

BlackRock Scientific Global Markets Fund

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Product Disclosure Statement

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BlackRock Asset Management Australia Limited

ABN 33 001 804 566

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BlackRock Scientific Global Markets Fund

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The name and contact details of the Responsible Entity are:

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Before you start

Investment in the BlackRock Scientific Global Markets Fund (referred to in this Product Disclosure Statement (PDS) as “the Fund”) is offered and managed by BlackRock Asset Management Australia Limited, ABN 33 001 804 566 (referred to in this PDS as “BlackRock”, “the Responsible Entity”, “the Manager”, “we”, “our” or “us”).

We are the issuer of this Product Disclosure Statement (PDS) and of units in the Fund. BlackRock nor any of our associates or subsidiaries guarantees the success of the Fund, the achievement of the investment objective, or the repayment of capital or particular rates of return on income or capital.

Certain information in this PDS is subject to change. We will notify you of any changes that have a materially adverse impact on you or other significant events that affect the information in this PDS. Updated performance information, fund size, current unit prices and other general information relating to the Fund may be found:

- ▶ from our website at www.blackrock.com.au
- ▶ from your financial adviser
- ▶ by calling our Client Services Centre on 1300 366 100
- ▶ by emailing clientservices.aus@blackrock.com

Where information or changes are not materially adverse to unit holders, material can be obtained by visiting our website (www.blackrock.com.au), contacting BlackRock, or contacting your IDPS, master trust or wrap operator.

A paper copy of updated Fund performance and information regarding the current investment mix of the Fund is available free of charge upon request.

This PDS can only be used by investors receiving it (electronically or otherwise) in Australia. It is not available in any other country.

Need help?

If you need help about investing generally, speak to a licensed financial adviser. The Australian Securities and Investments Commission (ASIC) can help you check if the financial adviser is licensed. They have a website at www.asic.gov.au as well as a help line you can call on 1300 300 630.

If you have questions about investing, speak to your investment adviser. If you have questions about the Fund described in this PDS speak to your financial adviser or contact the operator of your master trust or wrap account if you are investing through them.

If you are a direct investor in the Fund call our Client Service Centre on 1300 366 100, email clientservices.aus@blackrock.com or visit our website at www.blackrock.com.au

If you have received this PDS electronically, we can provide you with a paper copy free of charge upon request by calling our Client Service Centre on the above number.

About managed funds

Managed funds are designed to give investors access to a range of investments by pooling your money with that of other investors, giving you the opportunity to access markets that you may not be able to invest in on your own.

There are many types of managed funds available and they usually provide a diversified approach to investing enabling you the opportunity to achieve an appropriate balance of investments and asset classes to suit your investment objectives and risk profile.

When you invest in a managed fund, you are issued with a number of ‘units’ based on the entry unit price at the time you invest. Your units represent the value of your investment, which will change over time as the market value of the assets fluctuate.

Who is BlackRock?

BlackRock® Inc. is a premier provider of global investment management, risk management and advisory services to institutional and retail clients around the world. Through BlackRock Solutions® – an outgrowth of our longstanding investment in sophisticated, integrated systems – we offer risk management services and enterprise investment system outsourcing to a broad base of institutional portfolios.

BlackRock® Inc directly manages investments on behalf of institutional and retail clients from all over the globe. BlackRock has asset management teams covering all major asset classes, across many investment styles and regions around the globe. Through cutting edge systems capabilities and an unqualified commitment to teamwork and communication across all its investment capabilities BlackRock® Inc delivers an unparalleled breadth of perspective and insights to the management of all its client portfolios.

Headquartered in New York, BlackRock® Inc. operates offices in different countries, maintaining a major presence in most key markets including the United States, the United Kingdom, Asia, Australia, the Middle East and Europe.

BlackRock Asset Management Australia Limited is the manager of the Fund and acts as the responsible entity under the Corporations Act.

When you invest with BlackRock you are gaining the expertise of an experienced team of Australian investment professionals backed by the international resources and knowledge of one of the world’s largest investment managers.

Within Australia BlackRock manages across a range of products and services including equities, fixed income, property and alternatives.

We are a member of the Financial Services Council (FSC – formerly known as the Investment and Financial Services Association Ltd).

About the Fund

What is the investment objective of the Fund?

The Fund aims to achieve returns of 7% p.a. (net of fees) above the RBA Cash Rate Target (the “Benchmark”) over rolling 3-year periods. In order to achieve its expected return objective, we expect the Fund to incur a total risk of approximately 8% p.a. over a rolling 3-year period.

With reference to the term “total risk” we mean the annualised standard deviation of returns net of fees (that is, we expect the Fund’s return to be within 8% above or below its expected return level, approximately two years out of every three). Investors should bear in mind that the Fund’s expected return objective is predictive in nature, may be affected by unknown risks and uncertainties, and that actual returns may differ from this objective. Accordingly BlackRock cannot provide any assurance or guarantee as to the achievement of an expected return or the total risk of the Fund.

Should the expected return and active risk parameters of the Fund change significantly, we will inform Unitholders as soon as is practicable.

What is the Fund strategy?

The Fund seeks to achieve its objective by exploiting inefficiencies across global markets through the systematic application of BlackRock’s investment insights. The Fund gains exposure to long and short positions across a broad array of global assets including equities, bonds, currencies, commodities and other assets.

A disciplined quantitative process is applied that exploits the relative mispricing of these markets as identified by our research. The market exposures taken by the Fund are based on our insights concerning the following three key drivers of asset returns:

- ▶ **Fundamental value:** these insights assess the underlying fundamental value of each market;
- ▶ **Economic environment:** these insights are designed to capture the effect of changing economic conditions on the value of each market; and
- ▶ **Market sentiment:** these insights aim to account for the impact that recent investor behaviour has on the price of each market.

The reliance on a broad range of investment decisions, coupled with an assessment of the risk of each position and the cost of trading, creates a portfolio which aims to perform in a range of market environments, and as such, is expected to have returns which are broadly diversified relative to major market indices.

Like most managed funds, the Fund is a unit trust. Investors contribute money and are issued units to which rights (such as to any income) attach.

How do we manage your money?

Our scientific investment style is based on our belief that people, leveraged by technology, are central to the consistent achievement of our clients’ investment goals.

We believe that an optimal investment outcome can be best achieved through Total Performance Management – understanding, measuring, forecasting and managing the three dimensions of investment performance: return, risk and cost.

What does the Fund invest in?

In pursuing its investment objective the Fund gains exposure to Global Ascent Ltd. (the “GA Fund” or “Underlying Fund”), an actively managed fund domiciled in the Cayman Islands. The GA Fund employs a long/short leveraged strategy invested in various global markets including but not limited to, stock, bond, currency, cash and commodity markets (the “Core Strategy”) and by investing opportunistically in special situation trades not captured by the Core Strategy. The GA Fund gains its exposure in these markets by investing in a variety of instruments, including but not limited to, bond and share price index exchange traded futures, commodity futures, over-the-counter foreign exchange forward contracts, over-the-counter swaps, options and physical securities. By primarily using derivatives, asset allocation decisions can be implemented rapidly and cost effectively.

