	6
	118,135	**107,241**

12. PAYABLES

	31 July 2016 £'000	31 July 2015 £'000
Payable for fund shares repurchased	(6,724)	-
Management fees payable	(32)	(30)
	(6,756)	**(30)**

13. EFFICIENT PORTFOLIO MANAGEMENT

Please see note 18 of the financial statements of the Company for more information on efficient portfolio management.

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 July 2016 £'000	31 July 2015 £'000
Income earned during the year	36	13
Value of securities on loan at year end	13,462	1,203
Value of collateral held on behalf of the Fund at year end	14,752	1,589

Please see note 19 in the notes to the financial statements of the Company for more information on financial derivative instruments.

iShares MSCI UK UCITS ETF

SCHEDULE OF INVESTMENTS

As at 31 July 2016

Holding	Investment	Fair value £'000	% of net asset value
	Transferable Securities Admitted to an Official Stock Exchange Listing or traded on a Regulated Market (31 July 2015: 99.02%)		
	Equities (31 July 2015: 99.02%)		
	Germany (31 July 2015: 0.28%)		
	Leisure time		
32,922	TUI AG Com NPV	324	0.27
	Total Germany	**324**	**0.27**
	Ireland (31 July 2015: Nil)		
	Oil & gas		
5,931	DCC Plc Com EUR 0.25	400	0.34
	Total Ireland	**400**	**0.34**
	Jersey (31 July 2015: 6.02%)		
	Advertising		
86,487	WPP Plc Com GBP 0.10	1,469	1.23
	Commercial services		
63,914	Experian Plc Com USD 0.10	943	0.79
	Distribution & wholesale		
17,186	Wolseley Plc Com GBP 0.1080303	723	0.60
	Mining		
817,526	Glencore Plc Com USD 0.01	1,526	1.28
6,454	Randgold Resources Ltd Com USD 0.05	573	0.48
	Oil & gas services		
17,026	Petrofac Ltd Com USD 0.02	127	0.11
	Pharmaceuticals		
59,588	Shire Plc Com GBP 0.05	2,902	2.43
	Total Jersey	**8,263**	**6.92**
	Switzerland (31 July 2015: 0.15%)		
	Beverages		
12,105	Coca-Cola HBC AG Com CHF 6.70	189	0.16
	Total Switzerland	**189**	**0.16**
	United Kingdom (31 July 2015: 92.57%)		
	Aerospace & defence		
211,105	BAE Systems Plc Com GBP 0.025	1,126	0.94
110,653	Cobham Plc Com GBP 0.025	190	0.16
53,028	Meggitt Plc Com GBP 0.05	232	0.20
123,800	Rolls-Royce Holdings Plc Com GBP 0.20	979	0.82
	Airlines		
10,453	easyJet Plc Com GBP 0.2728571	109	0.09
	Apparel retailers		
29,214	Burberry Group Plc Com GBP 0.0005	385	0.32
	Auto parts & equipment		
113,930	GKN Plc Com GBP 0.10	329	0.27
	Banks		
1,127,859	Barclays Plc Com GBP 0.25	1,743	1.46
1,311,022	HSBC Holdings Plc Com USD 0.50	6,491	5.44
41,777	Investec Plc Com GBP 0.0002	188	0.16

Holding	Investment	Fair value £'000	% of net asset value
	United Kingdom (31 July 2015: 92.57%) (cont)		
	Banks (cont)		
4,277,720	Lloyds Banking Group Plc Com GBP 0.10	2,274	1.90
230,930	Royal Bank of Scotland Group Plc Com GBP 1.00	444	0.37
218,782	Standard Chartered Plc Com USD 0.50	1,322	1.11
	Beverages		
167,577	Diageo Plc Com GBP 0.2893518	3,621	3.03
64,772	SABMiller Plc Com USD 0.10	2,859	2.40
	Chemicals		
8,686	Croda International Plc Com GBP 0.10357143	289	0.24
13,363	Johnson Matthey Plc Com GBP 1.109245	437	0.37
	Commercial services		
16,917	Aggreko Plc Com GBP 0.04832911	217	0.18
33,164	Ashtead Group Plc Com GBP 0.10	396	0.33
16,411	Babcock International Group Plc Com GBP 0.60	159	0.13
22,499	Bunzl Plc Com GBP 0.3214286	532	0.45
44,402	Capita Plc Com GBP 0.020667	426	0.36
101,412	G4S Plc Com GBP 0.25	189	0.16
10,702	Intertek Group Plc Com GBP 0.01	388	0.32
74,758	Relx Plc Com GBP 0.144397	1,073	0.90
	Cosmetics & personal care		
85,498	Unilever Plc Com GBP 0.0311	3,021	2.53
	Diversified financial services		
59,746	Aberdeen Asset Management Plc Com GBP 0.10	190	0.16
17,210	Hargreaves Lansdown Plc Com GBP 0.004	224	0.19
36,543	ICAP Plc Com GBP 0.10	163	0.13
21,040	London Stock Exchange Group Plc Com GBP 0.06918604	584	0.49
9,793	Provident Financial Plc Com GBP 0.2072727	265	0.22
9,112	Schroders Plc Com GBP 1.00	238	0.20
93,714	Worldpay Group Plc Com GBP 0.03	275	0.23
	Electricity		
67,521	SSE Plc Com GBP 0.50	1,024	0.86
	Entertainment		
48,700	Merlin Entertainments Plc Com GBP 0.01	230	0.19
57,610	William Hill Plc Com GBP 0.10	184	0.16
	Food		
23,859	Associated British Foods Plc Com GBP 0.0568	642	0.54
88,242	J Sainsbury Plc Com GBP 0.285714	198	0.17
30,597	Tate & Lyle Plc Com GBP 0.25	221	0.18
543,676	Tesco Plc Com GBP 0.05	848	0.71
148,277	WM Morrison Supermarkets Plc Com GBP 0.10	275	0.23
	Forest products & paper		
24,191	Mondi Plc Com EUR 0.20	370	0.31
	Gas distribution		
362,271	Centrica Plc Com GBP 0.061728	873	0.73
249,424	National Grid Plc Com GBP 0.1139535	2,701	2.26
	Health care services		
24,680	Mediclinic International Plc Com GBP 0.10	265	0.22
	Healthcare products		
59,811	Smith & Nephew Plc Com USD 0.20	743	0.62

iShares MSCI UK UCITS ETF

SCHEDULE OF INVESTMENTS (continued)

As at 31 July 2016

Holding	Investment	Fair value £'000	% of net asset value
	Equities (31 July 2015: 99.02%) (cont)		
	United Kingdom (31 July 2015: 92.57%) (cont)		
	Home builders		
66,832	Barratt Developments Plc Com GBP 0.10	292	0.25
8,646	Berkeley Group Holdings Plc Com GBP 0.05	232	0.19
20,587	Persimmon Plc Com GBP 0.10	347	0.29
223,958	Taylor Wimpey Plc Com GBP 0.01	346	0.29
	Hotels		
12,952	InterContinental Hotels Group Plc Com GBP 0.1896656535	391	0.33
12,192	Whitbread Plc Com GBP 0.76797385	471	0.39
	Insurance		
13,773	Admiral Group Plc Com GBP 0.001	298	0.25
269,500	Aviva Plc Com GBP 0.25	1,054	0.88
92,527	Direct Line Insurance Group Plc Com GBP 0.1090909	324	0.27
397,288	Legal & General Group Plc Com GBP 0.025	817	0.69
325,884	Old Mutual Plc Com GBP 0.1142857	686	0.58
170,976	Prudential Plc Com GBP 0.05	2,282	1.91
66,593	RSA Insurance Group Plc Com GBP 1.00	331	0.28
36,390	St James's Place Plc Com GBP 0.15	337	0.28
131,582	Standard Life Plc Com GBP 0.122222	399	0.33
	Internet		
67,735	Auto Trader Group Plc Com GBP 0.01	251	0.21
	Leisure time		
12,723	Carnival Plc Com USD 1.66	463	0.39
	Machinery - diversified		
14,103	Weir Group Plc Com GBP 0.125	206	0.17
	Media		
243,010	ITV Plc Com GBP 0.10	476	0.40
55,078	Pearson Plc Com GBP 0.25	485	0.41
68,991	Sky Plc Com GBP 0.50	635	0.53
	Mining		
94,126	Anglo American Plc Com USD 0.54945	782	0.65
25,819	Antofagasta Plc Com GBP 0.05	129	0.11
141,118	BHP Billiton Plc Com USD 0.50	1,333	1.12
14,349	Fresnillo Plc Com USD 0.50	277	0.23
82,855	Rio Tinto Plc Com GBP 0.10	2,039	1.71
	Miscellaneous manufacturers		
18,029	IMI Plc Com GBP 0.2857	193	0.16
26,081	Smiths Group Plc Com GBP 0.375	330	0.28
	Nondurable household products		
42,344	Reckitt Benckiser Group Plc Com GBP 0.10	3,100	2.59
	Oil & gas		
1,231,011	BP Plc Com USD 0.25	5,255	4.40
249,709	Royal Dutch Shell Plc Class "B" Com EUR 0.07	4,999	4.19
280,413	Royal Dutch Shell Plc Com EUR 0.07	5,450	4.56
	Pharmaceuticals		
84,188	AstraZeneca Plc Com USD 0.25	4,248	3.56
324,312	GlaxoSmithKline Plc Com GBP 0.25	5,474	4.59
9,702	Hikma Pharmaceuticals Plc Com GBP 0.10	256	0.21
	United Kingdom (31 July 2015: 92.57%) (cont)		
	Real estate investment trusts		
65,022	British Land Co Plc Reits GBP 0.25	436	0.37
51,246	Hammerson Plc Reits GBP 0.25	286	0.24
62,633	Intu Properties Plc Reits GBP 0.50	188	0.16
52,997	Land Securities Group Plc Reits GBP 0.10	579	0.48
48,857	Segro Plc Reits GBP 0.10	216	0.18
	Restaurants & bars		
110,409	Compass Group Plc Com GBP 0.10625	1,584	1.33
	Retail		
64,033	Dixons Carphone Plc Com GBP 0.001	224	0.19
155,899	Kingfisher Plc Com GBP 0.157143	524	0.44
109,284	Marks & Spencer Group Plc Com GBP 0.25	349	0.29
9,738	Next Plc Com GBP 0.10	489	0.41
16,720	Travis Perkins Plc Com GBP 0.10	261	0.22
	Semiconductors		
93,787	ARM Holdings Plc Com GBP 0.0005	1,568	1.31
	Software		
72,380	Sage Group Plc Com GBP 0.01051948	516	0.43
	Specialty finance		
67,298	3i Group Plc Com GBP 0.738636	415	0.35
	Telecommunications		
563,920	BT Group Plc Com GBP 0.05	2,331	1.95
29,760	Inmarsat Plc Com EUR 0.0005	233	0.20
1,768,420	Vodafone Group Plc Com USD 0.2095	4,059	3.40
	Tobacco		
124,142	British American Tobacco Plc Com GBP 0.25	5,985	5.01
63,720	Imperial Brands Plc Com GBP 0.10	2,538	2.13
	Transportation		
59,833	Royal Mail Plc Com GBP 0.01	305	0.25
	Water		
15,756	Severn Trent Plc Com GBP 0.9789	386	0.32
44,894	United Utilities Group Plc Com GBP 0.05	456	0.38
	Total United Kingdom	**108,848**	**91.16**
	Total equities	**118,024**	**98.85**

No. of contracts		Underlying exposure £'000	Fair value £'000	% of net asset value
	Financial derivative instruments (31 July 2015: 0.01%)			
	Futures contracts (31 July 2015: 0.01%)			
20	FTSE 100 Index Futures September 2016	1,224	111	0.09
	Total unrealised gains on futures contracts		**111**	**0.09**
	Total financial derivative instruments		**111**	**0.09**

iShares MSCI UK UCITS ETF

SCHEDULE OF INVESTMENTS (continued)

As at 31 July 2016

	Fair value £'000	% of net asset value
Total value of investments	**118,135**	**98.94**
Cash†	**7,677**	**6.43**
Other net liabilities	**(6,437)**	**(5.39)**
Net assets attributable to redeemable participating shareholders	**119,375**	**99.98**
Adjustment to align to the valuation methodology as set out in the prospectus	26	0.02
Net asset value attributable to redeemable participating shareholders at the end of the year	**119,401**	**100.00**

† Cash holdings of £7,717,531 are held with State Street Bank and Trust Company. £(40,569) is due as security for futures contracts with Credit Suisse AG.

Equities are primarily classified by 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	118,024	93.54
Exchange traded financial derivative instruments	111	0.09
Other assets	8,037	6.37
Total current assets	**126,172**	**100.00**

iShares MSCI UK UCITS ETF

SCHEDULE OF MATERIAL PURCHASES AND SALES (unaudited)

For the year ended 31 July 2016

Holding	Investments	Proceeds £'000
Sales		
184,038	HSBC Holdings Plc Com USD 0.50	894
42,205	Royal Dutch Shell Plc Class 'B' Com EUR 0.07	752
17,460	British American Tobacco Plc Com GBP 0.25	731
45,685	GlaxoSmithKline Plc Com GBP 0.25	685
173,446	BP Plc Com USD 0.25	669
35,790	Royal Dutch Shell Plc Com EUR 0.07	625
249,148	Vodafone Group Plc Com USD 0.2095	543
11,839	AstraZeneca Plc Com USD 0.25	525
23,559	Diageo Plc Com GBP 0.2893518	458
6,124	Reckitt Benckiser Group Plc Com GBP 0.10	410
9,099	SABMiller Plc Com USD 0.10	386
12,041	Unilever Plc Com GBP 0.0311	385
35,173	National Grid Plc Com GBP 0.1139535	354
79,033	BT Group Plc Com GBP 0.05	346
558,378	Lloyds Banking Group Plc Com GBP 0.10	344
9,103	Imperial Brands Plc Com GBP 0.10	344
52,923	Rexam Plc Com GBP 0.8035714	341
24,427	Prudential Plc Com GBP 0.05	328
6,376	Shire Plc Com GBP 0.05	286
13,100	Rio Tinto Plc Com GBP 0.10	268
149,260	Barclays Plc Com GBP 0.25	260
14,714	Compass Group Plc Com GBP 0.10625	189
11,526	WPP Plc Com GBP 0.10	180
14,274	ARM Holdings Plc Com GBP 0.0005	179
17,190	BG Group Plc Com GBP 0.10	167

Holding	Investments	Cost £'000
Purchases		
299,207	HSBC Holdings Plc Com USD 0.50	1,360
29,165	Shire Plc Com GBP 0.05	1,249
68,740	Royal Dutch Shell Plc Com EUR 0.07	1,122
25,569	British American Tobacco Plc Com GBP 0.25	1,001
67,461	GlaxoSmithKline Plc Com GBP 0.25	950
271,404	BP Plc Com USD 0.25	938
1,276,819	Lloyds Banking Group Plc Com GBP 0.10	907
52,778	Royal Dutch Shell Plc Class 'B' Com EUR 0.07	847
366,373	Vodafone Group Plc Com USD 0.2095	799
17,382	AstraZeneca Plc Com USD 0.25	723
34,612	Diageo Plc Com GBP 0.2893518	647
123,415	BT Group Plc Com GBP 0.05	586
13,471	SABMiller Plc Com USD 0.10	564
8,318	Reckitt Benckiser Group Plc Com GBP 0.10	552
17,590	Unilever Plc Com GBP 0.0311	546
52,524	National Grid Plc Com GBP 0.1139535	512
13,087	Imperial Brands Plc Com GBP 0.10	493
251,689	Barclays Plc Com GBP 0.25	440
35,391	Prudential Plc Com GBP 0.05	440
6,270	DCC Plc Com EUR 0.25	400
11,098	Provident Financial Plc Com GBP 0.2072727	391
41,076	St James's Place Plc Com GBP 0.15	377
102,517	Royal Bank of Scotland Group Plc Com GBP 1.00	305
16,609	Rio Tinto Plc Com GBP 0.10	305
9,141	Berkeley Group Holdings Plc Com GBP 0.05	298
75,415	Auto Trader Group Plc Com GBP 0.01	298
99,075	Worldpay Group Plc Com GBP 0.03	283
231,786	Glencore Plc Com USD 0.01	276
21,079	Compass Group Plc Com GBP 0.10625	263

The CBI requires a Schedule of material changes in the composition of the portfolio 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 USA Large Cap UCITS ETF

INCOME STATEMENT

For the year ended 31 July 2016

	Note	Year ended 31 July 2016 $'000	Year ended 31 July 2015 $'000
Operating income**		-	-
Net losses on financial assets/liabilities at fair value through profit or loss	2	-	(186)
Total losses		**-**	**(186)**
Operating expenses***	3	-	(1)
Net operating loss		**-**	**(187)**
Finance costs:			
Interest expense		-	-
Total finance costs		**-**	**-**
Net loss for the financial year before tax		**-**	**(187)**
Non-reclaimable withholding tax		-	-
Net loss for the financial year after tax		**-**	**(187)**
Adjustment to align to the valuation methodology as set out in the prospectus	5	-	2
Decrease in net assets attributable to redeemable participating shareholders from operations		**-**	**(185)**

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 discontinued operations.

STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO REDEEMABLE PARTICIPATING SHAREHOLDERS

For the year ended 31 July 2016

	Year ended 31 July 2016 $'000	Year ended 31 July 2015 $'000
Net assets attributable to redeemable participating shareholders at the beginning of the year	-	63,320
Decrease in net assets attributable to redeemable participating shareholders from operations	-	(185)
Share transactions:		
Payments on redemption of redeemable participating shares	-	-
Transfer due to merger*	-	(63,135)
Decrease in net assets resulting from share transactions	**-**	**(63,135)**
Net assets attributable to redeemable participating shareholders at the end of the year	**-**	**-**

* Effective 4 August 2014 iShares MSCI USA Large Cap UCITS ETF merged into iShares Core S&P 500 UCITS ETF, the exchange ratio used to calculate the number of shares in the Receiving Fund issued to former shareholders of the Merging Fund was 1.111894272.
** Amounts less than $500 are rounded to zero.
*** 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 USA Large Cap UCITS ETF*

BALANCE SHEET

As at 31 July 2016

	Note	31 July 2016 $'000	31 July 2015 $'000
CURRENT ASSETS			
Cash		-	-
Margin cash account		-	-
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 assets attributable to redeemable participating shareholders		**-**	**-**
Adjustment to align to the valuation methodology as set out in the prospectus	5	-	-
Net asset value attributable to redeemable participating shareholders at the end of the year		**-**	**-**

* Effective 4 August 2014 iShares MSCI USA Large Cap UCITS ETF merged into iShares Core S&P 500 UCITS ETF, the exchange ratio used to calculate the number of shares in the Receiving Fund issued to former shareholders of the Merging Fund was 1.111894272.

The accompanying notes form an integral part of these financial statements. Details of the NAV per share are set out in note 7.

iShares MSCI USA Large Cap UCITS ETF

NOTES TO THE FINANCIAL STATEMENTS

For the year ended 31 July 2016

1. ACCOUNTING POLICIES, FINANCIAL INSTRUMENTS AND RISKS AND OTHER NOTES

The accounting policies are set out on pages 51 to 53. The financial instruments and risks are set out on pages 54 to 76. The notes relating to tax, soft commissions, exchange rates, commitments and contingent liabilities, related party transactions, financial derivative instruments and subsequent events are set out in the notes to the financial statements of the Company on pages 79 to 84.

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

	Year ended 31 July 2016 $'000	Year ended 31 July 2015 $'000
Net losses on investments in securities held at fair value through profit or loss	-	(186)
	-	(186)

3. OPERATING EXPENSES

	Year ended 31 July 2016 $'000	Year ended 31 July 2015 $'000
Management fees	-	(1)
	-	(1)

4. MANAGEMENT FEES

Fees earned by the Manager during the year and balances outstanding as at 31 July 2016 and 31 July 2015 are disclosed in note 4.

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

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:

	TER % 31 July 2016	TER % 31 July 2015*
	-	0.33

* Fund closed during the year ended 31 July 2015. The annualised TER is presented in the table.

5. 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 July 2016 $'000	Year ended 31 July 2015 $'000
Balance at the beginning of year	-	(2)
Adjustment to align to the valuation methodology as set out in the prospectus	-	2
Total adjustment for the year	-	2
Balance at the end of year	-	-

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

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.

Number of redeemable participating shares:	31 July 2016 No. of Shares	31 July 2015 No. of Shares
Balance at the beginning of year	-	325,131
Issued during the year	-	-
Redeemed during the year	-	-
Transfer due to merger	-	(325,131)
Balance at the end of year	-	-

7. NET ASSETS ATTRIBUTABLE TO REDEEMABLE PARTICIPATING SHAREHOLDERS

	No. of Shares
Shares in issue	
As at 31 July 2016	-
As at 31 July 2015	-
As at 31 July 2014	325,131

iShares MSCI USA Large Cap UCITS ETF

NOTES TO THE FINANCIAL STATEMENTS (continued)

For the year ended 31 July 2016

7. NET ASSETS ATTRIBUTABLE TO REDEEMABLE PARTICIPATING SHAREHOLDERS (continued)

	$'000
Net asset value	
As at 31 July 2016	-
As at 31 July 2015	-
As at 31 July 2014	63,320

	$
Net asset value per share	
As at 31 July 2016	-
As at 31 July 2015	-
As at 31 July 2014	194.75

iShares MSCI USA Small Cap UCITS ETF

INCOME STATEMENT

For the year ended 31 July 2016

	Note	Year ended 31 July 2016 $'000	Year ended 31 July 2015 $'000
Operating income	2	6,479	5,392
Net (losses)/gains on financial assets/liabilities at fair value through profit or loss	3	(25,716)	20,510
Total (losses)/gains		**(19,237)**	**25,902**
Operating expenses	4	(1,463)	(1,473)
Net operating (loss)/profit		**(20,700)**	**24,429**
Net (loss)/profit for the financial year before tax		**(20,700)**	**24,429**
Non-reclaimable withholding tax		(900)	(794)
Net (loss)/profit for the financial year after tax		**(21,600)**	**23,635**
Adjustment to align to the valuation methodology as set out in the prospectus	6	(59)	145
(Decrease)/increase in net assets attributable to redeemable participating shareholders from operations		**(21,659)**	**23,780**

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.

STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO REDEEMABLE PARTICIPATING SHAREHOLDERS

For the year ended 31 July 2016

	Year ended 31 July 2016 $'000	Year ended 31 July 2015 $'000
Net assets attributable to redeemable participating shareholders at the beginning of the year	543,355	218,246
(Decrease)/increase in net assets attributable to redeemable participating shareholders from operations	(21,659)	23,780
Share transactions:		
Proceeds from issue of redeemable participating shares	48,382	447,170
Payments on redemption of redeemable participating shares	(274,514)	(145,841)
(Decrease)/increase in net assets resulting from share transactions	**(226,132)**	**301,329**
Net assets attributable to redeemable participating shareholders at the end of the year	**295,564**	**543,355**

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

iShares MSCI USA Small Cap UCITS ETF

BALANCE SHEET

As at 31 July 2016

	Note	31 July 2016 $'000	31 July 2015 $'000
CURRENT ASSETS			
Cash		1,691	1,504
Margin cash account		13	118
Receivables	10	786	862
Financial assets at fair value through profit or loss	11	293,695	541,818
Total current assets		**296,185**	**544,302**
CURRENT LIABILITIES			
Payables	12	(748)	(1,117)
Financial liabilities at fair value through profit or loss	11	-	(16)
Total current liabilities excluding net assets attributable to redeemable participating shareholders		**(748)**	**(1,133)**
Net assets attributable to redeemable participating shareholders		**295,437**	**543,169**
Adjustment to align to the valuation methodology as set out in the prospectus	6	127	186
Net asset value attributable to redeemable participating shareholders at the end of the year		**295,564**	**543,355**

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 USA Small Cap UCITS ETF

NOTES TO THE FINANCIAL STATEMENTS

For the year ended 31 July 2016

1. ACCOUNTING POLICIES, FINANCIAL INSTRUMENTS AND RISKS AND OTHER NOTES

The accounting policies are set out on pages 51 to 53. The financial instruments and risks are set out on pages 54 to 76. The notes relating to tax, soft commissions, exchange rates, commitments and contingent liabilities, related party transactions, financial derivative instruments and subsequent events are set out in the notes to the financial statements of the Company on pages 79 to 84.

2. OPERATING INCOME

	Year ended 31 July 2016 $'000	Year ended 31 July 2015 $'000
Dividend income	6,244	5,168
Securities lending income	235	224
	6,479	5,392

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

	Year ended 31 July 2016 $'000	Year ended 31 July 2015 $'000
Net (losses)/gains on investments in securities held at fair value through profit or loss	(25,935)	20,454
Net gains on futures contracts	222	58
Net losses on foreign currency transactions	(3)	(2)
	(25,716)	20,510

4. OPERATING EXPENSES

	Year ended 31 July 2016 $'000	Year ended 31 July 2015 $'000
Management fees	(1,463)	(1,473)
	(1,463)	(1,473)

5. MANAGEMENT FEES

Fees earned by the Manager during the year and balances outstanding as at 31 July 2016 and 31 July 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 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:

	TER % 31 July 2016	TER % 31 July 2015
	0.43	0.43

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:

	Year ended 31 July 2016 $'000	Year ended 31 July 2015 $'000
Balance at the beginning of year	186	41
Adjustment to align to the valuation methodology as set out in the prospectus	(59)	145
Total adjustment for the year	(59)	145
Balance at the end of year	127	186

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

7. TRANSACTION COSTS

Disclosed in the table below are separately identifiable transaction costs incurred by the Fund for the years ended 31 July 2016 and 31 July 2015. Please refer to note 9 of the financial statements of the Company for further details.

	Year ended 31 July 2016 $'000	Year ended 31 July 2015 $'000
Transaction costs	(35)	(70)

iShares MSCI USA Small Cap UCITS ETF

NOTES TO THE FINANCIAL STATEMENTS (continued)

For the year ended 31 July 2016

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 July 2016 No. of Shares	31 July 2015 No. of Shares
Balance at the beginning of year	2,200,414	975,414
Issued during the year	200,000	1,825,000
Redeemed during the year	(1,225,000)	(600,000)
Balance at the end of year	**1,175,414**	**2,200,414**

9. NET ASSETS ATTRIBUTABLE TO REDEEMABLE PARTICIPATING SHAREHOLDERS

	No. of Shares
Shares in issue	
As at 31 July 2016	1,175,414
As at 31 July 2015	2,200,414
As at 31 July 2014	975,414

	$'000
Net asset value	
As at 31 July 2016	295,564
As at 31 July 2015	543,355
As at 31 July 2014	218,246

	$
Net asset value per share	
As at 31 July 2016	251.46
As at 31 July 2015	246.93
As at 31 July 2014	223.75

10. RECEIVABLES

	31 July 2016 $'000	31 July 2015 $'000
Sale of securities awaiting settlement	658	609
Dividend income receivable	114	226
Securities lending income receivable	14	27
	786	**862**

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

Financial assets:	31 July 2016 $'000	31 July 2015 $'000
Investment in equities	293,630	541,818
Investment in warrants*	-	-
Unrealised gains on futures contracts	65	-
	293,695	**541,818**

* Amounts less than $500 are rounded to zero.

Financial liabilities:		
Unrealised losses on futures contracts	-	(16)
	-	**(16)**

12. PAYABLES

	31 July 2016 $'000	31 July 2015 $'000
Purchase of securities awaiting settlement	(654)	(911)
Management fees payable	(94)	(206)
	(748)	**(1,117)**

13. EFFICIENT PORTFOLIO MANAGEMENT

Please see note 18 of the financial statements of the Company for more information on efficient portfolio management.

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 July 2016 $'000	31 July 2015 $'000
Income earned during the year	235	224
Value of securities on loan at year end	37,116	61,898
Value of collateral held on behalf of the Fund at year end	40,780	68,359

Please see note 19 in the notes to the financial statements of the Company for more information on financial derivative instruments.

iShares MSCI USA Small Cap UCITS ETF

SCHEDULE OF INVESTMENTS

As at 31 July 2016

Holding	Investment	Fair value $'000	% of net asset value
	Transferable Securities Admitted to an Official Stock Exchange Listing or traded on a Regulated Market (31 July 2015: 99.71%)		
	Equities (31 July 2015: 99.71%)		
	Australia (31 July 2015: 0.02%)		
	Chemicals		
5,471	Tronox Ltd Com USD 0.01	35	0.01
	Total Australia	**35**	**0.01**
	Bermuda (31 July 2015: 1.10%)		
	Commercial services		
14,307	Travelport Worldwide Ltd Com USD 0.0025	193	0.07
	Distribution & wholesale		
1,827	Triton International Ltd Com USD 0.01	31	0.01
	Diversified financial services		
7,492	Aircastle Ltd Com USD 0.01	166	0.06
	Household products		
2,995	Helen of Troy Ltd Com USD 0.10	298	0.10
	Insurance		
3,652	Argo Group International Holdings Ltd Com USD 1.00	190	0.06
6,236	Aspen Insurance Holdings Ltd Com USD 0.001514456	286	0.10
13,084	Assured Guaranty Ltd Com USD 0.01	350	0.12
5,907	Endurance Specialty Holdings Ltd Com USD 1.00	399	0.14
906	Enstar Group Ltd Com USD 1.00	151	0.05
4,993	Essent Group Ltd Com USD 0.015	120	0.04
2,078	James River Group Holdings Ltd Com USD 0.0002	70	0.02
4,899	Maiden Holdings Ltd Com USD 0.01	68	0.02
1,960	OneBeacon Insurance Group Ltd Com USD 0.01	28	0.01
5,159	Third Point Reinsurance Ltd Com USD 0.10	65	0.02
7,674	Validus Holdings Ltd Com USD 0.175	379	0.13
540	White Mountains Insurance Group Ltd Com USD 1.00	443	0.15
	Leisure time		
13,387	Belmond Ltd Com USD 0.01	154	0.05
	Oil & gas		
12,118	Kosmos Energy Ltd Com USD 0.01	67	0.02
26,279	Nabors Industries Ltd Com USD 0.001	237	0.08
	Packaging & containers		
4,409	Multi Packaging Solutions International Ltd Com USD 1.00	64	0.02
	Pharmaceuticals		
2,252	Axovant Sciences Ltd Com USD 0.00001	33	0.01
	Total Bermuda	**3,792**	**1.28**
	British Virgin Islands (31 July 2015: 0.03%)		
	Canada (31 July 2015: 0.31%)		
	Advertising		
8,185	MDC Partners Inc Com NPV	104	0.04
	Building materials and fixtures		
2,226	Masonite International Corp Com NPV	155	0.05
	Electrical components & equipment		
6,209	Novanta Inc Com NPV	97	0.03
	Electronics		
5,744	IMAX Corp Com NPV	182	0.06
	Entertainment		
9,693	Lions Gate Entertainment Corp Com NPV	194	0.07
	Oil & gas services		
3,055	Tesco Corp Com NPV	20	0.01
	Software		
5,258	Mitel Networks Corp Com NPV	39	0.01
	Total Canada	**791**	**0.27**
	Cayman Islands (31 July 2015: 0.33%)		
	Biotechnology		
2,493	Theravance Biopharma Inc Com USD 0.00001	64	0.02
	Food		
3,891	Fresh Del Monte Produce Inc Com USD 0.01	221	0.08
	Insurance		
5,241	Greenlight Capital Re Ltd Com USD 0.01	108	0.04
	Miscellaneous manufacturers		
3,269	Fabrinet Com USD 0.01	123	0.04
	Pharmaceuticals		
6,513	Herbalife Ltd Com USD 0.002	443	0.15
	Semiconductors		
2,724	Ambarella Inc Com USD 0.00045	158	0.05
	Total Cayman Islands	**1,117**	**0.38**
	Curacao (31 July 2015: 0.04%)		
	Healthcare products		
2,491	Orthofix International NV Com USD 0.10	118	0.04
	Total Curacao	**118**	**0.04**
	Ireland (31 July 2015: 0.46%)		
	Biotechnology		
2,924	Prothena Corp Plc Com USD 0.01	161	0.05
	Electronics		
9,278	Allegion Plc Com USD 0.01	671	0.23
	Pharmaceuticals		
15,687	Horizon Pharma Plc Com USD 0.0001	302	0.10
	Software		
3,368	Fleetmatics Group Plc Com EUR 0.015	145	0.05
	Total Ireland	**1,279**	**0.43**

iShares MSCI USA Small Cap UCITS ETF

SCHEDULE OF INVESTMENTS (continued)

As at 31 July 2016

Holding	Investment	Fair value $'000	% of net asset value
	Equities (31 July 2015: 99.71%) (cont)		
	Israel (31 July 2015: 0.05%)		
	Semiconductors		
3,888	Mellanox Technologies Ltd Com ILS 0.0175	172	0.06
	Total Israel	**172**	**0.06**
	Jersey (31 July 2015: Nil)		
	Healthcare products		
5,840	Novocure Ltd Com NPV	44	0.01
	Total Jersey	**44**	**0.01**
	Luxembourg (31 July 2015: 0.02%)		
	Diversified financial services		
1,362	Altisource Portfolio Solutions SA Com USD 1.00	32	0.01
	Miscellaneous manufacturers		
2,955	Trinseo SA Com USD 0.01	147	0.05
	Total Luxembourg	**179**	**0.06**
	Marshall Islands (31 July 2015: 0.01%)		
	Oil & gas		
1,829	Transocean Partners LLC Unit NPV	20	0.01
	Total Marshall Islands	**20**	**0.01**
	Netherlands (31 July 2015: 0.10%)		
	Commercial services		
2,612	Cimpress NV Com USD 0.001	247	0.09
	Engineering & construction		
11,415	Chicago Bridge & Iron Co NV Com EUR 0.01	386	0.13
	Healthcare products		
9,703	Wright Medical Group NV Com USD 0.03	213	0.07
	Oil & gas services		
2,898	Frank's International NV Com EUR 0.01	36	0.01
	Total Netherlands	**882**	**0.30**
	Panama (31 July 2015: 0.03%)		
	Oil & gas services		
21,984	McDermott International Inc Com USD 1.00	114	0.04
	Total Panama	**114**	**0.04**
	Puerto Rico (31 July 2015: 0.17%)		
	Banks		
9,638	First BanCorp Com USD 0.10	44	0.01
7,226	OFG Bancorp Com USD 1.00	76	0.03
10,678	Popular Inc Com USD 0.01	360	0.12
	Commercial services		
5,885	Evertec Inc Com USD 0.01	101	0.03
	Health care services		
1,892	Triple-S Management Corp Com USD 1.00	47	0.02
	Total Puerto Rico	**628**	**0.21**

Holding	Investment	Fair value $'000	% of net asset value
	Singapore (31 July 2015: 0.01%)		
	Semiconductors		
2,449	SunEdison Semiconductor Ltd Com NPV	16	0.01
	Total Singapore	**16**	**0.01**
	Switzerland (31 July 2015: 0.13%)		
	Insurance		
8,931	Allied World Assurance Co Holdings AG Com USD 4.10	366	0.12
	Oil & gas		
32,099	Transocean Ltd Com CHF 0.10	352	0.12
	Total Switzerland	**718**	**0.24**
	United Kingdom (31 July 2015: 0.23%)		
	Commercial services		
3,716	Cardtronics PLC Com USD 0.01	163	0.06
	Diversified financial services		
2,631	OM Asset Management Plc Com USD 0.001	37	0.01
	Healthcare products		
4,055	LivaNova Plc Com GBP 0.01	211	0.07
7,996	Steris Plc Com GBP 0.01	567	0.19
	Oil & gas		
28,343	Ensco Plc Com USD 0.10	260	0.09
21,927	Noble Corp Plc Com USD 0.01	162	0.05
10,907	Rowan Cos Plc Com USD 0.125	166	0.06
	Telecommunications		
17,177	Arris International Plc Com GBP 0.0001	468	0.16
	Total United Kingdom	**2,034**	**0.69**
	United States (31 July 2015: 96.67%)		
	Advertising		
3,559	Clear Channel Outdoor Holdings Inc Com USD 0.01	25	0.01
	Aerospace & defence		
4,375	AAR Corp Com USD 1.00	106	0.04
4,422	Aerojet Rocketdyne Holdings Inc Com USD 0.10	83	0.03
1,977	Aerovironment Inc Com USD 0.0001	56	0.02
1,462	Astronics Corp Com USD 0.01	56	0.02
3,794	Curtiss-Wright Corp Com USD 1.00	337	0.11
3,167	Esterline Technologies Corp Com USD 0.20	193	0.06
3,415	HEICO Corp Com USD 0.01	197	0.07
1,576	HEICO Corp (voting) Com USD 0.01	110	0.04
6,704	KLX Inc Com USD 0.01	216	0.07
3,365	Moog Inc Com USD 1.00	185	0.06
575	National Presto Industries Inc Com USD 1.00	51	0.02
5,985	Orbital ATK Inc Com USD 0.01	521	0.18
12,957	Spirit AeroSystems Holdings Inc Com USD 0.01	562	0.19
3,541	Teledyne Technologies Inc Com USD 0.01	372	0.12
4,603	Triumph Group Inc Com USD 0.001	142	0.05

iShares MSCI USA Small Cap UCITS ETF

SCHEDULE OF INVESTMENTS (continued)

