

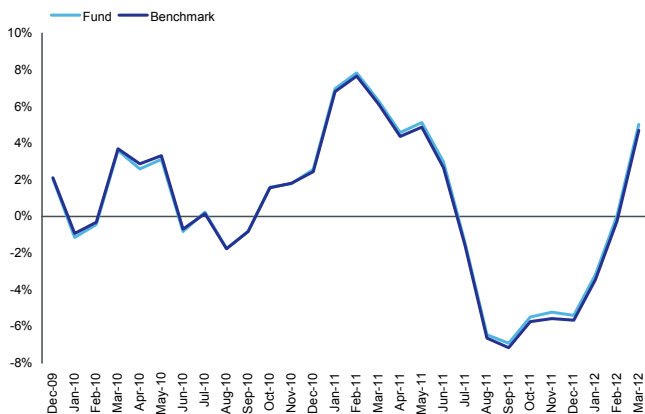
BlackRock Indexed All-Country Equity Fund

Investment Performance (%)

	Fund Inception	1 Mth	3 Mths	CYTD	1 Yr	3 Yrs	5 Yrs	Inc
BlackRock Indexed All-Country Equity Fund (Gross of Fees)	7 December 2009	4.99	11.01	11.01	-1.20	-	-	2.14
MSCI AC World IMI Index (unhedged in AUD)(Gross of Fees)		4.96	10.97	10.97	-1.35	-	-	2.00
Outperformance (Gross of Fees)		0.03	0.04	0.04	0.15	0.00	0.00	0.14
BlackRock Indexed All-Country Equity Fund (Net of Fees)		4.95	10.90	10.90	-1.60	-	-	1.71
MSCI AC World IMI Index (unhedged in AUD)(Gross of Fees)		4.96	10.97	10.97	-1.35	-	-	2.00
Outperformance (Net of Fees)		-0.01	-0.07	-0.07	-0.25	0.00	0.00	-0.29

Past performance is not a reliable indicator of future performance. Performance for periods greater than one year is annualised. Performance is calculated in Australian dollars and assumes reinvestment of distributions. Gross performance is calculated gross of ongoing fees and expenses. Net performance is calculated on exit-to-exit price basis, e.g. net of ongoing fees and expenses.

Cumulative Performance (Gross)



Market Review

Equity markets rallied strongly during the first quarter as investors entered the year with renewed risk appetite. US macroeconomic data continue to improve and concerns about Europe were at least temporarily alleviated, when European leaders agreed on another bailout for Greece. Worries about growth in China and other developing markets re-emerged and centred on whether China would be able to manage a soft-landing of its economy.

During the first quarter 2012 the MSCI World ex Australia Index returned 10.50% unhedged in AUD and 12.25% fully hedged in AUD terms.

Recession fears in Europe eased somewhat as the market digested two tranches of the Long Term Refinancing Operation, bringing the total level of support at the end of February to more than 1 trillion euros. Whilst Europe was less troubled by crisis concerns through March, data showed that the slowdown in activity increases the risk of recession. Markits European Manufacturing Purchasing Managers Index fell from 49 in February to 47.7 at the end of March, confirming flash PMI data earlier in the month. Whilst Italy and Spain have been contracting for some time even Germany's PMI fell from 50.2 to 48.4.

The US economy continues to improve during the quarter. The US the manufacturing ISM for February came in at 52.4, signalling continued expansion following January and February. US non-farm payrolls rose +227,000 in February, including 31,000 manufacturing jobs, and the unemployment rate was unchanged at 8.3%. December and January payrolls were revised up showing that 734,000 jobs were created over the three month period ending February whilst weekly initial jobless claims showed strength through the month. February

retail sales grew by 1.1%. The Empire manufacturing survey and Philadelphia Fed index both indicated growth in manufacturing activity, as did regional surveys. The February CPI was up 0.4% for an annual 2.9% increase. In "core" terms the CPI rose 0.1% for a 2.2% annual increase. The March University of Michigan consumer confidence index rose to a final reading of 76.2 from 75.3 in February. Housing activity data generally fell short of expectations with the March NAHB Index, February housing starts, existing and new home sales disappointing somewhat. December quarter GDP numbers were unrevised at 3.0%. Personal spending growth grew 0.8% in February. The US S&P 500 rose over 3% in March, capping a 12% rise since the start of the year and the best quarterly gain since 1998.

