BlackRock.

Annual Financial Report

iShares Hedged Funds

- iShares Core Global Corporate Bond (AUD Hedged) ETF
  ASX: IHCB / ARSN: 607 996 387
- iShares Global High Yield Bond (AUD Hedged) ETF
  ASX: IHHY / ARSN: 607 996 403
- iShares J.P. Morgan USD Emerging Markets Bond (AUD Hedged) ETF
  ASX: IHEB / ARSN: 607 996 510
- iShares Global Aggregate Bond ESG (AUD Hedged) ETF
  ASX: AESG / ARSN: 660 926 312
- iShares U.S. Treasury Bond (AUD Hedged) ETF
  ASX: IUSG / ARSN: 665 745 791
- iShares 20+ Year U.S. Treasury Bond (AUD Hedged) ETF
  ASX: ULTB / ARSN: 679 599 056
- iShares Core Global Aggregate Bond (AUD Hedged) ETF
  ASX: AGGG / ARSN: 691 301 470

For the financial year ended 30 June 2026

iShares Hedged Funds

Annual Financial Report - 30 June 2026

Contents

Directors' Report

The directors of BlackRock Investment Management (Australia) Limited (ABN 13 006 165 975) (the "Responsible Entity"), the Responsible Entity of iShares Hedged Funds (the "Funds"), present their annual report together with the financial statements of the Funds, for the year ended 30 June 2026 and the auditor's report thereon. The iShares Hedged Funds comprise of iShares Core Global Corporate Bond (AUD Hedged) ETF, iShares Global High Yield Bond (AUD Hedged) ETF, iShares J.P. Morgan USD Emerging Markets Bond (AUD Hedged) ETF, iShares Global Aggregate Bond ESG (AUD Hedged) ETF, iShares U.S. Treasury Bond (AUD Hedged) ETF, iShares 20+ Year U.S. Treasury Bond (AUD Hedged) ETF and iShares Core Global Aggregate Bond (AUD Hedged) ETF.

Fund Objectives

iShares Core Global Corporate Bond (AUD Hedged) ETF

The Fund aims to provide investors with the performance of an index, before fees and expenses (including the cost of hedging), composed of global investment grade corporate fixed-rate debt market (hedged to Australian dollars).

iShares Global High Yield Bond (AUD Hedged) ETF

The Fund aims to provide investors with the performance of an index, before fees and expenses (including the cost of hedging), composed of fixed rate, high yield corporate bonds across global developed markets (hedged to Australian dollars).

iShares J.P. Morgan USD Emerging Markets Bond (AUD Hedged) ETF

The Fund aims to provide investors with the performance of an index, before fees and expenses (including the cost of hedging), composed of U.S. dollar denominated fixed and/or floating rate emerging market bonds issued by sovereign and quasi-sovereign entities (hedged to Australian dollars).

iShares Global Aggregate Bond ESG (AUD Hedged) ETF

The Fund aims to provide investors with the performance of an index, before fees and expenses (including the cost of hedging). The index is designed to measure the AUD hedged performance of global investment grade ESG (environmental, social and governance) screened bonds.

iShares U.S. Treasury Bond (AUD Hedged) ETF

The Fund aims to provide investors with the performance of an index, before fees and expenses (including the cost of hedging). The index is designed to measure the AUD hedged performance of the U.S. Treasury bond market.

iShares 20+ Year U.S. Treasury Bond (AUD Hedged) ETF

The Fund aims to provide investors with the performance of an index, before fees and expenses. The index is designed to measure the AUD hedged performance of bonds issued by the U.S. Treasury that have a remaining maturity of twenty years or more.

iShares Core Global Aggregate Bond (AUD Hedged) ETF

The Fund aims to provide investors with the performance of Bloomberg Global Aggregate Bond Index (Hedged to AUD), before fees and expenses. The index is designed to measure the AUD hedged performance of global investment grade bonds.

Responsible Entity

The registered office and principal place of business of the Responsible Entity and the Fund is Level 12, 33 Alfred Street, Sydney, NSW 2000. Our registered office address is kept current and can be found on the BlackRock website, latest Fund PDS or the ASX.

Principal Activities

The Funds invest in accordance with the provisions of the Funds' Constitutions.

The Fund iShares Core Global Aggregate Bond (AUD Hedged) ETF was registred on 2 October 2025 and commenced its operations on 3 November 2025.