As at 31 July 2016

Holding	Investment	Fair value $'000	% of net asset value
	Equities (31 July 2015: 99.71%) (cont)		
	United States (31 July 2015: 96.67%) (cont)		
	Agriculture		
2,347	Andersons Inc Com NPV	87	0.03
1,372	Tejon Ranch Co Com USD 0.50	36	0.01
2,582	Universal Corp Com NPV	153	0.05
8,808	Vector Group Ltd Com USD 0.10	194	0.07
	Airlines		
405	Allegiant Travel Co Com USD 0.001	53	0.02
1,145	Hawaiian Holdings Inc Com USD 0.01	52	0.02
1,598	Spirit Airlines Inc Com USD 0.0001	68	0.02
994	Virgin America Inc Com USD 0.01	56	0.02
	Alternative energy		
6,447	Clean Energy Fuels Corp Com USD 0.0001	19	0.00
13,112	Plug Power Inc Com USD 0.01	24	0.01
	Apparel retailers		
5,570	Abercrombie & Fitch Co Com USD 0.01	115	0.04
16,816	American Eagle Outfitters Inc Com USD 0.01	301	0.10
2,063	Bob Evans Farms Inc Com USD 0.01	76	0.03
2,604	Buckle Inc Com USD 0.01	71	0.02
4,930	Carter's Inc Com USD 0.01	499	0.17
2,473	Children's Place Inc Com USD 0.10	207	0.07
1,566	Chuy's Holdings Inc Com USD 0.01	53	0.02
2,593	Columbia Sportswear Co Com NPV	148	0.05
3,563	Deckers Outdoor Corp Com USD 0.01	235	0.08
4,211	Finish Line Inc Com USD 0.01	92	0.03
5,661	Francesca's Holdings Corp Com USD 0.01	72	0.02
2,334	Genesco Inc Com USD 1.00	162	0.06
1,681	Movado Group Inc Com USD 0.01	38	0.01
1,275	Oxford Industries Inc Com USD 1.00	73	0.02
9,612	Sequential Brands Group Inc Com USD 0.01	78	0.03
3,447	Stage Stores Inc Com USD 0.01	20	0.01
5,280	Steven Madden Ltd Com USD 0.0001	185	0.06
3,556	Tailored Brands Inc Com USD 0.01	52	0.02
1,370	Unifi Inc Com USD 0.10	37	0.01
3,201	Vera Bradley Inc Com NPV	47	0.02
	Auto manufacturers		
5,673	Navistar International Corp Com USD 0.10	73	0.02
6,213	Wabash National Corp Com USD 0.01	90	0.03
	Auto parts & equipment		
15,094	Allison Transmission Holdings Inc Com USD 0.01	435	0.15
6,357	American Axle & Manufacturing Holdings Inc Com USD 0.01	111	0.04
5,414	Cooper Tire & Rubber Co Com USD 1.00	178	0.06
1,576	Cooper-Standard Holding Inc Com USD 0.001	139	0.05
16,337	Dana Inc Com USD 0.01	223	0.07
2,991	Dorman Products Inc Com USD 0.01	190	0.06
2,503	Douglas Dynamics Inc Com USD 0.01	67	0.02
9,584	Federal-Mogul Holdings Corp Com USD 0.01	85	0.03
3,170	Gentherm Inc Com NPV	106	0.03

Holding	Investment	Fair value $'000	% of net asset value
	United States (31 July 2015: 96.67%) (cont)		
	Auto parts & equipment (cont)		
9,278	Meritor Inc Com USD 1.00	78	0.03
4,242	Modine Manufacturing Co Com USD 0.625	41	0.01
1,493	Motorcar Parts of America Inc Com USD 0.01	42	0.01
1,859	Standard Motor Products Inc Com USD 2.00	78	0.03
2,546	Superior Industries International Inc Com NPV	78	0.03
6,183	Tenneco Inc Com USD 0.01	349	0.12
8,983	Titan International Inc Com NPV	59	0.02
2,347	Tower International Inc Com USD 0.01	54	0.02
3,774	Visteon Corp Com USD 0.01	264	0.09
	Auto repair services and garages		
2,945	Monro Muffler Brake Inc Com USD 0.01	184	0.06
	Banks		
1,868	1st Source Corp Com NPV	63	0.02
2,988	Ameris Bancorp Com USD 1.00	99	0.03
16,380	Associated Banc-Corp Com USD 0.01	305	0.10
8,397	Astoria Financial Corp Com USD 0.01	123	0.04
3,223	Banc of California Inc Com USD 0.01	71	0.02
996	BancFirst Corp Com USD 1.00	65	0.02
2,163	Bancorp Inc Com USD 1.00	11	0.00
10,540	BancorpSouth Inc Com USD 2.50	251	0.09
8,147	Bank Mutual Corp Com USD 0.01	62	0.02
4,070	Bank of Hawaii Corp Com USD 0.01	281	0.10
9,877	Bank of the Ozarks Inc Com USD 0.01	355	0.12
9,029	BankUnited Inc Com USD 0.01	271	0.09
1,891	Banner Corp Com USD 0.01	79	0.03
7,383	BBCN Bancorp Inc Com USD 0.001	113	0.04
4,443	Blue Hills Bancorp Inc Com USD 0.01	63	0.02
5,445	BNC Bancorp Com NPV	132	0.05
4,549	Bofl Holding Inc Com USD 0.01	77	0.03
2,285	BOK Financial Corp Com USD 0.00006	149	0.05
10,473	Boston Private Financial Holdings Inc Com USD 1.00	127	0.04
1,317	Bridge Bancorp Inc Com USD 0.01	38	0.01
6,333	Brookline Bancorp Inc Com USD 0.01	72	0.02
1,275	Bryn Mawr Bank Corp Com USD 1.00	37	0.01
1,371	Camden National Corp Com NPV	60	0.02
2,508	Capital Bank Financial Corp Com USD 0.01	75	0.03
12,631	Capitol Federal Financial Inc Com USD 0.01	179	0.06
2,911	Cardinal Financial Corp Com USD 1.00	75	0.03
812	Cass Information Systems Inc Com USD 0.50	42	0.01
7,885	Cathay General Bancorp Com USD 0.01	236	0.08
3,480	CenterState Banks Inc Com USD 0.01	58	0.02
2,353	Central Pacific Financial Corp Com NPV	58	0.02
2,951	Chemical Financial Corp Com USD 1.00	122	0.04
1,466	City Holding Co Com USD 2.50	68	0.02
6,592	CoBiz Financial Inc Com USD 0.01	81	0.03
5,086	Columbia Banking System Inc Com NPV	154	0.05
8,535	Commerce Bancshares Inc Com USD 5.00	404	0.14

iShares MSCI USA Small Cap UCITS ETF

SCHEDULE OF INVESTMENTS (continued)

As at 31 July 2016

Holding	Investment	Fair value $'000	% of net asset value
	Equities (31 July 2015: 99.71%) (cont)		
	United States (31 July 2015: 96.67%) (cont)		
	Banks (cont)		
3,635	Community Bank System Inc Com USD 1.00	160	0.05
1,111	Community Trust Bancorp Inc Com USD 5.00	39	0.01
2,788	ConnectOne Bancorp Inc Com NPV	47	0.02
5,342	Cullen/Frost Bankers Inc Com USD 0.01	362	0.12
2,173	Customers Bancorp Inc Com USD 1.00	56	0.02
8,902	CVB Financial Corp Com NPV	146	0.05
2,887	Dime Community Bancshares Inc Com USD 0.01	50	0.02
2,428	Eagle Bancorp Inc Com USD 0.01	125	0.04
14,565	East West Bancorp Inc Com USD 0.001	498	0.17
1,789	Enterprise Financial Services Corp Com USD 0.01	51	0.02
7,238	EverBank Financial Corp Com USD 0.01	130	0.04
2,802	FCB Financial Holdings Inc Com USD 0.001	98	0.03
2,248	Financial Institutions Inc Com USD 0.01	60	0.02
2,651	First Bancorp Com NPV	50	0.02
2,621	First Busey Corp Com USD 0.001	59	0.02
649	First Citizens BancShares Inc Com USD 1.00	168	0.06
8,275	First Commonwealth Financial Corp Com USD 1.00	80	0.03
7,480	First Financial Bancorp Com NPV	159	0.05
5,415	First Financial Bankshares Inc Com USD 0.01	185	0.06
22,507	First Horizon National Corp Com USD 0.625	328	0.11
1,845	First Interstate BancSystem Inc Com NPV	54	0.02
3,179	First Merchants Corp Com NPV	83	0.03
7,245	First Midwest Bancorp Inc Com USD 0.01	135	0.05
33,012	First Niagara Financial Group Inc Com USD 0.01	336	0.11
2,710	First of Long Island Corp Com USD 0.10	82	0.03
16,834	FirstMerit Corp Com NPV	357	0.12
18,875	FNB Corp Com USD 0.01	225	0.08
18,848	Fulton Financial Corp Com USD 2.50	257	0.09
2,044	German American Bancorp Inc Com NPV	69	0.02
9,427	Glacier Bancorp Inc Com USD 0.01	260	0.09
2,535	Great Southern Bancorp Inc Com USD 0.01	99	0.03
5,098	Great Western Bancorp Inc Com USD 0.01	169	0.06
7,827	Hancock Holding Co Com USD 3.33	227	0.08
2,963	Hanmi Financial Corp Com USD 0.001	73	0.03
1,683	Heartland Financial USA Inc Com USD 1.00	62	0.02
2,830	Heritage Financial Corp Com NPV	49	0.02
9,926	Hilltop Holdings Inc Com USD 0.01	216	0.07
11,274	Home BancShares Inc Com USD 0.01	235	0.08
3,472	Iberiabank Corp Com USD 1.00	217	0.07
2,263	Independent Bank Corp Com USD 0.01	114	0.04
2,213	Independent Bank Group Inc Com USD 0.01	93	0.03
6,971	International Bancshares Corp Com USD 1.00	191	0.07
33,566	Investors Bancorp Inc Com USD 0.01	381	0.13
8,541	Kearny Financial Corp Com USD 0.01	111	0.04
5,015	Lakeland Bancorp Inc Com NPV	60	0.02

Holding	Investment	Fair value $'000	% of net asset value
	United States (31 July 2015: 96.67%) (cont)		
	Banks (cont)		
1,506	Lakeland Financial Corp Com NPV	77	0.03
4,195	LegacyTexas Financial Group Inc Com USD 0.01	120	0.04
3,283	Live Oak Bancshares Inc Com NPV	43	0.01
6,932	MB Financial Inc Com USD 0.01	266	0.09
2,546	National Bank Holdings Corp Com USD 0.01	51	0.02
4,149	NBT Bancorp Inc Com USD 0.01	124	0.04
8,936	Northwest Bancshares Inc Com USD 0.01	133	0.05
13,532	Old National Bancorp Com NPV	178	0.06
1,813	Opus Bank Com NPV	59	0.02
3,447	Oritani Financial Corp Com USD 0.01	56	0.02
12,561	PacWest Bancorp Com NPV	519	0.18
1,192	Park National Corp Com NPV	107	0.04
998	Peoples Bancorp Inc Com NPV	22	0.01
4,271	Pinnacle Financial Partners Inc Com USD 1.00	227	0.08
2,061	Preferred Bank Com NPV	67	0.02
8,213	PrivateBancorp Inc Com NPV	363	0.12
6,039	Prosperity Bancshares Inc Com USD 1.00	308	0.10
4,673	Provident Financial Services Inc Com USD 0.01	94	0.03
5,731	Renasant Corp Com USD 5.00	185	0.06
2,706	S&T Bancorp Inc Com USD 2.50	69	0.02
1,921	Sandy Spring Bancorp Inc Com USD 1.00	57	0.02
3,292	Seacoast Banking Corp of Florida Com USD 0.10	53	0.02
2,013	ServisFirst Bancshares Inc Com USD 0.001	102	0.03
2,582	Simmons First National Corp Com USD 0.01	119	0.04
2,163	South State Corp Com USD 2.50	157	0.05
2,262	Southside Bancshares Inc Com USD 1.25	69	0.02
3,231	State Bank Financial Corp Com USD 0.01	71	0.02
10,805	Sterling Bancorp Com USD 0.01	182	0.06
1,539	Stock Yards Bancorp Inc Com NPV	45	0.02
5,062	SVB Financial Group Com USD 0.001	508	0.17
13,437	Synovus Financial Corp Com USD 1.00	409	0.14
6,169	Talmer Bancorp Inc Com USD 1.00	130	0.04
14,368	TCF Financial Corp Com USD 0.01	195	0.07
4,827	Texas Capital Bancshares Inc Com USD 0.01	234	0.08
5,524	TFS Financial Corp Com USD 0.01	101	0.03
1,213	Tompkins Financial Corp Com USD 0.10	88	0.03
4,976	Towne Bank Com USD 1.667	114	0.04
1,552	TriCo Bancshares Com NPV	40	0.01
15,993	TrustCo Bank Corp NY Com USD 1.00	106	0.04
8,289	Trustmark Corp Com NPV	216	0.07
4,025	UMB Financial Corp Com USD 1.00	223	0.08
19,610	Umpqua Holdings Corp Com NPV	299	0.10
4,303	Union Bankshares Corp Com USD 1.33	115	0.04
7,383	United Bankshares Inc Com USD 2.50	283	0.10
7,438	United Community Banks Inc Com USD 1.00	143	0.05
7,118	United Financial Bancorp Inc Com NPV	94	0.03

iShares MSCI USA Small Cap UCITS ETF

SCHEDULE OF INVESTMENTS (continued)

As at 31 July 2016

Holding	Investment	Fair value $'000	% of net asset value
	Equities (31 July 2015: 99.71%) (cont)		
	United States (31 July 2015: 96.67%) (cont)		
	Banks (cont)		
22,338	Valley National Bancorp Com NPV	202	0.07
2,481	Walker & Dunlop Inc Com USD 0.01	59	0.02
10,654	Washington Federal Inc Com USD 1.00	266	0.09
2,157	Washington Trust Bancorp Inc Com USD 0.0625	82	0.03
9,674	Webster Financial Corp Com USD 0.01	348	0.12
3,097	WesBanco Inc Com USD 2.0833	96	0.03
2,790	Westamerica Bancorporation Com NPV	131	0.04
8,330	Western Alliance Bancorp Com USD 0.0001	284	0.10
6,382	Wilshire Bancorp Inc Com NPV	69	0.02
5,187	Wintrust Financial Corp Com NPV	274	0.09
5,066	Yadkin Financial Corp Com USD 1.00	128	0.04
19,963	Zions Bancorporation Com NPV	556	0.19
	Beverages		
807	Boston Beer Co Inc Com USD 0.01	148	0.05
453	Coca-Cola Bottling Co Consolidated Com USD 1.00	64	0.02
1,571	MGP Ingredients Inc Com NPV	68	0.02
1,291	National Beverage Corp Com USD 0.01	74	0.03
	Biotechnology		
2,000	Acceleron Pharma Inc Com USD 0.001	68	0.02
8,702	Achillion Pharmaceuticals Inc Com USD 0.001	72	0.02
4,607	Acorda Therapeutics Inc Com USD 0.001	116	0.04
1,986	Aduro Biotech Inc Com USD 0.0001	29	0.01
2,575	Advaxis Inc Com USD 0.001	22	0.01
3,659	Alder Biopharmaceuticals Inc Com USD 0.0001	117	0.04
2,845	Amag Pharmaceuticals Inc Com USD 0.01	75	0.03
677	ANI Pharmaceuticals Inc Com USD 0.0001	41	0.01
25,788	Arena Pharmaceuticals Inc Com USD 0.0001	43	0.02
22,232	Ariad Pharmaceuticals Inc Com USD 0.001	211	0.07
4,834	Arrowhead Pharmaceuticals Inc Com USD 0.001	29	0.01
1,045	Atara Biotherapeutics Inc Com USD 0.0001	25	0.01
1,932	Bellicum Pharmaceuticals Inc Com USD 0.01	31	0.01
2,088	Bio-Rad Laboratories Inc Com USD 0.0001	303	0.10
5,118	BioCryst Pharmaceuticals Inc Com USD 0.01	19	0.01
2,987	Bluebird Bio Inc Com USD 0.01	171	0.06
4,503	Blueprint Medicines Corp Com USD 0.001	100	0.03
2,664	Cambrex Corp Com USD 0.10	139	0.05
9,184	Celldex Therapeutics Inc Com USD 0.001	42	0.01
4,815	Charles River Laboratories International Inc Com USD 0.01	423	0.14
1,548	Coherus Biosciences Inc Com USD 0.0001	39	0.01
3,342	Dynavax Technologies Corp Com USD 0.001	52	0.02
2,762	Emergent BioSolutions Inc Com USD 0.001	92	0.03
1,939	Epizyme Inc Com USD 0.0001	20	0.01
8,884	Exact Sciences Corp Com USD 0.01	154	0.05

Holding	Investment	Fair value $'000	% of net asset value
	United States (31 July 2015: 96.67%) (cont)		
	Biotechnology (cont)		
19,040	Exelixis Inc Com USD 0.001	175	0.06
3,313	Five Prime Therapeutics Inc Com USD 0.001	168	0.06
879	Foundation Medicine Inc Com USD 0.0001	21	0.01
25,985	Geron Corp Com USD 0.001	70	0.02
12,915	Halozyme Therapeutics Inc Com USD 0.001	128	0.04
12,967	ImmunoGen Inc Com USD 0.01	36	0.01
21,618	Immunomedics Inc Com USD 0.01	57	0.02
4,996	Inovio Pharmaceuticals Inc Com USD 0.001	49	0.02
5,222	Insmed Inc Com USD 0.01	60	0.02
7,203	Intrexon Corp Com NPV	182	0.06
4,076	Juno Therapeutics Inc Com USD 0.0001	126	0.04
862	Karyopharm Therapeutics Inc Com USD 0.0001	6	0.00
3,558	Kite Pharma Inc Com USD 0.001	201	0.07
3,838	Lexicon Pharmaceuticals Inc Com USD 0.001	63	0.02
1,725	Ligand Pharmaceuticals Inc Com USD 0.001	233	0.08
3,164	Lion Biotechnologies Inc Com USD 0.001	28	0.01
2,588	Loxo Oncology Inc Com USD 0.0001	66	0.02
3,901	MacroGenics Inc Com USD 0.01	119	0.04
6,647	Medicines Co Com USD 0.001	260	0.09
8,173	Merrimack Pharmaceuticals Inc Com USD 0.01	47	0.02
8,415	Momenta Pharmaceuticals Inc Com USD 0.0001	95	0.03
6,734	Myriad Genetics Inc Com USD 0.01	209	0.07
12,036	NeoGenomics Inc Com USD 0.001	105	0.04
1,642	NewLink Genetics Corp Com USD 0.01	17	0.01
24,430	Novavax Inc Com USD 0.01	179	0.06
2,808	Omeros Corp Com USD 0.01	33	0.01
1,205	Otonomy Inc Com USD 0.001	17	0.01
1,814	OvaScience Inc Com USD 0.001	9	0.00
5,677	Pacific Biosciences of California Inc Com USD 0.0001	49	0.02
10,480	PDL BioPharma Inc Com USD 0.01	37	0.01
2,531	PTC Therapeutics Inc Com USD 0.001	15	0.01
2,474	Puma Biotechnology Inc Com USD 0.0001	123	0.04
2,554	Retrophin Inc Com USD 0.0001	46	0.02
1,999	Sage Therapeutics Inc Com USD 0.0001	90	0.03
5,936	Sangamo BioSciences Inc Com USD 0.01	38	0.01
11,095	Seattle Genetics Inc Com USD 0.001	533	0.18
2,196	Spark Therapeutics Inc Com USD 0.001	127	0.04
5,433	Spectrum Pharmaceuticals Inc Com USD 0.001	37	0.01
4,767	Ultragenyx Pharmaceutical Inc Com USD 0.001	302	0.10
10,943	Ziopharm Oncology Inc Com USD 0.001	53	0.02
	Broadline retailers		
5,374	Big Lots Inc Com USD 0.01	286	0.09
3,867	HSN Inc Com USD 0.01	198	0.07
32,864	JC Penney Co Inc Com USD 0.50	317	0.11

iShares MSCI USA Small Cap UCITS ETF

SCHEDULE OF INVESTMENTS (continued)

As at 31 July 2016

Holding	Investment	Fair value $'000	% of net asset value
	Equities (31 July 2015: 99.71%) (cont)		
	United States (31 July 2015: 96.67%) (cont)		
	Broadline retailers (cont)		
2,212	Sears Holdings Corp Com USD 0.01	34	0.01
	Building & construction materials		
3,006	Continental Building Products Inc Com USD 0.001	70	0.02
10,265	Cree Inc Com USD 0.00125	294	0.10
2,232	Nortek Inc Com USD 0.01	193	0.07
1,159	Patrick Industries Inc Com NPV	75	0.02
3,903	Ply Gem Holdings Inc Com USD 0.01	60	0.02
	Building materials and fixtures		
3,225	AAON Inc Com USD 0.004	85	0.03
2,745	Apogee Enterprises Inc Com USD 0.333	128	0.04
2,173	Armstrong Flooring Inc Com USD 0.0001	43	0.02
4,347	Armstrong World Industries Inc Com USD 0.01	185	0.06
11,725	Builders FirstSource Inc Com USD 0.01	151	0.05
3,449	Comfort Systems USA Inc Com USD 0.01	105	0.04
2,132	Drew Industries Inc Com USD 0.01	195	0.07
4,722	Eagle Materials Inc Com USD 0.01	396	0.13
1,985	Gibraltar Industries Inc Com USD 0.01	70	0.02
3,320	Griffon Corp Com USD 0.25	57	0.02
6,222	Headwaters Inc Com USD 0.001	124	0.04
4,027	Lennox International Inc Com USD 0.01	632	0.21
13,111	Louisiana-Pacific Corp Com USD 1.00	265	0.09
5,280	NCI Building Systems Inc Com USD 0.01	86	0.03
11,743	Owens Corning Com USD 0.001	621	0.21
5,271	PGT Inc Com USD 0.01	63	0.02
4,121	Quanex Building Products Corp Com USD 0.01	82	0.03
4,413	Simpson Manufacturing Co Inc Com USD 0.01	180	0.06
2,771	Trex Co Inc Com USD 0.01	134	0.05
2,299	Universal Forest Products Inc Com NPV	249	0.08
1,192	US Concrete Inc Com USD 0.001	77	0.03
8,433	USG Corp Com USD 0.10	237	0.08
	Business support services		
5,834	ABM Industries Inc Com USD 0.01	217	0.07
	Chemicals		
2,531	A Schulman Inc Com USD 1.00	74	0.03
2,696	Aceto Corp Com USD 0.01	69	0.02
2,388	American Vanguard Corp Com USD 0.10	35	0.01
6,508	Axiall Corp Com USD 0.01	212	0.07
3,016	Balchem Corp Com USD 0.0667	193	0.07
6,498	Cabot Corp Com USD 1.00	316	0.11
6,446	Calgon Carbon Corp Com USD 0.01	89	0.03
16,885	Chemours Co Com USD 0.30	157	0.05
6,039	Chemtura Corp Com USD 0.01	170	0.06
2,147	CSW Industrials Inc Com USD 0.01	73	0.03
7,081	Ferro Corp Com USD 1.00	92	0.03
6,639	GCP Applied Technologies Inc Com USD 0.01	183	0.06

Holding	Investment	Fair value $'000	% of net asset value
	United States (31 July 2015: 96.67%) (cont)		
	Chemicals (cont)		
2,150	Hawkins Inc Com USD 0.05	92	0.03
5,702	HB Fuller Co Com USD 1.00	265	0.09
19,731	Huntsman Corp Com USD 0.01	305	0.10
4,150	Ingevity Corp Com USD 0.01	159	0.05
1,967	Innophos Holdings Inc Com USD 0.001	85	0.03
2,249	Innospec Inc Com USD 0.01	113	0.04
3,403	Koppers Holdings Inc Com USD 0.01	107	0.04
2,845	Kraton Performance Polymers Inc Com USD 0.01	85	0.03
3,095	Minerals Technologies Inc Com USD 0.10	202	0.07
990	NewMarket Corp Com NPV	424	0.14
15,560	Olin Corp Com USD 1.00	325	0.11
13,640	Platform Specialty Products Corp Com USD 0.01	125	0.04
8,225	PolyOne Corp Com USD 0.01	288	0.10
1,239	Quaker Chemical Corp Com USD 1.00	119	0.04
3,043	Rayonier Advanced Materials Inc Com USD 0.01	42	0.01
12,673	RPM International Inc Com USD 0.01	688	0.23
4,337	Sensient Technologies Corp Com USD 0.10	320	0.11
1,751	Stepan Co Com USD 1.00	112	0.04
3,211	Univar Inc Com USD 0.01	59	0.02
	Coal		
16,732	Consol Energy Inc Com USD 0.01	324	0.11
6,259	SunCoke Energy Inc Com USD 0.01	48	0.02
	Commercial services		
6,547	Aaron's Inc Com USD 0.50	157	0.05
4,411	Advisory Board Co Com USD 0.01	184	0.06
2,085	Albany Molecular Research Inc Com USD 0.01	30	0.01
1,766	American Public Education Inc Com USD 0.01	50	0.02
9,557	Apollo Education Group Inc Com NPV	86	0.03
7,840	Avis Budget Group Inc Com USD 0.01	288	0.10
14,513	Booz Allen Hamilton Holding Corp Com USD 0.01	448	0.15
4,047	Bright Horizons Family Solutions Inc Com USD 0.001	272	0.09
3,964	Brink's Co Com USD 1.00	130	0.04
983	Capella Education Co Com USD 0.01	59	0.02
10,148	Career Education Corp Com USD 0.01	70	0.02
3,889	Carriage Services Inc Com USD 0.01	94	0.03
4,712	CBIZ Inc Com USD 0.01	51	0.02
3,426	CEB Inc Com USD 0.01	206	0.07
1,030	CorVel Corp Com USD 0.0001	47	0.02
3,030	CoStar Group Inc Com USD 0.01	630	0.21
5,048	Deluxe Corp Com USD 1.00	341	0.12
5,438	DeVry Education Group Inc Com USD 0.01	121	0.04
2,632	Ennis Inc Com USD 2.50	46	0.02
5,013	Euronet Worldwide Inc Com USD 0.02	382	0.13
1,871	Forrester Research Inc Com USD 0.01	76	0.03

iShares MSCI USA Small Cap UCITS ETF

SCHEDULE OF INVESTMENTS (continued)

As at 31 July 2016

Holding	Investment	Fair value $'000	% of net asset value
	Equities (31 July 2015: 99.71%) (cont)		
	United States (31 July 2015: 96.67%) (cont)		
	Commercial services (cont)		
3,747	FTI Consulting Inc Com USD 0.01	160	0.05
412	Graham Holdings Co Com USD 1.00	207	0.07
3,840	Grand Canyon Education Inc Com USD 0.01	161	0.05
3,532	Green Dot Corp Com USD 0.001	85	0.03
3,446	Hackett Group Inc Com USD 0.001	46	0.02
2,135	Heidrick & Struggles International Inc Com USD 0.01	41	0.01
2,822	Herc Holdings Inc Com USD 0.01	100	0.03
8,470	Hertz Global Holdings Inc Com USD 0.01	412	0.14
10,284	HMS Holdings Corp Com USD 0.01	204	0.07
2,014	Huron Consulting Group Inc Com USD 0.01	124	0.04
1,507	ICF International Inc Com USD 0.001	62	0.02
4,924	INC Research Holdings Inc Com USD 0.01	219	0.07
1,373	Insperity Inc Com USD 0.01	108	0.04
6,115	Interface Inc Com USD 0.10	109	0.04
4,946	K12 Inc Com USD 0.0001	61	0.02
13,622	KAR Auction Services Inc Com USD 0.01	583	0.20
2,523	Kelly Services Inc Com USD 1.00	52	0.02
2,519	Kforce Inc Com USD 0.01	45	0.02
6,060	Kimball International Inc Com USD 0.05	69	0.02
4,344	Korn/Ferry International Com USD 0.01	100	0.03
693	Landauer Inc Com USD 0.10	29	0.01
607	LendingTree Inc Com USD 0.01	61	0.02
6,927	LifeLock Inc Com USD 0.001	116	0.04
14,834	Live Nation Entertainment Inc Com USD 0.01	407	0.14
7,783	Macquarie Infrastructure Corp Com USD 0.001	597	0.20
3,700	MarketAxess Holdings Inc Com USD 0.003	598	0.20
3,448	Matthews International Corp Com USD 1.00	207	0.07
2,152	McGrath RentCorp Com NPV	69	0.02
869	Medifast Inc Com USD 0.001	31	0.01
15,728	Monster Worldwide Inc Com USD 0.001	40	0.01
1,772	Morningstar Inc Com NPV	150	0.05
5,757	Navigant Consulting Inc Com USD 0.001	113	0.04
3,734	Net 1 UEPS Technologies Inc Com USD 0.001	39	0.01
2,476	Nutrisystem Inc Com USD 0.001	73	0.03
4,261	On Assignment Inc Com USD 0.01	157	0.05
5,318	Parexel International Corp Com USD 0.01	356	0.12
2,826	Paylocity Holding Corp Com USD 0.001	126	0.04
4,339	Quad/Graphics Inc Com USD 0.025	110	0.04
17,531	Quanta Services Inc Com USD 0.00001	449	0.15
5,324	Rent-A-Center Inc Com USD 0.01	57	0.02
3,455	Resources Connection Inc Com USD 0.01	51	0.02
10,301	Rollins Inc Com USD 1.00	290	0.10
4,148	RPX Corp Com USD 0.0001	42	0.01
18,829	RR Donnelley & Sons Co Com USD 1.25	337	0.11
18,636	Service Corp International Com USD 1.00	517	0.18
14,150	ServiceMaster Global Holdings Inc Com USD 0.01	535	0.18

Holding	Investment	Fair value $'000	% of net asset value
	United States (31 July 2015: 96.67%) (cont)		
	Commercial services (cont)		
5,984	Sotheby's Com USD 0.01	194	0.07
3,699	SP Plus Corp Com USD 0.001	89	0.03
789	Strayer Education Inc Com USD 0.01	36	0.01
7,081	Team Health Holdings Inc Com USD 0.01	289	0.10
1,733	Team Inc Com USD 0.30	48	0.02
7,154	TransUnion Com USD 0.01	234	0.08
3,426	TriNet Group Inc Com USD 0.000025	74	0.03
3,606	TrueBlue Inc Com NPV	80	0.03
1,780	Viad Corp Com USD 1.50	62	0.02
2,914	Weight Watchers International Inc Com NPV	35	0.01
3,494	WEX Inc Com USD 0.01	327	0.11
	Computer hardware		
3,646	Insight Enterprises Inc Com USD 0.01	97	0.03
2,895	Mercury Systems Inc Com USD 0.01	75	0.03
9,114	NetScout Systems Inc Com USD 0.001	255	0.09
4,508	Super Micro Computer Inc Com USD 0.001	97	0.03
	Computer services		
2,097	CACI International Inc Com USD 0.10	200	0.07
4,717	LivePerson Inc Com USD 0.001	31	0.01
1,260	MTS Systems Corp Com USD 0.25	60	0.02
3,540	Sykes Enterprises Inc Com USD 0.01	109	0.04
	Computers		
9,121	3D Systems Corp Com USD 0.001	122	0.04
1,570	Barracuda Networks Inc Com USD 0.001	35	0.01
45,999	Brocade Communications Systems Inc Com USD 0.001	427	0.14
12,868	Computer Sciences Corp Com USD 1.00	615	0.21
10,346	Convergys Corp Com NPV	276	0.09
3,493	Cray Inc Com USD 0.01	110	0.04
14,794	CSRA Inc Com USD 0.001	398	0.13
5,727	Diebold Inc Com USD 1.25	162	0.05
3,062	DST Systems Inc Com USD 0.01	377	0.13
5,120	Electronics for Imaging Inc Com USD 0.01	227	0.08
2,896	Engility Holdings Inc Com USD 0.01	84	0.03
4,856	EPAM Systems Inc Com USD 0.001	341	0.12
2,795	ExlService Holdings Inc Com USD 0.001	138	0.05
5,977	KEYW Holding Corp Com USD 0.001	61	0.02
5,896	Leidos Holdings Inc Com USD 0.0001	295	0.10
5,930	Lexmark International Inc Com USD 0.01	217	0.07
4,516	Lumentum Holdings Inc Com USD 0.001	137	0.05
6,704	Manhattan Associates Inc Com USD 0.01	389	0.13
7,102	Maximus Inc Com NPV	418	0.14
11,554	Mentor Graphics Corp Com NPV	247	0.08
12,986	NCR Corp Com USD 0.01	428	0.14
2,952	Nimble Storage Inc Com USD 0.001	22	0.01
5,207	Pure Storage Inc Com USD 0.0001	66	0.02
3,811	Qualys Inc Com USD 0.001	120	0.04
3,876	Science Applications International Corp Com USD 0.0001	236	0.08

iShares MSCI USA Small Cap UCITS ETF

SCHEDULE OF INVESTMENTS (continued)

As at 31 July 2016

Holding	Investment	Fair value $'000	% of net asset value
	Equities (31 July 2015: 99.71%) (cont)		
	United States (31 July 2015: 96.67%) (cont)		
	Computers (cont)		
2,789	Silver Spring Networks Inc Com USD 0.001	35	0.01
3,044	Syntel Inc Com NPV	138	0.05
1,774	TeleTech Holdings Inc Com USD 0.01	51	0.02
14,531	Teradata Corp Com USD 0.01	412	0.14
6,139	Unisys Corp Com USD 0.01	61	0.02
2,193	Varonis Systems Inc Com USD 0.001	56	0.02
10,300	VeriFone Systems Inc Com USD 0.01	197	0.07
2,066	Virtusa Corp Com USD 0.01	56	0.02
3,529	Vocera Communications Inc Com USD 0.0003	52	0.02
	Consumer finance		
3,408	Cash America International Inc Com USD 0.10	146	0.05
8,229	Ezcorp Inc Com USD 0.01	74	0.03
3,103	First Cash Financial Services Inc Com USD 0.01	159	0.05
38,939	SLM Corp Com USD 0.20	280	0.09
698	World Acceptance Corp Com NPV	30	0.01
	Containers & packaging		
9,210	Bemis Co Inc Com USD 0.10	470	0.16
11,463	Berry Plastics Group Inc Com USD 0.01	470	0.16
30,758	Graphic Packaging Holding Co Com USD 0.01	419	0.14
3,446	Greif Inc Com NPV	138	0.05
7,541	KapStone Paper and Packaging Corp Com USD 0.0001	108	0.04
15,075	Owens-Illinois Inc Com USD 0.01	283	0.09
4,243	Silgan Holdings Inc Com USD 0.01	210	0.07
9,401	Sonoco Products Co Com NPV	479	0.16
	Cosmetics & personal care		
48,132	Avon Products Inc Com USD 0.25	196	0.06
1,484	Inter Parfums Inc Com USD 0.001	48	0.02
	Defence		
1,770	Cubic Corp Com NPV	72	0.03
2,800	Kaman Corp Com USD 1.00	121	0.04
	Distribution & wholesale		
2,661	Anixter International Inc Com USD 1.00	163	0.05
5,658	Beacon Roofing Supply Inc Com USD 0.01	266	0.09
4,038	Core-Mark Holding Co Inc Com USD 0.01	198	0.07
4,245	Essendant Inc Com USD 0.10	85	0.03
4,107	Fossil Group Inc Com USD 0.01	130	0.04
3,679	G-III Apparel Group Ltd Com USD 0.01	147	0.05
2,119	H&E Equipment Services Inc Com USD 0.01	39	0.01
18,596	HD Supply Holdings Inc Com USD 0.01	673	0.23
14,986	Ingram Micro Inc Com USD 0.01	513	0.17
2,670	ScanSource Inc Com NPV	109	0.04
1,969	Veritiv Corp Com USD 0.01	83	0.03
2,729	Watsco Inc Com USD 0.50	393	0.13
4,136	Wesco International Inc Com USD 0.01	231	0.08

Holding	Investment	Fair value $'000	% of net asset value
	United States (31 July 2015: 96.67%) (cont)		
	Diversified financial services		
8,482	Air Lease Corp Com USD 0.01	244	0.08
3,241	Artisan Partners Asset Management Inc Com USD 0.01	91	0.03
15,508	BGC Partners Inc Com USD 0.01	137	0.05
6,309	Blackhawk Network Holdings Inc Com USD 0.001	219	0.07
8,283	CBOE Holdings Inc Com USD 0.01	570	0.19
1,816	Cohen & Steers Inc Com USD 0.01	78	0.03
8,015	CoreLogic Inc Com USD 1.00	323	0.11
9,215	Cowen Group Inc Com USD 0.01	29	0.01
644	Credit Acceptance Corp Com USD 0.01	116	0.04
277	Diamond Hill Investment Group Inc Com NPV	53	0.02
3,163	Ellie Mae Inc Com USD 0.0001	291	0.10
3,616	Encore Capital Group Inc Com USD 0.01	88	0.03
4,232	Evercore Partners Inc Com USD 0.01	214	0.07
1,450	Federal Agricultural Mortgage Corp Com USD 1.00	56	0.02
10,383	Federated Investors Inc Com NPV	328	0.11
6,120	Financial Engines Inc Com USD 0.0001	162	0.06
5,815	FNFV Group Com USD 0.0001	69	0.02
3,571	Greenhill & Co Inc Com USD 0.01	71	0.02
2,779	Hannon Armstrong Sustainable Infrastructure Capital Inc Reits USD 0.01	63	0.02
5,631	Interactive Brokers Group Inc Com USD 0.01	196	0.07
1,331	INTL. FCStone Inc Com USD 0.01	39	0.01
13,251	Janus Capital Group Inc Com USD 0.01	200	0.07
6,869	KCG Holdings Inc Com USD 0.01	104	0.04
4,639	Ladder Capital Corp Reits USD 0.001	61	0.02
9,508	Legg Mason Inc Com USD 0.10	324	0.11
35,818	LendingClub Corp Com USD 0.01	165	0.06
8,041	LPL Financial Holdings Inc Com USD 0.001	216	0.07
2,057	Moelis & Co Com USD 0.01	51	0.02
3,075	Nationstar Mortgage Holdings Inc Com USD 0.01	39	0.01
1,788	Nelnet Inc Com USD 0.01	72	0.02
17,713	NorthStar Asset Management Group Inc Com USD 0.01	210	0.07
9,953	Ocwen Financial Corp Com USD 0.01	20	0.01
5,684	OneMain Holdings Inc Com USD 0.01	164	0.06
5,608	PHH Corp Com USD 0.01	82	0.03
4,360	PRA Group Inc Com USD 0.01	121	0.04
2,525	Safeguard Scientifics Inc Com USD 0.10	33	0.01
2,502	Virtu Financial Inc Com USD 0.00001	43	0.01
644	Virtus Investment Partners Inc Com USD 0.01	54	0.02
7,852	Waddell & Reed Financial Inc Com USD 0.01	143	0.05
3,288	WageWorks Inc Com USD 0.001	204	0.07
3,933	Walter Investment Management Corp Com USD 0.01	11	0.00
10,212	WisdomTree Investments Inc Com USD 0.01	101	0.03

iShares MSCI USA Small Cap UCITS ETF

SCHEDULE OF INVESTMENTS (continued)