The GA Fund employs an investment strategy that employs a number of proprietary methods for analysing and capitalising on the relative and absolute value of these asset classes and markets. As BlackRock aims to continuously monitor, research and improve the Underlying Fund’s investment strategy, subsequent strategy enhancements may result in the Underlying Fund changing its exposure to the number and type of assets over time. Whilst BlackRock will endeavour to notify the Unitholders of significant strategy enhancements, it will not seek consent prior to implementing these strategy enhancements.

Whilst the GA Fund is highly leveraged, it has limited liability and it is designed with the aim of avoiding uncompensated risks. However, it is important to note that the GA Fund will usually, by investing primarily in derivatives, be geared with a gross market exposure of many times the value of its Net Asset Value. Accordingly, any event which adversely affects the value of an investment will be magnified to the extent gearing is utilised. The cumulative effect of the use of leveraging with respect to any investments in a market that moves adversely to such investments will result in a loss which would be greater than if the investments were not leveraged. In order to better understand the risks associated with this strategy in terms of how it utilizes derivatives to achieve the desired level of gearing, and how BlackRock effectively manages these risks, please read the Derivatives Risk Statement (DRS) associated with this Fund, and seek specific advice from your financial adviser. A copy of our DRS is freely available by contacting BlackRock on the toll free number disclosed in this PDS.

In order to achieve the target return/risk objective, an appropriate portion of the Fund's capital is also exposed to short dated fixed interest securities, which aim to replicate the return of the UBS Bank Bill Index.

The Fund aims to remain fully invested at all times.

Whilst the constitution of the Fund allows borrowing, it is our intention that no borrowing arrangements will be entered into by the Fund other than temporary overdrafts which may be used as a means of managing certain cash flows, and by gaining leveraged market exposures as explained above.

Environmental, social and ethical factors and labour standards considerations

We do not have a predetermined view about labour standards or environmental, social and ethical considerations in relation to our investment making process nor do we take these factors specifically into account when making investment decisions. However, where any of these factors financially impact the performance or viability of the investments, we may review our decision to purchase, realise or retain a specific investment. Reviews are on a case by case basis as and when such factors arise. Our primary focus in the selection and retention of investments is on financial outcomes.

What are the benefits of investing in the Fund?

The benefits of investing in the Fund include:

- ▶ **The potential of high absolute returns:** the Fund targets a return of 7% p.a. (net of fees) above the RBA Cash Rate Target over rolling 3-year periods.
- ▶ **Active investment process:** The Fund gains exposure to returns from BlackRock's disciplined quantitative active investment process which seeks to exploit relative mispricing across a broad range of global markets.
- ▶ **Enhanced portfolio diversification:** The Fund seeks to have a low correlation to equity returns, interest rate moves and other active return sources by forecasting the different drivers of asset classes across a range of global markets.
- ▶ **Capturing new opportunities:** BlackRock has an experienced global team of investment professionals focussed exclusively on the Fund's investment strategy. The team looks to continually develop new and innovative insights with the aim of allowing the strategies to deliver performance in evolving markets globally in deciding upon and implementing its investment strategies. BlackRock is a large, well resourced and multi-disciplined asset manager with outstanding and comprehensive expertise in almost all asset classes.
- ▶ **Confidence in a robust operational platform:** BlackRock has the scale and international reach that underpin market-leading risk management in global operational systems.
- ▶ **Easy to add to your investment:** generally you can add to your investment at any time – no minimums apply.
- ▶ **Receipt of income and reinvestment of distributions:** you will generally receive regular income from your investment in the form of distributions. Distributions shortly after the end of June each year which would also normally include any net capital gains, distributions may also carry foreign or other tax credits (there may be periods in which no distributions are made).
- ▶ **Access to your investment:** generally you can make applications to or make withdrawals from the Fund on any business day in Sydney, Australia and New York, USA (for the latest fund cut-off times please refer to the Fund's "Operating Procedures"; details for which are set out in the section entitled "Incorporation by Reference").

What are the risks?

Before you make an investment decision it is important to identify your investment objectives and the level of risk that you are prepared to accept. This may be influenced by:

- ▶ The timeframe over which you are expecting a return on your investment and your need for regular income versus long-term capital growth.
- ▶ Your level of comfort with volatility in returns.
- ▶ The general and specific risks associated with investing in particular funds.

General risks

All investments have an inherent level of risk. Generally there is a trade off between higher expected returns for higher expected risk – represented by the variability of fund returns.

The value of your investment will fluctuate with the value of the underlying investments in a fund. Investment risk may also result in loss of income or capital invested and possible delays in repayment. You could receive back less than you initially invested and there is no guarantee that you will receive any income.

What about the specific risks of this Fund?

It is important that prospective investors understand that the Fund gains exposure to both the returns of the UBS Bank Bill Index, which can be considered to be of lower risk, as well as exposure to the use of derivatives which are generally considered high-risk investments.

The returns you receive from the Fund depend on the income earned from the underlying investments and the change in the market price of the underlying investments. These returns can be influenced by a variety of risk factors that include but are not limited to those associated with changes in:

- ▶ market volatility;
- ▶ global and domestic economic conditions;
- ▶ international and domestic government policies and tax laws;
- ▶ currency exchange rates, interest rates and inflation rates;
- ▶ credit and liquidity market events;
- ▶ leverage;
- ▶ industry factors and consumer demand; or
- ▶ investor sentiment.

These factors may result in specific investments rising or falling in value, which may either enhance the returns for investors or on the other hand, may lead to capital losses and possibly a reduction in the income earned.

The unstable market conditions and highly unsettled credit markets experienced since the second half of 2007 and particularly in the second half of 2008 have highlighted the risks that need to be considered by investors. In accordance with AIMA Australia's Guidelines to Risk Disclosure for Australian Hedge Funds (released in August 2007), some of the specific risks identified with the GA Fund's strategy include the following:

- ▶ Potentially high volatility due to the level of leverage within the strategy;
- ▶ Liquidity risks including the risk of illiquidity of underlying investments: the illiquidity of underlying investments to which the Fund is exposed may adversely affect the Fund were interests to be sold at an inopportune time;
- ▶ Short-selling risks: the underlying strategy may engage in short selling. Short selling allows the investor to profit from declines in market prices to the extent such declines exceed the transaction costs and the costs of borrowing the securities. A short sale creates the risk of an unlimited loss, as the price of the underlying security could theoretically increase without limit, thus increasing the cost of buying those securities to cover the short position. There can be no assurance that the securities necessary to cover a short position will be available for purchase. Purchasing securities to close out the short position can itself cause the price of the securities to rise further, thereby exacerbating any loss;
- ▶ Counterparty risk: Some of the markets in which the underlying GA Fund may effect transactions are not "exchange-based", including "over-the-counter" or "interdealer" markets. The participants in such markets are typically not subject to the credit evaluation and regulatory oversight to which members of "exchange-based" markets are subject. The lack of evaluation and oversight of over-the-counter markets exposes the Fund to the risk that a counterparty will not settle a transaction in accordance with its terms and conditions because of a dispute over the terms of the contract (whether or not bona fide) or because of a credit or liquidity problem, thus causing the Fund to suffer a loss;