The Funds are currently listed on the Australian Securities Exchange (ASX). The Australian domiciled exchange traded trusts were admitted to the ASX as at: 9 December 2015 for iShares Core Global Corporate Bond (AUD Hedged) ETF, iShares Global High Yield Bond (AUD Hedged) ETF and iShares J.P. Morgan USD Emerging Markets Bond (AUD Hedged) ETF; 11 August 2022 for iShares Global Aggregate Bond ESG (AUD Hedged) ETF; 22 September 2023 for iShares U.S. Treasury Bond (AUD Hedged) ETF; 6 September 2024 for iShares 20+ Year U.S. Treasury Bond (AUD Hedged) ETF; and 6 November 2025 for iShares Core Global Aggregate Bond (AUD Hedged) ETF.

The Funds did not have any employees during the year ended 30 June 2026 (30 June 2025: Nil).

There were no significant changes in the nature of the Funds' activities during the year ended 30 June 2026 (30 June 2025: Nil).

Directors' Report (continued)

Directors

The following persons held office as directors of the Responsible Entity during the year or since the end of the year and up to the date of this report:

Director	Date appointed	Date resigned
M S McCorry	Appointed 2 December 2009	
J Collins	Appointed 29 July 2015	
A Landman	Appointed 3 February 2020	Resigned 15 April 2026
I Davila	Appointed 5 March 2020	
Shermal Lalith Johann De Silva	Appointed 21 April 2026	
Katie Anne Petering	Appointed 21 April 2026	
Louisa Danielle Roberts	Appointed 21 April 2026	

Review and Results of Operations

During the year, the Funds continued to invest funds in accordance with target asset allocations as set out in the governing documents of the Funds and in accordance with the provisions of the Funds' Constitutions.

Results

The performance of the Funds, as represented by the results of their operations, were as follows:

	iShares Core Global Corporate Bond (AUD Hedged) ETF		**iShares Global High Yield Bond (AUD Hedged) ETF**	
	Year ended		**Year ended**	
	30 June 2026 $'000	30 June 2025 $'000	**30 June 2026 $'000**	30 June 2025 $'000
Profit/(loss) for the year	**12,107**	17,298	**15,364**	17,159
Distributions paid and payable	**14,306**	12,879	**15,160**	13,687

	iShares J.P. Morgan USD Emerging Markets Bond (AUD Hedged) ETF		**iShares Global Aggregate Bond ESG (AUD Hedged) ETF**	
	Year ended		**Year ended**	
	30 June 2026 $'000	30 June 2025 $'000	**30 June 2026 $'000**	30 June 2025 $'000
Profit/(loss) for the year	**7,560**	5,794	**9,246**	7,808
Distributions paid and payable	**4,994**	4,337	**10,379**	5,061

	iShares U.S. Treasury Bond (AUD Hedged) ETF		**iShares 20+ Year U.S. Treasury Bond (AUD Hedged) ETF**	
	Year ended		**Year ended**	
	30 June 2026 $'000	30 June 2025 $'000	**30 June 2026 $**	For the period 12 August 2024 to 30 June 2025 $
Profit/(loss) for the year/period	**485**	705	**77,355**	(107,155)
Distributions paid and payable	**486**	536	**58,323**	20,512

Directors' Report (continued)

Review and Results of Operations (continued)

Results (continued)

	iShares Core Global Aggregate Bond (AUD Hedged) ETF
	Year ended
	For the period 2 October 2025 to 30 June 2026
	$
Profit/(loss) for the year/period	**33,385**
Distributions paid and payable	**5,670**

Returns

The table below demonstrates the performance of the Funds as represented by the total return.

	Returns*		
	1 year % p.a.	3 year % p.a.	5 year % p.a.
iShares Core Global Corporate Bond (AUD Hedged) ETF	**3.95**	15.00	(1.05)
iShares Global High Yield Bond (AUD Hedged) ETF	**5.47**	23.60	16.22
iShares J.P. Morgan USD Emerging Markets Bond (AUD Hedged) ETF	**9.58**	26.01	2.23
iShares Global Aggregate Bond ESG (AUD Hedged) ETF	**2.63**	10.49	-**
iShares U.S. Treasury Bond (AUD Hedged) ETF	**2.49**	-**	-**
iShares 20+ Year U.S. Treasury Bond (AUD Hedged) ETF	**2.27**	-**	-**
iShares Core Global Aggregate Bond (AUD Hedged) ETF	**-****	-**	-**

* Returns (after fees) are calculated on the assumption that all distributions are reinvested in the Funds, and include the effect of compounding.