As at 31 July 2016

Holding	Investment	Fair value $'000	% of net asset value
	Equities (31 July 2015: 99.71%) (cont)		
	United States (31 July 2015: 96.67%) (cont)		
	Electrical components & equipment		
3,403	Advanced Energy Industries Inc Com USD 0.001	139	0.05
3,880	Belden Inc Com USD 0.01	284	0.10
1,828	Encore Wire Corp Com USD 0.01	69	0.02
5,806	Energizer Holdings Inc Com USD 0.01	299	0.10
4,662	EnerSys Com USD 0.01	290	0.10
7,254	Generac Holdings Inc Com USD 0.01	274	0.09
5,017	General Cable Corp Com USD 0.01	74	0.03
5,435	Hubbell Inc Com USD 0.01	586	0.20
1,918	Insteel Industries Inc Com NPV	67	0.02
2,357	Littelfuse Inc Com USD 0.01	294	0.10
1,642	Powell Industries Inc Com USD 0.01	60	0.02
3,711	SPX Corp Com USD 0.01	56	0.02
8,494	SunPower Corp Com USD 0.001	124	0.04
	Electricity		
3,496	8Point3 Energy Partners LP Com NPV	58	0.02
4,452	Allete Inc Com NPV	284	0.10
7,832	Avista Corp Com NPV	340	0.11
4,654	Black Hills Corp Com USD 1.00	293	0.10
11,102	Dynegy Inc Com USD 0.01	168	0.06
3,615	El Paso Electric Co Com NPV	172	0.06
3,926	Empire District Electric Co Com USD 1.00	132	0.04
14,935	Great Plains Energy Inc Com NPV	445	0.15
10,058	Hawaiian Electric Industries Inc Com NPV	312	0.11
4,821	Idacorp Inc Com NPV	390	0.13
16,521	ITC Holdings Corp Com NPV	764	0.26
16,684	MDU Resources Group Inc Com USD 1.00	401	0.13
3,099	MGE Energy Inc Com USD 1.00	174	0.06
4,148	NorthWestern Corp Com USD 0.01	252	0.08
7,073	NRG Yield Inc Class 'C' Com USD 0.01	127	0.04
1,809	NRG Yield Inc Com USD 0.01	31	0.01
5,983	Ormat Technologies Inc Com USD 0.001	273	0.09
3,615	Otter Tail Corp Com USD 5.00	126	0.04
7,393	PNM Resources Inc Com NPV	254	0.09
8,201	Portland General Electric Co Com NPV	358	0.12
7,770	Talen Energy Corp Com USD 0.001	105	0.04
1,098	Unitil Corp Com NPV	48	0.02
	Electronic equipment		
1,981	Badger Meter Inc Com USD 1.00	138	0.05
6,733	Benchmark Electronics Inc Com USD 0.10	158	0.05
4,855	Brady Corp Com USD 0.01	156	0.05
2,183	Coherent Inc Com USD 0.01	231	0.08
2,568	CTS Corp Com NPV	49	0.02
3,427	Esco Technologies Inc Com USD 0.01	145	0.05
3,700	FEI Co Com NPV	394	0.13
3,558	Franklin Electric Co Inc Com USD 0.10	138	0.05
3,689	Itron Inc Com NPV	157	0.05
3,260	Methode Electronics Inc Com USD 0.50	114	0.04

Holding	Investment	Fair value $'000	% of net asset value
	United States (31 July 2015: 96.67%) (cont)		
	Electronic equipment (cont)		
1,649	OSI Systems Inc Com NPV	98	0.03
3,613	Plexus Corp Com USD 0.01	166	0.05
3,699	Rofin-Sinar Technologies Inc Com USD 0.01	117	0.04
1,591	Rogers Corp Com USD 1.00	109	0.04
7,174	Sanmina Corp Com USD 0.01	182	0.06
5,737	TTM Technologies Inc Com USD 0.001	57	0.02
2,383	Watts Water Technologies Inc Com USD 0.10	147	0.05
	Electronics		
8,437	AVX Corp Com USD 0.01	115	0.04
801	FARO Technologies Inc Com USD 0.001	28	0.01
10,941	Fitbit Inc Com USD 0.0001	149	0.05
2,559	Fluidigm Corp Com USD 0.001	27	0.01
31,619	Gentex Corp Com USD 0.06	559	0.19
11,985	GoPro Inc Com USD 0.0001	151	0.05
4,817	II-VI Inc Com NPV	97	0.03
16,058	Jabil Circuit Inc Com USD 0.001	327	0.11
16,487	Keysight Technologies Inc Com USD 0.01	482	0.16
6,223	Kimball Electronics Inc Com NPV	78	0.03
7,479	Knowles Corp Com USD 0.01	100	0.03
11,713	National Instruments Corp Com USD 0.01	336	0.11
4,370	Park Electrochemical Corp Com USD 0.10	71	0.02
10,843	PerkinElmer Inc Com USD 1.00	617	0.21
3,760	Stoneridge Inc Com NPV	63	0.02
4,711	Taser International Inc Com USD 0.00001	136	0.05
3,504	Tech Data Corp Com USD 0.0015	273	0.09
4,371	Universal Display Corp Com USD 0.01	310	0.11
14,276	Vishay Intertechnology Inc Com USD 0.10	190	0.07
5,201	Woodward Inc Com USD 0.00292	304	0.10
	Energy - alternate sources		
6,845	First Solar Inc Com USD 0.001	320	0.11
3,282	Green Plains Inc Com USD 0.001	74	0.03
3,917	NextEra Energy Partners LP CVS NPV	122	0.04
4,689	Pattern Energy Group Inc Com USD 0.01	114	0.04
6,513	Renewable Energy Group Inc Com USD 0.0001	63	0.02
587	REX American Resources Corp Com USD 0.01	39	0.01
7,174	SolarCity Corp Com USD 0.0001	192	0.07
2,933	SolarEdge Technologies Inc Com USD 0.0001	52	0.02
8,212	Sunrun Inc Com USD 0.0001	43	0.01
5,808	TerraForm Power Inc Com USD 0.01	68	0.02
	Engineering & construction		
16,914	Aecom Com USD 0.01	600	0.20
3,331	Aegion Corp Com USD 0.01	68	0.02
1,553	Argan Inc Com USD 0.15	72	0.02
2,960	Dycom Industries Inc Com USD 0.333	278	0.09
6,285	Emcor Group Inc Com USD 0.01	350	0.12
2,320	Exponent Inc Com USD 0.001	118	0.04
3,881	Granite Construction Inc Com USD 0.01	193	0.07
12,996	KBR Inc Com USD 0.001	182	0.06

iShares MSCI USA Small Cap UCITS ETF

SCHEDULE OF INVESTMENTS (continued)

As at 31 July 2016

Holding	Investment	Fair value $'000	% of net asset value
	Equities (31 July 2015: 99.71%) (cont)		
	United States (31 July 2015: 96.67%) (cont)		
	Engineering & construction (cont)		
5,426	MasTec Inc Com USD 0.10	133	0.05
2,542	Mistras Group Inc Com USD 0.01	64	0.02
1,940	MYR Group Inc Com USD 0.01	48	0.02
3,623	TopBuild Corp Com USD 0.01	137	0.05
3,406	Tutor Perini Corp Com USD 1.00	85	0.03
	Entertainment		
1,933	AMC Entertainment Holdings Inc Com USD 0.01	57	0.02
2,063	Carmike Cinemas Inc Com USD 0.03	63	0.02
1,182	Churchill Downs Inc Com NPV	155	0.05
9,691	Cinemark Holdings Inc Com USD 0.001	364	0.12
4,537	Dolby Laboratories Inc Com USD 0.001	228	0.08
7,479	DreamWorks Animation SKG Inc Com USD 0.01	306	0.10
3,707	Eldorado Resorts Inc Com USD 0.00001	54	0.02
2,983	International Speedway Corp Com USD 0.01	101	0.03
3,710	Isle of Capri Casinos Inc Com USD 0.01	69	0.02
1,840	Madison Square Garden Co Com USD 0.01	336	0.11
2,518	Marriott Vacations Worldwide Corp Com USD 0.01	192	0.07
5,384	National CineMedia Inc Com USD 0.01	84	0.03
6,170	Penn National Gaming Inc Com USD 0.01	93	0.03
6,924	Pinnacle Entertainment Inc Com USD 0.01	76	0.03
8,032	Regal Entertainment Group Com USD 0.001	189	0.06
8,648	Scientific Games Corp Com USD 0.01	92	0.03
4,916	SeaWorld Entertainment Inc Com USD 0.01	76	0.03
7,191	Six Flags Entertainment Corp Com USD 0.01	405	0.14
3,689	Vail Resorts Inc Com USD 0.01	528	0.18
	Environmental control		
4,837	Clean Harbors Inc Com USD 0.01	249	0.08
10,301	Covanta Holding Corp Com USD 0.10	165	0.06
5,027	Energy Recovery Inc Com USD 0.001	54	0.02
3,414	MSA Safety Inc Com NPV	190	0.06
6,166	Tetra Tech Inc Com USD 0.01	203	0.07
2,007	US Ecology Inc Com USD 0.01	91	0.03
	Fixed line telecommunications		
2,340	General Communication Inc Com NPV	36	0.01
	Food		
4,464	Amplify Snack Brands Inc Com USD 0.0001	64	0.02
7,198	B&G Foods Inc Com USD 0.01	371	0.13
6,592	Blue Buffalo Pet Products Inc Com USD 0.01	169	0.06
2,835	Cal-Maine Foods Inc Com USD 0.01	119	0.04
1,285	Calavo Growers Inc Com USD 0.001	84	0.03
1,818	Chefs' Warehouse Inc Com USD 0.01	29	0.01
15,312	Darling Ingredients Inc Com USD 0.01	242	0.08
9,262	Dean Foods Co Com USD 0.01	171	0.06
18,328	Flowers Foods Inc Com USD 0.01	337	0.11
9,966	Hain Celestial Group Inc Com USD 0.01	526	0.18
979	Ingles Markets Inc Com USD 0.05	38	0.01
1,322	J&J Snack Foods Corp Com NPV	161	0.05

Holding	Investment	Fair value $'000	% of net asset value
	United States (31 July 2015: 96.67%) (cont)		
	Food (cont)		
724	John B Sanfilippo & Son Inc Com USD 0.01	34	0.01
2,157	Lancaster Colony Corp Com NPV	280	0.10
3,856	Performance Food Group Co Com USD 0.01	106	0.04
10,723	Pinnacle Foods Inc Com USD 0.01	538	0.18
5,943	Post Holdings Inc Com USD 0.01	515	0.17
1,838	Sanderson Farms Inc Com USD 1.00	161	0.06
29	Seaboard Corp Com USD 1.00	84	0.03
2,621	Smart & Final Stores Inc Com USD 0.001	36	0.01
8,138	Snyder's-Lance Inc Com USD 0.833	279	0.09
3,278	SpartanNash Co Com NPV	103	0.04
14,138	Sprouts Farmers Market Inc Com USD 0.001	327	0.11
19,678	Supervalu Inc Com USD 0.01	96	0.03
1,836	Tootsie Roll Industries Inc Com USD 0.694	68	0.02
5,739	TreeHouse Foods Inc Com USD 0.01	592	0.20
4,530	United Natural Foods Inc Com USD 0.01	226	0.08
1,091	Weis Markets Inc Com NPV	56	0.02
	Food retailers and wholesalers		
3,973	Casey's General Stores Inc Com NPV	531	0.18
	Footwear		
7,769	Crocs Inc Com USD 0.001	88	0.03
5,603	Iconix Brand Group Inc Com USD 0.001	40	0.01
12,723	Skechers U.S.A. Inc Com USD 0.001	305	0.10
10,153	Wolverine World Wide Inc Com USD 1.00	249	0.09
	Forest products & paper		
1,783	Clearwater Paper Corp Com USD 0.0001	112	0.04
1,275	Deltic Timber Corp Com USD 0.01	88	0.03
5,929	Domtar Corp Com USD 0.01	233	0.08
4,478	Mercer International Inc Com USD 1.00	35	0.01
3,917	PH Glatfelter Co Com USD 0.01	81	0.03
9,588	Resolute Forest Products Inc Com USD 0.001	53	0.02
4,042	Schweitzer-Mauduit International Inc Com USD 0.10	153	0.05
	Furnishings		
1,261	American Woodmark Corp Com NPV	94	0.03
2,257	Ethan Allen Interiors Inc Com USD 0.01	78	0.03
4,876	Select Comfort Corp Com USD 0.01	116	0.04
	Gas		
1,309	Chesapeake Utilities Corp Com USD 0.4867	84	0.03
7,667	National Fuel Gas Co Com USD 1.00	433	0.15
8,292	Vectren Corp Com NPV	429	0.14
5,031	WGL Holdings Inc Com NPV	356	0.12
	Gas distribution		
7,910	New Jersey Resources Corp Com USD 2.50	294	0.10
2,332	Northwest Natural Gas Co Com USD 3.167	151	0.05
7,887	Piedmont Natural Gas Co Inc Com NPV	471	0.16
16,151	Questar Corp Com NPV	407	0.14
6,640	South Jersey Industries Inc Com USD 1.25	212	0.07
4,230	Southwest Gas Corp Com USD 1.00	328	0.11

iShares MSCI USA Small Cap UCITS ETF

SCHEDULE OF INVESTMENTS (continued)

As at 31 July 2016

Holding	Investment	Fair value $'000	% of net asset value
	Equities (31 July 2015: 99.71%) (cont)		
	United States (31 July 2015: 96.67%) (cont)		
	Gold mining		
26,655	McEwen Mining Inc Com NPV	118	0.04
6,773	Royal Gold Inc Com USD 0.01	573	0.19
	Hand & machine tools		
7,057	Kennametal Inc Com USD 1.25	175	0.06
6,656	Lincoln Electric Holdings Inc Com NPV	413	0.14
3,898	Regal-Beloit Corp Com USD 0.01	238	0.08
	Health care services		
8,427	Acadia Healthcare Co Inc Com USD 0.01	476	0.16
1,098	Adeptus Health Inc Com USD 0.01	49	0.02
3,267	Air Methods Corp Com USD 0.06	109	0.04
1,345	Almost Family Inc Com USD 0.10	54	0.02
2,346	Amedisys Inc Com USD 0.001	126	0.04
4,043	AMN Healthcare Services Inc Com USD 0.01	171	0.06
5,104	Amsurg Corp Com NPV	383	0.13
19,399	Brookdale Senior Living Inc Com USD 0.01	358	0.12
2,449	Capital Senior Living Corp Com USD 0.01	48	0.02
2,056	Chemed Corp Com USD 1.00	302	0.10
2,872	Civitas Solutions Inc Com USD 0.01	61	0.02
10,771	Community Health Systems Inc Com USD 0.01	137	0.05
3,856	Cross Country Healthcare Inc Com USD 0.0001	56	0.02
4,292	Ensign Group Inc Com USD 0.001	92	0.03
7,162	Healthcare Services Group Inc Com USD 0.01	278	0.09
5,640	HealthEquity Inc Com USD 0.0001	166	0.06
8,840	HealthSouth Corp Com USD 0.01	380	0.13
3,313	Healthways Inc Com USD 0.001	56	0.02
7,103	Kindred Healthcare Inc Com USD 0.25	87	0.03
1,228	LHC Group Inc Com USD 0.01	56	0.02
4,587	LifePoint Health Inc Com USD 0.01	271	0.09
2,525	Magellan Health Inc Com USD 0.01	173	0.06
3,848	Molina Healthcare Inc Com USD 0.001	219	0.07
5,481	Natera Inc Com USD 0.0001	72	0.02
640	National HealthCare Corp Com USD 0.01	41	0.01
1,246	Providence Service Corp Com USD 0.001	60	0.02
2,690	Quorum Health Corp Com USD 0.001	29	0.01
8,834	Select Medical Holdings Corp Com USD 0.001	102	0.03
2,678	Surgical Care Affiliates Inc Com USD 0.01	139	0.05
9,510	Tenet Healthcare Corp Com USD 0.05	291	0.10
11,614	Universal American Corp Com USD 0.01	89	0.03
1,138	US Physical Therapy Inc Com USD 0.01	68	0.02
4,361	WellCare Health Plans Inc Com USD 0.01	466	0.16
	Healthcare products		
4,013	Abiomed Inc Com USD 0.01	473	0.16
2,091	Accelerate Diagnostics Inc Com NPV	41	0.01
9,647	Accuray Inc Com USD 0.001	53	0.02
9,655	Alere Inc Com USD 0.001	362	0.12
1,831	Analogic Corp Com USD 0.05	154	0.05

Holding	Investment	Fair value $'000	% of net asset value
	United States (31 July 2015: 96.67%) (cont)		
	Healthcare products (cont)		
7,550	AngioDynamics Inc Com USD 0.01	125	0.04
3,006	AtriCure Inc Com USD 0.001	46	0.02
126	Atrion Corp Com USD 0.10	60	0.02
3,586	Bio-Techne Corp Com USD 0.01	403	0.14
12,356	Bruker Corp Com USD 0.01	308	0.10
4,278	Cantel Medical Corp Com USD 0.10	286	0.10
2,471	Cardiovascular Systems Inc Com NPV	48	0.02
7,401	Cepheid Com NPV	261	0.09
9,959	Cerus Corp Com USD 0.001	74	0.03
2,483	Conmed Corp Com USD 0.01	101	0.03
7,091	CryoLife Inc Com USD 0.01	103	0.03
1,847	Cynosure Inc Com USD 0.001	102	0.03
5,519	Endologix Inc Com USD 0.001	78	0.03
1,426	Genomic Health Inc Com USD 0.0001	41	0.01
2,136	Glaukos Corp Com USD 0.001	75	0.03
6,340	Globus Medical Inc Com USD 0.001	145	0.05
4,249	Halyard Health Inc Com USD 0.01	147	0.05
1,413	HeartWare International Inc Com USD 0.001	82	0.03
5,988	Hill-Rom Holdings Inc Com NPV	320	0.11
1,156	Inogen Inc Com USD 0.001	62	0.02
7,072	Insulet Corp Com USD 0.001	250	0.08
2,424	Integer Holdings Corp Com USD 0.001	54	0.02
1,648	Intersect ENT Inc Com USD 0.001	26	0.01
1,783	K2M Group Holdings Inc Com USD 0.001	30	0.01
4,516	Luminex Corp Com USD 0.001	97	0.03
4,683	Masimo Corp Com USD 0.001	248	0.08
7,336	MiMedx Group Inc Com USD 0.001	55	0.02
4,454	NuVasive Inc Com USD 0.001	277	0.09
7,570	NxStage Medical Inc Com USD 0.001	167	0.06
2,795	Penumbra Inc Com USD 0.001	191	0.06
6,026	Quidel Corp Com USD 0.001	137	0.05
2,699	Repligen Corp Com USD 0.01	77	0.03
5,554	Rockwell Medical Inc Com NPV	45	0.02
2,995	Spectranetics Corp Com USD 0.001	69	0.02
4,021	Teleflex Inc Com USD 1.00	725	0.25
1,892	Vascular Solutions Inc Com USD 0.01	87	0.03
6,987	VWR Corp Com USD 0.01	219	0.07
2,707	Zeltiq Aesthetics Inc Com USD 0.001	92	0.03
	Holding companies - diversified operations		
9,970	HRG Group Inc Com USD 0.01	148	0.05
	Home builders		
2,100	Beazer Homes USA Inc Com USD 0.001	20	0.01
7,065	CalAtlantic Group Inc Com USD 0.01	256	0.09
701	Cavco Industries Inc Com USD 0.01	70	0.02
13,388	Hovnanian Enterprises Inc Com USD 0.01	24	0.01
2,239	Installed Building Products Inc Com USD 0.01	80	0.03
7,696	KB Home Com USD 1.00	121	0.04
2,132	LGI Homes Inc Com USD 0.01	73	0.03

iShares MSCI USA Small Cap UCITS ETF

SCHEDULE OF INVESTMENTS (continued)

As at 31 July 2016

Holding	Investment	Fair value $'000	% of net asset value
	Equities (31 July 2015: 99.71%) (cont)		
	United States (31 July 2015: 96.67%) (cont)		
	Home builders (cont)		
2,206	M/I Homes Inc Com USD 0.01	50	0.02
3,829	MDC Holdings Inc Com USD 0.01	101	0.03
4,214	Meritage Homes Corp Com USD 0.01	153	0.05
355	NVR Inc Com USD 0.01	604	0.20
6,257	Pico Holdings Inc Com USD 0.001	63	0.02
2,891	Taylor Morrison Home Corp Com USD 0.00001	47	0.02
5,427	Thor Industries Inc Com USD 0.10	415	0.14
14,199	TRI Pointe Group Inc Com USD 0.01	191	0.06
1,827	WCI Communities Inc Com USD 0.01	31	0.01
1,375	William Lyon Homes Com USD 0.01	24	0.01
	Home furnishings		
3,266	Daktronics Inc Com NPV	21	0.01
1,629	DTS Inc Com USD 0.0001	45	0.02
2,437	iRobot Corp Com USD 0.01	92	0.03
4,717	La-Z-Boy Inc Com USD 1.00	143	0.05
6,053	Tempur Sealy International Inc Com USD 0.01	458	0.15
9,222	TiVo Inc Com USD 0.001	97	0.03
1,433	Universal Electronics Inc Com USD 0.01	111	0.04
	Hotels		
10,140	Boyd Gaming Corp Com USD 0.01	199	0.07
5,353	Caesars Entertainment Corp Com USD 0.01	37	0.01
2,909	Choice Hotels International Inc Com USD 0.01	140	0.05
4,259	Diamond Resorts International Inc Com USD 0.01	128	0.04
	Household goods & home construction		
6,025	Toro Co Com USD 1.00	554	0.19
	Household products		
10,161	ACCO Brands Corp Com USD 0.01	114	0.04
2,948	Central Garden and Pet Co Com USD 0.01	67	0.02
996	Central Garden and Pet Co (voting) Com USD 0.01	24	0.01
2,893	Libbey Inc Com USD 0.01	54	0.02
4,466	Scotts Miracle-Gro Co Com USD 0.01	329	0.11
2,576	Spectrum Brands Holdings Inc Com USD 0.01	332	0.11
4,838	Tumi Holdings Inc Com USD 0.01	130	0.04
4,402	Tupperware Brands Corp Com USD 0.01	276	0.09
1,645	WD-40 Co Com USD 0.001	189	0.07
	Industrial machinery		
3,626	Albany International Corp Com USD 0.001	153	0.05
2,155	EnPro Industries Inc Com USD 0.01	99	0.03
2,561	John Bean Technologies Corp Com USD 0.01	171	0.06
	Industrial metals & mining		
4,640	Century Aluminum Co Com USD 0.01	35	0.01
	Industrial suppliers		
4,761	Applied Industrial Technologies Inc Com NPV	223	0.08
4,979	Barnes Group Inc Com USD 0.01	189	0.06
	United States (31 July 2015: 96.67%) (cont)		
	Insurance		
3,979	Ambac Financial Group Inc Com USD 0.01	72	0.02
8,297	American Equity Investment Life Holding Co Com USD 1.00	132	0.04
6,492	American Financial Group Inc Com NPV	474	0.16
994	American National Insurance Co Com USD 1.00	114	0.04
1,688	Amerisafe Inc Com USD 0.01	99	0.03
8,701	AmTrust Financial Services Inc Com USD 0.01	207	0.07
11,281	Brown & Brown Inc Com USD 0.10	414	0.14
3,785	Citizens Inc Com NPV	32	0.01
18,609	CNO Financial Group Inc Com USD 0.01	323	0.11
2,289	Erie Indemnity Co Com NPV	223	0.08
971	FBL Financial Group Inc Com NPV	60	0.02
2,703	Federated National Holding Co Com USD 0.01	57	0.02
9,875	First American Financial Corp Com USD 0.00001	413	0.14
46,345	Genworth Financial Inc Com USD 0.001	132	0.04
3,937	Hanover Insurance Group Inc Com USD 0.01	324	0.11
2,360	Heritage Insurance Holdings Inc Com USD 0.0001	29	0.01
3,879	Horace Mann Educators Corp Com USD 0.001	133	0.04
5,391	Kemper Corp Com USD 0.10	185	0.06
16,241	MBIA Inc Com USD 1.00	137	0.05
2,021	Mercury General Corp Com NPV	112	0.04
33,414	MGIC Investment Corp Com USD 1.00	240	0.08
5,825	National General Holdings Corp Com USD 0.01	120	0.04
176	National Western Life Group Inc Com USD 0.01	33	0.01
10,701	NMI Holdings Inc Com USD 0.01	67	0.02
24,317	Old Republic International Corp Com USD 1.00	471	0.16
4,822	Primerica Inc Com USD 0.01	248	0.08
17,435	Radian Group Inc Com USD 0.001	225	0.08
6,408	Reinsurance Group of America Inc Com USD 0.01	636	0.22
3,299	State Auto Financial Corp Com NPV	74	0.03
5,521	State National Cos Inc Com USD 0.001	60	0.02
2,657	Stewart Information Services Corp Com USD 1.00	114	0.04
1,933	United Fire Group Inc Com USD 0.001	81	0.03
2,905	United Insurance Holdings Corp Com USD 0.0001	46	0.02
2,763	Universal Insurance Holdings Inc Com USD 0.01	60	0.02
31,451	WMIH Corp Com USD 0.00001	76	0.03
	Internet		
4,059	Angie's List Inc Com USD 0.001	33	0.01
5,159	Bankrate Inc Com USD 0.01	41	0.01

iShares MSCI USA Small Cap UCITS ETF

SCHEDULE OF INVESTMENTS (continued)

As at 31 July 2016

Holding	Investment	Fair value $'000	% of net asset value
	Equities (31 July 2015: 99.71%) (cont)		
	United States (31 July 2015: 96.67%) (cont)		
	Internet (cont)		
3,446	Blucora Inc Com USD 0.0001	35	0.01
788	Blue Nile Inc Com USD 0.001	23	0.01
3,134	Box Inc Com USD 0.0001	36	0.01
4,503	ChannelAdvisor Corp Com USD 0.001	71	0.02
5,117	Cogent Communications Holdings Inc Com USD 0.001	218	0.07
4,384	comScore Inc Com USD 0.001	114	0.04
10,062	DHI Group Inc Com USD 0.01	73	0.03
5,442	Endurance International Group Holdings Inc Com USD 0.0001	49	0.02
646	ePlus Inc Com USD 0.01	54	0.02
6,277	Etsy Inc Com USD 0.001	63	0.02
13,390	FireEye Inc Com USD 0.0001	233	0.08
2,059	FTD Cos Inc Com USD 0.0001	52	0.02
5,598	Global Eagle Entertainment Inc Com USD 0.0001	46	0.02
4,198	GoDaddy Inc Com USD 0.001	126	0.04
41,752	Groupon Inc Com USD 0.0001	201	0.07
7,851	GrubHub Inc Com USD 0.0001	297	0.10
2,256	HealthStream Inc Com NPV	55	0.02
7,626	IAC/InterActiveCorp Com USD 0.001	442	0.15
3,529	Intralinks Holdings Inc Com USD 0.001	24	0.01
5,135	j2 Global Inc Com USD 0.01	343	0.12
1,621	Lands' End Inc Com USD 0.01	23	0.01
6,554	Liberty TripAdvisor Holdings Inc Com USD 0.01	155	0.05
12,641	Liberty Ventures Com USD 0.01	477	0.16
5,084	Lionbridge Technologies Inc Com USD 0.01	23	0.01
4,806	Marketo Inc Com USD 0.0001	169	0.06
5,462	Match Group Inc Com USD 0.001	86	0.03
3,043	MercadoLibre Inc Com USD 0.001	466	0.16
5,423	NIC Inc Com NPV	126	0.04
23,940	Pandora Media Inc Com USD 0.0001	326	0.11
3,128	Perficient Inc Com USD 0.001	69	0.02
1,697	Q2 Holdings Inc Com USD 0.0001	50	0.02
4,863	Quotient Technology Inc Com USD 0.0001	61	0.02
4,301	RingCentral Inc Com USD 0.0001	99	0.03
3,042	Rubicon Project Inc Com USD 0.00001	43	0.02
3,436	Shutterfly Inc Com USD 0.0001	183	0.06
1,738	Shutterstock Inc Com USD 0.01	96	0.03
1,301	Stamps.com Inc Com USD 0.001	99	0.03
4,125	TrueCar Inc Com USD 0.0001	39	0.01
2,668	VASCO Data Security International Inc Com USD 0.001	45	0.02
3,311	Wayfair Inc Com USD 0.001	144	0.05
3,543	Web.com Group Inc Com USD 0.001	67	0.02
4,037	WebMD Health Corp Com USD 0.01	246	0.08
2,123	XO Group Inc Com USD 0.01	39	0.01
5,632	Yelp Inc Com USD 0.000001	181	0.06

Holding	Investment	Fair value $'000	% of net asset value
	United States (31 July 2015: 96.67%) (cont)		
	Investment services		
3,924	Investment Technology Group Inc Com USD 0.01	65	0.02
1,447	Piper Jaffray Cos Com USD 0.01	60	0.02
5,706	Stifel Financial Corp Com USD 0.15	202	0.07
	Iron & steel		
18,779	AK Steel Holding Corp Com USD 0.01	123	0.04
10,668	Allegheny Technologies Inc Com USD 0.10	190	0.07
3,662	Boise Cascade Co Com USD 0.01	100	0.03
5,334	Carpenter Technology Corp Com USD 5.00	209	0.07
13,681	Cliffs Natural Resources Inc Com USD 0.125	108	0.04
11,151	Commercial Metals Co Com USD 0.01	184	0.06
6,773	Reliance Steel & Aluminum Co Com NPV	531	0.18
2,150	Schnitzer Steel Industries Inc Com USD 1.00	42	0.02
24,219	Steel Dynamics Inc Com USD 0.005	650	0.22
5,749	Summit Materials Inc Com USD 0.01	127	0.04
13,278	United States Steel Corp Com USD 1.00	365	0.12
4,578	Worthington Industries Inc Com NPV	203	0.07
	Leisure time		
9,132	Brunswick Corp Com USD 0.75	453	0.15
8,341	ClubCorp Holdings Inc Com USD 0.01	121	0.04
2,930	Dave & Buster's Entertainment Inc Com USD 0.01	130	0.04
7,637	Extended Stay America Inc Unit USD 0.01	108	0.04
3,180	Fox Factory Holding Corp Com USD 0.001	61	0.02
11,291	Interval Leisure Group Inc Com USD 0.01	203	0.07
8,368	La Quinta Holdings Inc Com USD 0.01	103	0.04
2,597	Nautilus Inc Com NPV	49	0.02
6,025	Vista Outdoor Inc Com USD 0.01	302	0.10
	Machinery - diversified		
806	Alamo Group Inc Com USD 0.10	54	0.02
2,086	Altra Industrial Motion Corp Com USD 0.001	59	0.02
4,476	Briggs & Stratton Corp Com USD 0.01	102	0.03
9,646	BWX Technologies Inc Com USD 0.01	355	0.12
3,024	Chart Industries Inc Com USD 0.01	91	0.03
7,400	Cognex Corp Com USD 0.002	334	0.11
1,570	Gorman-Rupp Co Com NPV	42	0.01
5,287	Graco Inc Com USD 1.00	391	0.13
7,034	Idex Corp Com USD 0.01	632	0.21
886	Kadant Inc Com USD 0.01	49	0.02
987	Lindsay Corp Com USD 1.00	69	0.02
13,001	Manitowoc Co Inc Com USD 0.01	72	0.03
13,270	Manitowoc Foodservice Inc Com USD 0.01	243	0.08
5,585	Middleby Corp Com USD 0.01	672	0.23
4,368	NN Inc Com USD 0.01	74	0.03
5,277	Nordson Corp Com NPV	466	0.16
3,711	SPX Flow Inc Com USD 0.01	101	0.04
1,152	Tennant Co Com USD 0.375	74	0.03
4,490	Zebra Technologies Corp Com USD 0.01	238	0.08

iShares MSCI USA Small Cap UCITS ETF

SCHEDULE OF INVESTMENTS (continued)

As at 31 July 2016

Holding	Investment	Fair value $'000	% of net asset value
	Equities (31 July 2015: 99.71%) (cont)		
	United States (31 July 2015: 96.67%) (cont)		
	Machinery, construction & mining		
1,874	Astec Industries Inc Com USD 0.20	113	0.04
5,568	Babcock & Wilcox Enterprises Inc Com USD 0.01	86	0.03
833	Hyster-Yale Materials Handling Inc Com USD 0.01	53	0.02
8,189	Joy Global Inc Com USD 1.00	226	0.07
6,903	Oshkosh Corp Com USD 0.01	380	0.13
10,072	Terex Corp Com USD 0.01	243	0.08
	Media		
5,648	AMC Networks Inc Com USD 0.01	313	0.11
440	Cable One Inc Com USD 0.01	230	0.08
5,066	Entravision Communications Corp Com USD 0.0001	37	0.01
4,529	EW Scripps Co Com USD 0.01	77	0.03
4,466	FactSet Research Systems Inc Com USD 0.01	768	0.26
10,092	Gannett Co Inc Com USD 0.01	129	0.04
5,416	Gray Television Inc Com NPV	53	0.02
11,300	Houghton Mifflin Harcourt Co Com USD 0.01	191	0.06
4,816	John Wiley & Sons Inc Com USD 1.00	278	0.09
3,239	Liberty Braves Group Class 'C' CVS USD 0.01	52	0.02
883	Liberty Braves Group CVS USD 0.01	14	0.00
8,177	Liberty Broadband Corp Class 'C' Com USD 0.01	518	0.17
2,185	Liberty Broadband Corp Com USD 0.01	137	0.05
4,804	Liberty Media Group LLC Class 'C' CVS USD 0.01	108	0.04
2,206	Liberty Media Group LLC CVS USD 0.01	50	0.02
7,859	Media General Inc Com NPV	138	0.05
3,292	Meredith Corp Com USD 1.00	179	0.06
5,519	MSG Networks Inc Com USD 0.01	88	0.03
3,916	New Media Investment Group Inc Com USD 0.01	69	0.02
11,795	New York Times Co Com USD 0.10	153	0.05
3,295	Nexstar Broadcasting Group Inc Com USD 0.01	167	0.06
2,385	Scholastic Corp Com USD 0.01	98	0.03
5,930	Sinclair Broadcast Group Inc Com USD 0.01	165	0.06
9,278	Starz Com USD 0.01	280	0.09
10,146	Time Inc Com USD 0.01	166	0.06
7,205	Tribune Media Co Com USD 0.01	267	0.09
2,992	World Wrestling Entertainment Inc Com USD 0.01	59	0.02
	Medical supplies		
2,447	Abaxis Inc Com NPV	121	0.04
6,892	Align Technology Inc Com USD 0.0001	614	0.21
4,733	Haemonetics Corp Com USD 0.01	144	0.05
1,323	ICU Medical Inc Com USD 0.10	154	0.05
2,711	Integra LifeSciences Holdings Corp Com USD 0.01	229	0.08
6,025	Invacare Corp Com USD 0.25	69	0.02

Holding	Investment	Fair value $'000	% of net asset value
	United States (31 July 2015: 96.67%) (cont)		
	Medical supplies (cont)		
4,807	Meridian Bioscience Inc Com NPV	93	0.03
5,491	Merit Medical Systems Inc Com NPV	129	0.04
3,074	Natus Medical Inc Com USD 0.001	121	0.04
7,152	West Pharmaceutical Services Inc Com USD 0.25	574	0.20
	Metal fabricate/ hardware		
3,070	Advanced Drainage Systems Inc Com USD 0.01	82	0.03
1,137	Circor International Inc Com USD 0.01	65	0.02
2,233	Global Brass & Copper Holdings Inc Com USD 0.01	63	0.02
1,102	Haynes International Inc Com USD 0.001	42	0.01
4,972	Mueller Industries Inc Com USD 0.01	169	0.06
19,210	Mueller Water Products Inc Com USD 0.01	228	0.08
2,170	RBC Bearings Inc Com USD 0.01	165	0.06
9,325	Rexnord Corp Com USD 0.01	198	0.07
1,564	Sun Hydraulics Corp Com USD 0.001	47	0.02
7,437	Timken Co Com NPV	249	0.08
3,716	TimkenSteel Corp Com NPV	37	0.01
3,939	TriMas Corp Com USD 0.01	70	0.02
2,144	Valmont Industries Inc Com USD 1.00	281	0.09
	Mining		
16,490	Coeur Mining Inc Com USD 0.01	253	0.09
3,054	Compass Minerals International Inc Com USD 0.01	213	0.07
3,504	Fairmount Santrol Holdings Inc Com USD 0.01	24	0.01
37,344	Hecla Mining Co Com USD 0.25	242	0.08
1,512	Kaiser Aluminum Corp Com USD 0.01	125	0.04
1,678	Materion Corp Com NPV	44	0.02
14,414	Stillwater Mining Co Com USD 0.01	220	0.07
6,025	US Silica Holdings Inc Com USD 0.01	208	0.07
	Miscellaneous manufacturers		
7,292	Actuant Corp Com USD 0.20	173	0.06
1,870	American Railcar Industries Inc Com USD 0.01	79	0.03
5,913	AptarGroup Inc Com USD 0.01	462	0.16
2,246	AZZ Inc Com USD 1.00	139	0.05
6,052	Carlisle Cos Inc Com USD 1.00	625	0.21
933	Chase Corp Com USD 0.10	57	0.02
4,395	Clarcor Inc Com USD 1.00	273	0.09
7,965	Colfax Corp Com USD 0.001	234	0.08
4,854	Crane Co Com USD 1.00	302	0.10
12,029	Donaldson Co Inc Com USD 5.00	435	0.15
5,492	Federal Signal Corp Com USD 1.00	72	0.02
3,612	GP Strategies Corp Com USD 0.01	76	0.02
8,805	Harsco Corp Com USD 1.25	86	0.03
9,431	Hexcel Corp Com USD 0.01	407	0.14
5,529	Hillenbrand Inc Com NPV	179	0.06
9,017	ITT Inc Com USD 1.00	286	0.10

iShares MSCI USA Small Cap UCITS ETF

SCHEDULE OF INVESTMENTS (continued)