- ▶ **Credit risk:** The GA Fund is subject to credit risk where the issuer, credit enhancer, financial guarantor or counterparty of an instrument held by the GA Fund may be unable to pay interest or principal when due, or be perceived by the market as being potentially unable to do so. Any such downgrade or default could result in material losses to the Fund. The unsettled credit markets, have, in fact, illustrated the lack of financial stability of a number of established counterparties and brokers;
- ▶ **Business and regulatory risk:** for instance, in September 2008, regulators in various countries temporarily banned short-selling of publicly traded equity securities and required certain investors, including hedge fund managers, to make disclosure of short positions on publicly traded equity securities. Governmental actions like these may adversely impact the GA Fund's ability to execute certain investment strategies which could have a material effect on the Fund's performance.

In addition, to facilitate daily client transactions in the Fund, the value of these transactions will be based, in part, on the estimated daily returns of the GA Fund. The calculation of the estimated daily returns will be undertaken by an independent party. While BlackRock aims to ensure that only the most accurate and up to date information is being used in line with internal pricing procedures, investors should be aware that the daily estimated valuations of the GA Fund may deviate from actual valuations.

Investing through a master trust or IDPS?

Investors and potential investors accessing the Fund indirectly through an investor directed portfolio service (IDPS) or master trust may use this PDS for that purpose. Such indirect investors do not acquire the rights of a Unitholder under a Fund. Rather, the operator of that service acquires the rights of a Unitholder under a Fund and they exercise them or not in accordance with their arrangements with you. Those rights are governed by the Constitution for the Fund and the Corporations Act. As an indirect investor, you do not have the rights of a direct unit holding investor under the Constitution to, for example, attend meetings or transfer units. Therefore, indirect investors do not receive income or reports directly from us. Indirect investors should not complete the Application Form attached to, or accompanying, this PDS or any other BlackRock forms and should seek their own tax advice.

Indirect investors complete the application forms for their master trust or wrap account and receive reports from them, not from us. Enquiries should be directed to the operator of the master trust or wrap account. If you are investing through a master trust or wrap account, we will not receive or hold any personal information about you. The rights of indirect investors are set out in the disclosure document for the IDPS or master trust.

Investors that qualify as wholesale clients within the meaning of the Corporations Act, including operators of master trusts and/or wrap accounts may invest directly in the Fund and will have the rights associated with being a direct unit holding investor. Direct investors should contact BlackRock (please see page 19 for our contact details) for the relevant Application Form for making an initial application or a copy of the Fund's "Operating Procedures" for subsequent applications and redemptions.

Fees and other costs

CONSUMER ADVISORY WARNING

DID YOU KNOW?

Small differences in both investment performance and fees and costs can have a substantial impact on your long term returns.

For example, total annual fees and costs of 2% of your fund balance rather than 1% could reduce your final return by up to 20% over a 30 year period (for example, reduce it from \$100 000 to \$80 000).

You should consider whether features such as superior investment performance or the provision of better member services justify higher fees and costs.

You may be able to negotiate to pay lower contribution fees and management costs where applicable. Ask the fund or your financial adviser.

TO FIND OUT MORE

If you would like to find out more, or see the impact of the fees based on your own circumstances, the **Australian Securities and Investments Commission (ASIC)** website (www.fido.asic.gov.au) has a managed investments fee calculator to help you check out different fee options.

Government regulation requires all product issuers to include the standard Consumer Advisory Warning as set out in the box above. The information in the box is standardised and does not provide any specific information on the fees and charges in this Fund and therefore, may not reflect what fees investors may be charged. You should refer to the fees in the fee template below for information on the specific fees and charges that apply to this Fund. All fees are in Australian dollars and, unless otherwise indicated, are inclusive of Goods and Services Tax (GST) and takes into account expected reduced input tax credits in respect of the GST component of the fee.

This document shows fees and other costs that you may be charged. These fees and costs may be deducted from your money, from the returns on your investment or from the Fund assets as a whole.

Information about taxes is set out in another part of this document.

You should read all the information about fees and costs because it is important to understand their impact on your investment.

Type of fee or cost	Amount	How and when paid
Fees when your money moves in and out of the Fund		
Establishment Fee The fee to open your investment.	Nil	Not applicable
Contribution Fee The fee on each amount contributed to your investment.	Nil	Not applicable
Withdrawal Fee The fee on each amount you take out of your investment.	Nil	Not applicable
Termination Fee The fee to close your investment.	Nil	Not applicable
Management Costs. The fees and costs for managing your investment.		
Management Fee The fee for managing your investment.	Current Management Fee: 1.025% p.a.	The Management Fee, is calculated on the Net Asset Value of the Fund on a daily basis. It is not deducted directly from your account. Instead this fee is deducted from the assets of the Fund. The fee is paid to us monthly in arrears (usually at the end of each month) Under certain circumstances, a lower Management Fee may be negotiated ¹ .
Performance Fee	20.5% of outperformance	The Performance Fee, if payable, is accrued daily and is generally paid to us from the Fund on a monthly basis. We may, under special circumstances, elect to vary the frequency of its fee collection.
Service Fees		
Investment Switching Fee The fee for changing investment options.	Nil	No specific Switching Fee is applicable, however, appropriate buy/sell spreads will apply ² .

1. Refer to 'Fee for wholesale investors' on page 11.

2. You may incur transaction costs ('buy/sell' spreads) when your money moves in and out of the Fund. Refer to 'Additional explanation of fees and costs' on page 10.

Additional explanation of fees and costs

Management Costs

The Management Costs incorporate:

- ▶ Management Fee (for managing the Fund's investments);
- ▶ Performance Fee; and
- ▶ Expense Recovery Costs (other than Abnormal Expenses and Transaction Costs).

Management Costs are not deducted directly from your account. Instead they are deducted from the assets of the Fund and are generally paid to the Responsible Entity from the Fund at the end of each month.

Expenses Recovery Costs

We are entitled to be reimbursed for certain expenses in managing and administering the Fund. These expenses cover most of the operational out-of-pocket expenses the Responsible Entity is entitled to recover from the Fund including custody safekeeping fees and other investment related expenses. Unless we indicate otherwise, all Fund expenses, other than Abnormal Expenses (refer below) and Transactional Costs (refer below) will be paid for by the Manager and no additional expenses will be recovered.

Where an investment is made through a fund managed by us or another company in the group the Management Fees of the underlying fund will be rebated. However, in certain circumstances additional expenses may be incurred within the underlying funds.