** Returns are Nil as the Fund has not completed the target period since inception.

Reconciliation of Net Asset Value for Unit Pricing Purposes to Financial Reporting Purposes

The key differences between net assets for unit pricing purposes and net assets attributed to unitholders as reported in the financial statements prepared under Australian Accounting Standards have been outlined below:

	iShares Core Global Corporate Bond (AUD Hedged) ETF		iShares Global High Yield Bond (AUD Hedged) ETF	
	As at		As at	
	30 June 2026 $'000	30 June 2025 $'000	**30 June 2026 $'000**	30 June 2025 $'000
Net assets for Unit Pricing Purposes	**342,457**	272,317	**242,157**	274,142
Timing differences				
Other	**727**	47	**767**	1,168
Net assets attributable to unitholders as at 30 June	**343,184**	272,364	**242,924**	275,310

Directors' Report (continued)

Reconciliation of Net Asset Value for Unit Pricing Purposes to Financial Reporting Purposes (continued)

	iShares J.P. Morgan USD Emerging Markets Bond (AUD Hedged) ETF		iShares Global Aggregate Bond ESG (AUD Hedged) ETF	
	As at		As at	
	30 June 2026 $'000	30 June 2025 $'000	**30 June 2026 $'000**	30 June 2025 $'000
Net assets for Unit Pricing Purposes	**50,589**	99,764	**428,170**	325,230
Timing differences				
Other	**130**	341	**458**	(98)
Net assets attributable to unitholders as at 30 June	**50,719**	100,105	**428,628**	325,132

	iShares U.S. Treasury Bond (AUD Hedged) ETF		iShares 20+ Year U.S. Treasury Bond (AUD Hedged) ETF	
	As at		As at	
	30 June 2026 $'000	30 June 2025 $'000	**30 June 2026 $**	30 June 2025 $
Net assets for Unit Pricing Purposes	**23,562**	20,789	**1,584,574**	1,381,899
Timing differences				
Other	**56**	(28)	**11,582**	(5,248)
Net assets attributable to unitholders as at 30 June	**23,618**	20,761	**1,596,156**	1,376,651

	iShares Core Global Aggregate Bond (AUD Hedged) ETF
	As at
	30 June 2026 $
Net assets for Unit Pricing Purposes	**1,503,188**
Timing differences	
Other	**1,963**
Net assets attributable to unitholders as at 30 June	**1,505,151**

Significant Changes in State of Affairs

The Fund iShares Core Global Aggregate Bond (AUD Hedged) ETF was constituted on 24 September 2025 and commenced its operations on 3 November 2025.

In the opinion of the directors, there were no significant changes in the state of affairs of the Funds that occurred during the financial year under review.

Directors' Report (continued)

Matters Subsequent to the End of the Financial Year

iShares Core Global Corporate Bond (AUD Hedged) ETF

The Fund announced on 1 July 2026 a final distribution of 8.22 cents per unit, which equates to $306,484. The final distribution ex-date was 1 July 2026 and payment was on 13 July 2026.

iShares Global High Yield Bond (AUD Hedged) ETF

The Fund announced on 1 July 2026 a final distribution of 160.11 cents per unit, which equates to $4,126,151. The final distribution ex-date was 1 July 2026 and payment was on 13 July 2026.

iShares J.P. Morgan USD Emerging Markets Bond (AUD Hedged) ETF

The Fund announced on 1 July 2026 a final distribution of 127.27 cents per unit, which equates to $820,233. The final distribution ex-date was 1 July 2026 and payment was on 13 July 2026.

iShares 20+ Year U.S. Treasury Bond (AUD Hedged) ETF

The Fund announced on 1 July 2026 a final distribution of 212.40 cents per unit, which equates to $37,235. The final distribution ex-date was 1 July 2026 and payment was on 13 July 2026.

Except as disclosed in the financial statements, no other matter or circumstance has arisen since 30 June 2026 that has significantly affected, or may significantly affect:

(i) the operations of the Funds in future financial years, or

(ii) the results of those operations in future financial years, or

(iii) the state of affairs of the Funds in future financial years.

Likely Developments and Expected Results of Operations

The Funds will continue to be managed in accordance with the investment objectives and guidelines as set out in the governing documents of the Funds and in accordance with the provisions of the Funds' Constitutions.