As at 31 July 2016

Holding	Investment	Fair value $'000	% of net asset value
	Equities (31 July 2015: 99.71%) (cont)		
	United States (31 July 2015: 96.67%) (cont)		
	Miscellaneous manufacturers (cont)		
1,701	LSB Industries Inc Com USD 0.10	20	0.01
1,823	Lydall Inc Com USD 0.10	81	0.03
2,824	Proto Labs Inc Com USD 0.001	155	0.05
3,183	Raven Industries Inc Com USD 1.00	66	0.02
4,816	Smith & Wesson Holding Corp Com USD 0.001	142	0.05
1,144	Standex International Corp Com USD 1.50	101	0.03
2,100	Sturm Ruger & Co Inc Com USD 1.00	143	0.05
5,046	Tredegar Corp Com NPV	89	0.03
13,525	Trinity Industries Inc Com USD 0.01	314	0.10
	Office & business equipment		
5,184	Herman Miller Inc Com USD 0.20	170	0.06
3,943	HNI Corp Com USD 1.00	205	0.07
4,604	Knoll Inc Com USD 0.01	116	0.04
17,817	Pitney Bowes Inc Com USD 1.00	344	0.12
9,064	Steelcase Inc Com NPV	131	0.04
	Oil & gas		
2,475	Alon USA Energy Inc Com USD 0.01	18	0.01
6,455	Archrock Inc Com USD 0.01	57	0.02
5,722	Atwood Oceanics Inc Com USD 1.00	61	0.02
5,159	Bill Barrett Corp Com USD 0.001	31	0.01
3,756	California Resources Corp Com USD 0.01	39	0.01
11,334	Callon Petroleum Co Com USD 0.01	129	0.04
5,135	Carrizo Oil & Gas Inc Com USD 0.01	168	0.06
61,572	Chesapeake Energy Corp Com USD 0.01	334	0.11
29,841	Cobalt International Energy Inc Com USD 0.01	44	0.01
2,718	CVR Energy Inc Com USD 0.01	40	0.01
4,683	Delek US Holdings Inc Com USD 0.01	59	0.02
31,484	Denbury Resources Inc Com USD 0.001	91	0.03
6,434	Diamond Offshore Drilling Inc Com USD 0.01	146	0.05
7,596	Diamondback Energy Inc Com USD 0.01	667	0.23
4,883	Eclipse Resources Corp Com USD 0.01	15	0.01
10,863	Energen Corp Com USD 0.01	515	0.17
37,119	EXCO Resources Inc Com USD 0.001	51	0.02
3,178	Exterran Corp Com USD 0.01	40	0.01
26,420	Gran Tierra Energy Inc Com USD 0.001	73	0.02
11,383	Gulfport Energy Corp Com USD 0.01	331	0.11
13,998	Laredo Petroleum Inc Com USD 0.01	140	0.05
8,043	Matador Resources Co Com USD 0.01	169	0.06
9,548	Memorial Resource Development Corp Com USD 0.01	143	0.05
4,074	Murphy USA Inc Com USD 0.01	312	0.11
9,559	Northern Oil and Gas Inc Com USD 0.001	38	0.01
9,402	NOW Inc Com USD 0.01	172	0.06
15,196	Oasis Petroleum Inc Com USD 0.01	116	0.04
5,379	ONE Gas Inc Com USD 0.01	349	0.12
1,518	Par Pacific Holdings Inc Com USD 0.01	23	0.01
20,776	Parker Drilling Co Com USD 0.167	43	0.01

Holding	Investment	Fair value $'000	% of net asset value
	United States (31 July 2015: 96.67%) (cont)		
	Oil & gas (cont)		
12,661	Parsley Energy Inc Com USD 0.01	361	0.12
14,321	Patterson-UTI Energy Inc Com USD 0.01	278	0.09
9,018	PBF Energy Inc Com USD 0.001	201	0.07
4,391	PDC Energy Inc Com USD 0.01	241	0.08
21,322	QEP Resources Inc Com USD 0.01	388	0.13
11,129	Rice Energy Inc Com USD 0.01	259	0.09
8,008	RSP Permian Inc Com USD 0.01	288	0.10
6,866	Sanchez Energy Corp Com USD 0.01	44	0.01
6,071	SM Energy Co Com USD 0.01	165	0.06
3,880	Spire Inc Com USD 1.00	269	0.09
22,203	Synergy Resources Corp Com USD 0.001	144	0.05
752	Texas Pacific Land Trust CVS USD 0.033333	119	0.04
4,505	Unit Corp Com USD 0.20	56	0.02
7,245	Western Refining Inc Com USD 0.01	151	0.05
19,733	Whiting Petroleum Corp Com USD 0.001	145	0.05
31,932	WPX Energy Inc Com USD 1.00	319	0.11
	Oil & gas services		
3,933	Bristow Group Inc Com USD 0.01	42	0.01
2,199	Carbo Ceramics Inc Com USD 0.01	31	0.01
3,728	Dril-Quip Inc Com USD 0.01	203	0.07
4,336	Flotek Industries Inc Com USD 0.0001	62	0.02
5,283	Forum Energy Technologies Inc Com USD 0.01	86	0.03
10,907	Helix Energy Solutions Group Inc Com NPV	86	0.03
2,402	Matrix Service Co Com USD 0.01	40	0.01
8,948	MRC Global Inc Com USD 0.01	118	0.04
1,097	Natural Gas Services Group Inc Com USD 0.01	28	0.01
7,267	Newpark Resources Inc Com USD 0.01	46	0.02
11,248	Oceaneering International Inc Com USD 0.25	313	0.11
4,996	Oil States International Inc Com USD 0.01	154	0.05
5,373	RPC Inc Com USD 0.10	78	0.03
2,019	Seacor Holdings Inc Com USD 0.01	114	0.04
13,577	Superior Energy Services Inc Com USD 0.001	217	0.07
15,172	Targa Resources Corp Com USD 0.001	565	0.19
7,439	Tetra Technologies Inc Com USD 0.01	45	0.01
2,968	Thermon Group Holdings Inc Com USD 0.001	60	0.02
	Packaging & containers		
1,197	Multi-Color Corp Com NPV	77	0.03
	Paper		
1,468	Neenah Paper Inc Com USD 0.01	111	0.04
	Personal products		
2,345	Elizabeth Arden Inc Com USD 0.01	33	0.01
1,136	Revlon Inc Com USD 0.01	40	0.01
	Pharmaceuticals		
8,410	Acadia Pharmaceuticals Inc Com USD 0.0001	311	0.10
1,847	Aerie Pharmaceuticals Inc Com USD 0.001	32	0.01
3,954	Agios Pharmaceuticals Inc Com USD 0.001	179	0.06
5,085	Aimmune Therapeutics Inc Com USD 0.0001	61	0.02
7,055	Akorn Inc Com NPV	241	0.08

iShares MSCI USA Small Cap UCITS ETF

SCHEDULE OF INVESTMENTS (continued)

As at 31 July 2016

Holding	Investment	Fair value $'000	% of net asset value
	Equities (31 July 2015: 99.71%) (cont)		
	United States (31 July 2015: 96.67%) (cont)		
	Pharmaceuticals (cont)		
9,464	Amicus Therapeutics Inc Com USD 0.01	63	0.02
2,862	Amphastar Pharmaceuticals Inc Com USD 0.0001	46	0.02
1,145	Anika Therapeutics Inc Com USD 0.01	57	0.02
10,677	Array BioPharma Inc Com USD 0.001	40	0.01
10,340	Catalent Inc Com USD 0.01	264	0.09
2,655	Cempra Inc Com USD 0.001	48	0.02
3,772	Chimerix Inc Com USD 0.001	15	0.01
2,839	Clovis Oncology Inc Com USD 0.001	41	0.01
1,291	Concert Pharmaceuticals Inc Com USD 0.001	15	0.01
17,640	Contra Dyax Corp Com NPV**	20	0.01
5,647	Corcept Therapeutics Inc Com USD 0.001	33	0.01
10,167	Depomed Inc Com NPV	193	0.06
3,164	Dermira Inc Com USD 0.001	106	0.04
8,250	DexCom Inc Com USD 0.001	761	0.26
2,956	Diplomat Pharmacy Inc Com NPV	106	0.04
724	Eagle Pharmaceuticals Inc Com USD 0.001	31	0.01
905	Enanta Pharmaceuticals Inc Com USD 0.01	20	0.01
1,105	Esperion Therapeutics Inc Com USD 0.001	12	0.00
4,373	FibroGen Inc Com USD 0.01	84	0.03
822	Global Blood Therapeutics Inc Com USD 0.001	15	0.01
2,736	Heron Therapeutics Inc Com USD 0.01	45	0.02
6,324	Impax Laboratories Inc Com USD 0.01	199	0.07
6,981	Infinity Pharmaceuticals Inc Com USD 0.001	12	0.00
8,762	Innoviva Inc Com USD 0.01	113	0.04
2,169	Insys Therapeutics Inc Com USD 0.0002145	34	0.01
1,518	Intercept Pharmaceuticals Inc Com USD 0.001	262	0.09
2,911	Intra-Cellular Therapies Inc Com USD 0.0001	119	0.04
12,645	Ironwood Pharmaceuticals Inc Com USD 0.001	179	0.06
12,361	Keryx Biopharmaceuticals Inc Com USD 0.001	91	0.03
1,285	La Jolla Pharmaceutical Co Com USD 0.01	22	0.01
2,393	Lannett Co Inc Com USD 0.001	75	0.02
27,288	MannKind Corp Com USD 0.01	27	0.01
905	Mirati Therapeutics Inc Com NPV	4	0.00
905	Natural Grocers by Vitamin Cottage Inc Com USD 0.001	12	0.00
14,087	Nektar Therapeutics Com USD 0.0001	243	0.08
3,355	Neogen Corp Com USD 0.16	185	0.06
8,293	Neurocrine Biosciences Inc Com USD 0.001	416	0.14
2,392	Nevro Corp Com USD 0.001	198	0.07
1,976	Omega Protein Corp Com USD 0.01	44	0.01
3,094	Ophthotech Corp Com USD 0.001	199	0.07
33,357	Opko Health Inc Com USD 0.01	332	0.11
5,930	Owens & Minor Inc Com USD 2.00	211	0.07
3,259	Pacira Pharmaceuticals Inc Com USD 0.001	118	0.04
	United States (31 July 2015: 96.67%) (cont)		
	Pharmaceuticals (cont)		
2,614	PharMerica Corp Com USD 0.01	69	0.02
1,347	Phibro Animal Health Corp Com USD 0.001	28	0.01
5,171	Portola Pharmaceuticals Inc Com USD 0.001	134	0.05
3,912	PRA Health Sciences Inc Com USD 0.01	181	0.06
4,094	Premier Inc Com USD 0.01	134	0.04
5,072	Prestige Brands Holdings Inc Com USD 0.01	271	0.09
6,125	Progenics Pharmaceuticals Inc Com USD 0.0013	36	0.01
2,522	Radius Health Inc Com USD 0.0001	119	0.04
5,370	Raptor Pharmaceutical Corp Com USD 0.001	32	0.01
2,196	Relypsa Inc Com USD 0.001	70	0.02
1,370	Revance Therapeutics Inc Com USD 0.001	18	0.01
1,863	Sagent Pharmaceuticals Inc Com USD 0.01	40	0.01
4,165	Sarepta Therapeutics Inc Com USD 0.0001	105	0.04
3,804	SciClone Pharmaceuticals Inc Com USD 0.001	40	0.01
2,816	Seres Therapeutics Inc Com USD 0.001	31	0.01
2,090	Sucampo Pharmaceuticals Inc Com USD 0.01	25	0.01
2,788	Supernus Pharmaceuticals Inc Com USD 0.001	62	0.02
8,275	Synergy Pharmaceuticals Inc Com USD 0.0001	34	0.01
3,464	Tesaro Inc Com USD 0.0001	323	0.11
2,625	TG Therapeutics Inc Com USD 0.001	15	0.01
14,856	TherapeuticsMD Inc Com USD 0.001	115	0.04
2,930	Trevena Inc Com USD 0.001	18	0.01
610	Usana Health Sciences Inc Com USD 0.001	84	0.03
3,389	Vanda Pharmaceuticals Inc Com USD 0.001	39	0.01
8,453	VCA Inc Com USD 0.001	603	0.20
2,575	Xencor Inc Com USD 0.01	49	0.02
	Pipelines		
6,763	Enbridge Energy Management LLC Com USD 0.01	156	0.05
4,598	EnLink Midstream LLC Com USD 0.01	71	0.02
3,260	Primoris Services Corp Com USD 0.0001	59	0.02
4,784	SemGroup Corp Com USD 0.01	138	0.05
4,362	Tallgrass Energy GP LP CVS NPV	102	0.04
	Property & casualty insurance		
3,861	Employers Holdings Inc Com USD 0.01	110	0.04
1,374	Infinity Property & Casualty Corp Com NPV	113	0.04
1,004	Navigators Group Inc Com USD 0.10	94	0.03
5,305	ProAssurance Corp Com USD 0.01	274	0.09
3,823	RLI Corp Com USD 1.00	260	0.09
1,075	Safety Insurance Group Inc Com USD 0.01	68	0.02
5,530	Selective Insurance Group Inc Com USD 2.00	217	0.07
	Real estate investment & services		
4,064	Alexander & Baldwin Inc Com USD 0.01	160	0.05
4,995	Altisource Residential Corp Reits USD 0.01	48	0.02
2,911	Forestar Group Inc Com USD 1.00	36	0.01

iShares MSCI USA Small Cap UCITS ETF

SCHEDULE OF INVESTMENTS (continued)

As at 31 July 2016

Holding	Investment	Fair value $'000	% of net asset value
	Equities (31 July 2015: 99.71%) (cont)		
	United States (31 July 2015: 96.67%) (cont)		
	Real estate investment & services (cont)		
4,649	Four Corners Property Trust Inc Reits USD 0.0001	101	0.03
4,784	HFF Inc Com USD 0.01	135	0.05
3,463	Howard Hughes Corp Com USD 0.01	413	0.14
9,493	Kennedy-Wilson Holdings Inc Com USD 0.0001	200	0.07
1,322	Marcus & Millichap Inc Com USD 0.0001	35	0.01
1,443	RE/MAX Holdings Inc Com USD 0.0001	62	0.02
616	RMR Group Inc Com USD 0.001	21	0.01
	Real estate investment trusts		
8,033	Acadia Realty Trust Reits USD 0.001	302	0.10
8,039	AG Mortgage Investment Trust Inc Reits USD 0.01	120	0.04
2,702	Agree Realty Corp Reits USD 0.0001	137	0.05
214	Alexander's Inc Reits USD 1.00	91	0.03
2,545	American Assets Trust Inc Reits USD 0.01	117	0.04
13,498	American Campus Communities Inc Reits USD 0.01	730	0.25
4,263	American Capital Mortgage Investment Corp Reits USD 0.01	70	0.02
17,131	American Homes 4 Rent Reits USD 0.01	372	0.13
10,620	Anworth Mortgage Asset Corp Reits USD 0.01	52	0.02
16,566	Apartment Investment & Management Co Reits USD 0.01	761	0.26
9,401	Apollo Commercial Real Estate Finance Inc Reits USD 0.01	153	0.05
15,004	Apple Hospitality REIT Com Inc NPV	306	0.10
3,922	ARMOUR Residential REIT Inc USD 0.0001	83	0.03
3,975	Ashford Hospitality Prime Inc Reits USD 0.01	60	0.02
8,542	Ashford Hospitality Trust Inc Reits USD 0.01	51	0.02
8,109	Blackstone Mortgage Trust Inc Reits USD 0.01	235	0.08
18,806	Brandywine Realty Trust Reits USD 0.01	317	0.11
8,752	Capstead Mortgage Corp Reits USD 0.01	87	0.03
9,277	Care Capital Properties Inc Reits USD 0.01	274	0.09
4,324	CareTrust REIT Inc USD 0.01	62	0.02
16,140	CBL & Associates Properties Inc Reits USD 0.01	198	0.07
6,307	Cedar Realty Trust Inc Reits USD 0.06	51	0.02
3,466	Chatham Lodging Trust Reits USD 0.01	83	0.03
5,478	Chesapeake Lodging Trust Reits USD 0.01	138	0.05
20,761	Chimera Investment Corp Reits USD 0.01	348	0.12
9,773	Colony Capital Inc Reits USD 0.01	174	0.06
3,329	Colony Starwood Homes Reits USD 0.01	109	0.04
11,118	Columbia Property Trust Inc Reits USD 0.01	270	0.09
14,883	Communications Sales & Leasing Inc Reits USD 0.0001	462	0.16
3,083	CoreSite Realty Corp Reits USD 0.01	254	0.09
9,540	Corporate Office Properties Trust Reits USD 0.01	286	0.10
10,862	Corrections Corp of America Reits USD 0.01	348	0.12

Holding	Investment	Fair value $'000	% of net asset value
	United States (31 July 2015: 96.67%) (cont)		
	Real estate investment trusts (cont)		
18,776	Cousins Properties Inc Reits USD 1.00	200	0.07
16,668	CubeSmart Reits USD 0.01	495	0.17
7,259	CyrusOne Inc Reits USD 0.01	398	0.13
18,172	CYS Investments Inc Reits USD 0.01	163	0.05
7,949	DCT Industrial Trust Inc Reits USD 0.01	399	0.13
28,688	DDR Corp Reits USD 0.10	566	0.19
18,662	DiamondRock Hospitality Co Reits USD 0.01	183	0.06
15,195	Douglas Emmett Inc Reits USD 0.01	578	0.20
7,677	DuPont Fabros Technology Inc Reits USD 0.001	367	0.12
4,483	Dynex Capital Inc Reits USD 0.01	31	0.01
3,101	Easterly Government Properties Inc Reits USD 0.01	64	0.02
3,157	EastGroup Properties Inc Reits NPV	232	0.08
5,808	Education Realty Trust Inc Reits USD 0.01	279	0.09
14,173	Empire State Realty Trust Inc Reits USD 0.01	298	0.10
6,750	EPR Properties Reits USD 0.01	567	0.19
12,698	Equity Commonwealth Reits USD 0.01	381	0.13
8,246	Equity LifeStyle Properties Inc Reits USD 0.01	678	0.23
8,580	Equity One Inc Reits USD 0.01	285	0.10
12,168	FelCor Lodging Trust Inc Reits USD 0.01	77	0.03
10,298	First Industrial Realty Trust Inc Reits USD 0.01	303	0.10
11,141	First Potomac Realty Trust Reits USD 0.001	113	0.04
23,357	Forest City Realty Trust Inc Reits USD 0.01	552	0.19
14,028	Franklin Street Properties Corp Reits USD 0.0001	179	0.06
20,365	Gaming and Leisure Properties Inc Reits USD 0.01	729	0.25
7,922	Geo Group Inc Reits USD 0.01	274	0.09
2,432	Getty Realty Corp Reits USD 0.01	55	0.02
15,222	Global Net Lease Inc Reits USD 0.01	133	0.04
4,176	Government Properties Income Trust Reits USD 0.01	100	0.03
43,260	Gramercy Property Trust Reits USD 0.01	432	0.15
11,267	Healthcare Realty Trust Inc Reits USD 0.01	407	0.14
14,111	Healthcare Trust of America Inc Reits USD 0.01	480	0.16
4,416	Hersha Hospitality Trust Reits USD 0.01	83	0.03
9,384	Highwoods Properties Inc Reits USD 0.01	523	0.18
14,230	Hospitality Properties Trust Reits USD 0.01	454	0.15
8,801	Hudson Pacific Properties Inc Reits USD 0.01	297	0.10
4,431	InfraREIT Inc Reits USD 0.01	78	0.03
12,495	Invesco Mortgage Capital Inc Reits USD 0.01	180	0.06
17,807	Investors Real Estate Trust Reits NPV	118	0.04
10,586	iStar Inc Reits USD 0.001	110	0.04
8,648	Kilroy Realty Corp Reits USD 0.01	633	0.21
7,968	Kite Realty Group Trust Reits USD 0.01	242	0.08
8,229	Lamar Advertising Co Reits USD 0.001	558	0.19
10,902	LaSalle Hotel Properties Reits USD 0.01	300	0.10

iShares MSCI USA Small Cap UCITS ETF

SCHEDULE OF INVESTMENTS (continued)

As at 31 July 2016

Holding	Investment	Fair value $'000	% of net asset value
	Equities (31 July 2015: 99.71%) (cont)		
	United States (31 July 2015: 96.67%) (cont)		
	Real estate investment trusts (cont)		
21,838	Lexington Realty Trust Reits USD 0.0001	237	0.08
3,139	LTC Properties Inc Reits USD 0.01	168	0.06
7,667	Mack-Cali Realty Corp Reits USD 0.01	216	0.07
21,651	Medical Properties Trust Inc Reits USD 0.001	340	0.11
43,668	MFA Financial Inc Reits USD 0.01	328	0.11
9,885	Monmouth Real Estate Investment Corp Reits USD 0.01	137	0.05
14,242	Monogram Residential Trust Inc Reits USD 0.0001	152	0.05
4,391	National Health Investors Inc Reits USD 0.01	345	0.12
14,488	National Retail Properties Inc Reits USD 0.01	770	0.26
3,987	National Storage Affiliates Trust Reits USD 0.01	85	0.03
21,030	New Residential Investment Corp Reits USD 0.01	287	0.10
7,969	New Senior Investment Group Inc Reits NPV	95	0.03
9,109	New York Mortgage Trust Inc Reits USD 0.02	60	0.02
14,480	New York REIT Inc USD 0.01	138	0.05
7,578	Newcastle Investment Corp Reits USD 0.01	36	0.01
5,437	NorthStar Realty Europe Corp Reits USD 0.01	50	0.02
16,303	NorthStar Realty Finance Corp Reits USD 0.01	219	0.07
20,194	Omega Healthcare Investors Inc Reits USD 0.10	697	0.24
12,235	Outfront Media Inc Reits USD 0.01	285	0.10
14,860	Paramount Group Inc Reits USD 0.01	262	0.09
7,357	Parkway Properties Inc Reits USD 0.001	128	0.04
6,440	Pebblebrook Hotel Trust Reits USD 0.01	191	0.06
7,152	Pennsylvania Real Estate Investment Trust Reits USD 1.00	182	0.06
7,619	PennyMac Mortgage Investment Trust Reits USD 0.01	124	0.04
12,548	Physicians Realty Trust Reits USD 0.01	272	0.09
15,962	Piedmont Office Realty Trust Inc Reits USD 0.01	350	0.12
5,247	Post Properties Inc Reits USD 0.01	334	0.11
3,616	Potlatch Corp Reits USD 1.00	138	0.05
1,773	PS Business Parks Inc Reits USD 0.01	197	0.07
4,523	QTS Realty Trust Inc Reits USD 0.01	259	0.09
6,686	Ramco-Gershenson Properties Trust Reits USD 0.01	132	0.04
11,799	Rayonier Inc Reits NPV	321	0.11
10,065	Redwood Trust Inc Reits USD 0.01	144	0.05
3,030	Resource Capital Corp Reits USD 0.001	41	0.01
10,950	Retail Opportunity Investments Corp Reits USD 0.0001	250	0.08
22,078	Retail Properties of America Inc Reits USD 0.001	389	0.13
5,055	Rexford Industrial Realty Inc Reits USD 0.01	115	0.04
12,232	RLJ Lodging Trust Reits USD 0.01	290	0.10

Holding	Investment	Fair value $'000	% of net asset value
	United States (31 July 2015: 96.67%) (cont)		
	Real estate investment trusts (cont)		
4,814	Ryman Hospitality Properties Inc Reits USD 0.01	271	0.09
5,513	Sabra Health Care REIT Inc USD 0.01	132	0.04
1,843	Saul Centers Inc Reits USD 0.01	124	0.04
5,942	Select Income REIT USD 0.01	165	0.06
23,362	Senior Housing Properties Trust Reits USD 0.01	519	0.17
2,284	Seritage Growth Properties Reits USD 0.01	114	0.04
5,445	Silver Bay Realty Trust Corp Reits USD 0.01	98	0.03
4,862	Sovran Self Storage Inc Reits USD 0.01	497	0.17
45,969	Spirit Realty Capital Inc Reits USD 0.01	628	0.21
5,678	STAG Industrial Inc Reits USD 0.01	144	0.05
21,992	Starwood Property Trust Inc Reits USD 0.01	479	0.16
13,619	STORE Capital Corp Reits USD 0.01	425	0.14
7,242	Summit Hotel Properties Inc Reits USD 0.01	103	0.03
6,130	Sun Communities Inc Reits USD 0.01	485	0.16
19,193	Sunstone Hotel Investors Inc Reits USD 0.01	255	0.09
8,666	Tanger Factory Outlet Centers Inc Reits USD 0.01	362	0.12
5,699	Taubman Centers Inc Reits USD 0.01	461	0.16
3,903	Terreno Realty Corp Reits USD 0.01	109	0.04
4,385	Tier REIT Inc USD 0.0001	76	0.03
35,153	Two Harbors Investment Corp Reits USD 0.0001	307	0.10
2,046	Universal Health Realty Income Trust Reits USD 0.01	122	0.04
10,727	Urban Edge Properties Reits USD 0.01	321	0.11
2,305	Urstadt Biddle Properties Inc Reits USD 0.01	57	0.02
6,006	Washington Real Estate Investment Trust USD 0.01	206	0.07
10,816	Weingarten Realty Investors Reits USD 0.03	467	0.16
4,603	Western Asset Mortgage Capital Corp Reits USD 0.01	45	0.01
9,203	WP Carey Inc Reits USD 0.001	668	0.23
17,325	WP Glimcher Inc Reits USD 0.0001	220	0.07
9,872	Xenia Hotels & Resorts Inc Reits USD 0.01	177	0.06
	Recreational products		
6,968	Callaway Golf Co Com USD 0.01	74	0.02
3,945	Pool Corp Com USD 0.001	404	0.14
2,461	Winnebago Industries Inc Com USD 0.50	58	0.02
	Restaurants & bars		
1,778	Buffalo Wild Wings Inc Com NPV	298	0.10
1,772	Cracker Barrel Old Country Store Inc Com USD 0.01	279	0.10
1,597	DineEquity Inc Com USD 0.01	130	0.04
3,471	Jack in the Box Inc Com USD 0.01	307	0.10
2,795	Papa John's International Inc Com USD 0.01	207	0.07
1,308	Red Robin Gourmet Burgers Inc Com USD 0.001	63	0.02
4,722	Sonic Corp Com USD 0.01	127	0.04

iShares MSCI USA Small Cap UCITS ETF

SCHEDULE OF INVESTMENTS (continued)

As at 31 July 2016

Holding	Investment	Fair value $'000	% of net asset value
	Equities (31 July 2015: 99.71%) (cont)		
	United States (31 July 2015: 96.67%) (cont)		
	Restaurants & bars (cont)		
7,158	Texas Roadhouse Inc Com USD 0.001	338	0.12
	Retail		
2,400	Asbury Automotive Group Inc Com USD 0.01	146	0.05
16,337	Ascena Retail Group Inc Com USD 0.01	133	0.04
2,116	Barnes & Noble Education Inc Com USD 0.01	24	0.01
5,676	Barnes & Noble Inc Com USD 0.001	74	0.02
138	Biglari Holdings Inc Com USD 0.50	57	0.02
1,794	BJ's Restaurants Inc Com NPV	70	0.02
10,105	Bloomin' Brands Inc Com USD 0.01	182	0.06
6,994	BMC Stock Holdings Inc Com USD 0.01	142	0.05
5,679	Brinker International Inc Com USD 0.10	268	0.09
7,813	Burlington Stores Inc Com USD 0.0001	598	0.20
3,856	Caleres Inc Com USD 0.01	101	0.03
3,773	Carrols Restaurant Group Inc Com USD 0.01	46	0.02
2,560	Cato Corp Com USD 0.033	92	0.03
5,182	Cheesecake Factory Inc Com USD 0.01	268	0.09
16,073	Chico's FAS Inc Com USD 0.01	193	0.07
3,595	Conn's Inc Com USD 0.01	26	0.01
10,913	Copart Inc Com NPV	550	0.19
6,593	CST Brands Inc Com USD 0.01	295	0.10
5,878	Del Frisco's Restaurant Group Inc Com USD 0.001	88	0.03
4,712	Del Taco Restaurants Inc Com USD 0.0001	50	0.02
7,615	Denny's Corp Com USD 0.01	85	0.03
2,258	Dillard's Inc Com NPV	153	0.05
7,394	DSW Inc Com NPV	179	0.06
9,731	Dunkin' Brands Group Inc Com USD 0.001	441	0.15
9,496	Express Inc Com USD 0.01	142	0.05
2,429	Fiesta Restaurant Group Inc Com USD 0.01	54	0.02
5,046	Five Below Inc Com USD 0.01	257	0.09
5,286	Fred's Inc Com NPV	84	0.03
11,368	GameStop Corp Com USD 0.001	352	0.12
7,948	GNC Holdings Inc Com USD 0.001	162	0.05
6,217	Guess? Inc Com USD 0.01	92	0.03
13,016	Kate Spade & Co Com USD 1.00	282	0.10
2,060	Lithia Motors Inc Com NPV	178	0.06
2,820	Lumber Liquidators Holdings Inc Com USD 0.001	42	0.01
2,875	MarineMax Inc Com USD 0.001	58	0.02
1,349	Mattress Firm Holding Corp Com USD 0.01	40	0.01
10,071	Michaels Cos Inc Com USD 0.06775	265	0.09
4,730	MSC Industrial Direct Co Inc Com USD 0.001	340	0.11
5,484	Nu Skin Enterprises Inc Com USD 0.001	293	0.10
2,539	Ollie's Bargain Outlet Holdings Inc Com USD 0.001	66	0.02
1,366	Outerwall Inc Com USD 0.001	72	0.02
2,292	Panera Bread Co Com USD 0.0001	503	0.17
5,264	Party City Holdco Inc Com USD 0.01	84	0.03

Holding	Investment	Fair value $'000	% of net asset value
	United States (31 July 2015: 96.67%) (cont)		
	Retail (cont)		
4,352	Penske Automotive Group Inc Com USD 0.0001	172	0.06
10,962	Pier 1 Imports Inc Com USD 0.001	56	0.02
1,621	Popeyes Louisiana Kitchen Inc Com USD 0.01	93	0.03
1,827	PriceSmart Inc Com USD 0.0001	142	0.05
3,514	Regis Corp Com USD 0.05	47	0.02
3,414	Restoration Hardware Holdings Inc Com USD 0.0001	105	0.04
5,620	Ruby Tuesday Inc Com USD 0.01	23	0.01
2,777	Rush Enterprises Inc Com USD 0.01	64	0.02
3,289	Ruth's Hospitality Group Inc Com USD 0.01	53	0.02
14,135	Sally Beauty Holdings Inc Com USD 0.01	414	0.14
561	Shake Shack Inc Com USD 0.01	22	0.01
1,342	Shoe Carnival Inc Com USD 0.01	35	0.01
3,885	Sportsman's Warehouse Holdings Inc Com USD 0.01	40	0.01
3,775	Tile Shop Holdings Inc Com USD 0.0001	64	0.02
5,766	TravelCenters of America LLC Com USD 0.00001	47	0.02
3,836	Tuesday Morning Corp Com USD 0.01	30	0.01
8,371	Urban Outfitters Inc Com USD 0.0001	250	0.08
2,573	Vitamin Shoppe Inc Com USD 0.01	75	0.03
20,303	Wendy's Co Com USD 0.10	196	0.07
8,062	Williams-Sonoma Inc Com USD 0.01	436	0.15
2,556	Wingstop Inc Com USD 0.01	66	0.02
7,128	World Fuel Services Corp Com USD 0.01	339	0.11
1,553	Zoe's Kitchen Inc Com USD 0.01	55	0.02
2,014	Zumiez Inc Com NPV	34	0.01
	Savings & loans		
7,591	Beneficial Bancorp Inc Com USD 0.01	103	0.04
2,284	Berkshire Hills Bancorp Inc Com USD 0.01	60	0.02
2,527	Flagstar Bancorp Inc Com USD 0.01	67	0.02
2,362	Flushing Financial Corp Com USD 0.01	53	0.02
2,509	HomeStreet Inc Com NPV	56	0.02
5,471	Meridian Bancorp Inc Com NPV	80	0.03
1,191	Meta Financial Group Inc Com USD 0.01	65	0.02
4,433	Northfield Bancorp Inc Com USD 0.01	66	0.02
2,392	Pacific Premier Bancorp Inc Com USD 0.01	58	0.02
2,603	WSFS Financial Corp Com USD 0.01	91	0.03
	Semiconductors		
72,625	Advanced Micro Devices Inc Com USD 0.01	498	0.17
10,650	Amkor Technology Inc Com USD 0.001	67	0.02
11,192	Applied Micro Circuits Corp Com USD 0.01	74	0.03
6,052	Brooks Automation Inc Com USD 0.01	76	0.03
2,327	Cabot Microelectronics Corp Com USD 0.001	122	0.04
5,332	Cavium Inc Com USD 0.001	249	0.08
2,559	Ceva Inc Com USD 0.001	77	0.03
6,518	Cirrus Logic Inc Com USD 0.001	317	0.11
29,420	Cypress Semiconductor Corp Com USD 0.01	342	0.12

iShares MSCI USA Small Cap UCITS ETF

SCHEDULE OF INVESTMENTS (continued)

As at 31 July 2016

Holding	Investment	Fair value $'000	% of net asset value
	Equities (31 July 2015: 99.71%) (cont)		
	United States (31 July 2015: 96.67%) (cont)		
	Semiconductors (cont)		
5,417	Diodes Inc Com USD 0.667	100	0.03
13,753	Entegris Inc Com USD 0.01	235	0.08
11,748	Fairchild Semiconductor International Inc Com USD 0.01	232	0.08
6,541	FormFactor Inc Com USD 0.001	61	0.02
4,042	Inphi Corp Com USD 0.001	142	0.05
13,752	Integrated Device Technology Inc Com USD 0.001	302	0.10
15,076	Intersil Corp Com USD 0.01	230	0.08
6,547	InvenSense Inc Com USD 0.001	44	0.02
3,586	IPG Photonics Corp Com USD 0.0001	302	0.10
6,072	Kulicke & Soffa Industries Inc Com NPV	76	0.03
10,259	Lattice Semiconductor Corp Com USD 0.01	62	0.02
3,350	MACOM Technology Solutions Holdings Inc Com USD 0.001	132	0.05
6,288	MaxLinear Inc Com USD 0.01	137	0.05
10,613	Microsemi Corp Com USD 0.20	414	0.14
4,837	MKS Instruments Inc Com NPV	221	0.07
4,393	Monolithic Power Systems Inc Com USD 0.001	319	0.11
3,109	Nanometrics Inc Com NPV	62	0.02
41,774	ON Semiconductor Corp Com USD 0.01	419	0.14
5,856	Photronics Inc Com USD 0.01	57	0.02
2,660	Power Integrations Inc Com USD 0.001	152	0.05
8,147	QLogic Corp Com USD 0.001	126	0.04
11,482	Rambus Inc Com USD 0.001	155	0.05
7,024	Rovi Corp Com USD 0.001	132	0.04
3,885	Rudolph Technologies Inc Com USD 0.001	68	0.02
6,682	Semtech Corp Com USD 0.01	170	0.06
3,364	Silicon Laboratories Inc Com USD 0.0001	179	0.06
3,613	Synaptics Inc Com USD 0.001	188	0.06
19,699	Teradyne Inc Com USD 0.125	389	0.13
5,726	Tessera Technologies Inc Com USD 0.001	184	0.06
2,487	Ultratech Inc Com USD 0.001	61	0.02
4,056	Veeco Instruments Inc Com USD 0.01	68	0.02
9,338	Xcerra Corp Com USD 0.05	57	0.02
	Shipping		
4,648	Huntington Ingalls Industries Inc Com USD 0.01	802	0.27
	Software		
2,624	2U Inc Com USD 0.001	92	0.03
9,927	ACI Worldwide Inc Com USD 0.005	197	0.07
3,502	Actua Corp Com USD 0.001	35	0.01
8,758	Acxiom Corp Com USD 0.10	201	0.07
16,229	Allscripts Healthcare Solutions Inc Com USD 0.01	229	0.08
8,038	Aspen Technology Inc Com USD 0.10	337	0.11
3,655	athenahealth Inc Com USD 0.01	467	0.16
925	Benefitfocus Inc Com USD 0.001	40	0.01

Holding	Investment	Fair value $'000	% of net asset value
	United States (31 July 2015: 96.67%) (cont)		
	Software (cont)		
2,192	Black Knight Financial Services Inc Com USD 0.0001	85	0.03
5,368	Blackbaud Inc Com USD 0.001	359	0.12
3,279	Bottomline Technologies de Inc Com USD 0.001	69	0.02
2,991	BroadSoft Inc Com USD 0.01	134	0.05
4,871	Callidus Software Inc Com USD 0.001	100	0.03
2,528	CommerceHub Inc Class 'C' Com USD 0.01	35	0.01
1,264	CommerceHub Inc Com USD 0.01	18	0.01
4,313	CommVault Systems Inc Com USD 0.01	223	0.08
900	Computer Programs & Systems Inc Com USD 0.001	36	0.01
5,287	Cornerstone OnDemand Inc Com USD 0.0001	228	0.08
3,098	CSG Systems International Inc Com USD 0.01	125	0.04
4,536	Cvent Inc Com USD 0.001	148	0.05
2,655	Ebix Inc Com USD 0.10	142	0.05
3,494	Envestnet Inc Com USD 0.01	133	0.04
4,639	Epiq Systems Inc Com USD 0.01	76	0.03
2,898	Fair Isaac Corp Com USD 0.01	367	0.12
5,071	Five9 Inc Com USD 0.001	64	0.02
9,273	Glu Mobile Inc Com USD 0.0001	22	0.01
7,754	Guidewire Software Inc Com USD 0.0001	476	0.16
2,042	Hortonworks Inc Com USD 0.0001	24	0.01
2,801	HubSpot Inc Com USD 0.001	153	0.05
2,460	Imperva Inc Com USD 0.0001	116	0.04
5,358	inContact Inc Com USD 0.0001	74	0.03
4,678	Infoblox Inc Com USD 0.0001	87	0.03
7,704	InnerWorkings Inc Com USD 0.0001	65	0.02
4,780	Inovalon Holdings Inc Com USD 0.000005	89	0.03
1,529	Interactive Intelligence Group Inc Com USD 0.01	82	0.03
7,954	Jack Henry & Associates Inc Com USD 0.01	710	0.24
2,745	ManTech International Corp Com USD 0.01	108	0.04
5,380	Medidata Solutions Inc Com USD 0.01	286	0.10
953	MicroStrategy Inc Com USD 0.001	167	0.06
2,987	Monotype Imaging Holdings Inc Com USD 0.001	59	0.02
1,961	New Relic Inc Com USD 0.001	67	0.02
2,574	Omnicell Inc Com USD 0.001	99	0.03
3,834	Paycom Software Inc Com USD 0.01	181	0.06
2,337	PDF Solutions Inc Com USD 0.00015	38	0.01
3,033	Pegasystems Inc Com USD 0.01	85	0.03
1,859	Press Ganey Holdings Inc Com USD 0.01	74	0.02
4,355	Progress Software Corp Com USD 0.01	126	0.04
3,328	Proofpoint Inc Com USD 0.0001	252	0.09
2,206	PROS Holdings Inc Com USD 0.001	41	0.01
10,347	PTC Inc Com USD 0.01	411	0.14
9,456	Qlik Technologies Inc Com USD 0.0001	285	0.10
6,604	Quality Systems Inc Com USD 0.01	81	0.03
10,253	Rackspace Hosting Inc Com USD 0.001	240	0.08

iShares MSCI USA Small Cap UCITS ETF

SCHEDULE OF INVESTMENTS (continued)