In the UK the annual rate of inflation continued its decline to 4.2% annualised in January and 3.4% by March. Consumer confidence had risen in January to the highest level in 7 months and by March a rise in consumer spending partially offset a decline in industrial production, including manufacturing. The Bank of England reiterated its asset purchase program and held rates at historic lows.

Japanese CPI fell in January, declining -0.1% but rose unexpectedly in February by 0.1% from a year earlier, although industrial production fell -1.2%. GDP shrank at an annualised -2.3% in the last quarter of 2011. The Bank of Japan announced an expansion in its asset purchase program, or QE, raising it by 10 trillion yen to 65 trillion as the country continued to battle deflation and a strong yen. Pressure remains on the Bank of Japan for further easing measures.

About the Fund

Investment Objective

The Fund aims to match the performance of the MSCI AC World IMI Index (unhedged in Australian dollars with net dividends reinvested) before fees.

Fund Strategy

The strategy uses a full-replication approach to match the performance of the benchmark. This approach aims to purchase every security in the relevant index. We take into consideration the short-term transaction costs associated with acquiring a particular stock. Each security is held in the portfolio at, or close to, its index weight. As a result, security-level tracking error and security-specific risk are minimised.

Should be considered by investors who ...

- ▶ Seek broad exposure to the international equity market.
- ▶ Seek a fund that uses a full-replication approach, maximises performance reliability and reduces risk relative to the benchmark.
- ▶ Seek a fund that applies smart indexing techniques to provide additional value add.
- ▶ Have a long term investment horizon.

Fund Details

BlackRock Indexed All-Country Equity Fund	
APIR	BGL0079AU
Fund Size	226 mil
Management Fee	0.40% p.a.
Buy/Sell Spread	0.40%/0.30%
Number of Stocks in Benchmark	8836
Tracking Error (3 Years p.a.)	-%

Top Holdings

Holding	Weight %
APPLE	1.69
EXXON MOBIL CORP	1.27
IBM CORP	0.75
MICROSOFT CORP	0.74
CHEVRON CORP	0.65
GENERAL ELECTRIC CO	0.64
NESTLE	0.62
AT&T	0.56
PROCTER & GAMBLE CO	0.56
JOHNSON & JOHNSON	0.54

Country Exposure

Country	Weight %
Australia	3.06
Austria	0.14
Belgium	0.39
Canada	4.34
Denmark	0.43
Finland	0.35
France	3.06
Germany	3.05
Greece	0.05
Hong Kong	3.10
Ireland	0.14
Israel	0.24
Italy	0.86
Japan	8.11
Netherlands	0.92
New Zealand	0.07
Norway	0.40
Portugal	0.08
Singapore	0.69
Spain	0.98
Sweden	1.14
Switzerland	2.90
UK	8.56
US	47.25
Emerging Markets	9.71

Issued by BlackRock Asset Management Australia Limited (AFS License No. 225398, ABN 33 001 804 566) ("BlackRock"). BlackRock is the responsible entity of the Fund(s) referred to in this document. An Offer Document for the Fund(s) is available from BlackRock. Potential investors should consider the Offer Document in deciding whether to acquire, or to continue to hold, units in the Fund(s). BlackRock, its officers, employees and agents believe that the information in this document is correct at the time of compilation, but no warranty of accuracy or reliability is given and no responsibility arising in any other way for errors or omissions (including responsibility to any person by reason of negligence) is accepted by BlackRock, its officers, employees or agents. This document contains general information only and is not intended to represent general or specific investment or professional advice. The information does not take into account an individual's financial circumstances. An assessment should be made as to whether the information is appropriate in individual circumstances and consideration should be given to talking to a financial or other professional adviser before making an investment decision. No guarantee as to the capital value of investments in the Fund(s) nor future returns is made by BlackRock.

The Fund(s) described herein are indexed to an MSCI Index. The Fund(s) are not sponsored, endorsed, or promoted by MSCI, and MSCI Inc. bears no liability with respect any such funds or any index on which such funds are based. The Offer Document contains a more detailed description of the limited relationship MSCI Inc. has with BlackRock and any related funds.

If you have any queries relating to any of this information or to obtain a copy of the Offer Document for the Fund(s), please contact your relationship manager. Alternatively, if you have a query relating to the wholesale funds, please contact Institutional Client Services on ICS-Australia@blackrock.com, or please call Adviser Services on 1300 366 101 if you have a query relating to our retail fund range.