The results of the Funds' operations will be affected by a number of factors, including the performance of investment markets in which the Funds invest. Investment performance is not guaranteed and future returns may differ from past returns. As investment conditions change over time, past returns should not be used to predict future returns.

Further information on likely developments in the operations of the Funds and the expected results of those operations have not been included in this report because the Responsible Entity believes it would be likely to result in unreasonable prejudice to the Funds.

Indemnification and Insurance of Officers and Auditor

No insurance premiums are paid for out of the assets of the Funds in regards to insurance cover provided to either the officers of the Responsible Entity or the auditor of the Funds. So long as the officers of the Responsible Entity act in accordance with the Funds' Constitutions and the Law, officers remain indemnified out of the assets of the Funds against losses incurred while acting on behalf of the Funds. The auditor of the Funds is in no way indemnified out of the assets of the Funds.

Fees Paid and Interests Held in the Funds by the Responsible Entity or its Associates

Fees paid to the Responsible Entity and its associates out of Funds' property during the year are disclosed in Note 10 of the financial statements.

No fees were paid out of Funds' property to the directors of the Responsible Entity during the year (2025: Nil). Pursuant to ASIC Corporations (Registered Schemes - Differential Fees) Instrument 2017/40, the Responsible Entity may individually negotiate fees with certain sophisticated or professional investors.

The number of interests in the Funds held by the Responsible Entity or its associates as at the end of the financial year are also disclosed in Note 10 of the financial statements.

Interests in the Funds

The movement in units on issue in the Funds during the year is disclosed in Note 5 of the financial statements.

Directors' Report (continued)

Value of Assets

The value of the Funds' assets and liabilities is disclosed on the Statements of Financial Position and derived using the basis set out in Note 2 of the financial statements.

Environmental Regulation

The operations of the Funds are not subject to any particular or significant environmental regulations under either Commonwealth, State or Territory law.

Rounding of Amounts

The Funds with the exception of iShares 20+ Year U.S. Treasury Bond (AUD Hedged) ETF and iShares Core Global Aggregate Bond (Aud Hedged) ETF are registered schemes of a kind referred to in ASIC Corporations (Rounding in Financial/Directors' Reports) Instrument 2026/183, issued by the Australian Securities and Investments Commission relating to the "rounding off" of amounts in the directors' report and the financial statements. Amounts in the directors' report and the financial statements have been rounded to the nearest thousand in accordance with ASIC Corporations (Rounding in Financial/Directors' Reports) Instrument 2026/183, unless otherwise indicated.

Additional Disclosure

The Funds have applied the relief available in ASIC Corporations (Disclosing Entities) Instrument 2025/438 issued by the Australian Securities and Investments Commission in the preparation of this report. This class order allows registered schemes with a common responsible entity to include their multiple financial statements in adjacent columns in a single financial report.

The Funds have applied the relief available in ASIC Corporations (Directors' Report Relief) Instrument 2016/188 issued by the Australian Securities and Investments Commission in the preparation of this report. Accordingly, the additional information otherwise required to be included in the directors' report has been disclosed in Notes 4, 5 and 10 of the financial statements.

Directors' Report (continued)

Auditor's Independence Declaration

A copy of the auditor's independence declaration as required under Section 307C of the *Corporations Act 2001* is set out on page 8.

The financial statements were authorised for issue by the directors on 22 September 2026.

This report is made in accordance with a resolution of the directors.

Director
J Collins

Sydney
22 September 2026

Deloitte.

Deloitte Touche Tohmatsu
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22 September 2026

The Board of Directors
BlackRock Investment Management (Australia) Limited
Level 12, 33 Alfred Street
Sydney, NSW 2000

Dear Directors

Auditor's Independence Declaration to iShares Core Global Corporate Bond (AUD Hedged) ETF, iShares Global High Yield Bond (AUD Hedged) ETF, iShares J.P. Morgan USD Emerging Markets Bond (AUD Hedged) ETF, iShares Global Aggregate Bond ESG (AUD Hedged) ETF, iShares U.S. Treasury Bond (AUD Hedged) ETF, iShares 20+ Year U.S. Treasury Bond (AUD Hedged) ETF and iShares Core Global Aggregate Bond (AUD Hedged) ETF (collectively "iShares Hedged Funds")

In accordance with section 307C of the Corporations Act 2001, I am pleased to provide the following declaration of independence to the directors of BlackRock Investment Management (Australia) Limited as Responsible Entity of iShares Core Global Corporate Bond (AUD Hedged) ETF, iShares Global High Yield Bond (AUD Hedged) ETF, iShares J.P. Morgan USD Emerging Markets Bond (AUD Hedged) ETF, iShares Global Aggregate Bond ESG (AUD Hedged) ETF, iShares U.S. Treasury Bond (AUD Hedged) ETF, iShares 20+ Year U.S. Treasury Bond (AUD Hedged) ETF and iShares Core Global Aggregate Bond (AUD Hedged) ETF.