As at 31 July 2016

Holding	Investment	Fair value $'000	% of net asset value
	Equities (31 July 2015: 99.71%) (cont)		
	United States (31 July 2015: 96.67%) (cont)		
	Software (cont)		
6,557	RealPage Inc Com USD 0.001	165	0.06
1,417	SPS Commerce Inc Com USD 0.001	90	0.03
17,262	SS&C Technologies Holdings Inc Com USD 0.01	556	0.19
5,028	Synchronoss Technologies Inc Com USD 0.0001	188	0.06
3,080	Synnex Corp Com USD 0.001	310	0.10
6,112	Tableau Software Inc Com USD 0.0001	345	0.12
8,156	Take-Two Interactive Software Inc Com USD 0.01	328	0.11
3,212	Tangoe Inc Com USD 0.0001	26	0.01
3,602	Tyler Technologies Inc Com USD 0.01	587	0.20
3,151	Ultimate Software Group Inc Com USD 0.01	659	0.22
6,660	Veeva Systems Inc Com USD 0.00001	253	0.09
5,469	Verint Systems Inc Com USD 0.001	193	0.06
1,665	Xura Inc Com USD 0.01	41	0.01
8,058	Zendesk Inc Com USD 0.01	244	0.08
73,499	Zynga Inc Com USD 0.00000625	211	0.07
	Specialty retailers		
4,767	Cabela's Inc Com USD 0.01	246	0.08
2,072	Group 1 Automotive Inc Com USD 0.01	129	0.04
3,033	Hibbett Sports Inc Com USD 0.01	106	0.04
44,394	Office Depot Inc Com USD 0.01	153	0.05
2,853	Sonic Automotive Inc Com USD 0.01	52	0.02
	Storage & warehousing		
4,089	Mobile Mini Inc Com USD 0.01	133	0.05
4,909	Wesco Aircraft Holdings Inc Com USD 0.001	63	0.02
	Telecommunications		
8,088	8x8 Inc Com USD 0.001	111	0.04
4,916	Adtran Inc Com USD 0.01	89	0.03
4,386	Arista Networks Inc Com USD 0.0001	313	0.11
988	ATN International Inc Com USD 0.01	73	0.02
7,671	Calix Inc Com USD 0.01	59	0.02
12,277	Ciena Corp Com USD 0.01	236	0.08
16,060	CommScope Holding Co Inc Com USD 0.01	481	0.16
4,692	Consolidated Communications Holdings Inc Com USD 0.01	131	0.04
6,447	DigitalGlobe Inc Com USD 0.001	174	0.06
9,626	EarthLink Holdings Corp Com USD 0.01	65	0.02
3,756	EchoStar Corp Com USD 0.001	146	0.05
14,041	Extreme Networks Inc Com USD 0.001	55	0.02
3,520	FairPoint Communications Inc Com USD 0.01	57	0.02
12,213	Finisar Corp Com USD 0.001	229	0.08
3,504	Gigamon Inc Com USD 0.0001	164	0.06
33,447	Globalstar Inc Com USD 0.0001	39	0.01
4,448	Gogo Inc Com USD 0.0001	37	0.01
2,385	GTT Communications Inc Com USD 0.0001	49	0.02
12,855	Infinera Corp Com USD 0.001	112	0.04

Holding	Investment	Fair value $'000	% of net asset value
	United States (31 July 2015: 96.67%) (cont)		
	Telecommunications (cont)		
3,128	Inteliquent Inc Com USD 0.001	64	0.02
3,523	InterDigital Inc Com USD 0.01	208	0.07
7,485	Iridium Communications Inc Com USD 0.001	67	0.02
1,286	Loral Space & Communications Inc Com USD 0.01	45	0.02
3,184	Netgear Inc Com USD 0.001	164	0.06
5,781	NeuStar Inc Com USD 0.001	146	0.05
7,107	NII Holdings Inc Com USD 0.001	22	0.01
11,744	Oclaro Inc Com USD 0.01	67	0.02
5,720	Orbcomm Inc Com USD 0.001	61	0.02
3,706	Plantronics Inc Com USD 0.01	179	0.06
15,113	Polycom Inc Com USD 0.0005	187	0.06
1,196	RigNet Inc Com USD 0.001	14	0.00
4,814	Shenandoah Telecommunications Co Com NPV	198	0.07
5,913	ShoreTel Inc Com USD 0.001	43	0.01
7,366	Sonus Networks Inc Com USD 0.001	63	0.02
3,214	Spok Holdings Inc Com USD 0.0001	59	0.02
1,433	Straight Path Communications Inc Com USD 0.01	26	0.01
8,991	Telephone & Data Systems Inc Com USD 0.01	283	0.10
2,724	Ubiquiti Networks Inc Com USD 0.001	122	0.04
916	United States Cellular Corp Com USD 1.00	37	0.01
22,607	Viavi Solutions Inc Com USD 0.001	161	0.05
25,661	Vonage Holdings Corp Com USD 0.001	152	0.05
3,342	West Corp Com USD 0.001	74	0.03
9,234	Windstream Holdings Inc Com USD 0.0001	86	0.03
	Telecommunications equipment		
3,046	CalAmp Corp Com USD 0.01	43	0.02
17,550	Cincinnati Bell Inc Com USD 0.01	88	0.03
3,222	Comtech Telecommunications Corp Com USD 0.10	42	0.01
19,738	Harmonic Inc Com USD 0.001	65	0.02
4,854	Ixia Com NPV	56	0.02
2,019	LogMeIn Inc Com USD 0.01	173	0.06
1,788	Lumos Networks Corp Com USD 0.01	21	0.01
4,525	ViaSat Inc Com USD 0.0001	334	0.11
	Textile		
1,742	G&K Services Inc Com USD 0.50	140	0.05
1,400	UniFirst Corp Com USD 0.10	163	0.05
	Transportation		
1,648	ArcBest Corp Com USD 0.01	31	0.01
1,946	Celadon Group Inc Com USD 0.033	16	0.01
1,473	Echo Global Logistics Inc Com USD 0.0001	36	0.01
2,969	Forward Air Corp Com USD 0.01	137	0.05
5,724	Genesee & Wyoming Inc Com USD 0.01	371	0.12
3,655	Hornbeck Offshore Services Inc Com USD 0.01	29	0.01
3,493	Hub Group Inc Com USD 0.01	143	0.05

iShares MSCI USA Small Cap UCITS ETF

SCHEDULE OF INVESTMENTS (continued)

As at 31 July 2016

Holding	Investment	Fair value $'000	% of net asset value
	Equities (31 July 2015: 99.71%) (cont)		
	United States (31 July 2015: 96.67%) (cont)		
	Transportation (cont)		
1,378	Kirby Corp Com USD 0.10	75	0.02
4,106	Landstar System Inc Com USD 0.01	289	0.10
2,206	Marten Transport Ltd Com USD 0.01	48	0.01
841	Matson Inc Com NPV	31	0.01
2,450	Roadrunner Transportation Systems Inc Com USD 0.01	18	0.01
4,791	Ryder System Inc Com USD 0.50	316	0.11
2,339	Saia Inc Com USD 0.001	68	0.02
7,351	Swift Transportation Co Com USD 0.001	141	0.05
4,625	Tidewater Inc Com USD 0.10	20	0.01
4,449	Werner Enterprises Inc Com USD 0.01	112	0.04
10,130	XPO Logistics Inc Com USD 0.001	300	0.10
	Trucking		
4,169	GATX Corp Com USD 0.625	186	0.06
2,291	Greenbrier Cos Inc Com NPV	75	0.03
6,681	Heartland Express Inc Com USD 0.01	124	0.04
7,523	Knight Transportation Inc Com USD 0.01	224	0.08
5,650	Old Dominion Freight Line Inc Com USD 0.10	394	0.13
	Water		
3,497	American States Water Co Com NPV	151	0.05
16,546	Aqua America Inc Com USD 0.50	572	0.19
4,395	California Water Service Group Com USD 0.01	148	0.05
998	Connecticut Water Service Inc Com NPV	51	0.02
1,675	Middlesex Water Co Com NPV	69	0.02
1,368	SJW Corp Com USD 1.042	58	0.02
2,338	York Water Co Com NPV	74	0.03
	Total United States	**281,691**	**95.31**
	Total equities	**293,630**	**99.35**
	Warrants (31 July 2015: 0.00%)		
	United States (31 July 2015: 0.00%)		
2,658	Magnum Hunter Resources Corp Warrants 15 April 2016 */**	-	0.00
	Total United States	**-**	**0.00**
	Total warrants	**-**	**0.00**

No. of contracts		Underlying exposure $'000	Fair value $'000	% of net assets value
	Financial derivative instruments (31 July 2015: 0.00%)			
	Futures contracts (31 July 2015: 0.00%)			
13	Russell 2000 Mini Index Futures September 2016	1,517	65	0.02
	Total unrealised gains on futures contracts		**65**	**0.02**
	Total financial derivative instruments		**65**	**0.02**

	Fair value $'000	% of net asset value
Total value of investments	**293,695**	**99.37**
Cash†	**1,704**	**0.58**
Other net assets	**38**	**0.01**
Net assets attributable to redeemable participating shareholders	**295,437**	**99.96**
Adjustment to align to the valuation methodology as set out in the prospectus	127	0.04
Net asset value attributable to redeemable participating shareholders at the end of the year	**295,564**	**100.00**

† Cash holdings of $1,690,558 are held with State Street Bank and Trust Company. $13,305 is held as security for futures contracts with Credit Suisse AG.
* Investments which are less than $500 are rounded to zero.
** These securities were in consultation with the Manager. These securities were priced at zero or suspended at year end and valued using the last traded price at year end.

Equities are primarily classified by 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	293,630	99.14
Exchange traded financial derivative instruments	65	0.02
Other assets	2,490	0.84
Total current assets	**296,185**	**100.00**

iShares MSCI USA Small Cap UCITS ETF

SCHEDULE OF MATERIAL PURCHASES AND SALES (unaudited)

For the year ended 31 July 2016

Holding	Investments	Proceeds $'000
Sales		
20,668	Global Payments Inc Com NPV	1,592
17,992	Idexx Laboratories Inc Com USD 0.10	1,444
13,611	Ingredion Inc Com USD 0.01	1,436
23,613	Broadridge Financial Solutions Inc Com USD 0.01	1,405
23,636	Waste Connections Inc Com USD 0.01	1,374
18,536	Mednax Inc Com USD 0.01	1,367
8,923	Signature Bank Com USD 0.01	1,359
14,273	Valspar Corp Com USD 0.50	1,337
21,466	AGL Resources Inc Com USD 5.00	1,333
60,813	NiSource Inc Com USD 0.01	1,319
19,118	MSCI Inc Com USD 0.01	1,299
10,848	Domino's Pizza Inc Com USD 0.01	1,282
55,974	Cadence Design Systems Inc Com USD 0.01	1,281
25,628	Westar Energy Inc Com USD 5.00	1,247
31,959	UGI Corp Com NPV	1,245
34,047	Newfield Exploration Co Com USD 0.01	1,233
13,302	Alexandria Real Estate Equities Inc Reits USD 0.01	1,212
18,369	Atmos Energy Corp Com NPV	1,205
13,622	Mid-America Apartment Communities Inc Reits USD 0.01	1,191
42,963	Teco Energy Inc Com USD 1.00	1,143

Holding	Investments	Cost $'000
Purchases		
21,917	CSRA Inc Com USD 0.001	659
815	White Mountains Insurance Group Ltd Com USD 1.00	659
19,485	Computer Sciences Corp Com USD 1.00	625
14,451	Care Capital Properties Inc Reits USD 0.01	477
20,885	Communications Sales & Leasing Inc Reits USD 0.0001	450
25,271	MDU Resources Group Inc Com USD 1.00	449
11,659	Chicago Bridge & Iron Co NV Com EUR 0.01	444
22,725	Apple Hospitality REIT Inc Com NPV	444
15,530	Rackspace Hosting Inc Com USD 0.001	440
17,906	Quanta Services Inc Com USD 0.00001	432
10,913	Tribune Media Co Com USD 0.01	425
14,841	Teradata Corp Com USD 0.01	420
11,010	ServiceMaster Global Holdings Inc Com USD 0.01	413
13,181	Energen Corp Com USD 0.01	406
39,800	Nabors Industries Ltd Com USD 0.001	401
40,541	Hertz Global Holdings Inc Com USD 0.01	393
11,488	Oceaneering International Inc Com USD 0.25	377
14,074	Targa Resources Corp Com USD 0.001	354
7,899	INC Research Holdings Inc Com USD 0.01	353
38,635	Transocean Ltd Com CHF 0.10	347

The CBI requires a Schedule of material changes in the composition of the portfolio 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 USA UCITS ETF

INCOME STATEMENT

For the year ended 31 July 2016

	Note	Year ended 31 July 2016 $'000	Year ended 31 July 2015 $'000
Operating income	2	9,930	9,260
Net gains on financial assets/liabilities at fair value through profit or loss	3	6,029	36,107
Total gains		**15,959**	**45,367**
Operating expenses	4	(1,480)	(1,519)
Net operating profit		**14,479**	**43,848**
Net profit for the financial year before tax		**14,479**	**43,848**
Non-reclaimable withholding tax		(1,426)	(1,580)
Net profit for the financial year after tax		**13,053**	**42,268**
Adjustment to align to the valuation methodology as set out in the prospectus	6	194	(94)
Increase in net assets attributable to redeemable participating shareholders from operations		**13,247**	**42,174**

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.

STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO REDEEMABLE PARTICIPATING SHAREHOLDERS

For the year ended 31 July 2016

	Year ended 31 July 2016 $'000	Year ended 31 July 2015 $'000
Net assets attributable to redeemable participating shareholders at the beginning of the year	513,943	251,235
Increase in net assets attributable to redeemable participating shareholders from operations	13,247	42,174
Share transactions:		
Proceeds from issue of redeemable participating shares	64,467	195,084
Payments on redemption of redeemable participating shares	(160,503)	(151,609)
Transfer due to merger*	-	177,059
(Decrease)/increase in net assets resulting from share transactions	**(96,036)**	**220,534**
Net assets attributable to redeemable participating shareholders at the end of the year	**431,154**	**513,943**

* Effective 18 August 2014 iShares MSCI USA UCITS ETF a Fund of iShares V merged into iShares MSCI USA UCITS ETF, the merger ratio used to calculate the number of shares in the Receiving Fund issued to former shareholders of the Merging Fund was 0.245811029.

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

iShares MSCI USA UCITS ETF*

BALANCE SHEET

As at 31 July 2016

	Note	31 July 2016 $'000	31 July 2015 $'000
CURRENT ASSETS			
Cash		3,263	12,052
Margin cash account		10	91
Receivables	10	355	395
Financial assets at fair value through profit or loss	11	427,533	511,215
Total current assets		**431,161**	**523,753**
CURRENT LIABILITIES			
Payables	12	(109)	(9,718)
Total current liabilities excluding net assets attributable to redeemable participating shareholders		**(109)**	**(9,718)**
Net assets attributable to redeemable participating shareholders		**431,052**	**514,035**
Adjustment to align to the valuation methodology as set out in the prospectus	6	102	(92)
Net asset value attributable to redeemable participating shareholders at the end of the year		**431,154**	**513,943**

* Effective 18 August 2014 iShares MSCI USA UCITS ETF a Fund of iShares V merged into iShares MSCI USA UCITS ETF, the merger ratio used to calculate the number of shares in the Receiving Fund issued to former shareholders of the Merging Fund was 0.245811029.

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 USA UCITS ETF

NOTES TO THE FINANCIAL STATEMENTS

For the year ended 31 July 2016

1. ACCOUNTING POLICIES, FINANCIAL INSTRUMENTS AND RISKS AND OTHER NOTES

The accounting policies are set out on pages 51 to 53. The financial instruments and risks are set out on pages 54 to 76. The notes relating to tax, soft commissions, exchange rates, commitments and contingent liabilities, related party transactions, financial derivative instruments and subsequent events are set out in the notes to the financial statements of the Company on pages 79 to 84.

2. OPERATING INCOME

	Year ended 31 July 2016 $'000	Year ended 31 July 2015 $'000
Interest income	1	-
Dividend income	9,910	9,235
Securities lending income	19	25
	9,930	**9,260**

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

	Year ended 31 July 2016 $'000	Year ended 31 July 2015 $'000
Net gains on investments in securities held at fair value through profit or loss	5,901	35,923
Net gains on futures contracts	131	192
Net losses on foreign currency transactions	(3)	(8)
	6,029	**36,107**

4. OPERATING EXPENSES

	Year ended 31 July 2016 $'000	Year ended 31 July 2015 $'000
Management fees	(1,480)	(1,519)
	(1,480)	**(1,519)**

5. MANAGEMENT FEES

Fees earned by the Manager during the year and balances outstanding as at 31 July 2016 and 31 July 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 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:

	TER % 31 July 2016	TER % 31 July 2015
	0.33	0.33

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:

	Year ended 31 July 2016 $'000	Year ended 31 July 2015 $'000
Balance at the beginning of year	(92)	2
Adjustment to align to the valuation methodology as set out in the prospectus	194	(94)
Total adjustment for the year	194	(94)
Balance at the end of year	**102**	**(92)**

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

7. TRANSACTION COSTS

Disclosed in the table below are separately identifiable transaction costs incurred by the Fund for the years ended 31 July 2016 and 31 July 2015. Please refer to note 9 of the financial statements of the Company for further details.

	Year ended 31 July 2016 $'000	Year ended 31 July 2015 $'000
Transaction costs	(22)	(33)

iShares MSCI USA UCITS ETF

NOTES TO THE FINANCIAL STATEMENTS (continued)

For the year ended 31 July 2016

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 July 2016 No. of Shares	31 July 2015 No. of Shares
Balance at the beginning of year	2,682,281	1,449,533
Issued during the year	350,000	1,050,000
Transfer due to merger	-	1,007,779
Redeemed during the year	(875,000)	(825,031)
Balance at the end of year	**2,157,281**	**2,682,281**

9. NET ASSETS ATTRIBUTABLE TO REDEEMABLE PARTICIPATING SHAREHOLDERS

	No. of Shares
Shares in issue	
As at 31 July 2016	2,157,281
As at 31 July 2015	2,682,281
As at 31 July 2014	1,449,533

	$'000
Net asset value	
As at 31 July 2016	431,154
As at 31 July 2015	513,943
As at 31 July 2014	251,235

	$
Net asset value per share	
As at 31 July 2016	199.86
As at 31 July 2015	191.61
As at 31 July 2014	173.32

10. RECEIVABLES

	31 July 2016 $'000	31 July 2015 $'000
Dividend income receivable	348	388
Securities lending income receivable	3	3
Tax reclaim receivable	4	4
	355	**395**

11. FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS

Financial assets:	31 July 2016 $'000	31 July 2015 $'000
Investment in equities	427,382	511,187
Unrealised gains on futures contracts	151	28
	427,533	**511,215**

12. PAYABLES

	31 July 2016 $'000	31 July 2015 $'000
Purchase of securities awaiting settlement	-	(9,580)
Management fees payable	(109)	(138)
	(109)	**(9,718)**

13. EFFICIENT PORTFOLIO MANAGEMENT

Please see note 18 of the financial statements of the Company for more information on efficient portfolio management.

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 July 2016 $'000	31 July 2015 $'000
Income earned during the year	19	25
Value of securities on loan at year end	3,546	12,857
Value of collateral held on behalf of the Fund at year end	3,869	14,532

Please see note 19 in the notes to the financial statements of the Company for more information on financial derivative instruments.

iShares MSCI USA UCITS ETF

SCHEDULE OF INVESTMENTS

As at 31 July 2016

Holding	Investment	Fair value $'000	% of net asset value
	Transferable Securities Admitted to an Official Stock Exchange Listing or traded on a Regulated Market (31 July 2015: 99.46%)		
	Equities (31 July 2015: 99.46%)		
	Bermuda (31 July 2015: 0.50%)		
	Agriculture		
2,981	Bunge Ltd Com USD 0.01	196	0.05
	Chemicals		
3,855	Axalta Coating Systems Ltd Com USD 1.00	110	0.03
	Commercial services		
7,106	IHS Markit Ltd Com USD.01	247	0.06
	Diversified financial services		
9,240	Invesco Ltd Com USD 0.20	270	0.06
	Insurance		
2,695	Arch Capital Group Ltd Com USD 0.01	196	0.05
2,205	Axis Capital Holdings Ltd Com USD 0.0125	123	0.03
918	Everest Re Group Ltd Com USD 0.01	173	0.04
929	RenaissanceRe Holdings Ltd Com USD 1.00	109	0.02
6,439	XL Group Ltd Com USD 0.01	223	0.05
	Leisure time		
3,382	Norwegian Cruise Line Holdings Ltd Com USD 0.001	144	0.03
	Retail		
1,587	Signet Jewelers Ltd Com USD 0.18	139	0.03
	Semiconductors		
8,896	Marvell Technology Group Ltd Com USD 0.002	105	0.02
	Total Bermuda	**2,035**	**0.47**
	British Virgin Islands (31 July 2015: 0.04%)		
	Apparel retailers		
3,870	Michael Kors Holdings Ltd Com NPV	200	0.05
	Total British Virgin Islands	**200**	**0.05**
	Canada (31 July 2015: Nil)		
	Environmental control		
3,915	Waste Connections Inc Com NPV	291	0.07
	Total Canada	**291**	**0.07**
	Curacao (31 July 2015: 0.53%)		
	Oil & gas services		
30,031	Schlumberger Ltd Com USD 0.01	2,418	0.56
	Total Curacao	**2,418**	**0.56**
	Ireland (31 July 2015: 2.51%)		
	Computers		
13,546	Accenture Plc Com USD 0.0000225	1,528	0.35
6,643	Seagate Technology Plc Com USD 0.00001	213	0.05
	Electronics		
9,161	Tyco International Plc Com CHF 0.50	417	0.10
	Healthcare products		
30,336	Medtronic Plc Com USD 0.10	2,658	0.62
	Ireland (31 July 2015: 2.51%) (cont)		
	Insurance		
2,832	Willis Towers Watson Plc Com USD 0.000304635	350	0.08
	Miscellaneous manufacturers		
9,895	Eaton Corp Plc Com USD 0.01	627	0.15
5,491	Ingersoll-Rand Plc Com USD 1.00	364	0.08
3,698	Pentair Plc Com USD 0.01	236	0.05
	Oil & gas services		
18,976	Weatherford International Plc Com USD 0.001	108	0.03
	Pharmaceuticals		
3,077	Alkermes Plc Com USD 0.01	154	0.04
8,514	Allergan Plc Com USD 0.0001	2,152	0.50
4,556	Endo International Plc Com USD 0.0001	79	0.02
1,261	Jazz Pharmaceuticals Plc Com USD 0.0001	190	0.04
2,344	Mallinckrodt Plc Com USD 0.20	158	0.04
3,052	Perrigo Co Plc Com NPV	279	0.06
	Total Ireland	**9,513**	**2.21**
	Jersey (31 July 2015: 0.11%)		
	Auto parts & equipment		
6,000	Delphi Automotive Plc Com USD 0.01	407	0.09
	Total Jersey	**407**	**0.09**
	Liberia (31 July 2015: 0.08%)		
	Leisure time		
3,675	Royal Caribbean Cruises Ltd Com USD 0.01	266	0.06
	Total Liberia	**266**	**0.06**
	Netherlands (31 July 2015: 0.48%)		
	Chemicals		
7,926	LyondellBasell Industries NV Com EUR 0.04	596	0.14
	Electronics		
3,675	Sensata Technologies Holding NV Com EUR 0.01	139	0.03
	Oil & gas services		
931	Core Laboratories NV Com EUR 0.02	109	0.02
	Pharmaceuticals		
8,998	Mylan NV Com EUR 0.01	421	0.10
	Total Netherlands	**1,265**	**0.29**
	Panama (31 July 2015: 0.11%)		
	Leisure time		
8,963	Carnival Corp Com USD 0.01	419	0.10
	Total Panama	**419**	**0.10**
	Singapore (31 July 2015: 0.20%)		
	Electronics		
11,835	Flextronics International Ltd Com NPV	150	0.03
	Semiconductors		
8,420	Broadcom Ltd Com NPV	1,364	0.32
	Total Singapore	**1,514**	**0.35**

iShares MSCI USA UCITS ETF

SCHEDULE OF INVESTMENTS (continued)

As at 31 July 2016

Holding	Investment	Fair value $'000	% of net asset value
	Equities (31 July 2015: 99.46%) (cont)		
	Switzerland (31 July 2015: 0.33%)		
	Electronics		
2,341	Garmin Ltd Com CHF 10.00	127	0.03
7,975	TE Connectivity Ltd Com CHF 0.57	481	0.11
	Insurance		
9,942	Chubb Ltd Com CHF 24.15	1,245	0.29
	Total Switzerland	**1,853**	**0.43**
	United Kingdom (31 July 2015: 0.38%)		
	Commercial services		
7,806	Nielsen Holdings Plc Com EUR 0.07	420	0.10
	Insurance		
5,955	Aon Plc Com USD 0.01	638	0.15
	Media		
13,177	Liberty Global Plc Class 'C' Com USD 0.01	407	0.09
6,147	Liberty Global Plc Com USD 0.01	195	0.05
1,624	Liberty Global Plc LiLAC Misc USD 0.01	57	0.01
	Total United Kingdom	**1,717**	**0.40**
	United States (31 July 2015: 94.19%)		
	Advertising		
8,638	Interpublic Group of Cos Inc Com USD 0.10	199	0.05
5,283	Omnicom Group Inc Com USD 0.15	435	0.10
	Aerospace & defence		
2,122	B/E Aerospace Inc Com USD 0.01	101	0.02
13,532	Boeing Co Com USD 5.00	1,808	0.42
5,708	General Dynamics Corp Com USD 1.00	839	0.19
2,627	Harris Corp Com USD 1.00	227	0.05
1,680	L-3 Communications Holdings Inc Com USD 0.01	255	0.06
5,899	Lockheed Martin Corp Com USD 1.00	1,491	0.35
3,750	Northrop Grumman Corp Com USD 1.00	812	0.19
6,383	Raytheon Co Com USD 0.01	891	0.21
2,785	Rockwell Collins Inc Com USD 0.01	236	0.06
1,123	TransDigm Group Inc Com USD 0.01	314	0.07
17,142	United Technologies Corp Com USD 1.00	1,845	0.43
	Agriculture		
12,843	Archer-Daniels-Midland Co Com NPV	579	0.13
	Airlines		
3,698	American Airlines Group Inc Com USD 0.01	131	0.03
4,354	Delta Air Lines Inc Com USD 0.0001	169	0.04
3,441	Southwest Airlines Co Com USD 1.00	127	0.03
1,930	United Continental Holdings Inc Com USD 0.01	91	0.02
	Apparel retailers		
8,347	Hanesbrands Inc Com USD 0.01	223	0.05
4,407	Kohl's Corp Com USD 0.01	183	0.04
29,123	Nike Inc Com USD 1.00	1,616	0.38
1,287	Ralph Lauren Corp Com USD 0.01	126	0.03
3,771	Under Armour Inc Com Class 'C' USD 0.000333	135	0.03

Holding	Investment	Fair value $'000	% of net asset value
	United States (31 July 2015: 94.19%) (cont)		
	Apparel retailers (cont)		
3,746	Under Armour Inc Com USD 0.000333	148	0.04
7,197	VF Corp Com NPV	449	0.10
	Auto manufacturers		
79,904	Ford Motor Co Com USD 0.01	1,011	0.23
30,002	General Motors Co Com USD 0.01	946	0.22
7,446	Paccar Inc Com USD 1.00	439	0.10
2,137	Tesla Motors Inc Com USD 0.001	501	0.12
	Auto parts & equipment		
1,930	Autoliv Inc Com USD 1.00	204	0.05
4,641	BorgWarner Inc Com USD 0.01	154	0.03
5,584	Goodyear Tire & Rubber Co Com NPV	160	0.04
13,907	Johnson Controls Inc Com USD 0.01388	639	0.15
1,599	Lear Corp Com USD 0.01	181	0.04
1,155	Wabco Holdings Inc Com USD 0.01	116	0.03
	Banks		
222,766	Bank of America Corp Com USD 0.01	3,226	0.75
23,334	Bank of New York Mellon Corp Com USD 0.01	919	0.21
17,332	BB&T Corp Com USD 5.00	639	0.15
11,500	Capital One Financial Corp Com USD 0.01	771	0.18
4,340	CIT Group Inc Com USD 0.01	150	0.04
63,696	Citigroup Inc Com USD 0.01	2,790	0.65
11,303	Citizens Financial Group Inc Com USD 0.01	252	0.06
3,878	Comerica Inc Com USD 5.00	175	0.04
16,938	Fifth Third Bancorp Com NPV	321	0.07
3,154	First Republic Bank Com USD 0.01	226	0.05
8,173	Goldman Sachs Group Inc Com USD 0.01	1,297	0.30
17,009	Huntington Bancshares Inc Com USD 0.01	161	0.04
79,181	JPMorgan Chase & Co Com USD 1.00	5,064	1.17
18,857	KeyCorp Com USD 1.00	220	0.05
3,053	M&T Bank Corp Com USD 0.50	350	0.08
31,691	Morgan Stanley Com USD 0.01	911	0.21
10,354	New York Community Bancorp Inc Com USD 0.01	150	0.03
4,584	Northern Trust Corp Com USD 1.667	310	0.07
10,810	PNC Financial Services Group Inc Com USD 5.00*	893	0.21
28,567	Regions Financial Corp Com USD 0.01	262	0.06
1,137	Signature Bank Com USD 0.01	137	0.03
8,598	State Street Corp Com USD 1.00	566	0.13
10,935	SunTrust Banks Inc Com USD 1.00	462	0.11
37,483	US Bancorp Com USD 0.01	1,580	0.37
104,050	Wells Fargo & Co Com USD 1.666	4,990	1.16
	Beverages		
2,450	Brown-Forman Corp Com USD 0.15	240	0.06
88,736	Coca-Cola Co Com USD 0.25	3,871	0.90
3,794	Constellation Brands Inc Com USD 0.01	624	0.14
4,151	Dr Pepper Snapple Group Inc Com USD 0.01	409	0.09
4,057	Molson Coors Brewing Co Com USD 0.01	414	0.10
3,005	Monster Beverage Corp Com USD 0.005	483	0.11
31,183	PepsiCo Inc Com USD 0.017	3,396	0.79

iShares MSCI USA UCITS ETF

SCHEDULE OF INVESTMENTS (continued)

As at 31 July 2016

Holding	Investment	Fair value $'000	% of net asset value
	Equities (31 July 2015: 99.46%) (cont)		
	United States (31 July 2015: 94.19%) (cont)		
	Biotechnology		
4,861	Alexion Pharmaceuticals Inc Com USD 0.0001	625	0.14
1,575	Alnylam Pharmaceuticals Inc Com USD 0.01	107	0.02
16,225	Amgen Inc Com USD 0.0001	2,790	0.65
4,740	Biogen Inc Com USD 0.0005	1,374	0.32
3,380	BioMarin Pharmaceutical Inc Com USD 0.001	336	0.08
16,864	Celgene Corp Com USD 0.01	1,892	0.44
29,489	Gilead Sciences Inc Com USD 0.001	2,343	0.54
3,158	Illumina Inc Com USD 0.01	525	0.12
3,634	Incyte Corp Com USD 0.001	328	0.08
2,487	Ionis Pharmaceuticals Inc Com USD 0.001	73	0.02
3,542	Medivation Inc Com USD 0.01	227	0.05
1,664	Regeneron Pharmaceuticals Inc Com USD 0.001	707	0.16
974	United Therapeutics Corp Com USD 0.01	118	0.03
5,315	Vertex Pharmaceuticals Inc Com USD 0.01	515	0.12
	Broadline retailers		
6,694	Macy's Inc Com USD 0.01	240	0.06
	Building materials and fixtures		
3,308	Fortune Brands Home & Security Inc Com USD 0.01	209	0.05
1,318	Martin Marietta Materials Inc Com USD 0.01	267	0.06
7,178	Masco Corp Com USD 1.00	262	0.06
2,875	Vulcan Materials Co Com USD 1.00	356	0.08
	Chemicals		
4,423	Air Products & Chemicals Inc Com USD 1.00	661	0.15
2,358	Albemarle Corp Com USD 0.01	198	0.05
1,364	Ashland Inc Com USD 0.01	154	0.03
3,148	Celanese Corp Com USD 0.0001	200	0.05
4,962	CF Industries Holdings Inc Com USD 0.01	123	0.03
24,144	Dow Chemical Co Com USD 2.50	1,295	0.30
3,085	Eastman Chemical Co Com USD 0.01	201	0.05
5,747	Ecolab Inc Com USD 1.00	680	0.16
18,806	EI du Pont de Nemours & Co Com USD 0.30	1,301	0.30
2,761	FMC Corp Com USD 0.10	131	0.03
1,655	International Flavors & Fragrances Inc Com USD 0.125	221	0.05
9,498	Monsanto Co Com USD 0.01	1,014	0.23
6,938	Mosaic Co Com USD 0.01	187	0.04
5,798	PPG Industries Inc Com USD 1.67	607	0.14
6,146	Praxair Inc Com USD 0.01	716	0.17
1,678	Sherwin-Williams Co Com USD 1.00	502	0.12
1,621	Valspar Corp Com USD 0.50	173	0.04
1,522	WR Grace & Co Com USD 0.01	114	0.03
	Commercial services		
4,788	Aramark Com USD 0.01	172	0.04
9,868	Automatic Data Processing Inc Com USD 0.10	878	0.20
	United States (31 July 2015: 94.19%) (cont)		
	Commercial services (cont)		
1,866	Cintas Corp Com NPV	200	0.05
2,524	Equifax Inc Com USD 1.25	334	0.08
1,998	FleetCor Technologies Inc Com USD 0.001	303	0.07
1,821	Gartner Inc Com USD 0.0005	183	0.04
3,310	Global Payments Inc Com NPV	247	0.06
5,779	H&R Block Inc Com NPV	137	0.03
1,588	ManpowerGroup Inc Com USD 0.01	110	0.03
3,795	Moody's Corp Com USD 0.01	402	0.09
23,741	PayPal Holdings Inc Com USD 0.0001	884	0.21
2,770	Robert Half International Inc Com USD 0.001	101	0.02
5,786	S&P Global Inc Com USD 1.00	707	0.16
4,458	Sabre Corp Com USD 0.01	130	0.03
3,381	Total System Services Inc Com USD 0.10	172	0.04
1,985	United Rentals Inc Com USD 0.01	158	0.04
3,374	Vantiv Inc Com USD 0.00001	185	0.04
3,382	Verisk Analytics Inc Com USD 0.001	288	0.07
11,498	Western Union Co Com USD 0.01	230	0.05
	Computers		
119,621	Apple Inc Com USD 0.00001	12,462	2.89
6,546	Cadence Design Systems Inc Com USD 0.01	158	0.04
13,139	Cognizant Technology Solutions Corp Com USD 0.01	755	0.18
42,004	EMC Corp Com USD 0.01	1,188	0.28
37,822	Hewlett Packard Enterprise Co Com USD 0.01	794	0.18
37,822	HP Inc Com USD 0.01	530	0.12
19,694	International Business Machines Corp Com USD 0.20	3,163	0.73
6,309	NetApp Inc Com USD 0.001	166	0.04
3,238	Synopsys Inc Com USD 0.01	175	0.04
5,904	Western Digital Corp Com USD 0.01	281	0.06
	Containers & packaging		
2,929	Ball Corp Com NPV	207	0.05
2,954	Crown Holdings Inc Com USD 5.00	157	0.04
2,038	Packaging Corp of America Com USD 0.01	152	0.03
4,180	Sealed Air Corp Com USD 0.10	197	0.04
5,690	WestRock Co Com USD 0.01	244	0.06
	Cosmetics & personal care		
18,299	Colgate-Palmolive Co Com USD 1.00	1,362	0.32
1,283	Edgewell Personal Care Co Com USD 0.01	108	0.02
4,834	Estee Lauder Cos Inc Com USD 0.01	449	0.10
58,378	Procter & Gamble Co Com NPV	4,995	1.16
	Distribution & wholesale		
6,227	Fastenal Co Com USD 0.01	266	0.06
3,162	Genuine Parts Co Com USD 1.00	323	0.08
6,401	LKQ Corp Com USD 0.01	220	0.05
1,279	WW Grainger Inc Com USD 0.50	280	0.06

iShares MSCI USA UCITS ETF

SCHEDULE OF INVESTMENTS (continued)

As at 31 July 2016

Holding	Investment	Fair value $'000	% of net asset value
	Equities (31 July 2015: 99.46%) (cont)		
	United States (31 July 2015: 94.19%) (cont)		
	Diversified financial services		
1,155	Affiliated Managers Group Inc Com USD 0.01	170	0.04
1,331	Alliance Data Systems Corp Com USD 0.01	308	0.07
10,137	Ally Financial Inc Com USD 0.10	183	0.04
17,784	American Express Co Com USD 0.20	1,146	0.27
3,647	Ameriprise Financial Inc Com USD 0.01	349	0.08
2,652	BlackRock Inc Com USD 0.01*	971	0.23
25,640	Charles Schwab Corp Com USD 0.01	729	0.17
7,300	CME Group Inc Com USD 0.01	746	0.17
8,935	Discover Financial Services Com USD 0.01	508	0.12
5,998	E*Trade Financial Corp Com USD 0.01	150	0.03
2,394	Eaton Vance Corp Com USD 0.00390625	91	0.02
8,382	Franklin Resources Inc Com USD 0.10	303	0.07
2,550	Intercontinental Exchange Inc Com USD 0.01	674	0.16
21,091	MasterCard Inc Com USD 0.0001	2,009	0.47
2,444	Nasdaq Inc Com USD 0.01	173	0.04
7,395	Navient Corp Com USD 0.01	105	0.02
2,794	Raymond James Financial Inc Com USD 0.01	153	0.04
2,910	SEI Investments Co Com USD 0.01	131	0.03
17,990	Synchrony Financial Com USD 0.001	502	0.12
5,466	T Rowe Price Group Inc Com USD 0.20	386	0.09
6,079	TD Ameritrade Holding Corp Com USD 0.01	184	0.04
41,402	Visa Inc Com USD 0.0001	3,231	0.75
	Electrical components & equipment		
945	Acuity Brands Inc Com USD 0.01	248	0.06
5,176	AMETEK Inc Com USD 0.01	243	0.05
13,874	Emerson Electric Co Com USD 0.50	776	0.18
	Electricity		
13,587	AES Corp Com USD 0.01	167	0.04
4,895	Alliant Energy Corp Com USD 0.01	197	0.05
5,234	Ameren Corp Com USD 0.01	274	0.06
10,595	American Electric Power Co Inc Com USD 6.50	734	0.17
7,546	Calpine Corp Com USD 0.001	104	0.02
5,996	CMS Energy Corp Com USD 0.01	271	0.06
6,333	Consolidated Edison Inc Com USD 0.10	507	0.12
12,867	Dominion Resources Inc Com NPV	1,004	0.23
3,762	DTE Energy Co Com NPV	367	0.09
14,850	Duke Energy Corp Com USD 0.001	1,271	0.30
7,028	Edison International Com NPV	544	0.13
3,733	Entergy Corp Com USD 0.01	304	0.07
6,844	Eversource Energy Com USD 5.00	400	0.09
19,848	Exelon Corp Com NPV	739	0.17
9,141	FirstEnergy Corp Com USD 0.10	319	0.07
9,937	NextEra Energy Inc Com USD 0.01	1,274	0.30
7,014	NRG Energy Inc Com USD 0.01	97	0.02
4,308	OGE Energy Corp Com USD 0.01	139	0.03