Abnormal Expenses

Abnormal Expenses are expenses not generally incurred during the day to day operations of the Fund and are not necessarily incurred in any given year. They are due to abnormal events such as the cost of running a unitholder meeting or legal costs incurred by changes in the Fund's constitution or defending legal proceedings.

We will continue to seek reimbursement from the Fund in relation to these expenses should they arise.

Performance Fee

The total Management Costs of the Fund will include a Performance Fee if the Fund outperforms. The Performance Fee (including GST less Reduced Income Tax Credit) is calculated based on Fund outperformance when compared to the performance of the Benchmark.

Performance Fees are not refunded when the accumulated Fund performance is below the Benchmark following a Performance Fee payment date. In these circumstances, no Performance Fees are charged to the Fund until the accumulated Fund performance is again above the Benchmark.

The accrual of the Performance Fee in the unit price can result in different implied levels of Performance Fees for individual investors depending on the timing of their investment and the relative performance of the Fund over time. This reflects the commingled nature of the Fund and the fact that Performance Fees are charged against the performance of the Fund rather than against each individual investor. This effect is expected to diminish as the Fund's size increases.

Dollar Fee example

Example 1

Assume average net asset value for the Fund, since the last time performance was paid, was \$50,000 and the Fund's accumulated performance was 3% above benchmark. The Performance Fee payable for the month would be \$307.50 ($\$50,000 \times 3\% \times 20.5\%$).

Example 2

On the other hand if the performance of the Fund was 3.5% above the benchmark during the past month, however the Fund had previously underperformed the benchmark by 3% since the last time performance fees were paid, with an average net asset value of \$50,000 over this period the Performance Fee payable would be \$51.25 ($\$50,000 \times (3.5\% - 3\%) \times 20.5\%$).

Example 3

Due to some negative returns if the accumulated outperformance of the Fund does not exceed the benchmark since the last time Performance Fees were paid, no performance fees are payable.

Performance Fee estimates

As the performance fee is dependant on the performance return of the Fund it is not possible to predict the amount of the fee with any certainty, however if the Fund achieves its targeted average annual return before fees of 10% p.a (or 7%p.a net of fees) above benchmark and assuming average net asset value for the Fund, since the last time performance was paid was \$50,000, the performance fee which would be payable over the year would be approximately \$1,025.

As the fee is calculated daily and paid monthly the exact amount would be dependant on a number of factors particularly the timing and relative value of periods of out performance.

The estimate is not an indication or guarantee of future performance. The actual performance fee and therefore Management cost will vary, depending on the Fund's return.

Transaction Costs

The Fund may incur transaction costs (including custody movement charges, government taxes and charges on the purchase and sale of securities) where investors invest in or withdraw from a Fund and when transacting to meet investment objectives. The amount of the transaction costs incurred when transacting to meet investment objectives is dependent on a number of different variables, including the level of trading undertaken by the Fund.

Transactional costs are paid for by the Fund and reflected in the unit price and are not covered by the Management Costs. Transaction costs incurred due to investor directed applications and withdrawals from the Fund are covered under Buy/Sell spreads (see below).

Buy/sell spreads

When an investor enters or exits the Fund, an allowance for transaction costs is included in the entry or exit price. Transaction costs are paid from the Fund. When you invest or withdraw all or part of your investment, we use what is called a 'buy/sell' spread to recover estimated transaction costs associated with buying and selling a Fund's assets. We use the buy/sell spread to direct transaction costs to transacting investors rather than investors remaining in the relevant Fund. The buy/sell spreads are paid to the relevant Fund and are not fees paid to BlackRock.

It is BlackRock's policy to apply the buy/sell spread when calculating application and redemption prices with the exception of transactions where we determine that the spread is not a reasonable representation of the actual cost to transact into or out of the Fund or where it is otherwise considered appropriate.

As the Responsible Entity; BlackRock has the discretion to deem the buy/sell spreads to be a lower amount, a higher amount (than what is stated in this document below), an estimated average percentage or even zero. Please note that there may be circumstances in which BlackRock may exercise its discretion to increase buy/sell spreads above those stated in this PDS, for example, where the costs associated with obtaining or disposing of the underlying assets are likely to be materially above those typically encountered in normal market conditions.

However BlackRock may only exercise its discretion to vary buy/sell spreads for proper purpose and in accordance with our Unit Pricing Discretions Policy. A copy of this policy is available free of charge upon request.

Investors will generally be given prior notice of any increase in the Buy/Sell spread however BlackRock may increase the Buy/Sell spread without notice when it is necessary to protect the interests of existing investors and if permitted by law.

Currently the effective buy/sell spreads for the Fund (together with a dollar example assuming an investment of \$50,000) are shown in the table below:

Buy/sell spreads for the Fund

	Spread (%)	Dollar example
Buy spread	0.25%	\$125
Sell spread	0.25%	\$125

Whilst the buy/sell spread is an additional cost to an investor, no part of the buy/sell spread is paid directly to the Responsible Entity.

Can the fees and charges change?

All fees and charges can change. They may vary over time as a result of changes to the product, changing economic conditions and changes in regulations.

We will give investors 30 days prior notice of any proposed increase to our fees and charges. We may, under special circumstances, elect to vary the frequency of our fee collection.

The current fees applicable to your investment are set out previously under "Fees & other costs" and although we have the power to change our fee structure, we have no present intention to do so.

Under the Constitution of the Fund, we are presently entitled to charge the following maximums:

Contribution (Application) fee – up to 2% of the application amount.

Withdrawal fee – up to 2% of the redemption amount.

Management fee – up to 8% per annum of the Net Asset Value calculated in accordance with the Constitution.

Performance Fee – up to 30% per annum of the amount by which the return of the Fund exceeds the benchmark adopted by the Responsible Entity.

Fee for wholesale investors

From time to time we may negotiate lower management fees with what the Corporations Act calls “wholesale” investors – such as the operators of master trusts, wrap accounts and professional investors. This is generally because they invest large amounts of money in the Fund. The Australian Securities and Investments Commission (ASIC) has issued Class Order relief that enables us to individually negotiate fees with wholesale investors.

Payments to advisers and other service providers

The commissions (if any) described in this section are not an additional cost to you. They are paid by us out of the Contribution fee (if applicable) and or Management fee income received by us in relation to the investment in the Fund.

Ongoing Service Commission

No commission is currently payable by us to advisers in relation to this Fund.

Fund Manager Payments and Product Access Payments

BlackRock may also, at our discretion, enter into a variety of arrangements with service providers such as master fund and IDPS operators which may involve us making payments to, and providing services to, these operators in return for the promotion of the Fund. Such payments may be one-off payments for offering the Fund on their investment menu (referred to as a Product Access Payment) or an ongoing Fund Manager Payment based on a scaled percentage of funds. Currently the maximum Product Access Payment paid to a platform provider is \$25,000 for BlackRock as a whole and \$7,500 specifically for this Fund. All Product Access Payments are paid directly by BlackRock and are not an additional cost to the investor.