As lead audit partner for the audit of the financial reports of iShares Hedged Funds for the year ended 30 June 2026, I declare that to the best of my knowledge and belief, there have been no contraventions of:

- The auditor independence requirements of the Corporations Act 2001 in relation to the audit; and
- Any applicable code of professional conduct in relation to the audit.

Yours faithfully,

Deloitte Touche Tohmatsu

DELOITTE TOUCHE TOHMATSU

Jonathon Corbett
Partner
Chartered Accountants

Statements of Profit or Loss and Other Comprehensive Income

		iShares Core Global Corporate Bond (AUD Hedged) ETF		iShares Global High Yield Bond (AUD Hedged) ETF	
		Year ended		Year ended	
	Notes	**30 June 2026 $'000**	30 June 2025 $'000	**30 June 2026 $'000**	30 June 2025 $'000
Investment income					
Interest income		**7**	8	**7**	8
Distributions from related schemes	10	**13,076**	11,398	**18,289**	12,727
Net gains/(losses) on financial instruments held at fair value through profit or loss (including any FX gains/(losses))		**(760)**	6,090	**(2,713)**	4,572
Fee rebates from related schemes	10	**629**	590	**1,506**	1,065
Total net investment income/(loss)		**12,952**	18,086	**17,089**	18,372
Expenses					
Management fees	10	**821**	768	**1,696**	1,192
Transaction costs		**1**	7	**5**	10
Custody movement fees		**22**	13	**24**	11
Other expenses		**1**	-	**-**	-
Total operating expenses		**845**	788	**1,725**	1,213
Profit/(loss) for the year/period		**12,107**	17,298	**15,364**	17,159
Other comprehensive income		**-**	-	**-**	-
Total comprehensive income/(loss) for the year/period		**12,107**	17,298	**15,364**	17,159

The above Statements of Profit or Loss and Other Comprehensive Income should be read in conjunction with the accompanying notes.

Statements of Profit or Loss and Other Comprehensive Income (continued)

	Notes	iShares J.P. Morgan USD Emerging Markets Bond (AUD Hedged) ETF		iShares Global Aggregate Bond ESG (AUD Hedged) ETF	
		Year ended		Year ended	
		30 June 2026 $'000	30 June 2025 $'000	**30 June 2026 $'000**	30 June 2025 $'000
Investment income					
Interest income		**3**	2	**3**	7
Distributions from related schemes	10	**4,612**	3,611	**10,601**	2,617
Net gains/(losses) on financial instruments held at fair value through profit or loss (including any FX gains/(losses))		**3,009**	2,232	**(1,117)**	5,305
Fee rebates from related schemes	10	**349**	282	**402**	199
Other income		**-**	-	**5**	-
Total net investment income/(loss)		**7,973**	6,127	**9,894**	8,128
Expenses					
Management fees	10	**398**	321	**638**	314
Transaction costs		**9**	8	**4**	5
Custody movement fees		**6**	4	**5**	1
Other expenses		**-**	-	**1**	-
Total operating expenses		**413**	333	**648**	320
Profit/(loss) for the year/period		**7,560**	5,794	**9,246**	7,808
Other comprehensive income		**-**	-	**-**	-
Total comprehensive income/(loss) for the year/ period		**7,560**	5,794	**9,246**	7,808

The above Statements of Profit or Loss and Other Comprehensive Income should be read in conjunction with the accompanying notes.