Holding	Investment	Fair value $'000	% of net asset value
	United States (31 July 2015: 94.19%) (cont)		
	Electricity (cont)		
10,632	PG&E Corp Com NPV	680	0.16
2,380	Pinnacle West Capital Corp Com NPV	188	0.04
14,539	PPL Corp Com USD 0.01	548	0.13
10,927	Public Service Enterprise Group Inc Com NPV	502	0.12
2,801	SCANA Corp Com NPV	210	0.05
19,694	Southern Co Com USD 5.00	1,053	0.24
6,729	WEC Energy Group Inc Com USD 0.01	437	0.10
3,057	Westar Energy Inc Com USD 5.00	170	0.04
10,952	Xcel Energy Inc Com USD 2.50	481	0.11
	Electronics		
6,886	Agilent Technologies Inc Com USD 0.01	331	0.08
6,647	Amphenol Corp Com USD 0.001	396	0.09
2,187	Arrow Electronics Inc Com USD 1.00	145	0.03
2,832	Avnet Inc Com USD 1.00	116	0.03
24,009	Corning Inc Com USD 0.50	534	0.13
3,005	FLIR Systems Inc Com USD 0.01	98	0.02
6,541	Fortive Corp Com USD 0.01	315	0.07
15,767	Honeywell International Inc Com USD 1.00	1,834	0.43
613	Mettler-Toledo International Inc Com USD 0.01	252	0.06
5,233	Trimble Navigation Ltd Com NPV	138	0.03
1,729	Waters Corp Com USD 0.01	275	0.06
	Engineering & construction		
2,997	Fluor Corp Com USD 0.01	160	0.04
2,655	Jacobs Engineering Group Inc Com USD 1.00	142	0.03
2,719	SBA Communications Corp Com USD 0.01	313	0.07
	Environmental control		
5,154	Republic Services Inc Com USD 0.01	264	0.06
1,750	Stericycle Inc Com USD 0.01	158	0.04
9,628	Waste Management Inc Com USD 0.01	636	0.15
	Food		
4,348	Campbell Soup Co Com USD 0.0375	271	0.06
9,126	ConAgra Foods Inc Com USD 5.00	426	0.10
12,799	General Mills Inc Com USD 0.10	920	0.21
3,150	Hershey Co Com USD 1.00	349	0.08
6,287	Hormel Foods Corp Com USD 0.01465	235	0.05
1,552	Ingredion Inc Com USD 0.01	207	0.05
2,581	JM Smucker Co Com NPV	398	0.09
5,541	Kellogg Co Com USD 0.25	458	0.11
13,090	Kraft Heinz Co Com USD 0.01	1,131	0.26
19,976	Kroger Co Com USD 1.00	683	0.16
2,438	McCormick & Co Inc Com NPV	249	0.06
33,846	Mondelez International Inc Com NPV	1,488	0.34
11,571	Sysco Corp Com USD 1.00	599	0.14
6,375	Tyson Foods Inc Com USD 0.10	469	0.11
3,638	WhiteWave Foods Co Com USD 0.01	202	0.05
7,004	Whole Foods Market Inc Com NPV	213	0.05

iShares MSCI USA UCITS ETF

SCHEDULE OF INVESTMENTS (continued)

As at 31 July 2016

Holding	Investment	Fair value $'000	% of net asset value
	Equities (31 July 2015: 99.46%) (cont)		
	United States (31 July 2015: 94.19%) (cont)		
	Forest products & paper		
8,662	International Paper Co Com USD 1.00	397	0.09
	Gas		
2,202	Atmos Energy Corp Com NPV	175	0.04
8,819	CenterPoint Energy Inc Com USD 0.01	211	0.05
6,920	NiSource Inc Com USD 0.01	178	0.04
5,111	Sempra Energy Com NPV	572	0.13
3,708	UGI Corp Com NPV	168	0.04
	Gold mining		
11,142	Newmont Mining Corp Com USD 1.60	490	0.11
	Hand & machine tools		
1,202	Snap-on Inc Com USD 1.00	189	0.05
3,309	Stanley Black & Decker Inc Com USD 2.50	403	0.09
	Health care services		
7,541	Aetna Inc Com USD 0.01	869	0.20
5,587	Anthem Inc Com USD 0.01	734	0.17
3,628	Centene Corp Com USD 0.001	256	0.06
5,517	Cigna Corp Com USD 0.25	713	0.17
3,609	DaVita HealthCare Partners Inc Com USD 0.001	280	0.06
3,823	Envision Healthcare Holdings Inc Com USD 0.01	94	0.02
6,990	HCA Holdings Inc Com USD 0.01	539	0.13
3,191	Humana Inc Com USD 0.166	551	0.13
2,195	Laboratory Corp of America Holdings Com USD 0.10	306	0.07
2,097	Mednax Inc Com USD 0.01	144	0.03
3,147	Quest Diagnostics Inc Com USD 0.01	272	0.06
20,508	UnitedHealth Group Inc Com USD 0.01	2,937	0.68
1,879	Universal Health Services Inc Com USD 0.01	243	0.06
	Healthcare products		
31,842	Abbott Laboratories Com NPV	1,425	0.33
11,236	Baxter International Inc Com USD 1.00	540	0.13
4,569	Becton Dickinson and Co Com USD 1.00	804	0.19
29,089	Boston Scientific Corp Com USD 0.01	706	0.16
1,007	Cooper Cos Inc Com USD 0.10	184	0.04
1,559	CR Bard Inc Com USD 0.25	349	0.08
13,084	Danaher Corp Com USD 0.01	1,065	0.25
5,210	Dentsply Sirona Inc Com USD 0.01	334	0.08
4,650	Edwards Lifesciences Corp Com USD 1.00	532	0.12
1,779	Henry Schein Inc Com USD 0.01	322	0.07
5,396	Hologic Inc Com USD 0.01	208	0.05
1,934	IDEXX Laboratories Inc Com USD 0.10	181	0.04
799	Intuitive Surgical Inc Com USD 0.001	555	0.13
1,773	Patterson Cos Inc Com USD 0.01	87	0.02
2,871	ResMed Inc Com USD 0.004	198	0.05
6,118	St Jude Medical Inc Com USD 0.10	508	0.12
7,244	Stryker Corp Com USD 0.10	842	0.20
8,549	Thermo Fisher Scientific Inc Com USD 1.00	1,357	0.31
2,225	Varian Medical Systems Inc Com USD 1.00	211	0.05
4,077	Zimmer Biomet Holdings Inc Com USD 0.01	534	0.12

Holding	Investment	Fair value $'000	% of net asset value
	United States (31 July 2015: 94.19%) (cont)		
	Holding companies - diversified operations		
6,924	Leucadia National Corp Com USD 1.00	126	0.03
	Home builders		
7,577	DR Horton Inc Com USD 0.01	249	0.06
3,885	Lennar Corp Com USD 0.10	182	0.04
6,938	PulteGroup Inc Com USD 0.01	147	0.04
3,542	Toll Brothers Inc Com USD 0.01	99	0.02
	Home furnishings		
1,417	Harman International Industries Inc Com USD 0.01	117	0.03
2,853	Leggett & Platt Inc Com USD 0.01	150	0.04
1,657	Whirlpool Corp Com USD 1.0	319	0.07
	Hotels		
11,724	Hilton Worldwide Holdings Inc Com USD 0.01	272	0.07
9,429	Las Vegas Sands Corp Com USD 0.001	477	0.11
4,374	Marriott International Inc Com USD 0.01	314	0.07
9,480	MGM Resorts International Com USD 0.01	227	0.05
3,662	Starwood Hotels & Resorts Worldwide Inc Com USD 0.01	286	0.07
2,518	Wyndham Worldwide Corp Com USD 0.01	179	0.04
1,755	Wynn Resorts Ltd Com USD 0.01	172	0.04
	Household goods & home construction		
2,012	Avery Dennison Corp Com USD 1.00	156	0.04
7,786	Kimberly-Clark Corp Com USD 1.25	1,009	0.23
9,472	Newell Brands Inc Com USD 1.00	497	0.12
	Insurance		
9,153	Aflac Inc Com USD 0.10	661	0.15
352	Alleghany Corp Com USD 1.00	191	0.04
8,160	Allstate Corp Com USD 0.01	557	0.13
24,797	American International Group Inc Com USD 2.50	1,350	0.31
3,822	Arthur J Gallagher & Co Com USD 1.00	188	0.04
1,397	Assurant Inc Com USD 0.01	116	0.03
25,714	Berkshire Hathaway Inc Com USD 0.0033	3,707	0.86
3,299	Cincinnati Financial Corp Com USD 2.00	246	0.06
5,234	FNF Group Com USD 0.0001	197	0.05
8,867	Hartford Financial Services Group Inc Com USD 0.01	353	0.08
5,466	Lincoln National Corp Com NPV	239	0.05
6,201	Loews Corp Com USD 0.01	256	0.06
303	Markel Corp Com NPV	288	0.07
11,167	Marsh & McLennan Cos Inc Com USD 1.00	734	0.17
20,122	MetLife Inc Com USD 0.01	860	0.20
6,191	Principal Financial Group Inc Com USD 0.01	289	0.07
12,385	Progressive Corp Com USD 1.00	402	0.09
9,561	Prudential Financial Inc Com USD 0.01	720	0.17
2,485	Torchmark Corp Com USD 1.00	154	0.04
6,363	Travelers Cos Inc Com NPV	740	0.17
5,457	Unum Group Com USD 0.10	182	0.04
4,768	Voya Financial Inc Com USD 0.01	122	0.03
2,340	WR Berkley Corp Com USD 0.20	136	0.03

iShares MSCI USA UCITS ETF

SCHEDULE OF INVESTMENTS (continued)

As at 31 July 2016

Holding	Investment	Fair value $'000	% of net asset value
	Equities (31 July 2015: 99.46%) (cont)		
	United States (31 July 2015: 94.19%) (cont)		
	Internet		
6,708	Alphabet Inc Class 'C' Com USD 0.001	5,157	1.20
6,315	Alphabet Inc Com USD 0.001	4,997	1.16
8,635	Amazon.com Inc Com USD 0.01	6,551	1.52
3,215	CDW Corp Com USD 0.01	138	0.03
24,157	eBay Inc Com USD 0.001	753	0.17
2,689	Expedia Inc Com USD 0.001	314	0.07
1,588	F5 Networks Inc Com NPV	196	0.05
49,512	Facebook Inc Com USD 0.000006	6,136	1.42
2,440	LinkedIn Corp Com USD 0.0001	470	0.11
9,236	Netflix Inc Com USD 0.001	843	0.20
1,073	Priceline Group Inc Com USD 0.008	1,449	0.34
2,799	Splunk Inc Com USD 0.001	175	0.04
14,447	Symantec Corp Com USD 0.01	295	0.07
2,526	TripAdvisor Inc Com USD 0.001	177	0.04
12,301	Twitter Inc Com USD 0.000005	204	0.05
2,183	VeriSign Inc Com USD 0.001	189	0.04
19,406	Yahoo! Inc Com USD 0.001	741	0.17
2,438	Zillow Group Inc Com USD 0.0001	96	0.02
	Iron & steel		
6,859	Nucor Corp Com USD 0.40	368	0.08
	Leisure time		
3,969	Harley-Davidson Inc Com USD 0.01	210	0.05
1,320	Polaris Industries Inc Com USD 0.01	130	0.03
	Machinery - diversified		
1,423	AGCO Corp Com USD 0.01	69	0.02
3,637	Cummins Inc Com USD 2.50	447	0.10
5,781	Deere & Co Com USD 1.00	449	0.11
2,951	Flowserve Corp Com USD 1.25	141	0.03
2,799	Rockwell Automation Inc Com USD 1.00	320	0.07
2,180	Roper Technologies Inc Com USD 0.01	371	0.09
2,012	Wabtec Corp Com USD 0.01	138	0.03
3,830	Xylem Inc Com NPV	183	0.04
	Machinery, construction & mining		
12,564	Caterpillar Inc Com USD 1.00	1,040	0.24
	Media		
9,099	CBS Corp Com USD 0.001	475	0.11
4,705	Charter Communications Inc Com USD 0.001	1,105	0.26
52,561	Comcast Corp Com USD 0.01	3,534	0.82
5,191	Discovery Communications Inc Class 'C' Com USD 0.01	127	0.03
2,972	Discovery Communications Inc Com USD 0.01	75	0.02
4,870	DISH Network Corp Com USD 0.01	260	0.06
9,326	Liberty Interactive Corp QVC Group Com USD 0.01	250	0.06
4,304	Liberty SiriusXM Group Class 'C' Com USD 0.01	152	0.03
1,955	Liberty SiriusXM Group Com USD 0.01	70	0.02

Holding	Investment	Fair value $'000	% of net asset value
	United States (31 July 2015: 94.19%) (cont)		
	Media (cont)		
7,701	News Corp Com USD 0.01	100	0.02
1,759	Scripps Networks Interactive Inc Com USD 0.01	116	0.03
43,975	Sirius XM Holdings Inc Com USD 0.001	193	0.04
4,481	Tegna Inc Com USD 1.00	98	0.02
17,245	Time Warner Inc Com USD 0.01	1,321	0.31
9,476	Twenty-First Century Fox Inc Class 'B' Com USD 0.01	256	0.06
24,152	Twenty-First Century Fox Inc Com USD 0.01	643	0.15
7,405	Viacom Inc Com USD 0.001	337	0.08
33,387	Walt Disney Co Com USD 0.01	3,202	0.74
	Mining		
27,371	Alcoa Inc Com USD 1.00	290	0.07
24,814	Freeport-McMoRan Inc Com USD 0.10	321	0.07
	Miscellaneous manufacturers		
13,051	3M Co Com USD 0.01	2,328	0.54
1,613	AO Smith Corp Com USD 1.00	150	0.04
3,559	Dover Corp Com USD 1.00	254	0.06
201,300	General Electric Co Com USD 0.06	6,268	1.45
7,121	Illinois Tool Works Inc Com USD 0.01	822	0.19
2,979	Parker-Hannifin Corp Com USD 0.50	340	0.08
5,827	Textron Inc Com USD 0.125	227	0.05
	Nondurable household products		
2,796	Church & Dwight Co Inc Com USD 1.00	275	0.06
2,794	Clorox Co Com USD 1.00	366	0.09
	Office & business equipment		
19,372	Xerox Corp Com USD 1.00	200	0.05
	Oil & gas		
10,969	Anadarko Petroleum Corp Com USD 0.10	598	0.14
3,287	Antero Resources Corp Com USD 0.01	86	0.02
8,038	Apache Corp Com USD 0.625	422	0.10
9,881	Cabot Oil & Gas Corp Com USD 0.10	244	0.06
4,320	Cheniere Energy Inc Com USD 0.003	181	0.04
40,626	Chevron Corp Com USD 0.75	4,163	0.97
1,988	Cimarex Energy Co Com USD 0.01	239	0.05
2,723	Concho Resources Inc Com USD 0.001	338	0.08
26,670	ConocoPhillips Com USD 0.01	1,088	0.25
1,844	Continental Resources Inc Com USD 0.01	81	0.02
9,802	Devon Energy Corp Com USD 0.10	375	0.09
11,862	EOG Resources Inc Com USD 0.01	969	0.22
3,658	EQT Corp Com NPV	266	0.06
89,593	Exxon Mobil Corp Com NPV	7,961	1.85
2,330	Helmerich & Payne Inc Com USD 0.10	144	0.03
6,120	Hess Corp Com USD 1.00	328	0.08
3,876	HollyFrontier Corp Com USD 0.01	99	0.02
17,574	Marathon Oil Corp Com USD 1.00	240	0.06
11,476	Marathon Petroleum Corp Com USD 0.01	452	0.10
3,642	Murphy Oil Corp Com USD 1.00	100	0.02
4,274	Newfield Exploration Co Com USD 0.01	185	0.04

iShares MSCI USA UCITS ETF

SCHEDULE OF INVESTMENTS (continued)

As at 31 July 2016

Holding	Investment	Fair value $'000	% of net asset value
	Equities (31 July 2015: 99.46%) (cont)		
	United States (31 July 2015: 94.19%) (cont)		
	Oil & gas (cont)		
9,252	Noble Energy Inc Com USD 0.01	330	0.08
16,478	Occidental Petroleum Corp Com USD 0.20	1,231	0.29
10,243	Phillips 66 Com USD 0.01	779	0.18
3,522	Pioneer Natural Resources Co Com USD 0.01	573	0.13
3,660	Range Resources Corp Com USD 0.01	148	0.03
7,948	Southwestern Energy Co Com USD 0.01	116	0.03
2,746	Tesoro Corp Com USD 0.167	209	0.05
10,238	Valero Energy Corp Com USD 0.01	535	0.12
	Oil & gas services		
8,959	Baker Hughes Inc Com USD 1.00	429	0.10
4,756	FMC Technologies Inc Com USD 0.01	121	0.03
18,517	Halliburton Co Com USD 2.50	808	0.19
8,109	National Oilwell Varco Inc Com USD 0.01	262	0.06
	Pharmaceuticals		
34,865	AbbVie Inc Com USD 0.01	2,308	0.54
4,347	AmerisourceBergen Corp Com USD 0.01	370	0.09
36,018	Bristol-Myers Squibb Co Com USD 0.10	2,693	0.63
7,105	Cardinal Health Inc Com NPV	594	0.14
21,478	Eli Lilly & Co Com NPV	1,780	0.41
14,412	Express Scripts Holding Co Com USD 0.01	1,096	0.25
59,532	Johnson & Johnson Com USD 1.00	7,446	1.73
4,911	McKesson Corp Com USD 0.01	956	0.22
4,022	Mead Johnson Nutrition Co Com USD 0.01	359	0.08
59,875	Merck & Co Inc Com USD 0.50	3,511	0.81
133,202	Pfizer Inc Com USD 0.05	4,912	1.14
1,930	Quintiles Transnational Holdings Inc Com USD 0.01	150	0.03
10,189	Zoetis Inc Com USD 0.01	514	0.12
	Pipelines		
40,924	Kinder Morgan Inc Com USD 0.01	832	0.19
4,530	Oneok Inc Com USD 0.01	203	0.05
4,999	Plains GP Holdings LP Com NPV	53	0.01
14,486	Spectra Energy Corp Com USD 0.001	522	0.12
15,371	Williams Cos Inc Com USD 1.00	368	0.09
	Real estate investment & services		
6,213	CBRE Group Inc Com USD 0.01	177	0.04
929	Jones Lang LaSalle Inc Com USD 0.01	101	0.03
2,998	Realogy Holdings Corp Com USD 0.01	93	0.02
	Real estate investment trusts		
1,582	Alexandria Real Estate Equities Inc Reits USD 0.01	178	0.04
7,806	American Capital Agency Corp Reits USD 0.01	153	0.03
9,147	American Tower Corp Reits USD 0.01	1,059	0.24
19,078	Annaly Capital Management Inc Reits USD 0.01	209	0.05
2,958	AvalonBay Communities Inc Reits USD 0.01	549	0.13
3,315	Boston Properties Inc Reits USD 0.01	471	0.11

Holding	Investment	Fair value $'000	% of net asset value
	United States (31 July 2015: 94.19%) (cont)		
	Real estate investment trusts (cont)		
4,532	Brixmor Property Group Inc Reits USD 0.01	129	0.03
1,875	Camden Property Trust Reits USD 0.01	168	0.04
7,200	Crown Castle International Corp Reits USD 0.01	698	0.16
3,222	Digital Realty Trust Inc Reits USD 0.01	336	0.08
7,177	Duke Realty Corp Reits USD 0.01	207	0.05
1,489	Equinix Inc Reits USD 0.001	555	0.13
7,878	Equity Residential Reits USD 0.01	535	0.12
1,394	Essex Property Trust Inc Reits USD 0.0001	326	0.08
2,677	Extra Space Storage Inc Reits USD 0.01	230	0.05
1,506	Federal Realty Investment Trust Reits USD 0.01	255	0.06
12,374	General Growth Properties Inc Reits USD 0.01	395	0.09
10,042	HCP Inc Reits USD 1.00	394	0.09
16,229	Host Hotels & Resorts Inc Reits USD 0.01	288	0.07
5,400	Iron Mountain Inc Reits USD 0.01	223	0.05
8,844	Kimco Realty Corp Reits USD 0.01	284	0.07
2,917	Liberty Property Trust Reits USD 0.001	121	0.03
2,921	Macerich Co Reits USD 0.01	261	0.06
1,627	Mid-America Apartment Communities Inc Reits USD 0.01	172	0.04
11,321	Prologis Inc Reits USD 0.01	617	0.14
3,177	Public Storage Reits USD 0.10	759	0.18
5,402	Realty Income Corp Reits USD 1.00	388	0.09
2,036	Regency Centers Corp Reits USD 0.01	173	0.04
6,675	Simon Property Group Inc Reits USD 0.0001	1,515	0.35
2,158	SL Green Realty Corp Reits USD 0.01	254	0.06
5,447	UDR Inc Reits USD 0.01	203	0.05
7,252	Ventas Inc Reits USD 0.25	552	0.13
19,091	VEREIT Inc Reits USD 0.01	211	0.05
3,661	Vornado Realty Trust Reits USD 0.04	393	0.09
7,661	Welltower Inc Reits USD 1.00	607	0.14
17,023	Weyerhaeuser Co Reits USD 1.25	557	0.13
	Restaurants & bars		
2,622	Darden Restaurants Inc Com NPV	161	0.04
31,889	Starbucks Corp Com USD 0.001	1,851	0.43
8,818	Yum! Brands Inc Com NPV	788	0.18
	Retail		
1,534	Advance Auto Parts Inc Com USD 0.0001	260	0.06
1,588	AutoNation Inc Com USD 0.01	85	0.02
666	AutoZone Inc Com USD 0.01	542	0.13
3,824	Bed Bath & Beyond Inc Com USD 0.01	172	0.04
6,634	Best Buy Co Inc Com USD 0.10	223	0.05
4,222	CarMax Inc Com USD 0.50	246	0.06
641	Chipotle Mexican Grill Inc Com USD 0.01	272	0.06
5,990	Coach Inc Com USD 0.01	259	0.06
9,490	Costco Wholesale Corp Com USD 0.005	1,587	0.37
23,700	CVS Health Corp Com USD 0.01	2,197	0.51
1,968	Dick's Sporting Goods Inc Com USD 0.01	101	0.02

iShares MSCI USA UCITS ETF

SCHEDULE OF INVESTMENTS (continued)

As at 31 July 2016

Holding	Investment	Fair value $'000	% of net asset value
	Equities (31 July 2015: 99.46%) (cont)		
	United States (31 July 2015: 94.19%) (cont)		
	Retail (cont)		
6,379	Dollar General Corp Com USD 0.875	604	0.14
5,065	Dollar Tree Inc Com USD 0.01	488	0.11
1,086	Domino's Pizza Inc Com USD 0.01	160	0.04
3,003	Foot Locker Inc Com USD 0.01	179	0.04
5,691	Gap Inc Com USD 0.05	147	0.03
27,353	Home Depot Inc Com USD 0.05	3,782	0.88
5,166	L Brands Inc Com USD 0.50	382	0.09
19,631	Lowe's Cos Inc Com USD 0.50	1,615	0.38
2,438	lululemon athletica Inc Com USD 0.005	189	0.04
19,519	McDonald's Corp Com USD 0.01	2,295	0.53
2,964	Nordstrom Inc Com NPV	131	0.03
2,116	O'Reilly Automotive Inc Com USD 0.01	615	0.14
1,741	PVH Corp Com USD 1.00	176	0.04
22,577	Rite Aid Corp Com USD 1.00	158	0.04
8,601	Ross Stores Inc Com USD 0.01	532	0.12
13,506	Staples Inc Com USD 0.0006	125	0.03
12,342	Target Corp Com USD 0.0833	930	0.22
2,763	Tiffany & Co Com USD 0.01	178	0.04
14,445	TJX Cos Inc Com USD 1.00	1,180	0.27
2,809	Tractor Supply Co Com USD 0.008	257	0.06
1,284	Ulta Salon Cosmetics & Fragrance Inc Com USD 0.01	335	0.08
34,538	Wal-Mart Stores Inc Com USD 0.10	2,519	0.59
19,782	Walgreens Boots Alliance Inc Com USD 0.01	1,567	0.36
	Savings & loans		
7,226	People's United Financial Inc Com USD 0.01	109	0.03
	Semiconductors		
6,688	Analog Devices Inc Com USD 0.167	427	0.10
24,395	Applied Materials Inc Com USD 0.01	641	0.15
101,917	Intel Corp Com USD 0.001	3,551	0.82
3,301	KLA-Tencor Corp Com USD 0.001	250	0.06
3,336	Lam Research Corp Com USD 0.001	299	0.07
5,027	Linear Technology Corp Com USD 0.001	301	0.07
6,178	Maxim Integrated Products Inc Com USD 0.001	252	0.06
4,614	Microchip Technology Inc Com USD 0.001	257	0.06
22,328	Micron Technology Inc Com USD 0.10	307	0.07
11,605	NVIDIA Corp Com USD 0.001	662	0.15
3,009	Qorvo Inc Com USD 0.0001	190	0.05
32,253	Qualcomm Inc Com USD 0.0001	2,018	0.47
4,134	Skyworks Solutions Inc Com USD 0.25	273	0.06
21,833	Texas Instruments Inc Com USD 1.00	1,523	0.35
5,356	Xilinx Inc Com USD 0.01	274	0.06
	Software		
12,618	Activision Blizzard Inc Com USD 0.000001	507	0.12
10,750	Adobe Systems Inc Com USD 0.0001	1,052	0.24
3,815	Akamai Technologies Inc Com USD 0.01	193	0.04
2,004	Ansys Inc Com USD 0.01	179	0.04

Holding	Investment	Fair value $'000	% of net asset value
	United States (31 July 2015: 94.19%) (cont)		
	Software (cont)		
4,407	Autodesk Inc Com USD 0.01	262	0.06
2,564	Broadridge Financial Solutions Inc Com USD 0.01	173	0.04
6,919	CA Inc Com USD 0.10	240	0.06
2,843	CDK Global Inc Com USD 0.01	164	0.04
6,498	Cerner Corp Com USD 0.01	405	0.09
3,331	Citrix Systems Inc Com USD 0.001	297	0.07
863	Dun & Bradstreet Corp Com USD 0.01	112	0.03
6,673	Electronic Arts Inc Com USD 0.01	509	0.12
6,660	Fidelity National Information Services Inc Com USD 0.01	530	0.12
4,809	Fiserv Inc Com USD 0.01	531	0.12
3,652	IMS Health Holdings Inc Com USD 0.01	110	0.02
5,263	Intuit Inc Com USD 0.01	584	0.13
162,105	Microsoft Corp Com USD 0.00000625	9,188	2.13
2,086	MSCI Inc Com USD 0.01	179	0.04
863	NetSuite Inc Com USD 0.01	94	0.02
4,978	Nuance Communications Inc Com USD 0.001	80	0.02
67,995	Oracle Corp Com USD 0.01	2,790	0.65
7,009	Paychex Inc Com USD 0.01	415	0.10
3,899	Red Hat Inc Com USD 0.0001	293	0.07
13,611	Salesforce.com Inc Com USD 0.001	1,113	0.26
3,468	ServiceNow Inc Com USD 0.001	260	0.06
1,744	VMware Inc Com USD 0.01	127	0.03
2,416	Workday Inc Com USD 0.001	201	0.05
	Telecommunications		
132,706	AT&T Inc Com USD 1.00	5,742	1.33
11,733	CenturyLink Inc Com USD 1.00	369	0.08
108,562	Cisco Systems Inc Com USD 0.001	3,313	0.77
3,235	Fortinet Inc Com USD 0.001	112	0.02
24,741	Frontier Communications Corp Com USD 0.25	129	0.03
8,036	Juniper Networks Inc Com USD 0.00001	182	0.04
6,543	Level 3 Communications Inc Com USD 0.01	331	0.08
3,351	Motorola Solutions Inc Com USD 0.01	233	0.05
1,906	Palo Alto Networks Inc Com USD 0.0001	250	0.06
20,109	Sprint Corp Com USD 0.01	123	0.03
6,179	T-Mobile US Inc Com USD 0.0001	286	0.07
87,844	Verizon Communications Inc Com USD 0.10	4,863	1.13
	Textile		
1,309	Mohawk Industries Inc Com USD 0.01	273	0.06
	Tobacco		
42,240	Altria Group Inc Com USD 0.333	2,859	0.66
33,425	Philip Morris International Inc Com NPV	3,353	0.78
18,477	Reynolds American Inc Com USD 0.0001	924	0.21
	Toys		
2,335	Hasbro Inc Com USD 0.50	190	0.04
7,337	Mattel Inc Com USD 1.00	245	0.06

iShares MSCI USA UCITS ETF

SCHEDULE OF INVESTMENTS (continued)

As at 31 July 2016

Holding	Investment	Fair value $'000	% of net asset value
	Equities (31 July 2015: 99.46%) (cont)		
	United States (31 July 2015: 94.19%) (cont)		
	Transportation		
3,240	CH Robinson Worldwide Inc Com USD 0.10	225	0.05
20,580	CSX Corp Com USD 1.00	583	0.14
4,224	Expeditors International of Washington Inc Com USD 0.01	209	0.05
5,609	FedEx Corp Com USD 0.10	908	0.21
2,006	JB Hunt Transport Services Inc Com USD 0.01	167	0.04
2,340	Kansas City Southern Com USD 0.01	225	0.05
6,463	Norfolk Southern Corp Com USD 1.00	580	0.14
18,260	Union Pacific Corp Com USD 2.50	1,699	0.39
14,891	United Parcel Service Inc Com USD 0.01	1,609	0.37
	Trucking		
175	Amerco Com USD 0.25	69	0.02
	Water		
3,737	American Water Works Co Inc Com USD 0.01	309	0.07
	Total United States	**405,484**	**94.05**
	Total equities	**427,382**	**99.13**

No. of contracts		Underlying exposure $'000	Fair value $'000	% of net assets value
	Financial derivative instruments (31 July 2015: 0.01%)			
	Futures contracts (31 July 2015: 0.01%)			
32	S&P 500 E Mini Index Futures September 2016	3,318	151	0.03
	Total unrealised gains on futures contracts		**151**	**0.03**
	Total financial derivative instruments		**151**	**0.03**

	Fair value $'000	% of net asset value
Total value of investments	**427,533**	**99.16**
Cash†	**3,273**	**0.76**
Other net assets	**246**	**0.06**
Net assets attributable to redeemable participating shareholders	**431,052**	**99.98**
Adjustment to align to the valuation methodology as set out in the prospectus	102	0.02
Net asset value attributable to redeemable participating shareholders at the end of the year	**431,154**	**100.00**

† Cash holdings of $3,263,482 are held with State Street Bank and Trust Company. $9,647 is held as security for futures contracts with Credit Suisse AG.
* Investment in related party.

Equities are primarily classified by 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	427,382	99.12
Exchange traded financial derivative instruments	151	0.04
Other assets	3,628	0.84
Total current assets	**431,161**	**100.00**

iShares MSCI USA UCITS ETF

SCHEDULE OF MATERIAL PURCHASES AND SALES (unaudited)

For the year ended 31 July 2016

Holding	Investments	Proceeds $'000
Sales		
53,232	Apple Inc Com USD 0.00001	5,495
70,188	Microsoft Corp Com USD 0.00000625	3,640
100,056	General Electric Co Com USD 0.06	2,961
36,089	Exxon Mobil Corp Com NPV	2,950
23,965	Johnson & Johnson Com USD 1.00	2,537
3,452	Amazon.com Inc Com USD 0.01	2,162
42,058	Wells Fargo & Co Com USD 1.666	2,136
18,918	Facebook Inc Com USD 0.000006	2,047
31,908	JPMorgan Chase & Co Com USD 1.00	1,981
53,272	AT&T Inc Com USD 1.00	1,933
2,681	Alphabet Inc Class 'C' Com USD 0.001	1,921
23,500	Procter & Gamble Co Com NPV	1,872
2,511	Alphabet Inc Com USD 0.001	1,846
37,504	Verizon Communications Inc Com USD 0.10	1,820
53,466	Pfizer Inc Com USD 0.05	1,711
8,011	Time Warner Cable Inc Com USD 0.01	1,641
35,675	Coca-Cola Co Com USD 0.25	1,552
11,984	Home Depot Inc Com USD 0.05	1,528
16,467	Chevron Corp Com USD 0.75	1,505
14,230	Walt Disney Co Com USD 0.01	1,466

Holding	Investments	Cost $'000
Purchases		
21,826	Apple Inc Com USD 0.00001	2,280
16,492	Facebook Inc Com USD 0.000006	1,691
30,113	Microsoft Corp Com USD 0.00000625	1,510
16,857	Exxon Mobil Corp Com NPV	1,378
11,361	Johnson & Johnson Com USD 1.00	1,212
1,871	Amazon.com Inc Com USD 0.01	1,154
40,283	General Electric Co Com USD 0.06	1,152
28,318	AT&T Inc Com USD 1.00	1,044
1,380	Alphabet Inc Com USD 0.001	985
1,411	Alphabet Inc Class 'C' Com USD 0.001	977
19,113	Wells Fargo & Co Com USD 1.666	959
11,751	Procter & Gamble Co Com NPV	921
27,667	Pfizer Inc Com USD 0.05	904
14,362	JPMorgan Chase & Co Com USD 1.00	886
17,465	Verizon Communications Inc Com USD 0.10	873
6,039	Berkshire Hathaway Inc Com USD 0.0033	817
8,134	Chevron Corp Com USD 0.75	729
16,788	Coca-Cola Co Com USD 0.25	717
3,365	Charter Communications Inc Com USD 0.001	686
5,136	Home Depot Inc Com USD 0.05	644

The CBI requires a Schedule of material changes in the composition of the portfolio 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 World - B UCITS ETF (Acc)

INCOME STATEMENT

For the year ended 31 July 2016

	Note	Year ended 31 July 2016 $'000	Year ended 31 July 2015 $'000
Operating income	2	-	94
Net losses on financial assets/liabilities at fair value through profit or loss	3	-	(5)
Total gains		**-**	**89**
Operating expenses**	4	-	(6)
Net operating profit		**-**	**83**
Net profit for the financial year before tax		**-**	**83**
Non-reclaimable withholding tax		-	(10)
Net profit for the financial year after tax		**-**	**73**
Adjustment to align to the valuation methodology as set out in the prospectus	6	-	(13)
Increase in net assets attributable to redeemable participating shareholders from operations		**-**	**60**

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 discontinued operations.

STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO REDEEMABLE PARTICIPATING SHAREHOLDERS

For the year ended 31 July 2016

	Year ended 31 July 2016 $'000	Year ended 31 July 2015 $'000
Net assets attributable to redeemable participating shareholders at the beginning of the year	-	71,056
Increase in net assets attributable to redeemable participating shareholders from operations	-	60
Share transactions:		
Payments on redemption of redeemable participating shares	-	-
Transfer due to merger*	-	(71,116)
Decrease in net assets resulting from share transactions	**-**	**(71,116)**
Net assets attributable to redeemable participating shareholders at the end of the year	-	-

* Effective 18 August 2014 iShares MSCI World - B UCITS ETF (Acc) merged into iShares Core MSCI World UCITS ETF, a Fund of iShares III Plc, the merger ratio used to calculate the number of shares in the Receiving Fund issued to former shareholders of the Merging Fund was 3.420494505.
** 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 World - B UCITS ETF (Acc)*

BALANCE SHEET

As at 31 July 2016

	Note	31 July 2016 $'000	31 July 2015 $'000
CURRENT ASSETS			
Cash		-	-
Margin cash account		-	-
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 assets attributable to redeemable participating shareholders		**-**	**-**
Adjustment to align to the valuation methodology as set out in the prospectus	6	-	-
Net asset value attributable to redeemable participating shareholders at the end of the year		**-**	**-**

* Effective 18 August 2014 iShares MSCI World - B UCITS ETF (Acc) merged into iShares Core MSCI World UCITS ETF, a Fund of iShares III Plc, the merger ratio used to calculate the number of shares in the Receiving Fund issued to former shareholders of the Merging Fund was 3.420494505.

The accompanying notes form an integral part of these financial statements. Details of the NAV per share are set out in note 8.

iShares MSCI World - B UCITS ETF (Acc)

NOTES TO THE FINANCIAL STATEMENTS

For the year ended 31 July 2016

1. ACCOUNTING POLICIES, FINANCIAL INSTRUMENTS AND RISKS AND OTHER NOTES

The accounting policies are set out on pages 51 to 53. The financial instruments and risks are set out on pages 54 to 76. The notes relating to tax, soft commissions, exchange rates, commitments and contingent liabilities, related party transactions, financial derivative instruments and subsequent events are set out in the notes to the financial statements of the Company on pages 79 to 84.

2. OPERATING INCOME

	Year ended 31 July 2016 $'000	Year ended 31 July 2015 $'000
Dividend income	-	94
	-	94

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

	Year ended 31 July 2016 $'000	Year ended 31 July 2015 $'000
Net losses on investments in securities held at fair value through profit or loss	-	(6)
Net gains on futures contracts	-	1
	-	(5)

4. OPERATING EXPENSES

	Year ended 31 July 2016 $'000	Year ended 31 July 2015 $'000
Management fees	-	(6)
	-	(6)

5. MANAGEMENT FEES

Fees earned by the Manager during the year and balances outstanding as at 31 July 2016 and 31 July 2015 are disclosed in note 4.