BlackRock may also make Fund Manager Payments to certain institutional investors and Australian Financial Services Licensees such as financial advisers and dealer groups, IDPS platform providers, including master trusts or wrap account operators who invest in the Fund. Such payments are typically made to rebate the institutional investor or the Australian Financial Services Licensee the differential between the fee that is charged in the Fund’s unit price and the individual fee rates negotiated by those wholesale unit holders directly with BlackRock. Such payments may be made either by BlackRock directly or by BlackRock paying for additional units in the Fund to be issued to the unit holder. Such payments are not paid out of the Fund.

In turn, payments may be rebated by the institutional investor or Licensee platform provider to its end consumer clients or may be retained as a commission (please refer to the PDS or Financial Services Guide of your particular platform provider or financial adviser). Currently no Fund Manager Payments are paid by BlackRock to a platform provider or Licensee.

Alternative forms of remuneration

Additionally, we may provide alternative forms of remuneration which include professional development, sponsorship and entertainment to licensed financial advisers, dealer groups and master trust or IDPS operators. Where such benefits are provided, they are payable by BlackRock and not an additional cost to you.

As a member of the Investment and Financial Services Association, we keep a public register which details any alternative form of remuneration that has been paid to or by BlackRock worth more than \$300 (for example, to advisers). You may view the register by visiting our office.

Third party arrangements

Brokerage services may be provided by entities related to the Responsible Entity, for which fees are charged. Such brokerage services will only be used where the fees are at, or more favourable than, the prevailing market pricing for such services.

The Responsible Entity and Related Parties

The Responsible Entity may enter into transactions with other related parties. All transactions are conducted on arm’s length terms. Investment management services may be provided to the Responsible Entity by BlackRock’s offices overseas, for which fees are charged. The Responsible Entity pays for these fees from its resources, they are not charged to the Funds. Further, BlackRock’s offices overseas may provide services to the Responsible Entity partially through a Sydney branch, which is permitted to conduct regulated financial services business in Australia pursuant to an exemption from the requirement to hold an AFS license issue by ASIC, subject to certain conditions of that exemption.

Example of annual fees and costs for the Fund

This table gives an example of how fees and costs in the Fund can affect your investment (as a unit holder) over a 1 year period. You should use this table to compare this product with other managed investment products.

Example – BlackRock Scientific Global Markets Fund		Balance of \$50,000 with contributions of \$5,000 during the year
Contribution Fees	0%	For every \$5,000 you put in, you will be charged \$0.
PLUS Management Costs: <i>Base Fee</i>	1.025% per year	For every \$50,000 you have invested in the Fund you will be charged \$513 each year.
PLUS Management Costs: <i>Performance Fee</i> (if any is payable)	20.5% of outperformance	The performance fee will vary based on the return of the Fund over the relevant period and the accumulated performance of the Fund at the end of the relevant period. If accumulated Fund performance is below the Benchmark, no performance fees will be charged until the accumulated Fund performance since the last performance fee payment date is again above the Benchmark. If accumulated Fund performance is above the Benchmark, the performance fee is charged. For example, if the Fund has achieved its targeted average annual return before fees of 10% above the Benchmark, for every \$50,000 you have in the Fund, you will be charged approximately \$1,025 for the period. If the Fund return is below the Benchmark following a performance fee payment date, no performance fees will be charged for the period. Please note that due to the nature of performance fees, it is not possible to predict with any certainty the amount of performance fees that will be payable during the year.
EQUALS Cost of Fund		If you had an investment of \$50,000 at the beginning of the year and you put in an additional \$5,000 during the year, then for that year you will be charged fees from: \$513 to \$564 . * What it costs you will depend on the fees you negotiate with your fund or financial adviser, Actual total fees will depend on the performance and pattern of performance of the Fund, and when you contribute the additional \$5,000 (that is, if your additional contribution occurs at the end of the year, you will pay about \$513 in base fee whereas if you contribute at the start of the year, you will pay \$564 in base fee).

Note: Establishment fee = \$0; transaction cost allowances (buy/sell spreads) apply to applications and redemptions (please refer to Additional explanation of fees and costs, Buy/sell spreads above).

Please note this is an example. The actual investment balance of an investor will vary and the actual fees we charge are based on the value of the Fund, which also fluctuates. The amounts assume a constant investment of \$50,000 throughout the year. Management & (if applicable) Performance fees will also be charged in relation to additional contributions.

*The amount you will be charged would depend on when you contribute the additional \$5,000 (that is, if your additional contribution occurs at the end of the year, you will pay about \$513 whereas if you contribute at the start of the year, you will pay \$564).

What about Fund performance and size?

For recent Fund performance, benchmark performance or Fund size, you can contact the operator of your master trust or wrap account (if appropriate), call us toll free on 1300 366 100, or visit our website: www.blackrock.com.au (see page 19 for our contact details).

Past performance is not a reliable indicator of future performance of the Fund.

How to Invest

The Fund is generally available for transactions on any day that is a business day in both Sydney, Australia and in New York, USA. Any transactions made on a day when the Fund is unavailable for transactions, due to the impact of a public holiday in either Sydney Australia or New York USA, will be held over to the next available transaction date.

If you are a direct investor in the Fund then the unit value of your transaction will be generally available within 5 business days of your transaction. Please refer to the Fund's Operating Procedures for details of applicable cut-off times for transactions in the Fund.

IDPS or master trust investors

When investing through an IDPS or master trust you must complete the documents which the operator of these services requires. You do not need to complete any of our forms.

Direct investors

When investing directly in the Fund you generally need a minimum amount of \$500,000. To make your initial investment, complete the application form which accompanies this PDS, which is available on request.

If you are a direct investor in the Fund (including master trust or wrap account operators), please refer to the section below entitled "Incorporation by Reference" for information on how to make subsequent applications into the Fund as well as the current cut-off times for receipt of applications. Additional investments are made on the basis of a current Product Disclosure Statement.

Withdrawing your investment

Investing via an IDPS or Master Trust

If you have invested through an IDPS or master trust, you need to complete the documents which the operator of these services requires of you to withdraw from the Fund. You don't need to complete any of our forms.

Payment of your redemption proceeds will be dependant on your master wrap or trust account and may take longer than the usual payment periods for direct investors in the Fund.

Direct Investors

If you are a direct investor in the Fund (including master trust or wrap account operators that are or will become unit holders), the unit value of your redemption will generally be available within 5 business days and we will usually pay your redemption within 7 business days of the date of your transaction (although the Constitution allows us generally up to 90 days from receipt of a redemption request).

For up to date details on how to make redemptions from the Fund and the current cut-off times please refer to the section of the PDS titled "Incorporated by Reference". For a copy of the Fund's "Operating Procedures" please contact BlackRock (see page 19 for our details).

Please note that in some circumstances we can delay access to a unit holder's money beyond our expected redemption payment times, this may occur when "Flow Limits" are triggered (please see the section entitled "Flow Limits" below for more details) or if the Fund is "non-liquid" within the meaning of the Corporations Act (the law dictates this). We do not anticipate the Fund becoming "non-liquid" but if it did, the law states we can (if we decide) make some money available through a withdrawal offer, and requires us to allocate it on a pro rata basis amongst those wanting to exit.

