

Model Portfolio Update

MARCH QUARTER 2010

FOR INTERMEDIARY USE ONLY

BLACKROCK

BlackRock Index – Top 20 (BR0002)

Market Overview

- March saw the Australian equity market have its biggest monthly gain in six months and recorded its highest monthly close since August 2008. In contrast the performance for the quarter as a whole was much more subdued with the S&P ASX/200 Accumulation Index ending the quarter up just 1.4%. Investor focus was centred on 'reporting season' as most ASX 200 companies reported earnings for the first half of the 2010 financial year. Overall earnings reports saw positive surprises outweighing negative ones, but guidance and outlook statements were frequently guarded.
- We see further evidence of earnings leverage to an improving economy in a generally better than expected reporting season, and we remain focused on the shape of the recovery. Continued strength in expectations for GDP growth, housing data and strengthening employment growth is encouraging, although we believe that the outlook for retail sales growth could be weaker than expected, with the roll off of fiscal stimulus more material than implied by the market. Strength in Asian economies, led by China, remains significant.

Performance as at 31/3/2010

	Gross [#]	S&P/ASX 20 Accum Index	Out-performance*
1 Month	5.58%	5.80%	-0.22%
3 Months	2.41%	2.55%	-0.13%
6 Months	5.12%	5.33%	-0.21%
1 Year	40.09%	41.36%	-1.27%
2 Years (pa)	5.43%	5.55%	-0.12%
3 Years (pa)	2.41%	2.40%	0.02%
Since Inception (pa) [^]	9.08%	9.22%	-0.14%

[#] The performance Gross Return incorporates a 2% cash holding.

* Shows the difference between Portfolio Gross Return and Benchmark Return.

[^] Model performance inception date: 8/11/2005

Past performance is no indicator of future performance. Long term performance returns show the potential volatility of returns over time. The value of investments and the income from them can fall as well as rise and is not guaranteed. You may not get back the amount originally invested. Fluctuation may be particularly marked in the case of a higher volatility fund and the value of an investment may fall suddenly and substantially. Model portfolio composition and performance have been based on theoretical tracking of the model portfolio and are gross of fees and do not take tax positions into account. Please note, actual portfolios may not perform in the same manner as the model depicted in this document, depending on the nature of your personal Portfolio and any customisations. Rounding used in the presentation of data may result in minor variations.

About the Model Portfolio

Investment objective

The BlackRock Index – Top 20 Model Portfolio (the "Model") seeks to match the total return (both income and capital growth) of the S&P/ASX 20 Accumulation Index, before taking into account Model fees and expenses.

Investment strategy

The investment objective of this Model is pursued by investing in a representative sample of shares held in the S&P/ASX 20 Accumulation Index. The Index is comprised of the 20 largest and most liquid stocks in the Australian stock market. The Model may invest in shares that have been or are expected to be included in the Index.

Designed for investors who...

- Seek exposure to Australian equities through a portfolio of large capitalisation stocks
- Are happy to receive index returns without any active investment management
- Accept the risk of significant price fluctuations

Top 10 Holdings as at 31/3/2010

ANZ Banking Group Ltd
BHP Billiton Ltd
Commonwealth Bank of Australia
National Australia Bank Ltd
Rio Tinto Ltd
Telstra Corporation Ltd
Wesfarmers Ltd
Westpac Banking Corporation
Westfield Group
Woolworths Ltd

Summary

Model Portfolio name	BlackRock Index – Top 20
Model Code	BR0002
Model inception date	4/11/2005
Principal investment objective	To match the return of the S&P/ASX 20 Accum. Index
Can derivatives be used?	Yes
Indicative number of stocks	About 20
Minimum Model investment	No fixed minimum*
Model Provider's Fees*	
Investment Fee	Nil
Performance Fee applicable?	No
Benchmark Index	S&P/ASX 20 Accum. Index

* Please refer to the Product Disclosure Statement for further details.

If you have any queries relating to any of this information or to obtain a copy of the BlackRock Customised Portfolio Service Product Disclosure Statement (PDS), please contact your Account Manager or Adviser Services on 1300 366 101.

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