

Fund description

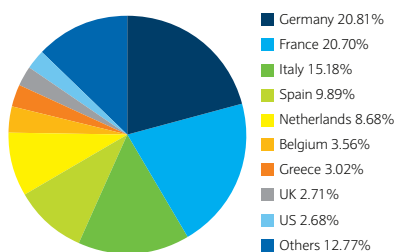
iShares Barclays Euro Aggregate Bond provides exposure to a basket of Euro-denominated investment grade bonds, including treasury bonds, securitised bonds and corporate bonds. Inclusion in the fund is based on the currency of the issue (i.e. Euros) and not the domicile of the issuer. The iShares Barclays Euro Aggregate Bond offers a high level of diversification among global investment grade debt investments.

iShares Barclays Euro Aggregate Bond is an exchange traded fund (ETF) managed by BlackRock and is listed on the London Stock Exchange. That means you can buy shares in iShares Barclays Euro Aggregate Bond through a broker as you would buy any ordinary share.

iShares ETFs are a simple and cost-effective way to gain exposure to different markets. The aim of iShares ETFs is to offer investors returns based on the performance of the relevant underlying index. Using ETFs as building blocks, you can spread the risk of individual companies, entire sectors or even whole countries suffering losses. However, they will not mitigate all market risk, and you can still lose some, or all of your investment should the value of the underlying bonds decrease. Note that investment in iShares Barclays Euro Aggregate Bond may be affected by interest rates movements.

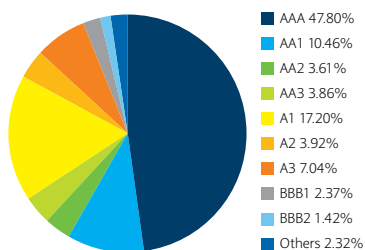
For more details please refer to the prospectus.

Country allocation



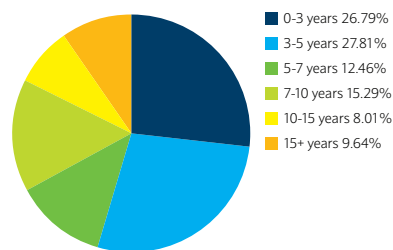
Others include: Austria 2.57%, International 2.43%, Ireland 1.71%, Sweden 0.82%, Australia 0.79%, Finland 0.7%, Norway 0.63%, Switzerland 0.61%, Luxembourg 0.52%, Cash 0.52%, Canada 0.34%, Denmark 0.27%, Poland 0.24%, Portugal 0.22%, Cayman Islands 0.13%, Czech Republic 0.11%, Hungary 0.11% and Guernsey 0.05%.

Credit rating



Others include: BBB3 0.72%, N/A 1.07% and Cash 0.53%.

Maturity



Source: BlackRock Advisors (UK) Limited

Fund facts

UCITS III compliant	Yes
Umbrella company	iShares III plc
UK distributor status	Yes
Benchmark index	Barclays Capital Euro Aggregate Bond Index
Fund value	€47.5m
Total expense ratio	0.25%
Number of holdings	390
ETF methodology	Sampled
Inception date	6 March 2009
Base currency	EUR
Flat yield	4.21% pa
Yield to maturity (%)	2.96% pa
Modified duration (%)	5.22
Maturity (years)	6.96 years
London Stock Exchange (Non Sterling)	Exch code IEAG Reuters IEAG.L Bloomberg IEAG LN SEDOL™ B3DKXQ4 Trading currency EUR
London Stock Exchange	Exch code SEAG Reuters SEAG.L Bloomberg SEAG LN Bloomberg INAV INAVEABG SEDOL™ B3DKXZ3 Trading currency GBP

This fund is also listed on: Borsa Italiana
NYSE Euronext Amsterdam
XETRA Deutsche Börse

Bloomberg INAV INAVEABE <index>

Reuters INAV page iShares

ISIN IE00B3DKXQ41

Total return index ticker LBETREU <index> <go>

Use of income Distributing

Dividend frequency January and July

The next dividend payment for this fund will be 27 January 2010

1st distribution for the accounting year ending 30 June 2010

Ex date 24 June 2009

Record date 26 June 2009

Pay date 22 July 2009

Dividend rate per share €0.9827

Underlying index rebalance frequency Monthly

ISA/SIPP available? Yes*

Source: BlackRock Advisors (UK) Limited and Bank of Ireland

*Please contact your broker or financial adviser for further information.

Yield Information

The level of the yield may be subject to fluctuation. The difference between the redemption and the running (or income) yield is because the redemption yield takes into account expected capital payments as well as income payments should the bonds be held until maturity. The running (or income) yield gives an indication of the income to be paid based on the fund's current holdings. The Gross redemption yield figures quoted are predictions and not guaranteed.

iShares Barclays Euro Aggregate Bond

Top 10 holdings

Issuer	Rating	% of Fund	% of Index
BTPS 4.250% 01/08/2013	A1	1.69	0.38
BTPS 3.750% 01/08/2021	A1	1.53	0.31
BTPS 5.500% 01/11/2010	A1	1.35	0.32
OBL 2.250% 11/04/2014	AAA	1.28	0.27
BTPS 6.000% 01/05/2031	A1	1.25	0.50
BTPS 3.750% 01/08/2016	A1	1.20	0.39
FRTR 4.750% 25/10/2012	AAA	1.19	0.31
DBR 5.000% 04/01/2012	AAA	1.17	0.40
DBR 4.500% 04/01/2013	AAA	1.17	0.38
FRTR 4.000% 25/04/2014	AAA	1.14	0.30

Source: BlackRock Advisors (UK) Limited

The ratings above are an average taken from S&P, Moody's and Fitch rating agencies.

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For investors in Ireland

Important information on the Companies is contained in the relevant Prospectus and other documents, copies of which can be obtained by calling 0845 357 7000, from your broker or financial adviser, by writing to BlackRock Advisors (UK) Limited, iShares Business Development, Murray House, 1 Royal Mint Court, London EC3N 4HH or by writing to the Manager of the Companies: BlackRock Asset Management Ireland Limited, New Century House, International Financial Services Center, Mayor Street Lower, Dublin 1, Ireland.

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