We can also extend the period within which we satisfy redemption requests where certain circumstances occur outside our control (for example, where the realisation of underlying investments cannot be effected at prices which would be realised if investments were realised in an orderly fashion over a reasonable period in a stable market).

Current and historical unit prices and fund distributions are available on our website: www.blackrock.com.au

Flow Limits

To ensure that the Fund maintains both sufficient exposure to its underlying investment strategies and to preserve liquidity, BlackRock reserves the right to implement Flow Limits which may result in the delay of processing applications or redemptions to/from the Fund. Flow limits will be applied when the cumulative net flows for a given Rebalancing Period equal or exceed 20 percent of the Fund's net asset value (NAV). The NAV for this purpose is measured at the start of the applicable Rebalance Period, adjusted for any deferred transactions from the previous period. The Rebalance Period generally refers to the time between the required notification date for monthly transactions in the GA Fund and the last business day of the subsequent month or as determined by BlackRock. This period is generally expected to be a period of approximately 35 business days.

When Flow Limits are implemented, any transactions that have been delayed will be processed at the next available transaction date when the Flow Limits are lifted. It is anticipated that Flow Limits will generally be lifted at the end of the applicable Rebalance Period as this is when all applications and redemption requests will usually have been fully satisfied. BlackRock retains discretion in determining when Flow Limits apply taking into account unit-holders best interests.

Flow Limit Example

Example 1

Assume the net asset value for the Fund is \$100 million at the start of a Rebalance Period. Flow limits will be implemented when the cumulative net client flows into the fund exceed \$20 million during the current rebalance period. Any delayed client flows will generally be processed on the last Business Day of the month in which the transaction documentation is received or in the subsequent month depending on whether the transaction request was received prior, or subsequent to, the notification date for transactions in the GA Fund.

Example 2

Assume the net asset value for the Fund is \$100 million at the start of a Rebalance Period. Flow limits will be implemented when the cumulative net client flows out of the fund exceed \$20 million during the current rebalance period. Any delayed client flows will generally be processed on the last Business Day of the month in which the transaction documentation is received or in the subsequent month depending on whether the transaction request was received prior, or subsequent to, the notification date for transactions in the GA Fund.

How are unit prices calculated?

Generally

When you invest in the Fund you are allocated a number of units in the Fund. Each of these units represents an equal share in the net assets of the Fund. As a result, each unit has a value or 'unit price'.

The Fund has an entry price and an exit price based on the Net Asset Value ("NAV") of the Fund divided by the number of units on issue in the Fund adjusted to take account of transaction costs. The entry price and exit prices may reflect the income derived to date by the Fund in the distribution period.

The NAV is determined by deducting the liabilities of the relevant fund or class (if applicable) from the market value of the assets of the relevant fund or class (if applicable). Assets and liabilities of the Fund are generally valued at their market value in accordance with the Fund's Constitution. The unit price we apply for an application or withdrawal received before the cut-off time, as outlined in the Fund's "Operating Procedures," will be the price based on the value of the assets in the Fund as at the next transactable date following the receipt of the application or withdrawal request.

Assets and liabilities of the Fund are generally valued at their market value in accordance with the Fund's Constitution.

We have the discretion, however, to price more or less frequently when unusual circumstances prevail (for example, where there has been unusual volatility in the market) in order to protect the interest of all investors.

BlackRock has a "Unit Pricing Discretions Policy". For a copy of this Policy please contact BlackRock (see page 19 for our details).

Daily unit prices

The Fund's daily unit price is based, in part, on the estimated daily returns of the GA Fund, into which the Fund gains its exposure, which is available for transactions on a monthly basis. The calculation of the estimated daily return will under normal circumstances be undertaken by an independent party.

In determining the value of the Fund's daily unit price, BlackRock aims to ensure that only the most accurate and up to date information is being used in line with our internal pricing procedures. Investors should be aware that the daily estimated valuations of the GA Fund may deviate from actual valuations.

How do you receive income from your investment?

Any income you receive from your investments will be in the form of distributions. Your distribution may include interest, dividends, other income and realised capital gains.

If you hold units in a Fund at the close of business on the last day of a distribution period, you are entitled to participate in the distributable income of the Fund.

The Fund distributes annually at the end of June or on such other day as is determined by BlackRock. If you invest just before the end of a distribution period, you may find you quickly get back some of your capital as distributions.

Distribution (if any) may vary over time depending on the Fund's realised losses, gains, income and expenses in a particular period. There may be periods in which no distributions are made. There may be periods for which distributions are higher than expected. This reflects the interim distribution policy and tax rules, as at the date of this document, which may change. If you have invested through an IDPS or master trust the operator of such services may pay distributions at times which are different to this.

Following the determination of a distribution, the unit price will fall to reflect the reduced value of the Fund following the payment of the distribution to investors – in other words it is priced to exclude the distribution entitlement.

If applicable, distribution of Australian sourced income to non-resident investors may be subject to withholding tax which may further delay distribution payments to you.

Incorporation by Reference

The Corporations Act allows us to provide certain information to you separately to the PDS, which is taken to be incorporated into the PDS, provided the PDS identifies this additional information and how you can access it.

The following incorporated information forms part of the PDS and is relevant for clients investing directly in the Fund. If you are investing through an IDPS or a master trust please refer to the operator of the IDPS or master trust for details regarding the information below.

- ▶ Fund's current cut-off times for applications and redemptions.
- ▶ After your initial investment in the Fund details on how to make subsequent applications and redemptions from the Fund.

This information is contained in a document entitled "Operating Procedures" which is publically available via the link entitled <http://www.blackrockinvestments.com.au/Advisers/FundCentre/ProductInformation/index.htm> or this information can be obtained free of charge by contacting us (see page 19 for our details).

Please ensure that you read this document before investing.

Additional Information

Taxation

Investing, and dealing with investments, often has tax implications which can be complex, and which are invariably particular to your circumstances. It is important that you seek professional advice before you make an investment decision.

The taxation information contained in this document reflects the income tax legislation in force, and the interpretation of the Australian Taxation Office and the Courts, as at the date of issue of this document.

Taxation of the Fund

We do not expect to be subject to Australian income tax in relation to the Fund, as it is intended that investors will be presently entitled to all of the income of the Fund in each financial year.

Taxation of a resident unitholder

You will be assessed on your share of the taxable income of a Fund to which you are entitled, regardless of whether you receive the distribution in cash or it is reinvested. You will be assessed in the year to which your entitlement relates.

For example, an income distribution for the period ending 30 June 2008 is included in the assessable income for 2007/2008, even if the cash is received in July 2008.

You may have to pay tax on all or part of your capital gain (the increase in the value of your investment) when your units are redeemed.