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

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:

	TER % 31 July 2016	TER % 31 July 2015*
	-	0.20

* Fund merged during the year ended 31 July 2015. The annualised TER is presented in the table.

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:

	Year ended 31 July 2016 $'000	Year ended 31 July 2015 $'000
Balance at the beginning of year	-	13
Adjustment to align to the valuation methodology as set out in the prospectus	-	(13)
Total adjustment for the year	-	(13)
Balance at the end of year	-	-

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

7. 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 July 2016 No. of Shares	31 July 2015 No. of Shares
Balance at the beginning of year	-	505,130
Issued during the year	-	-
Redeemed during the year	-	-
Transfer due to merger	-	(505,130)
Balance at the end of year	-	-

iShares MSCI World - B UCITS ETF (Acc)

NOTES TO THE FINANCIAL STATEMENTS (continued)

For the year ended 31 July 2016

8. NET ASSETS ATTRIBUTABLE TO REDEEMABLE PARTICIPATING SHAREHOLDERS

	No. of Shares
Shares in issue	
As at 31 July 2016	-
As at 31 July 2015	-
As at 31 July 2014	505,130

	$'000
Net asset value	
As at 31 July 2016	-
As at 31 July 2015	-
As at 31 July 2014	71,056

	$
Net asset value per share	
As at 31 July 2016	-
As at 31 July 2015	-
As at 31 July 2014	140.67

iShares NASDAQ 100 UCITS ETF

INCOME STATEMENT

For the year ended 31 July 2016

	Note	Year ended 31 July 2016 $'000	Year ended 31 July 2015 $'000
Operating income	2	11,341	9,749
Net gains on financial assets/liabilities at fair value through profit or loss	3	7,279	118,929
Total gains		**18,620**	**128,678**
Operating expenses	4	(2,726)	(2,481)
Net operating profit		**15,894**	**126,197**
Finance costs:			
Interest expense	6	(1)	-
Total finance costs		**(1)**	**-**
Net profit for the financial year before tax		**15,893**	**126,197**
Non-reclaimable withholding tax		(1,607)	(1,380)
Net profit for the financial year after tax		**14,286**	**124,817**
Adjustment to align to the valuation methodology as set out in the prospectus	7	303	(172)
Increase in net assets attributable to redeemable participating shareholders from operations		**14,589**	**124,645**

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.

STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO REDEEMABLE PARTICIPATING SHAREHOLDERS

For the year ended 31 July 2016

	Year ended 31 July 2016 $'000	Year ended 31 July 2015 $'000
Net assets attributable to redeemable participating shareholders at the beginning of the year	843,969	679,613
Increase in net assets attributable to redeemable participating shareholders from operations	14,589	124,645
Share transactions:		
Proceeds from issue of redeemable participating shares	271,812	268,514
Payments on redemption of redeemable participating shares	(312,214)	(228,803)
(Decrease)/increase in net assets resulting from share transactions	**(40,402)**	**39,711**
Net assets attributable to redeemable participating shareholders at the end of the year	**818,156**	**843,969**

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

iShares NASDAQ 100 UCITS ETF

BALANCE SHEET

As at 31 July 2016

	Note	31 July 2016 $'000	31 July 2015 $'000
CURRENT ASSETS			
Cash		1,441	675
Margin cash account		-	22
Receivables	11	999	183
Financial assets at fair value through profit or loss	12	816,536	843,470
Total current assets		**818,976**	**844,350**
CURRENT LIABILITIES			
Margin cash account		(2)	-
Payables	13	(974)	(231)
Financial liabilities at fair value through profit or loss	12	-	(3)
Total current liabilities excluding net assets attributable to redeemable participating shareholders		**(976)**	**(234)**
Net assets attributable to redeemable participating shareholders		**818,000**	**844,116**
Adjustment to align to the valuation methodology as set out in the prospectus	7	156	(147)
Net asset value attributable to redeemable participating shareholders at the end of the year		**818,156**	**843,969**

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

iShares NASDAQ 100 UCITS ETF

NOTES TO THE FINANCIAL STATEMENTS

For the year ended 31 July 2016

1. ACCOUNTING POLICIES, FINANCIAL INSTRUMENTS AND RISKS AND OTHER NOTES

The accounting policies are set out on pages 51 to 53. The financial instruments and risks are set out on pages 54 to 76. The notes relating to tax, soft commissions, exchange rates, commitments and contingent liabilities, related party transactions, financial derivative instruments and subsequent events are set out in the notes to the financial statements of the Company on pages 79 to 84.

2. OPERATING INCOME

	Year ended 31 July 2016 $'000	Year ended 31 July 2015 $'000
Interest income	1	-
Dividend income	11,218	9,733
Securities lending income	122	16
	11,341	9,749

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

	Year ended 31 July 2016 $'000	Year ended 31 July 2015 $'000
Net gains on investments in securities held at fair value through profit or loss	7,241	118,725
Net gains on futures contracts	45	204
Net losses on foreign currency transactions	(7)	-
	7,279	118,929

4. OPERATING EXPENSES

	Year ended 31 July 2016 $'000	Year ended 31 July 2015 $'000
Management fees	(2,726)	(2,481)
	(2,726)	(2,481)

5. MANAGEMENT FEES

Fees earned by the Manager during the year and balances outstanding as at 31 July 2016 and 31 July 2015 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 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:

	TER % 31 July 2016	TER % 31 July 2015
	0.33	0.33

6. INTEREST EXPENSE

	Year ended 31 July 2016 $'000	Year ended 31 July 2015 $'000
Bank interest	(1)	-
	(1)	-

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 July 2016 $'000	Year ended 31 July 2015 $'000
Balance at the beginning of year	(147)	25
Adjustment to align to the valuation methodology as set out in the prospectus	303	(172)
Total adjustment for the year	303	(172)
Balance at the end of year	156	(147)

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

iShares NASDAQ 100 UCITS ETF

NOTES TO THE FINANCIAL STATEMENTS (continued)

For the year ended 31 July 2016

8. TRANSACTION COSTS

Disclosed in the table below are separately identifiable transaction costs incurred by the Fund for the years ended 31 July 2016 and 31 July 2015. Please refer to note 9 of the financial statements of the Company for further details.

	Year ended 31 July 2016 $'000	Year ended 31 July 2015 $'000
Transaction costs	(56)	(61)

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 July 2016 No. of Shares	31 July 2015 No. of Shares
Balance at the beginning of year	3,375,037	3,225,037
Issued during the year	1,100,000	1,150,000
Redeemed during the year	(1,325,000)	(1,000,000)
Balance at the end of year	**3,150,037**	**3,375,037**

10. NET ASSETS ATTRIBUTABLE TO REDEEMABLE PARTICIPATING SHAREHOLDERS

	No. of Shares
Shares in issue	
As at 31 July 2016	3,150,037
As at 31 July 2015	3,375,037
As at 31 July 2014	3,225,037

	$'000
Net asset value	
As at 31 July 2016	818,156
As at 31 July 2015	843,969
As at 31 July 2014	679,613

	$
Net asset value per share	
As at 31 July 2016	259.73
As at 31 July 2015	250.06
As at 31 July 2014	210.73

11. RECEIVABLES

	31 July 2016 $'000	31 July 2015 $'000
Sale of securities awaiting settlement	815	15
Dividend income receivable	144	167
Securities lending income receivable	40	1
	999	**183**

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

Financial assets:	31 July 2016 $'000	31 July 2015 $'000
Investment in equities	816,473	843,470
Unrealised gains on futures contracts	63	-
	816,536	**843,470**

Financial liabilities:		
Unrealised losses on futures contracts	-	(3)
	-	**(3)**

13. PAYABLES

	31 July 2016 $'000	31 July 2015 $'000
Purchase of securities awaiting settlement	(770)	-
Management fees payable	(204)	(231)
	(974)	**(231)**

14. EFFICIENT PORTFOLIO MANAGEMENT

Please see note 18 of the financial statements of the Company for more information on efficient portfolio management.

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 July 2016 $'000	31 July 2015 $'000
Income earned during the year	122	16
Value of securities on loan at year end	62,346	5,191
Value of collateral held on behalf of the Fund at year end	68,204	5,731

Please see note 19 in the notes to the financial statements of the Company for more information on financial derivative instruments.

iShares NASDAQ 100 UCITS ETF

SCHEDULE OF INVESTMENTS

As at 31 July 2016

Holding	Investment	Fair value $'000	% of net asset value
	Transferable Securities Admitted to an Official Stock Exchange Listing or traded on a Regulated Market (31 July 2015: 99.94%)		
	Equities (31 July 2015: 99.94%)		
	Bermuda (31 July 2015: 0.20%)		
	Leisure time		
34,443	Norwegian Cruise Line Holdings Ltd Com USD 0.001	1,467	0.18
	Total Bermuda	**1,467**	**0.18**
	Cayman Islands (31 July 2015: 1.31%)		
	Internet		
41,042	Baidu Inc ADR NPV	6,548	0.80
55,514	Ctrip.com International Ltd ADR NPV	2,423	0.29
135,343	JD.com Inc ADR NPV	2,929	0.36
	Software		
11,177	NetEase Inc ADR NPV	2,283	0.28
	Total Cayman Islands	**14,183**	**1.73**
	Ireland (31 July 2015: 0.30%)		
	Computers		
43,800	Seagate Technology Plc Com USD 0.00001	1,402	0.17
	Total Ireland	**1,402**	**0.17**
	Israel (31 July 2015: 0.28%)		
	Software		
25,506	Check Point Software Technologies Ltd Com USD 0.01	1,961	0.24
	Total Israel	**1,961**	**0.24**
	Netherlands (31 July 2015: 0.98%)		
	Pharmaceuticals		
75,718	Mylan NV Com EUR 0.01	3,542	0.43
	Semiconductors		
50,944	NXP Semiconductors NV Com EUR 0.20	4,283	0.53
	Total Netherlands	**7,825**	**0.96**
	Singapore (31 July 2015: 0.61%)		
	Semiconductors		
57,955	Broadcom Ltd Com NPV	9,387	1.15
	Total Singapore	**9,387**	**1.15**
	Switzerland (31 July 2015: 0.15%)		
	United Kingdom (31 July 2015: 1.17%)		
	Media		
97,526	Liberty Global Plc Class 'C' Com USD 0.01	3,017	0.37
42,453	Liberty Global Plc Com USD 0.01	1,346	0.16
	United Kingdom (31 July 2015: 1.17%) (cont)		
	Mobile telecommunications		
58,565	Vodafone Group Plc ADR NPV	1,810	0.22
	Total United Kingdom	**6,173**	**0.75**
	United States (31 July 2015: 94.94%)		
	Airlines		
86,014	American Airlines Group Inc Com USD 0.01	3,054	0.37
	Auto manufacturers		
52,554	Paccar Inc Com USD 1.00	3,098	0.38
21,969	Tesla Motors Inc Com USD 0.001	5,156	0.63
	Beverages		
29,968	Monster Beverage Corp Com USD 0.005	4,813	0.59
	Biotechnology		
33,119	Alexion Pharmaceuticals Inc Com USD 0.0001	4,259	0.52
111,832	Amgen Inc Com USD 0.0001	19,229	2.35
32,450	Biogen Inc Com USD 0.0005	9,408	1.15
24,024	BioMarin Pharmaceutical Inc Com USD 0.001	2,388	0.29
115,310	Celgene Corp Com USD 0.01	12,937	1.58
198,270	Gilead Sciences Inc Com USD 0.001	15,753	1.92
21,932	Illumina Inc Com USD 0.01	3,648	0.45
27,879	Incyte Corp Com USD 0.001	2,515	0.31
15,386	Regeneron Pharmaceuticals Inc Com USD 0.001	6,539	0.80
37,267	Vertex Pharmaceuticals Inc Com USD 0.01	3,615	0.44
	Commercial services		
68,080	Automatic Data Processing Inc Com USD 0.10	6,055	0.74
180,404	PayPal Holdings Inc Com USD 0.0001	6,716	0.82
25,124	Verisk Analytics Inc Com USD 0.001	2,142	0.26
	Computers		
815,498	Apple Inc Com USD 0.00001	84,959	10.39
90,034	Cognizant Technology Solutions Corp Com USD 0.01	5,174	0.63
43,242	NetApp Inc Com USD 0.001	1,139	0.14
41,945	Western Digital Corp Com USD 0.01	1,992	0.24
	Distribution & wholesale		
43,636	Fastenal Co Com USD 0.01	1,865	0.23
	Engineering & construction		
18,816	SBA Communications Corp Com USD 0.01	2,163	0.26
	Environmental control		
12,608	Stericycle Inc Com USD 0.01	1,138	0.14
	Food		
180,692	Kraft Heinz Co Com USD 0.01	15,606	1.91
231,036	Mondelez International Inc Com NPV	10,161	1.24
48,640	Whole Foods Market Inc Com NPV	1,482	0.18
	Healthcare products		
34,897	Dentsply Sirona Inc Com USD 0.01	2,235	0.27
12,184	Henry Schein Inc Com USD 0.01	2,204	0.27

iShares NASDAQ 100 UCITS ETF

SCHEDULE OF INVESTMENTS (continued)

As at 31 July 2016

Holding	Investment	Fair value $'000	% of net asset value
	Equities (31 July 2015: 99.94%) (cont)		
	United States (31 July 2015: 94.94%) (cont)		
	Healthcare products (cont)		
5,718	Intuitive Surgical Inc Com USD 0.001	3,976	0.49
	Hotels		
37,804	Marriott International Inc Com USD 0.01	2,711	0.33
	Internet		
51,132	Alphabet Inc Class 'C' Com USD 0.001	39,310	4.81
43,762	Alphabet Inc Com USD 0.001	34,631	4.23
70,247	Amazon.com Inc Com USD 0.01	53,294	6.51
170,971	eBay Inc Com USD 0.001	5,327	0.65
19,905	Expedia Inc Com USD 0.001	2,322	0.28
344,221	Facebook Inc Com USD 0.000006	42,663	5.22
20,565	Liberty Ventures Com USD 0.01	775	0.10
63,984	Netflix Inc Com USD 0.001	5,837	0.71
7,383	Priceline Group Inc Com USD 0.008	9,973	1.22
91,055	Symantec Corp Com USD 0.01	1,859	0.23
19,778	TripAdvisor Inc Com USD 0.001	1,384	0.17
141,695	Yahoo! Inc Com USD 0.001	5,410	0.66
	Media		
40,266	Charter Communications Inc Com USD 0.001	9,457	1.16
359,942	Comcast Corp Com USD 0.01	24,199	2.96
37,952	Discovery Communications Inc Class 'C' Com USD 0.01	931	0.11
22,452	Discovery Communications Inc Com USD 0.01	563	0.07
33,339	DISH Network Corp Com USD 0.01	1,781	0.22
67,384	Liberty Interactive Corp QVC Group Com USD 0.01	1,806	0.22
737,692	Sirius XM Holdings Inc Com USD 0.001	3,231	0.39
119,906	Twenty-First Century Fox Inc Class 'B' Com USD 0.01	3,240	0.40
163,069	Twenty-First Century Fox Inc Com USD 0.01	4,344	0.53
51,986	Viacom Inc Com USD 0.001	2,363	0.29
	Pharmaceuticals		
94,151	Express Scripts Holding Co Com USD 0.01	7,160	0.87
	Restaurants & bars		
218,068	Starbucks Corp Com USD 0.001	12,655	1.55
	Retail		
22,939	Bed Bath & Beyond Inc Com USD 0.01	1,031	0.13
65,355	Costco Wholesale Corp Com USD 0.005	10,927	1.33
35,020	Dollar Tree Inc Com USD 0.01	3,372	0.41
14,254	O'Reilly Automotive Inc Com USD 0.01	4,141	0.51
59,593	Ross Stores Inc Com USD 0.01	3,683	0.45
19,834	Tractor Supply Co Com USD 0.008	1,817	0.22
9,304	Ulta Salon Cosmetics & Fragrance Inc Com USD 0.01	2,430	0.30
160,644	Walgreens Boots Alliance Inc Com USD 0.01	12,728	1.55
	Semiconductors		
45,087	Analog Devices Inc Com USD 0.167	2,878	0.35
162,074	Applied Materials Inc Com USD 0.01	4,259	0.52
702,982	Intel Corp Com USD 0.001	24,492	2.99

Holding	Investment	Fair value $'000	% of net asset value
	United States (31 July 2015: 94.94%) (cont)		
	Semiconductors (cont)		
23,460	Lam Research Corp Com USD 0.001	2,106	0.26
36,165	Linear Technology Corp Com USD 0.001	2,168	0.27
42,711	Maxim Integrated Products Inc Com USD 0.001	1,742	0.21
31,756	Microchip Technology Inc Com USD 0.001	1,767	0.22
155,177	Micron Technology Inc Com USD 0.10	2,130	0.26
79,315	NVIDIA Corp Com USD 0.001	4,528	0.55
218,663	Qualcomm Inc Com USD 0.0001	13,682	1.67
28,586	Skyworks Solutions Inc Com USD 0.25	1,887	0.23
149,141	Texas Instruments Inc Com USD 1.00	10,401	1.27
38,120	Xilinx Inc Com USD 0.01	1,947	0.24
	Software		
109,175	Activision Blizzard Inc Com USD 0.000001	4,383	0.54
74,728	Adobe Systems Inc Com USD 0.0001	7,312	0.89
26,609	Akamai Technologies Inc Com USD 0.01	1,344	0.16
33,578	Autodesk Inc Com USD 0.01	1,996	0.24
62,449	CA Inc Com USD 0.10	2,164	0.27
49,836	Cerner Corp Com USD 0.01	3,109	0.38
22,857	Citrix Systems Inc Com USD 0.001	2,037	0.25
44,876	Electronic Arts Inc Com USD 0.01	3,425	0.42
32,721	Fiserv Inc Com USD 0.01	3,610	0.44
37,799	Intuit Inc Com USD 0.01	4,194	0.51
1,170,285	Microsoft Corp Com USD 0.00000625	66,332	8.11
53,421	Paychex Inc Com USD 0.01	3,166	0.39
	Telecommunications		
748,791	Cisco Systems Inc Com USD 0.001	22,853	2.80
122,208	T-Mobile US Inc Com USD 0.0001	5,662	0.69
	Toys		
51,514	Mattel Inc Com USD 1.00	1,719	0.21
	Transportation		
141,527	CSX Corp Com USD 1.00	4,008	0.49
	Total United States	**774,075**	**94.61**
	Total equities	**816,473**	**99.79**

No. of contracts		Underlying exposure $'000	Fair value $'000	% of net assets value
	Financial derivative instruments (31 July 2015: 0.00%)			
	Futures contracts (31 July 2015: 0.00%)			
14	NASDAQ 100 E Mini Index Futures September 2016	1,260	63	0.01
	Total unrealised gains on futures contracts		**63**	**0.01**
	Total financial derivative instruments		**63**	**0.01**

iShares NASDAQ 100 UCITS ETF

SCHEDULE OF INVESTMENTS (continued)

As at 31 July 2016

	Fair value $'000	% of net asset value
Total value of investments	**816,536**	**99.80**
Cash†	**1,439**	**0.18**
Other net assets	**25**	**0.00**
Net assets attributable to redeemable participating shareholders	**818,000**	**99.98**
Adjustment to align to the valuation methodology as set out in the prospectus	156	0.02
Net asset value attributable to redeemable participating shareholders at the end of the year	**818,156**	**100.00**

† Cash holdings of $1,441,078 are held with State Street Bank and Trust Company. $(2,083) is due as security for futures contracts with Credit Suisse AG.

Equities are primarily classified by 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	816,473	99.69
Exchange traded financial derivative instruments	63	0.01
Other assets	2,440	0.30
Total current assets	**818,976**	**100.00**

iShares NASDAQ 100 UCITS ETF

SCHEDULE OF MATERIAL PURCHASES AND SALES (unaudited)

For the year ended 31 July 2016

Holding	Investments	Proceeds $'000
Sales		
403,828	Apple Inc Com USD 0.00001	40,769
544,907	Microsoft Corp Com USD 0.00000625	27,628
30,357	Amazon.com Inc Com USD 0.01	18,377
22,713	Alphabet Inc Class 'C' Com USD 0.001	15,893
146,164	Facebook Inc Com USD 0.000006	15,324
18,731	Alphabet Inc Com USD 0.001	13,478
112,553	Gilead Sciences Inc Com USD 0.001	10,397
315,282	Intel Corp Com USD 0.001	9,783
164,770	Comcast Corp Com USD 0.01	9,714
335,742	Cisco Systems Inc Com USD 0.001	8,788
50,015	Amgen Inc Com USD 0.0001	7,598
78,683	Walgreens Boots Alliance Inc Com USD 0.01	6,418
123,857	Qualcomm Inc Com USD 0.0001	6,239
78,270	Kraft Heinz Co Com USD 0.01	5,987
101,896	Starbucks Corp Com USD 0.001	5,821
52,848	Celgene Corp Com USD 0.01	5,594
100,832	Broadcom Corp Com USD 0.0001	5,186
113,908	Mondelez International Inc Com NPV	4,801
17,289	Biogen Inc Com USD 0.0005	4,672
58,235	Express Scripts Holding Co Com USD 0.01	4,493
3,589	Priceline Group Inc Com USD 0.008	4,408
28,852	Costco Wholesale Corp Com USD 0.005	4,397
70,806	Texas Instruments Inc Com USD 1.00	3,878

Holding	Investments	Cost $'000
Purchases		
295,438	Apple Inc Com USD 0.00001	32,493
417,769	Microsoft Corp Com USD 0.00000625	21,808
25,914	Amazon.com Inc Com USD 0.01	16,293
129,747	Facebook Inc Com USD 0.000006	13,676
18,902	Alphabet Inc Class 'C' Com USD 0.001	13,425
16,277	Alphabet Inc Com USD 0.001	11,907
253,526	PayPal Holdings Inc Com USD 0.0001	9,367
258,254	Intel Corp Com USD 0.001	8,496
75,268	Gilead Sciences Inc Com USD 0.001	7,537
269,597	Cisco Systems Inc Com USD 0.001	7,418
118,417	Comcast Corp Com USD 0.01	7,127
40,072	Amgen Inc Com USD 0.0001	6,296
162,983	T-Mobile US Inc Com USD 0.0001	6,213
27,212	Charter Communications Inc Com USD 0.001	6,029
64,182	Walgreens Boots Alliance Inc Com USD 0.01	5,409
64,270	Kraft Heinz Co Com USD 0.01	4,860
79,040	Starbucks Corp Com USD 0.001	4,709
41,171	Celgene Corp Com USD 0.01	4,667
80,763	Qualcomm Inc Com USD 0.0001	4,298
38,222	Incyte Corp Com USD 0.001	4,193
169,400	CSX Corp Com USD 1.00	4,182
83,788	Mondelez International Inc Com NPV	3,725
40,620	Skyworks Solutions Inc Com USD 0.25	3,700
23,562	Costco Wholesale Corp Com USD 0.005	3,688
2,648	Priceline Group Inc Com USD 0.008	3,497
22,539	Broadcom Ltd Com NPV	3,469
11,969	Biogen Inc Com USD 0.0005	3,417
72,238	Ctrip.com International Ltd ADR NPV	3,396

The CBI requires a Schedule of material changes in the composition of the portfolio 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 Nikkei 225 UCITS ETF

INCOME STATEMENT

For the year ended 31 July 2016

	Note	Year ended 31 July 2016 ¥'000	Year ended 31 July 2015 ¥'000
Operating income	2	496,642	606,264
Net (losses)/gains on financial assets/liabilities at fair value through profit or loss	3	(8,981,354)	10,095,153
Total (losses)/gains		**(8,484,712)**	**10,701,417**
Operating expenses	4	(137,507)	(176,427)
Net operating (loss)/profit		**(8,622,219)**	**10,524,990**
Finance costs:			
Interest expense	6	(50)	(64)
Total finance costs		**(50)**	**(64)**
Net (loss)/profit for the financial year before tax		**(8,622,269)**	**10,524,926**
Non-reclaimable withholding tax		(73,934)	(90,996)
Net (loss)/profit for the financial year after tax		**(8,696,203)**	**10,433,930**
Adjustment to align to the valuation methodology as set out in the prospectus	7	(46,456)	60,751
(Decrease)/increase in net assets attributable to redeemable participating shareholders from operations		**(8,742,659)**	**10,494,681**

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.

STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO REDEEMABLE PARTICIPATING SHAREHOLDERS

For the year ended 31 July 2016

	Year ended 31 July 2016 ¥'000	Year ended 31 July 2015 ¥'000
Net assets attributable to redeemable participating shareholders at the beginning of the year	47,009,024	10,047,620
(Decrease)/increase in net assets attributable to redeemable participating shareholders from operations	(8,742,659)	10,494,681
Share transactions:		
Proceeds from issue of redeemable participating shares	4,859,945	38,482,834
Payments on redemption of redeemable participating shares	(30,006,856)	(12,016,111)
(Decrease)/increase in net assets resulting from share transactions	**(25,146,911)**	**26,466,723**
Net assets attributable to redeemable participating shareholders at the end of the year	**13,119,454**	**47,009,024**

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

iShares Nikkei 225 UCITS ETF

BALANCE SHEET

As at 31 July 2016

	Note	31 July 2016 ¥'000	31 July 2015 ¥'000
CURRENT ASSETS			
Cash		13,735	290,046
Margin cash account		1,995	9,917
Receivables	11	89,210	37,529
Financial assets at fair value through profit or loss	12	13,071,896	46,625,376
Total current assets		**13,176,836**	**46,962,868**
CURRENT LIABILITIES			
Payables	13	(76,039)	(18,957)
Total current liabilities excluding net assets attributable to redeemable participating shareholders		**(76,039)**	**(18,957)**
Net assets attributable to redeemable participating shareholders		**13,100,797**	**46,943,911**
Adjustment to align to the valuation methodology as set out in the prospectus	7	18,657	65,113
Net asset value attributable to redeemable participating shareholders at the end of the year		**13,119,454**	**47,009,024**

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

iShares Nikkei 225 UCITS ETF

NOTES TO THE FINANCIAL STATEMENTS

For the year ended 31 July 2016

1. ACCOUNTING POLICIES, FINANCIAL INSTRUMENTS AND RISKS AND OTHER NOTES

The accounting policies are set out on pages 51 to 53. The financial instruments and risks are set out on pages 54 to 76. The notes relating to tax, soft commissions, exchange rates, commitments and contingent liabilities, related party transactions, financial derivative instruments and subsequent events are set out in the notes to the financial statements of the Company on pages 79 to 84.

2. OPERATING INCOME

	Year ended 31 July 2016 ¥'000	Year ended 31 July 2015 ¥'000
Interest income	-	5
Dividend income	487,153	597,331
Securities lending income	9,489	8,928
	496,642	**606,264**

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

	Year ended 31 July 2016 ¥'000	Year ended 31 July 2015 ¥'000
Net (losses)/gains on investments in securities held at fair value through profit or loss	(8,951,895)	10,050,808
Net (losses)/gains on futures contracts	(28,589)	43,979
Net (losses)/gains on foreign currency transactions	(870)	366
	(8,981,354)	**10,095,153**

4. OPERATING EXPENSES

	Year ended 31 July 2016 ¥'000	Year ended 31 July 2015 ¥'000
Management fees	(137,507)	(176,427)
	(137,507)	**(176,427)**

5. MANAGEMENT FEES

Fees earned by the Manager during the year and balances outstanding as at 31 July 2016 and 31 July 2015 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 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:

	TER % 31 July 2016	TER % 31 July 2015
	0.48	0.48

6. INTEREST EXPENSE

	Year ended 31 July 2016 ¥'000	Year ended 31 July 2015 ¥'000
Bank interest	(50)	(64)
	(50)	**(64)**

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 July 2016 ¥'000	Year ended 31 July 2015 ¥'000
Balance at the beginning of year	65,113	4,362
Adjustment to align to the valuation methodology as set out in the prospectus	(46,456)	60,751
Total adjustment for the year	(46,456)	60,751
Balance at the end of year	**18,657**	**65,113**

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

iShares Nikkei 225 UCITS ETF

NOTES TO THE FINANCIAL STATEMENTS (continued)

For the year ended 31 July 2016

8. TRANSACTION COSTS

Disclosed in the table below are separately identifiable transaction costs incurred by the Fund for the years ended 31 July 2016 and 31 July 2015. Please refer to note 9 of the financial statements of the Company for further details.

	Year ended 31 July 2016 ¥'000	Year ended 31 July 2015 ¥'000
Transaction costs	(3,373)	(5,071)

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 July 2016 No. of Shares	31 July 2015 No. of Shares
Balance at the beginning of year	2,548,746	723,746
Issued during the year	300,000	2,600,000
Redeemed during the year	(1,975,000)	(775,000)
Balance at the end of year	873,746	2,548,746

10. NET ASSETS ATTRIBUTABLE TO REDEEMABLE PARTICIPATING SHAREHOLDERS

	No. of Shares
Shares in issue	
As at 31 July 2016	873,746
As at 31 July 2015	2,548,746
As at 31 July 2014	723,746

	¥'000
Net asset value	
As at 31 July 2016	13,119,454
As at 31 July 2015	47,009,024
As at 31 July 2014	10,047,620

	¥
Net asset value per share	
As at 31 July 2016	15,015.18
As at 31 July 2015	18,443.98
As at 31 July 2014	13,882.80

11. RECEIVABLES

	31 July 2016 ¥'000	31 July 2015 ¥'000
Sale of securities awaiting settlement	72,643	-
Interest receivable	-	1
Dividend income receivable	16,352	36,546
Securities lending income receivable	215	981
Tax reclaim receivable	-	1
	89,210	37,529

12. FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS

Financial assets:	31 July 2016 ¥'000	31 July 2015 ¥'000
Investment in equities	13,071,851	46,617,548
Unrealised gains on futures contracts	45	7,828
	13,071,896	46,625,376

13. PAYABLES

	31 July 2016 ¥'000	31 July 2015 ¥'000
Purchase of securities awaiting settlement	(71,279)	-
Interest payable	(14)	-
Management fees payable	(4,746)	(18,957)
	(76,039)	(18,957)

14. EFFICIENT PORTFOLIO MANAGEMENT

Please see note 18 of the financial statements of the Company for more information on efficient portfolio management.

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 July 2016 ¥'000	31 July 2015 ¥'000
Income earned during the year	9,489	8,928
Value of securities on loan at year end	1,080,935	9,778,550
Value of collateral held on behalf of the Fund at year end	1,188,022	10,780,424

Please see note 19 in the notes to the financial statements of the Company for more information on financial derivative instruments.

iShares Nikkei 225 UCITS ETF

SCHEDULE OF INVESTMENTS

As at 31 July 2016

Holding	Investment	Fair value ¥'000	% of net asset value
	Transferable Securities Admitted to an Official Stock Exchange Listing or traded on a Regulated Market (31 July 2015: 99.17%)		
	Equities (31 July 2015: 99.17%)		
	Japan (31 July 2015: 99.17%)		
	Advertising		
31,093	Dentsu Inc Com NPV	153,755	1.17
	Aerospace & defence		
31,093	IHI Corp Com NPV	9,048	0.07
31,093	Kawasaki Heavy Industries Ltd Com NPV	9,483	0.07
	Airlines		
31,093	ANA Holdings Inc Com NPV	9,141	0.07
	Auto manufacturers		
30,893	Fuji Heavy Industries Ltd Com NPV	124,005	0.94
29,793	Hino Motors Ltd Com NPV	32,415	0.25
62,189	Honda Motor Co Ltd Com NPV	176,523	1.35
15,400	Isuzu Motors Ltd Com NPV	20,759	0.16
6,200	Mazda Motor Corp Com NPV	9,591	0.07
3,109	Mitsubishi Motors Corp Com NPV	1,495	0.01
29,793	Nissan Motor Co Ltd Com NPV	30,121	0.23
31,293	Suzuki Motor Corp Com NPV	99,668	0.76
31,093	Toyota Motor Corp Com NPV	183,076	1.40
	Auto parts & equipment		
30,893	Bridgestone Corp Com NPV	111,122	0.85
30,893	Denso Corp Com NPV	124,808	0.95
31,293	JTEKT Corp Com NPV	45,531	0.35
30,593	NGK Insulators Ltd Com NPV	75,993	0.58
31,293	Sumitomo Electric Industries Ltd Com NPV	44,859	0.34
15,400	Yokohama Rubber Co Ltd Com NPV	21,483	0.16
	Banks		
31,093	Aozora Bank Ltd Com NPV	11,753	0.09
30,093	Chiba Bank Ltd Com NPV	14,926	0.11
31,200	Concordia Financial Group Ltd Com NPV	13,831	0.10
31,093	Fukuoka Financial Group Inc Com NPV	12,282	0.09
29,793	Mitsubishi UFJ Financial Group Inc Com NPV	15,498	0.12
29,793	Mizuho Financial Group Inc Com NPV	4,978	0.04
3,109	Resona Holdings Inc Com NPV	1,290	0.01
31,093	Shinsei Bank Ltd Com NPV	4,851	0.04
30,093	Shizuoka Bank Ltd Com NPV	23,112	0.18
3,109	Sumitomo Mitsui Financial Group Inc Com NPV	10,266	0.08
31,093	Sumitomo Mitsui Trust Holdings Inc Com NPV	10,789	0.08
	Beverages		
30,893	Asahi Group Holdings Ltd Com NPV	107,909	0.82
30,593	Kirin Holdings Co Ltd Com NPV	54,012	0.41
6,600	Sapporo Holdings Ltd Com NPV	18,955	0.15
29,893	Takara Holdings Inc Com NPV	27,293	0.21
	Broadline retailers		
14,900	J Front Retailing Co Ltd Com NPV	17,820	0.14
30,093	Takashimaya Co Ltd Com NPV	23,503	0.18
	Japan (31 July 2015: 99.17%) (cont)		
	Building materials and fixtures		
30,093	Asahi Glass Co Ltd Com NPV	17,935	0.14
30,893	Daikin Industries Ltd Com NPV	278,192	2.12
31,093	Nippon Sheet Glass Co Ltd Com NPV	2,332	0.02
31,093	Sumitomo Osaka Cement Co Ltd Com NPV	15,267	0.11
31,093	Taiheiyo Cement Corp Com NPV	9,172	0.07
15,400	TOTO Ltd Com NPV	67,991	0.52
	Chemicals		
30,093	Asahi Kasei Corp Com NPV	23,545	0.18
31,093	Denka Co Ltd Com NPV	13,961	0.11
29,793	Kuraray Co Ltd Com NPV	38,910	0.30
14,848	Mitsubishi Chemical Holdings Corp Com NPV	8,342	0.06
31,093	Mitsui Chemicals Inc Com NPV	13,619	0.10
30,593	Nippon Kayaku Co Ltd Com NPV	32,673	0.25
31,093	Nippon Soda Co Ltd Com NPV	14,116	0.11
31,293	Nissan Chemical Industries Ltd Com NPV	102,797	0.78
30,900	Nitto Denko Corp Com NPV	212,839	1.62
30,893	Shin-Etsu Chemical Co Ltd Com NPV	217,826	1.66
3,300	Showa Denko KK Com NPV	3,485	0.03
31,093	Sumitomo Chemical Co Ltd Com NPV	14,272	0.11
31,093	Teijin Ltd Com NPV	12,095	0.09
31,093	Tokai Carbon Co Ltd Com NPV	8,271	0.06
30,834	Tokuyama Corp Com NPV	9,836	0.07
30,093	Toray Industries Inc Com NPV	28,275	0.22
31,093	Tosoh Corp Com NPV	16,417	0.13
31,093	Ube Industries Ltd Com NPV	5,628	0.04
	Clothing & accessories		
31,093	Toyobo Co Ltd Com NPV	6,032	0.05
31,093	Unitika Ltd Com NPV	1,897	0.01
	Commercial services		
30,093	Dai Nippon Printing Co Ltd Com NPV	34,667	0.26
30,993	Secom Co Ltd Com NPV	240,289	1.83
31,093	Toppan Printing Co Ltd Com NPV	28,326	0.22
	Computers		
31,093	Fujitsu Ltd Com NPV	13,438	0.10
30,900	NTT Data Corp Com NPV	157,590	1.20
30,893	TDK Corp Com NPV	196,480	1.50
	Construction & materials		
30,593	Comsys Holdings Corp Com NPV	52,498	0.40
	Containers & packaging		
31,293	Toyo Seikan Group Holdings Ltd Com NPV	62,805	0.48
	Cosmetics & personal care		
31,093	Kao Corp Com NPV	172,597	1.32
30,893	Shiseido Co Ltd Com NPV	89,574	0.68
	Distribution & wholesale		
29,793	ITOCHU Corp Com NPV	34,917	0.26
29,893	Marubeni Corp Com NPV	14,381	0.11
31,293	Mitsubishi Corp Com NPV	55,608	0.42
31,293	Mitsui & Co Ltd Com NPV	37,771	0.29

iShares Nikkei 225 UCITS ETF

SCHEDULE OF INVESTMENTS (continued)

As at 31 July 2016

Holding	Investment	Fair value ¥'000	% of net asset value
	Equities (31 July 2015: 99.17%) (cont)		
	Japan (31 July 2015: 99.17%) (cont)		
	Distribution & wholesale (cont)		
3,109	Sojitz Corp Com NPV	774	0.01
29,893	Sumitomo Corp Com NPV	32,359	0.25
30,893	Toyota Tsusho Corp Com NPV	70,529	0.54
	Diversified financial services		
31,293	Credit Saison Co Ltd Com NPV	53,855	0.41
30,093	Daiwa Securities Group Inc Com NPV	17,577	0.13
29,793	Matsui Securities Co Ltd Com NPV	26,933	0.21
29,693	Nomura Holdings Inc Com NPV	13,897	0.11
	Electrical components & equipment		
31,293	Casio Computer Co Ltd Com NPV	46,189	0.35
31,093	Fujikura Ltd Com NPV	18,158	0.14
31,093	Furukawa Electric Co Ltd Com NPV	8,364	0.06
31,093	GS Yuasa Corp Com NPV	13,152	0.10
	Electricity		
3,109	Chubu Electric Power Co Inc Com NPV	4,687	0.04
3,109	Kansai Electric Power Co Inc Com NPV	2,964	0.02
3,109	Tokyo Electric Power Co Holdings Inc Com NPV	1,256	0.01
	Electronics		
31,293	Alps Electric Co Ltd Com NPV	73,163	0.56
61,686	Kyocera Corp Com NPV	300,966	2.29
30,893	Minebea Co Ltd Com NPV	25,518	0.19
29,793	Mitsumi Electric Co Ltd Com NPV	15,403	0.12
31,093	NEC Corp Com NPV	8,799	0.07
46,638	Nippon Electric Glass Co Ltd Com NPV	21,827	0.17
30,093	Screen Holdings Co Ltd Com NPV	36,954	0.28
31,293	Taiyo Yuden Co Ltd Com NPV	29,102	0.22
30,993	Yaskawa Electric Corp Com NPV	43,948	0.33
31,093	Yokogawa Electric Corp Com NPV	41,634	0.32
	Engineering & construction		
30,093	Chiyoda Corp Com NPV	21,878	0.17
30,293	JGC Corp Com NPV	45,864	0.35
31,093	Kajima Corp Com NPV	23,662	0.18
30,293	Obayashi Corp Com NPV	34,170	0.26
30,093	Shimizu Corp Com NPV	31,567	0.24
30,093	Taisei Corp Com NPV	27,776	0.21
	Entertainment		
3,109	Toho Co Ltd Com NPV	9,327	0.07
	Environmental control		
6,218	Hitachi Zosen Corp Com NPV	3,258	0.02
	Food		
30,493	Ajinomoto Co Inc Com NPV	80,395	0.61
31,093	Kikkoman Corp Com NPV	113,334	0.86
3,100	Maruha Nichiro Corp Com NPV	8,069	0.06
6,100	MEIJI Holdings Co Ltd Com NPV	65,514	0.50
31,093	NH Foods Ltd Com NPV	77,795	0.59
30,093	Nichirei Corp Com NPV	29,461	0.23
29,693	Nippon Suisan Kaisha Ltd Com NPV	15,143	0.12