Statements of Profit or Loss and Other Comprehensive Income (continued)

		iShares U.S. Treasury Bond (AUD Hedged) ETF		iShares 20+ Year U.S. Treasury Bond (AUD Hedged) ETF	
		Year ended		Year ended	
	Notes	**30 June 2026 $'000**	30 June 2025 $'000	**30 June 2026 $**	For the period 12 August 2024 to 30 June 2025 $
Investment income					
Interest income		**-**	-	**127**	102
Distributions from related schemes	10	**494**	540	**83,006**	48,290
Net gains/(losses) on financial instruments held at fair value through profit or loss (including any FX gains/(losses))		**2**	172	**(3,846)**	(154,598)
Fee rebates from related schemes	10	**14**	12	**1,905**	1,059
Other income		**-**	-	**28**	-
Total net investment income/(loss)		**510**	724	**81,220**	(105,147)
Expenses					
Management fees	10	**22**	18	**2,864**	1,584
Transaction costs		**3**	-	**-**	-
Custody movement fees		**-**	1	**997**	424
Other expenses		**-**	-	**4**	-
Total operating expenses		**25**	19	**3,865**	2,008
Profit/(loss) for the year/period		**485**	705	**77,355**	(107,155)
Other comprehensive income		**-**	-	**-**	-
Total comprehensive income/(loss) for the year/period		**485**	705	**77,355**	(107,155)

The above Statements of Profit or Loss and Other Comprehensive Income should be read in conjunction with the accompanying notes.

Statements of Profit or Loss and Other Comprehensive Income (continued)

	Notes	iShares Core Global Aggregate Bond (AUD Hedged) ETF Year ended For the period 2 October 2025 to 30 June 2026 $
Investment income		
Interest income		**61**
Distributions from related schemes	10	**10,978**
Net gains/(losses) on financial instruments held at fair value through profit or loss (including any FX gains/(losses))		**23,455**
Fee rebates from related schemes	10	**864**
Other income		**28**
Total net investment income/(loss)		**35,386**
Expenses		
Management fees	10	**1,293**
Transaction costs		**50**
Custody movement fees		**658**
Total operating expenses		**2,001**
Profit/(loss) for the year/period		**33,385**
Other comprehensive income		**-**
Total comprehensive income/(loss) for the year/period		**33,385**

The above Statements of Profit or Loss and Other Comprehensive Income should be read in conjunction with the accompanying notes.

Statements of Financial Position

	Notes	iShares Core Global Corporate Bond (AUD Hedged) ETF As at 30 June 2026 $'000	30 June 2025 $'000	iShares Global High Yield Bond (AUD Hedged) ETF As at 30 June 2026 $'000	30 June 2025 $'000
Assets					
Cash and cash equivalents	12(b)	**181**	222	**3,575**	436
Financial assets held at fair value through profit or loss	6	**340,612**	273,144	**237,410**	275,162
Receivables	7	**12,792**	88	**9,665**	1,917
Total assets		**353,585**	273,454	**250,650**	277,515
Liabilities					
Financial liabilities held at fair value through profit or loss	8	**10,254**	975	**7,496**	1,992
Payables	9	**147**	115	**230**	213
Total liabilities		**10,401**	1,090	**7,726**	2,205
Net assets attributable to unitholders - equity	5	**343,184**	272,364	**242,924**	275,310

	Notes	iShares J.P. Morgan USD Emerging Markets Bond (AUD Hedged) ETF As at 30 June 2026 $'000	30 June 2025 $'000	iShares Global Aggregate Bond ESG (AUD Hedged) ETF As at 30 June 2026 $'000	30 June 2025 $'000
Assets					
Cash and cash equivalents	12(b)	**254**	418	**199**	125
Financial assets held at fair value through profit or loss	6	**49,614**	99,263	**428,468**	325,049
Receivables	7	**2,859**	1,236	**1,050**	76
Total assets		**52,727**	100,917	**429,717**	325,250
Liabilities					
Financial liabilities held at fair value through profit or loss	8	**1,965**	9	**-**	-
Payables	9	**43**	803	**1,089**	118
Total liabilities		**2,008**	812	**1,089**	118
Net assets attributable to unitholders - equity	5	**50,719**	100,105	**428,628**	325,132

The above Statements of Financial Position should be read in conjunction with the accompanying notes.