Taxable income of the Fund

The taxable income to which you are entitled may include various amounts as described below. The taxable income of the Fund which invests into other funds may include realised gains upon the redemption of units in those funds and an entitlement to the income of those other funds.

Types of income

Depending on the types of investments made, the Fund can derive income in the form of dividends, interest, rent, gains on the disposal of investments and other types of income.

Generally speaking, such income derived by the Fund is taxable, but tax credits (eg. franking credits and foreign income tax offsets) may be available to unitholders to offset part or all of any resulting tax liability.

Capital gains tax

In broad terms under the capital gains tax ("CGT") provisions of the Income Tax Assessment Acts, net gains arising on the disposal of Fund investments will be included in the Fund's taxable income.

The Fund will generally calculate taxable capital gains based on half the nominal gain made on the disposal of an asset, if that asset was held for 12 months or more. Capital gains distributed may include some gains where eligible investors are able to claim concessional treatment.

Foreign investment funds

The foreign securities directly held by the Fund may constitute investments in Foreign Investment Funds ("FIFs"). Under the FIF tax rules, unrealised gains in relation to investments in FIFs may be included in the assessable income of the Fund.

Taxation of Financial Arrangements

The new Taxation of Financial Arrangements ("TOFA") rules will apply from 1 July 2010. The foreign securities directly held by the Fund may constitute investments in TOFA. Under the TOFA tax rules, unrealised gains in relation to investments in TOFA may be included in the assessable income of the Fund.

Taxation of non-resident unitholders

If a non-resident is entitled to taxable income of the Fund, the investor may be subject to Australian tax at the rates applicable to non-residents. If you are a non-resident, you may be entitled to a credit for Australian income tax paid by the Manager in respect of your tax liability. Distributions to you of amounts attributed to Australian franked dividends will not be subject to withholding tax. Any distribution of unfranked dividends, interest or amounts in the nature of interest will, however, be subject to withholding tax. This is irrespective of whether distributions are paid in cash or reinvested as additional units.

You may have to pay tax on all or part of your capital gain (reflecting the increase in the value of your investment) when your units are redeemed. In addition, the distributable income of the Fund may include non-assessable amounts to unit holders. Receipt of certain non-assessable amounts may have capital gains tax consequences.

Tax File Number (TFN), Exemption and Australian Business Number (ABN)

Australian unit holders may quote their Tax File Number (TFN) to us or claim an exemption at any time. However, you are not obliged to quote your TFN or claim an exemption. Strict guidelines govern the use and storage of TFNs. If you do not quote your TFN or claim an exemption, then your income distributions will have tax withheld at your highest marginal rate plus Medicare levy. Some investors that make the investments in the Fund in the course of carrying on an enterprise of investing may also be entitled to quote their Australian Business Number as an alternative to their TFN.

Goods and Services Tax (GST)

Where under the GST legislation the Fund is entitled to credits for GST paid to another person (generally 75% of the GST on certain acquisitions), the cost of paying GST from the Fund will be reduced proportionately. Where entitled to do so BlackRock will recover GST on its fees from the assets of the Fund.

Taxation Reform

The Federal Government is currently reviewing some taxation laws relating to foreign investments. This could result in change to the taxation treatment of your investment in the applicable Funds.

No cooling off rights?

Investors entitled to invest as direct unit holders in the Fund are generally not entitled to cooling off rights under the Corporations Act (please refer to “Investment Details” under the section headed “HOW TO COMPLETE THE APPLICATION FORM” if you are a direct investor). Please contact BlackRock, or your IDPS, wrap or master trust operator if you have any queries in relation to cooling off rights.

If you have invested into the Fund and are not otherwise a “wholesale” or “professional” investor (as defined in the Corporations Act) you have a 14 day cooling off period in which to decide if the investment is suitable for you.

The 14 day period commences from the earlier of the time your investment is confirmed and the fifth day after the units are issued.

If, during the cooling off period, you decide that the investment does not meet your needs, then simply advise us in writing. You must specify that you are exercising your cooling off right.

Subject to the paragraph above, the amount of your refund will be calculated on the day we receive your written request to withdraw your investment subject to the terms outlined in the Operating Procedures for the Fund, reduced or increased for market movements in the Fund as well as any applicable transaction costs, management costs and less any non-refundable tax or duty paid or payable. Accordingly, depending upon the circumstances, the amount returned to you may be greater or less than the amount initially invested.

Conflicts of interest and potential restrictions on investment activity

The Manager is a member of the BlackRock Group of Companies (BlackRock Group). The BlackRock Group participates in global financial markets in a number of different capacities, including, in the course of providing responsible entity/trustee services, investment services and risk management services. Accordingly the Fund may invest or engage in transactions with entities for which the BlackRock Group may perform provide services.

In addition certain members of the BlackRock Group may have actual and potential conflicts of interest regarding the allocation of investment opportunities amongst funds and products that they manage. The BlackRock Group will seek to manage these conflicts in a fair and equitable manner having regard to the interests of their clients generally. As a responsible entity and the holder of an Australian Financial services Licence, the Manager has policies and procedures in place to manage such conflicts of interest.

From time to time, the Manager may be restricted from purchasing or selling particular securities on behalf of investors because of regulatory requirements or internal policies applicable to the BlackRock Group. These restrictions may not apply if the investments were managed by a party other than BlackRock. Examples include where a member of the BlackRock Group is unable to transact in a certain securities because there may be limits on the aggregate amount invested by the BlackRock Group in a particular security that security or are otherwise restricted from acting investing because a member of the BlackRock Group is performing advisory or other services for the relevant entity. This may result in circumstances where, for example, a BlackRock fund is unable to exactly replicate the weightings in a particular index.

In circumstances where ownership thresholds or limitations must be observed, BlackRock Group will seek to equitably allocate limited investment opportunities amongst relevant BlackRock products, taking into consideration benchmark weight and investment strategy.

What are our reporting requirements?

The Fund is not currently a disclosing entity as defined in the Corporations Act. Should the Fund become a disclosing entity in the future it will be subject to additional regular reporting obligations. Copies of documents lodged with ASIC to comply with these requirements may be obtained from, or inspected at, an ASIC office. You have the right to request provision from us free of charge, the annual and half-yearly financial account and any continuous disclosure notices lodged with ASIC. In addition should the Fund become a disclosing entity it will become subject to continuous disclosure obligations which require us to make material information available to investors. Any continuous disclosure notices required pursuant to the Corporations Act will be available on the website www.blackrock.com.au. A printed copy of the information will be available free of charge by contacting BlackRock on 1300 366 100.

Our legal relationship with you

We are the Responsible Entity for the Fund and as such we are licensed by ASIC which is responsible for regulating the operation of registered managed investment schemes like the Fund.

Constitution

Our responsibilities and obligations as Responsible Entity of the Fund are governed by a Constitution for the Fund as well as the Corporations Act and general trust law.

The Constitution contains a number of provisions relating to the rights, terms, conditions and obligations imposed on both you and us.