Holding	Investment	Fair value ¥'000	% of net asset value
	Japan (31 July 2015: 99.17%) (cont)		
	Food (cont)		
31,600	Nisshin Seifun Group Inc Com NPV	53,562	0.41
30,893	Seven & I Holdings Co Ltd Com NPV	132,902	1.01
29,793	UNY Group Holdings Co Ltd Com NPV	24,788	0.19
	Forest products & paper		
29,693	Hokuetsu Kishu Paper Co Ltd Com NPV	21,557	0.16
3,158	Nippon Paper Industries Co Ltd Com NPV	5,890	0.05
31,093	Oji Holdings Corp Com NPV	13,339	0.10
	Gas		
31,093	Osaka Gas Co Ltd Com NPV	12,907	0.10
31,093	Tokyo Gas Co Ltd Com NPV	13,643	0.10
	Hand & machine tools		
31,093	Fuji Electric Co Ltd Com NPV	14,178	0.11
31,093	Meidensha Corp Com NPV	10,945	0.08
	Healthcare products		
30,893	Olympus Corp Com NPV	110,442	0.84
61,900	Terumo Corp Com NPV	273,908	2.09
	Home builders		
31,293	Daiwa House Industry Co Ltd Com NPV	90,687	0.69
5,600	Haseko Corp Com NPV	6,149	0.05
31,293	Sekisui House Ltd Com NPV	54,043	0.41
	Home furnishings		
29,793	Panasonic Corp Com NPV	30,046	0.23
29,693	Pioneer Corp Com NPV	5,612	0.04
31,293	Sony Corp Com NPV	102,579	0.78
	Insurance		
3,100	Dai-ichi Life Insurance Co Ltd Com NPV	4,197	0.03
9,429	MS&AD Insurance Group Holdings Inc Com NPV	28,325	0.22
7,423	Sompo Japan Nipponkoa Holdings Inc Com NPV	24,964	0.19
6,218	Sony Financial Holdings Inc Com NPV	8,133	0.06
6,218	T&D Holdings Inc Com NPV	6,628	0.05
15,448	Tokio Marine Holdings Inc Com NPV	62,348	0.48
	Internet		
30,893	Trend Micro Inc Com NPV	115,231	0.88
11,800	Yahoo Japan Corp Com NPV	5,357	0.04
	Iron & steel		
31,093	Japan Steel Works Ltd Com NPV	14,334	0.11
3,109	JFE Holdings Inc Com NPV	4,216	0.03
31,093	Kobe Steel Ltd Com NPV	2,767	0.02
3,000	Nippon Steel & Sumitomo Metal Corp Com NPV	5,847	0.04
3,783	Nisshin Steel Co Ltd Com NPV	4,838	0.04
	Leisure time		
15,546	Tokyo Dome Corp Com NPV	14,302	0.11
31,293	Yamaha Corp Com NPV	89,498	0.68
30,900	Yamaha Motor Co Ltd Com NPV	54,168	0.41
	Machinery - diversified		
29,893	Amada Holdings Co Ltd Com NPV	33,660	0.26
31,093	Ebara Corp Com NPV	17,474	0.13

iShares Nikkei 225 UCITS ETF

SCHEDULE OF INVESTMENTS (continued)

As at 31 July 2016

Holding	Investment	Fair value ¥'000	% of net asset value
	Equities (31 July 2015: 99.17%) (cont)		
	Japan (31 July 2015: 99.17%) (cont)		
	Machinery – diversified (cont)		
30,893	Fanuc Corp Com NPV	534,603	4.07
30,393	Kubota Corp Com NPV	46,106	0.35
31,093	Mitsubishi Heavy Industries Ltd Com NPV	13,774	0.11
30,093	Okuma Corp Com NPV	23,834	0.18
31,093	Sumitomo Heavy Industries Ltd Com NPV	15,298	0.12
	Machinery, construction & mining		
30,993	Hitachi Construction Machinery Co Ltd Com NPV	52,130	0.40
31,093	Hitachi Ltd Com NPV	14,776	0.11
31,293	Komatsu Ltd Com NPV	63,118	0.48
30,093	Mitsubishi Electric Corp Com NPV	36,578	0.28
	Media		
3,100	SKY Perfect JSAT Holdings Inc Com NPV	1,410	0.01
	Metal fabricate/ hardware		
31,293	NSK Ltd Com NPV	27,475	0.21
31,093	NTN Corp Com NPV	10,447	0.08
	Mining		
30,093	Dowa Holdings Co Ltd Com NPV	16,401	0.13
31,093	Furukawa Co Ltd Com NPV	5,255	0.04
31,093	Mitsubishi Materials Corp Com NPV	8,426	0.06
31,093	Mitsui Mining & Smelting Co Ltd Com NPV	6,094	0.05
29,191	Nippon Light Metal Holdings Co Ltd Com NPV	6,801	0.05
31,093	Pacific Metals Co Ltd Com NPV	8,644	0.07
30,093	Sumitomo Metal Mining Co Ltd Com NPV	37,376	0.28
	Miscellaneous manufacturers		
31,193	FUJIFILM Holdings Corp Com NPV	116,287	0.89
29,693	Konica Minolta Inc Com NPV	24,794	0.19
31,293	Nikon Corp Com NPV	45,719	0.35
31,093	Toshiba Corp Com NPV	8,364	0.06
	Nonferrous metals		
31,093	Toho Zinc Co Ltd Com NPV	10,758	0.08
	Office & business equipment		
46,438	Canon Inc Com NPV	136,202	1.04
29,793	Ricoh Co Ltd Com NPV	27,231	0.21
	Oil & gas		
11,800	Inpex Corp Com NPV	9,635	0.07
29,693	JX Holdings Inc Com NPV	11,509	0.09
29,693	Showa Shell Sekiyu KK Com NPV	27,228	0.21
	Pharmaceuticals		
154,300	Astellas Pharma Inc Com NPV	265,242	2.02
30,893	Chugai Pharmaceutical Co Ltd Com NPV	119,092	0.91
31,293	Daiichi Sankyo Co Ltd Com NPV	76,918	0.59
30,893	Eisai Co Ltd Com NPV	186,470	1.42
30,593	Kyowa Hakko Kirin Co Ltd Com NPV	55,006	0.42
31,093	Shionogi & Co Ltd Com NPV	166,099	1.26
30,593	Sumitomo Dainippon Pharma Co Ltd Com NPV	58,892	0.45
30,893	Takeda Pharmaceutical Co Ltd Com NPV	141,490	1.08
	Japan (31 July 2015: 99.17%) (cont)		
	Real estate investment & services		
31,093	Mitsubishi Estate Co Ltd Com NPV	59,917	0.46
31,093	Mitsui Fudosan Co Ltd Com NPV	69,928	0.53
31,093	Sumitomo Realty & Development Co Ltd Com NPV	83,469	0.64
16,400	Tokyo Tatemono Co Ltd Com NPV	21,123	0.16
29,700	Tokyu Fudosan Holdings Corp Com NPV	18,295	0.14
	Retail		
31,293	Aeon Co Ltd Com NPV	46,314	0.35
29,793	Citizen Holdings Co Ltd Com NPV	16,476	0.13
30,893	Fast Retailing Co Ltd Com NPV	1,031,826	7.87
31,293	Isetan Mitsukoshi Holdings Ltd Com NPV	31,856	0.24
31,293	Marui Group Co Ltd Com NPV	46,564	0.35
	Semiconductors		
61,389	Advantest Corp Com NPV	84,103	0.64
3,109	Sumco Corp Com NPV	2,416	0.02
30,993	Tokyo Electron Ltd Com NPV	279,154	2.13
	Shipping		
31,093	Mitsui Engineering & Shipbuilding Co Ltd Com NPV	4,726	0.04
	Software		
9,300	DeNA Co Ltd Com NPV	24,627	0.19
30,893	Konami Holdings Corp Com NPV	122,954	0.93
	Storage & warehousing		
30,093	Mitsubishi Logistics Corp Com NPV	43,244	0.33
	Telecommunications		
185,200	KDDI Corp Com NPV	581,713	4.44
6,000	Nippon Telegraph & Telephone Corp Com NPV	29,280	0.22
31,593	Nisshinbo Holdings Inc Com NPV	30,329	0.23
3,100	NTT DoCoMo Inc Com NPV	8,496	0.07
31,093	Oki Electric Industry Co Ltd Com NPV	4,353	0.03
92,583	SoftBank Group Corp Com NPV	527,908	4.02
	Tobacco		
30,893	Japan Tobacco Inc Com NPV	124,221	0.95
	Transportation		
3,083	Central Japan Railway Co Com NPV	59,070	0.45
3,009	East Japan Railway Co Com NPV	28,381	0.22
31,093	Kawasaki Kisen Kaisha Ltd Com NPV	7,866	0.06
30,093	Keio Corp Com NPV	28,829	0.22
30,093	Keisei Electric Railway Co Ltd Com NPV	40,626	0.31
31,093	Mitsui OSK Lines Ltd Com NPV	6,840	0.05
31,093	Nippon Express Co Ltd Com NPV	16,231	0.12
31,093	Nippon Yusen KK Com NPV	5,690	0.04
30,093	Odakyu Electric Railway Co Ltd Com NPV	36,683	0.28
31,093	Tobu Railway Co Ltd Com NPV	17,194	0.13
31,093	Tokyu Corp Com NPV	26,274	0.20
3,009	West Japan Railway Co Com NPV	19,255	0.15
31,293	Yamato Holdings Co Ltd Com NPV	78,843	0.60
	Total Japan	**13,071,851**	**99.64**
	Total equities	**13,071,851**	**99.64**

iShares Nikkei 225 UCITS ETF

SCHEDULE OF INVESTMENTS (continued)

As at 31 July 2016

No. of contracts		Underlying exposure ¥'000	Fair value ¥'000	% of net asset value
	Financial derivative instruments (31 July 2015: 0.02%)			
	Futures contracts (31 July 2015: 0.02%)			
3	SGX Nikkei 225 Index Futures September 2016	24,825	45	0.00
	Total unrealised gains on futures contracts		**45**	**0.00**
	Total financial derivative instruments		**45**	**0.00**

	Fair value ¥'000	% of net asset value
Total value of investments	**13,071,896**	**99.64**
Cash†	**15,730**	**0.12**
Other net assets	**13,171**	**0.10**
Net assets attributable to redeemable participating shareholders	**13,100,797**	**99.86**
Adjustment to align to the valuation methodology as set out in the prospectus	18,657	0.14
Net asset value attributable to redeemable participating shareholders at the end of the year	**13,119,454**	**100.00**

† Cash holdings of ¥13,735,449 are held with State Street Bank and Trust Company. ¥1,994,624 is held as security for futures contracts with Credit Suisse AG.

Equities are primarily classified by 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	13,071,851	99.20
Exchange traded financial derivative instruments	45	0.00
Other assets	104,940	0.80
Total current assets	**13,176,836**	**100.00**

iShares Nikkei 225 UCITS ETF

SCHEDULE OF MATERIAL PURCHASES AND SALES (unaudited)

For the year ended 31 July 2016

Holding	Investments	Proceeds ¥'000
Sales		
68,700	Fast Retailing Co Ltd Com NPV	2,447,764
413,400	KDDI Corp Com NPV	1,231,839
68,400	Fanuc Corp Com NPV	1,197,925
206,700	SoftBank Group Corp Com NPV	1,153,376
138,000	Kyocera Corp Com NPV	706,296
344,200	Astellas Pharma Inc Com NPV	558,188
68,200	Secom Co Ltd Com NPV	547,915
68,000	Daikin Industries Ltd Com NPV	531,176
135,400	Terumo Corp Com NPV	514,775
68,700	Eisai Co Ltd Com NPV	493,209
68,200	Tokyo Electron Ltd Com NPV	472,087
68,700	Nitto Denko Corp Com NPV	452,756
137,400	Honda Motor Co Ltd Com NPV	437,568
68,300	TDK Corp Com NPV	437,150
67,000	Toyota Motor Corp Com NPV	428,358
68,300	Shin-Etsu Chemical Co Ltd Com NPV	409,963
68,100	Dentsu Inc Com NPV	389,037
68,800	NTT Data Corp Com NPV	388,700
66,400	Kao Corp Com NPV	386,646
68,300	Takeda Pharmaceutical Co Ltd Com NPV	376,600
101,800	Canon Inc Com NPV	340,677
67,600	Shionogi & Co Ltd Com NPV	336,597
68,300	Seven & I Holdings Co Ltd Com NPV	332,446
66,500	Denso Corp Com NPV	306,684

Holding	Investments	Cost ¥'000
Purchases		
10,600	Fast Retailing Co Ltd Com NPV	457,393
10,600	Fanuc Corp Com NPV	209,219
32,800	SoftBank Group Corp Com NPV	201,908
67,100	KDDI Corp Com NPV	193,879
22,800	Kyocera Corp Com NPV	127,236
56,000	Astellas Pharma Inc Com NPV	91,046
11,100	Daikin Industries Ltd Com NPV	85,906
23,100	Honda Motor Co Ltd Com NPV	85,336
11,000	Secom Co Ltd Com NPV	84,384
11,200	TDK Corp Com NPV	80,776
10,600	Nitto Denko Corp Com NPV	80,639
11,000	Tokyo Electron Ltd Com NPV	74,948
12,700	NTT Data Corp Com NPV	74,880
10,600	Eisai Co Ltd Com NPV	74,872
11,300	Shin-Etsu Chemical Co Ltd Com NPV	74,249
11,600	Dentsu Inc Com NPV	73,374
20,400	Terumo Corp Com NPV	72,826
9,700	Toyota Motor Corp Com NPV	67,886
18,000	Kikkoman Corp Com NPV	65,747
11,500	Takeda Pharmaceutical Co Ltd Com NPV	63,569
18,000	Sumitomo Realty & Development Co Ltd Com NPV	63,421
11,700	Seven & I Holdings Co Ltd Com NPV	62,008
27,300	DeNA Co Ltd Com NPV	60,665
15,600	Canon Inc Com NPV	55,123
9,700	Kao Corp Com NPV	55,037
11,700	Shionogi & Co Ltd Com NPV	54,796
30,900	Yamaha Motor Co Ltd Com NPV	54,330

The CBI requires a Schedule of material changes in the composition of the portfolio 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 USD Inflation Linked Bond UCITS ETF

INCOME STATEMENT

For the year ended 31 July 2016

	Note	Year ended 31 July 2016 $'000	Year ended 31 July 2015 $'000
Operating income	2	-	261
Net losses on financial assets/liabilities at fair value through profit or loss	3	-	(760)
Total losses		**-**	**(499)**
Operating expenses**	4	-	(31)
Net operating loss		**-**	**(530)**
Net loss for the financial year		**-**	**(530)**
Adjustment to align to the valuation methodology as set out in the prospectus	6	-	(78)
Decrease in net assets attributable to redeemable participating shareholders from operations		**-**	**(608)**

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 discontinued operations.

STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO REDEEMABLE PARTICIPATING SHAREHOLDERS

For the year ended 31 July 2016

	Year ended 31 July 2016 $'000	Year ended 31 July 2015 $'000
Net assets attributable to redeemable participating shareholders at the beginning of the year	-	44,356
Decrease in net assets attributable to redeemable participating shareholders from operations	-	(608)
Share transactions:		
Proceeds from issue of redeemable participating shares	-	2,624
Payments on redemption of redeemable participating shares	-	(2,582)
Transfer due to merger*	-	(43,790)
Decrease in net assets resulting from share transactions	**-**	**(43,748)**
Net assets attributable to redeemable participating shareholders at the end of the year	**-**	**-**

* Effective 3 November 2014 iShares USD Inflation Linked Bond UCITS ETF merged into iShares $ TIPS UCITS ETF, a Fund of iShares II Plc, the merger ratio used to calculate the number of shares in the Receiving Fund issued to former shareholders of the Merging Fund was 0.658805474.
** Termination expenses are borne outside of the Fund and paid by BlackRock.

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

iShares USD Inflation Linked Bond UCITS ETF*

BALANCE SHEET

As at 31 July 2016

	Note	31 July 2016 $'000	31 July 2015 $'000
CURRENT ASSETS			
Cash		-	-
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 assets attributable to redeemable participating shareholders		**-**	**-**
Adjustment to align to the valuation methodology as set out in the prospectus	6	-	-
Net asset value attributable to redeemable participating shareholders at the end of the year		**-**	**-**

* Effective 3 November 2014 iShares USD Inflation Linked Bond UCITS ETF merged into iShares $ TIPS UCITS ETF, a Fund of iShares II Plc, the merger ratio used to calculate the number of shares in the Receiving Fund issued to former shareholders of the Merging Fund was 0.658805474.

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

iShares USD Inflation Linked Bond UCITS ETF

NOTES TO THE FINANCIAL STATEMENTS

For the year ended 31 July 2016

1. ACCOUNTING POLICIES, FINANCIAL INSTRUMENTS AND RISKS AND OTHER NOTES

The accounting policies are set out on pages 51 to 53. The financial instruments and risks are set out on pages 54 to 76. The notes relating to tax, soft commissions, exchange rates, commitments and contingent liabilities, related party transactions, financial derivative instruments and subsequent events are set out in the notes to the financial statements of the Company on pages 79 to 84.

2. OPERATING INCOME

	Year ended 31 July 2016 $'000	Year ended 31 July 2015 $'000
Bond interest income	-	261
	-	261

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

	Year ended 31 July 2016 $'000	Year ended 31 July 2015 $'000
Net losses on investments in securities held at fair value through profit or loss	-	(760)
	-	(760)

4. OPERATING EXPENSES

	Year ended 31 July 2016 $'000	Year ended 31 July 2015 $'000
Management fees	-	(31)
	-	(31)

5. MANAGEMENT FEES

Fees earned by the Manager during the year and balances outstanding as at 31 July 2016 and 31 July 2015 are disclosed in note 4.

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

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:

	TER % 31 July 2016	TER % 31 July 2015*
	-	0.28

* Fund merged during the year ended 31 July 2015. The annualised TER is presented in the table.

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:

	Year ended 31 July 2016 $'000	Year ended 31 July 2015 $'000
Balance at the beginning of year	-	78
Adjustment to align to the valuation methodology as set out in the prospectus	-	(78)
Total adjustment for the year	-	(78)
Balance at the end of year	-	-

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

7. TRANSACTION COSTS

Transaction costs on this Fund are not separately identifiable for the years ended 31 July 2016 and 31 July 2015. Please refer to note 9 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.

Number of redeemable participating shares:	31 July 2016 No. of Shares	31 July 2015 No. of Shares
Balance at the beginning of year	-	340,000
Issued during the year	-	20,000
Redeemed during the year	-	(20,000)
Transfer due to merger	-	(340,000)
Balance at the end of year	-	-

iShares USD Inflation Linked Bond UCITS ETF

NOTES TO THE FINANCIAL STATEMENTS (continued)

For the year ended 31 July 2016

9. NET ASSETS ATTRIBUTABLE TO REDEEMABLE PARTICIPATING SHAREHOLDERS

	No. of Shares
Shares in issue	
As at 31 July 2016	-
As at 31 July 2015	-
As at 31 July 2014	340,000

	$'000
Net asset value	
As at 31 July 2016	-
As at 31 July 2015	-
As at 31 July 2014	44,356

	$
Net asset value per share	
As at 31 July 2016	-
As at 31 July 2015	-
As at 31 July 2014	130.46

REPORT ON REMUNERATION

The below disclosures are made in respect of the remuneration policies of the BlackRock group ("BlackRock"), as they apply to BlackRock Asset Management Ireland Limited (the "Manager"). The disclosures are made in accordance with the Directive 2009/65/EC on the coordination of laws, regulations and administrative provisions relating to undertakings for collective investment in transferable securities ("UCITS"), as amended, including in particular by Directive 2014/91/EU of the European Parliament and of the council of 23 July 2014, (the "Directive"), and the "Guidelines on sound remuneration policies under the UCITS Directive and AIFMD" issued by the European Securities and Markets Authority.

BlackRock's UCITS Remuneration Policy (the "UCITS Remuneration Policy") will apply to the EEA entities within the BlackRock group authorised as a manager of UCITS funds in accordance with the Directive, and will ensure compliance with the requirements of Article 14b of the Directive.

The Manager has adopted the UCITS Remuneration Policy, a summary of which is set out below.

Role of the Compensation Committees

Remuneration governance is a tiered structure including the Management Development and Compensation Committee ("MDCC") of BlackRock, Inc.'s Board of Directors (the "BlackRock, Inc. Board") (BlackRock Inc.'s independent remuneration committee), complemented by the EMEA Compensation Committee (the "Committee") and the Manager's Board of Directors (the "Manager's Board"). These bodies are responsible for the determination of the Manager's remuneration policies.

(a) MDCC

The MDCC's primary purposes include:

- to provide oversight of:
  - BlackRock's executive compensation programmes;
  - BlackRock's employee benefit plans;
  - such other compensation plans as may be established by BlackRock from time to time for which the MDCC is deemed as administrator; and
- review and discuss the compensation discussion and analysis included in the BlackRock, Inc. annual proxy statement with management and approval of the MDCC report for inclusion in the proxy statement.

The MDCC directly retains its own independent compensation consultant, Semler Brossy Consulting Group LLC, who has no relationship with BlackRock, Inc. or the BlackRock, Inc. Board that would interfere with its ability to provide independent advice to the MDCC on compensation matters.

The MDCC is currently composed of Messrs. Gerber (Chairman), Komansky, Grosfeld, Maughan and Mills. The BlackRock, Inc. Board has determined that all of the members of the MDCC are "independent" within the meaning of the listing standards of the New York Stock Exchange (NYSE), which requires each meet a "non-employee director" standard.

The MDCC held 10 meetings during 2015. The MDCC charter is available on BlackRock, Inc.'s website (www.blackrock.com).

(b) EMEA Compensation Committee

The Committee is established for the purpose of reviewing compensation policies, practices, and principles as required by local/regional rules set by regulatory bodies. Specifically, the Committee's primary purposes are to review and make recommendations concerning:

- executive compensation programs;
- employee benefit plans;
- such other compensation plans as may be established from time to time;
- other local/regional compensation policies, practices, and principles as required to comply with local/regional rules as set by regulators.

The Committee consists of a minimum of three members and is constituted in a way that enables it to exercise its judgement and demonstrate its ability to make decisions which are consistent with the current and future financial status of the business. The current members are: David Blumer, Head of the EMEA Region; Dan Dunay, Global Head of Compensation; and Karen Dennehy, EMEA Head of Human Resources.

REPORT ON REMUNERATION (continued)

(b) EMEA Compensation Committee (continued)

Only members of the Committee have the right to attend Committee meetings and the Committee may request the attendance of any executive or other person as deemed appropriate to facilitate the review of remuneration recommendations and policy design to ensure that the remuneration practices are consistent with effective risk management and do not encourage excessive risk taking.

Examples of additional attendees may include individuals from the Operational Risk and Regulatory Compliance functions.

Decision making process

Compensation decisions for employees are made once annually in January following the end of the performance year. This timing allows full year financial results to be considered along with other non-financial goals and objectives. Although the framework for compensation decision making is tied to financial performance, significant discretion is used to determine individual compensation based on achievement of strategic and operating results and other considerations such as management and leadership capabilities.

No set formulas are established and no fixed benchmarks are used in determining annual incentive awards. In determining specific individual compensation amounts, a number of factors are considered including non-financial goals and objectives and overall financial and investment performance. These results are viewed in the aggregate without any specific weighting, and there is no direct correlation between any particular performance measure and the resulting annual incentive award.

Annual incentive awards are generated from a bonus pool.

The size of the projected bonus pool, including cash and equity awards, is reviewed throughout the year by the MDCC and the final total bonus pool is approved after year-end. As part of this review, the MDCC receives actual and projected financial information over the course of the year as well as final year-end information. The financial information that the MDCC receives and considers includes the current year projected Income statement and other financial measures compared with prior year results and the current year budget. The MDCC additionally reviews other metrics of Blackrock's financial performance (e.g., net inflows of AUM and investment performance) as well as information regarding market conditions and competitive compensation levels.

The MDCC regularly considers management's recommendation as to the percentage of pre-incentive operating income that will be accrued and reflected as a compensation expense throughout the year for the cash portion of the total annual bonus pool (the "accrual rate"). The accrual rate of the cash portion of the total annual bonus pool may be modified by the MDCC during the year based on its review of the financial information described above. The MDCC does not apply any particular weighting or formula to the information it considers when determining the size of the total bonus pool or the accruals made for the cash portion of the total bonus pool.

Following the end of the performance year, the MDCC approves the final bonus pool amount.

As part of the year-end review process the Operational Risk and Regulatory Compliance departments report to the Committee on any activities, incidents or events that warrant consideration in making compensation decisions.

Individuals are not involved in setting their own remuneration.

Control functions

Each of the control functions (Operational Risk, Legal & Compliance, and Internal Audit) has its own organisational structure which is independent of the business units. The head of each control function is either a member of the Global Executive Committee, BlackRock's global management committee, or has a reporting obligation to the Manager's Board.

Functional bonus pools are determined with reference to the performance of each individual function. The remuneration of the senior members of control functions is directly overseen by the Committee.

Link between pay and performance

There is a clear and well defined pay for performance philosophy and compensation programmes which are designed to meet five key objectives as detailed below:

- Attracting, retaining and motivating employees capable of making significant contributions to the long-term success of the business;

REPORT ON REMUNERATION (continued)

Link between pay and performance (continued)

- Aligning the interests of senior employees with those of shareholders by awarding BlackRock, Inc. stock as a significant part of both annual and long-term incentive awards;
- Controlling fixed costs by ensuring that compensation expense varies with profitability;
- Linking a significant portion of an employee's total compensation to the financial and operational performance of the business as well as its common stock performance; and
- Discouraging excessive risk taking.

Driving a high performance culture is dependent on the ability to measure performance against objectives, values and behaviours in a clear and consistent way. Managers use a 5 point rating scale to provide an overall assessment of an employee's performance, and employees also provide a self evaluation. The overall, final rating is reconciled during each employee's performance appraisal. Employees are assessed on the manner in which performance is attained as well as the absolute performance itself.

In keeping with the pay for performance philosophy, ratings are used to differentiate and reward individual performance but don't pre-determine compensation outcomes. Compensation decisions remain discretionary and are made as part of the year-end compensation process.

When setting remuneration levels other factors are considered, as well as individual performance, which may include:

- the performance of the Manager, the funds managed by the Manager and/or the relevant functional department;
- factors relevant to an employee individually (e.g. relevant working arrangements (including part-time status if applicable); relationships with clients and colleagues; teamwork; skills; any conduct issues; and, subject to any applicable policy, the impact that any relevant leave of absence may have on contribution to the business);
- the management of risk within the risk profiles appropriate for BlackRock's clients;
- strategic business needs, including intentions regarding retention;
- market intelligence; and
- criticality to business.

A primary product tool is risk management and, while employees are compensated for strong performance in their management of client assets, they are required to manage risk within the risk profiles appropriate for their clients. Therefore, employees are not rewarded for engaging in high risk transactions outside of established parameters. Compensation practices do not provide undue incentives for short term planning or short term financial rewards, do not reward unreasonable risk and provide a reasonable balance between the many and substantial risks inherent within the business of investment management, risk management and advisory services.

The compensation model includes a basic salary, which is contractual, and a discretionary bonus scheme. Although all employees are eligible to be considered for a bonus, there is no contractual obligation to make any award to an employee under its discretionary bonus scheme. In exercising discretion to award a discretionary bonus, the factors listed above (under the heading "Link between pay and performance") may be taken into account in addition to any other matters which become relevant to the exercise of discretion in the course of the performance year.

Discretionary bonus awards for all employees, including executive officers, are subject to a guideline that determines the portion paid in cash and the portion paid in stock and subject to additional vesting/clawback conditions. As annual compensation increases, a greater portion is paid in stock. The MDCC adopted this approach in 2006 to substantially increase the retention value and shareholder alignment of the compensation package for eligible employees, including the executive officers. The portion deferred into stock vests in equal instalments over the three years following grant.

Supplementary to the annual discretionary bonus as described above, equity awards from the "Partner Plan" and "Enterprise Leadership Acceleration at BlackRock Plan" are made to select senior leaders to provide greater linkage with future business results. These long-term incentive awards have been established individually to provide meaningful incentives for continued performance over a multi-year period recognizing the scope of the individual's role, business expertise and leadership skills. These awards usually vest fully three years after they are granted.

REPORT ON REMUNERATION (continued)

Link between pay and performance (continued)

Selected senior leaders are eligible to receive performance-adjusted equity-based awards from the "BlackRock Performance Incentive Plan" ("BPIP"). Awards made from the BPIP have a three-year performance period based on a measurement of As Adjusted Operating Margin[1] and Organic Revenue Growth[2]. Determination of pay-out will be made based on BlackRock's achievement relative to target financial results at the conclusion of the performance period. The maximum number of shares that can be earned is 165% of the award in those situations where both metrics achieve pre-determined financial targets. No shares will be earned where BlackRock's financial performance in both of the above metrics is below a pre-determined performance threshold. These metrics have been selected as key measures of shareholder value which endure across market cycles.

A limited number of investment professionals have a portion of their annual discretionary bonus (as described above) awarded as deferred cash that notionally tracks investment in selected products managed by the relevant employee. The intention of these awards is to align investment professionals with the investment returns of the products they manage through the deferral of compensation into those products. Clients and external evaluators have increasingly viewed more favourably those products where key investors have "skin in the game" through significant personal investments. These awards vest in equal instalments over the three years following grant.

Identified Staff

The UCITS Remuneration Policy sets out the process that will be applied to identify staff as Identified Staff, being categories of staff of the Manager, including senior management, risk takers, control functions and any employee receiving total remuneration that takes them into the same remuneration bracket as senior management and risk takers, whose professional activities have a material impact on the risk profiles of the Manager or of the funds it manages.

The list of Identified Staff will be subject to regular review, being formally reviewed in the event of, but not limited to:

- Organisational changes
- New business initiatives
- Changes in significant influence function lists
- Changes in role responsibilities
- Revised regulatory direction

Quantitative Remuneration Disclosure

Appropriate disclosures will be made in due course in accordance with Article 69(3) of the Directive once a full performance year has been completed.

[1] As Adjusted Operating Margin: As reported in BlackRock, Inc.'s external filings, reflects adjusted Operating Income divided by Total Revenue net of distribution and servicing expenses and amortisation of deferred sales commission.
[2] Organic Revenue Growth: Equal to net new base fees plus net new Aladdin revenue generated in the year (in Dollars).

GLOSSARY*

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. They are entered into for the purposes of gaining exposure to or hedging against changes in interest rates, changes in the value of securities or foreign currencies. Depending on the terms of a particular contract, futures can be settled either through physical delivery of the underlying instrument or by payment of a cash amount on the settlement date. Upon entering into the contract the Fund is required to deposit initial margin with the broker in the form of cash or securities in an amount that varies depending on the contracts size and risk profile. During the life of the contract the Fund agrees to pay or receive an amount of cash equal to the daily fluctuation in the value of the contract know as variation margin. When the contract is closed, the Fund records a realised gain or loss equal to the difference between the value of the contract at the time it was open and the value at the time it was closed.

Forward currency contracts

A forward currency contract is an agreement between two parties to buy or sell a currency at a set exchange rate at a certain date in the future. The Fund enters into forward currency contracts as an economic hedge against transactions or financial instruments and to obtain exposure to foreign currencies.

The unrealised gain or loss on open forward currency contracts is calculated by reference to the difference between the contracted rate and the rate to close out the contract as at the period end date.

Realised gains or losses are recognised on the maturity of a contract as the difference between the rate that the contract was entered into and the closing spot rate at the settlement date of the contract.

Redeemable participating shares

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.

Any distributions on these shares are recognised in the Income statement as finance costs.

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.

* The Glossary is an integral part of the notes to the financial statements.

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 VII 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 US Treasury 1-3 Year Term Index', 'Barclays US Treasury 3-7 Year Term Index', 'Barclays US Treasury 10 Year Term Index', 'Barclays Euro Government Bond 1-3 Year Term Index', 'Barclays Euro Government Bond 3-7 Year Term Index' and 'Barclays Euro Government Bond 10 Year Term 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.

S&P® is a registered trademark of Standard & Poor's Financial Services LLC ("S&P") and "Dow Jones®" is a registered trademark of Dow Jones Trademark Holdings LLC ("Dow Jones") and have been licensed for use by S&P Dow Jones Indices LLC and its affiliates and sublicensed for certain purposes by BlackRock Fund Advisors or its affiliates ("BlackRock"). The Dow Jones Industrial Average℠ is a product of S&P Dow Jones Indices LLC or its affiliates, and has been licensed for use by BlackRock. The iShares Dow Jones Industrial Average UCITS ETF (the "Fund") is not sponsored, endorsed, sold or promoted by S&P Dow Jones Indices LLC, Dow Jones, S&P, their respective affiliates, and none of S&P Dow Jones Indices LLC, Dow Jones, S&P nor their respective affiliates makes any representation regarding the advisability of investing in the Fund. BlackRock is not affiliated with the companies listed above. Index data source: S&P Dow Jones Indices LLC.

DISCLAIMERS (continued)

Index Disclaimers (continued)

'FTSE®' is a trade mark jointly owned by the London Stock Exchange plc and the Financial Times Limited (the 'FT') and is used by FTSE International Limited ('FTSE') under licence. The FTSE 100 Index is calculated by or on behalf of FTSE International Limited ('FTSE'). None of the Exchange, the FT nor FTSE sponsors, endorses or promotes iShares Core FTSE 100 UCITS ETF nor is in any way connected to the fund or accepts any liability in relation to its issue, operation and trading. All copyright and database rights within the index values and constituent list vest in FTSE. BlackRock Advisors (UK) Limited has obtained full licence from FTSE to use such copyright and database rights in the creation of this product.

'FTSE®' is a trade mark of the London Stock Exchange plc and the Financial Times Limited, 'MIB' is a trade mark of Borsa Italiana SpA ('Borsa Italiana') and both are used by FTSE International Limited ('FTSE') under licence. The FTSE MIB Index is calculated by FTSE with the assistance of Borsa Italiana. Neither FTSE nor its licensors nor Borsa Italiana sponsor, endorse or promote the iShares FTSE MIB UCITS ETF (Acc) and are not in any way connected to it and do not accept any liability in relation to its issue, operation and trading. All copyright in the index values and constituent list vest in FTSE. BlackRock Advisors (UK) Limited has obtained full licence from FTSE to use such copyright in the creation of this product.

Indexed to

MSCI 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.

Nikkei 225 is protected by a copyright and is calculated according to criteria independently developed and created by Nikkei Inc. Nikkei Inc. is the only and exclusive owner of the copyrights and other intellectual property rights on Nikkei 225 and on the relevant calculation criteria. Nikkei Digital Media Inc., upon authorization of Nikkei Inc., licensed the use of Nikkei 225 as index for the fund to the licensee. The intellectual property and any other right related to the trademarks connected with Nikkei and Nikkei 225 are granted to Nikkei Inc. Nikkei Inc. and/or Nikkei Digital Media, Inc. do not sponsor, support, sell or advertise the fund. Nikkei Inc. and/or Nikkei Digital Media, Inc. are not connected in any way with the fund and license the use of certain trademarks and of Nikkei 225 for the fund itself to the licensee. The licence agreement between Nikkei Digital Media, Inc. and the licensee grants no right to any third party. The fund is managed at the licensee's exclusive risk; Nikkei Inc. and/or Nikkei Digital Media, Inc. assume no obligation or liability with respect to the management and transactions of the fund. Nikkei Inc. and/or Nikkei Digital Media, Inc. bear no liability for the correctness of the fund's calculations or relevant data. Nikkei Inc. and/or Nikkei Digital Media, Inc. have no obligation to continue to publish the Nikkei 225 and are not responsible for any errors, delays, interruptions, suspensions or termination of the relevant publication; Nikkei Inc. and Nikkei Digital Media, Inc. are authorized to change the description of securities, calculation criteria or any other detail of Nikkei 225 and have the right to interrupt or stop the announcement of Nikkei 225 with no responsibility towards the licensor or any third party.

'Standard & Poor's®', 'S&P®', are registered trademarks and 'S&P 500' is a trademark of Standard & Poor's Financial Services LLC 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. iShares Core S&P 500 UCITS ETF is not sponsored, endorsed, sold or promoted by S&P and S&P makes no representation regarding the advisability of investing in this product.

EURO STOXX 50® is the intellectual property (including registered trademarks) of STOXX Limited and/or of its licensors ("licensors"), and is used under a licence. iShares Core EURO STOXX 50 UCITS ETF is not sponsored, subscribed, sold or promoted by STOXX and its licensors and none of them bear any liability in this respect.

© 2015 BlackRock, Inc. All Rights reserved. BLACKROCK, BLACKROCK SOLUTIONS, iSHARES, BUILD ON BLACKROCK, SO WHAT DO I DO WITH MY MONEY and the stylised '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.

BLACKROCK®

FOR MORE INFORMATION

BlackRock Advisors (UK) Limited,
12 Throgmorton Avenue,
London, EC2N 2DL,
England.

Tel: +44 (0)20 7743 3000 Website: ishares.com