The relevant constitution should be read by prospective investors. We are prohibited from amending the constitution unless we reasonably consider that the amendment will not adversely affect the rights of Unitholders.

If the amendment may adversely affect the rights of Unitholders, we will call a meeting of Unitholders which may, by special resolution, approve the amendment.

A copy of the Fund's Constitution is available free of charge from us by contacting BlackRock (please see page 19 for our contact details). For the purposes of this section, references to "you", "your" and "unitholder" are a reference to direct investors only. The rights of indirect investors are set out in the disclosure document for the IDPS or master trust.

Some of the main provisions which relate to your rights (or if you are an indirect investor, the rights of the platform or their nominees which holds units in the Fund on your behalf) under the Constitution include:

- ▶ your right to share in the Fund income, and how we calculate it;
- ▶ your right to withdraw from the Fund and what you are entitled to receive when you withdraw or if the Fund is wound up;
- ▶ the nature of the units and classes of units (if applicable);
- ▶ your right to attend and vote at meetings – these mainly reflect the requirements of the Corporations Act which also deals with Unitholders rights to requisition or call a meeting; and resolutions passed by a requisite majority at a meeting of Unitholders are binding on all Unitholders.

The Constitution provides that the liability of each Unitholder is limited to its investment in the Fund. A Unitholder is not required to indemnify us or our creditors in respect of the Fund. However, no complete assurance can be given in this regard as the ultimate liability of a Unitholder has not been finally determined by the courts.

There are also provisions governing our powers and duties, some of which are discussed elsewhere in this PDS.

Others include:

- ▶ when we can terminate the Fund or class of units (if applicable) or reclassify units (if applicable) and what happens if we do. We can only terminate the Fund in accordance with the Corporations Act and only if we provide you with the required notice, and if we do, you share pro rata in the net proceeds from us selling the investments;
- ▶ when we can amend the Constitution. Generally we can only amend a Constitution where we reasonably believe that the changes will not adversely affect your rights as an investor. Otherwise the Constitution can only be amended if approved by special resolution at a meeting of investors;
- ▶ our right to refuse to accept applications for units or record any transfer of units without giving any reason;

- ▶ our right to deduct amounts you owe us from withdrawal proceeds; and our broad powers to invest, borrow and generally manage the Fund. We do not currently intend to borrow funds to acquire assets for the Fund, although this is permitted under the Fund's Constitution. We may only borrow if we consider it to be in the best interests of Unitholders.

The Constitution also deals with our liabilities in relation to the Fund and when they can be reimbursed to us out of the Fund's assets, for example, subject to the Corporations Act:

- ▶ we are not liable for acting in reliance and in good faith on professional advice;
- ▶ we are not liable to Unitholders for any loss unless we fail to comply with our duties, fail to act in good faith or if we act negligently; and
- ▶ we can be reimbursed for all liabilities we incur in connection with the proper performance of our duties in respect of the Fund.

Termination of the Fund

The Fund will terminate on the earlier of:

- ▶ the eightieth anniversary of the day before the Fund commenced;
- ▶ the date specified by the Responsible Entity as the date of termination of the Fund in a notice given to unit holders; or
- ▶ the date on which the Fund terminate in accordance with another provision of the constitution or by Law.

Compliance Plan

We have lodged a Compliance Plan for the Fund. The Compliance Plan sets out the measures we will take to ensure we comply with the Corporations Act and the Constitution of the Fund. To oversee compliance with the Compliance Plan, we have established a Compliance Committee.

The Compliance Committee is required to report breaches of the Constitution and the Corporations Act to the directors of BlackRock Asset Management Australia Limited, and in some circumstances, to ASIC.

A copy of the Fund's Compliance Plan is available free of charge by contacting BlackRock (see page 19 for our details).

Auditor

We have an obligation under the Corporations Act to appoint an auditor for the Fund and to lodge a Compliance Plan for the Fund

Custody

A custodian (sometimes more than one) is appointed by BlackRock to hold the assets of the Fund. The role of a custodian is limited to holding assets of the Fund on behalf of BlackRock and acting in accordance with instructions from BlackRock (except in limited circumstances where the custodian has a discretion to act without instructions).

BlackRock remains liable to unitholders for acts and omissions of the custodian. A custodian has no supervisory obligation to ensure that BlackRock comply with their obligations as Responsible Entity of the Fund.

The custodian may change from time to time but must satisfy any relevant regulatory requirements as mentioned above. If you require details of our custodian at any time, you should contact BlackRock (see page 19 for our details).

Faxed instructions

If you have invested directly in the Fund and wish to fax your instructions to us, please be aware that fraudulent or other unauthorised fax instructions can be made by persons with access to your account name and a copy of your authorised signatures. Accordingly, you agree to release and indemnify us against all claims and demands arising as a result of our acting on what appeared to us to be your faxed instructions.

Privacy Policy

If you have invested through an IDPS or master trust, the Privacy Policy of the operator of that service will apply to your investment. If you have invested directly, the information requested on the attached application form is used by us for the primary purpose of establishing and administering your investment(s) with us. We are unable to process your application and provide you with the requested investment without this information.

A Privacy Policy detailing our handling of personal information is available upon request. You may request access to the information held by us about you and your investment(s), and we ask that you advise us of any changes to such information you may have provided.

We may disclose your information (or parts thereof) to external parties who act on our behalf in the operation of our business from time to time or as required by law. We may also disclose your information to external parties on your behalf, such as your financial adviser, unless you have instructed otherwise.

We, BlackRock® Inc. and its related bodies corporate may use your information on occasion, to advise you about other services or products offered by us or them, but you may elect to stop receiving such information at any time.

Please note, that in accordance with the requirements of the Anti-Money Laundering and Counter Terrorism Financing Act, we may be requested to disclose your personal information to the Australian Transaction Reports and Analysis Centre (AUSTRAC).

You may contact our Privacy Officer on (03) 9657 3000 if you wish to update or request access to your information or if you have any queries regarding our Privacy Policy.

Enquiries and complaints

We have established procedures for dealing with enquiries and complaints.

If you have an enquiry or complaint, you can either call our Client Services Centre on 1300 366 100 or write to our Enquiries and Complaints Officer at BlackRock, Level 18, 120 Collins Street Melbourne, Vic. 3000 or fax your enquiry or complaint to 1300 366 107 or by email to clientservices.aus@blackrock.com. We will acknowledge receipt of the complaint as soon as possible. We must deal with a complaint and respond to you as soon as practicable but no longer than 45 days after receiving the complaint.

If you have invested into the Fund and are not otherwise a “wholesale” or “professional” investor (as defined in the Corporations Act) and your complaint is not satisfied within this timeframe, or you are not satisfied with our response, you may refer your complaint to the Financial Ombudsman Service (“FOS”) of which we are a member and which is an independent entity.

The FOS contact details are:

Mail: GPO Box 3, Melbourne, Victoria, 3001

Telephone: 1300 780 808

Website: www.fos.org.au

Email: info@fos.org.au

Where to find us

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