Statements of Financial Position (continued)

		iShares U.S. Treasury Bond (AUD Hedged) ETF		iShares 20+ Year U.S. Treasury Bond (AUD Hedged) ETF	
		As at		As at	
	Notes	**30 June 2026 $'000**	30 June 2025 $'000	**30 June 2026 $**	30 June 2025 $
Assets					
Cash and cash equivalents	12(b)	**5**	11	**38,318**	416
Financial assets held at fair value through profit or loss	6	**23,614**	20,752	**1,562,255**	1,349,238
Receivables	7	**3**	3	**353**	27,466
Total assets		**23,622**	20,766	**1,600,926**	1,377,120
Liabilities					
Payables	9	**4**	5	**4,770**	469
Total liabilities		**4**	5	**4,770**	469
Net assets attributable to unitholders - equity	5	**23,618**	20,761	**1,596,156**	1,376,651

		iShares Core Global Aggregate Bond (AUD Hedged) ETF
		As at
	Notes	**30 June 2026 $**
Assets		
Cash and cash equivalents	12(b)	**435**
Financial assets held at fair value through profit or loss	6	**1,504,873**
Receivables	7	**249**
Total assets		**1,505,557**
Liabilities		
Payables	9	**406**
Total liabilities		**406**
Net assets attributable to unitholders - equity	5	**1,505,151**

The above Statements of Financial Position should be read in conjunction with the accompanying notes.

Statements of Changes in Equity

	Notes	iShares Core Global Corporate Bond (AUD Hedged) ETF Year ended 30 June 2026 $'000	 30 June 2025 $'000	iShares Global High Yield Bond (AUD Hedged) ETF Year ended 30 June 2026 $'000	 30 June 2025 $'000
Total equity at the beginning of the financial year/ period		**272,364**	299,543	**275,310**	163,786
Comprehensive income for the year/period					
Profit/(loss) for the year/period		**12,107**	17,298	**15,364**	17,159
Other comprehensive income for the year/period		**-**	-	**-**	-
Total comprehensive income/(loss) for the year/ period		**12,107**	17,298	**15,364**	17,159
Transactions with unitholders					
Creations	5	**96,370**	54,966	**130,260**	169,660
Redemptions	5	**(23,825)**	(86,958)	**(163,202)**	(62,001)
Units issued upon reinvestment of distributions	5	**474**	394	**352**	393
Distributions paid and payable	4	**(14,306)**	(12,879)	**(15,160)**	(13,687)
Total transactions with unitholders		**58,713**	(44,477)	**(47,750)**	94,365
Total equity at the end of the financial year/ period		**343,184**	272,364	**242,924**	275,310

	Notes	iShares J.P. Morgan USD Emerging Markets Bond (AUD Hedged) ETF Year ended 30 June 2026 $'000	 30 June 2025 $'000	iShares Global Aggregate Bond ESG (AUD Hedged) ETF Year ended 30 June 2026 $'000	 30 June 2025 $'000
Total equity at the beginning of the financial year/ period		**100,105**	65,583	**325,132**	77,781
Comprehensive income for the year/period					
Profit/(loss) for the year/period		**7,560**	5,794	**9,246**	7,808
Other comprehensive income for the year/period		**-**	-	**-**	-
Total comprehensive income/(loss) for the year/ period		**7,560**	5,794	**9,246**	7,808
Transactions with unitholders					
Creations	5	**31,792**	66,224	**161,088**	336,180
Redemptions	5	**(83,812)**	(33,231)	**(56,466)**	(91,579)
Units issued upon reinvestment of distributions	5	**68**	72	**7**	3
Distributions paid and payable	4	**(4,994)**	(4,337)	**(10,379)**	(5,061)
Total transactions with unitholders		**(56,946)**	28,728	**94,250**	239,543
Total equity at the end of the financial year/ period		**50,719**	100,105	**428,628**	325,132

The above Statements of Changes in Equity should be read in conjunction with the accompanying notes.

Statements of Changes in Equity (continued)

	Notes	iShares U.S. Treasury Bond (AUD Hedged) ETF Year ended		iShares 20+ Year U.S. Treasury Bond (AUD Hedged) ETF Year ended	
		30 June 2026 $'000	30 June 2025 $'000	**30 June 2026 $**	For the period 12 August 2024 to 30 June 2025 $
Total equity at the beginning of the financial year/period		**20,761**	5,059	**1,376,651**	-
Comprehensive income for the year/period					
Profit/(loss) for the year/period		**485**	705	**77,355**	(107,155)
Other comprehensive income for the year/period		**-**	-	**-**	-
Total comprehensive income/(loss) for the year/period		**485**	705	**77,355**	(107,155)
Transactions with unitholders					
Creations	5	**15,417**	15,523	**6,063,874**	2,936,060
Redemptions	5	**(12,580)**	-	**(5,865,657)**	(1,432,284)
Units issued upon reinvestment of distributions	5	**21**	10	**2,256**	542
Distributions paid and payable	4	**(486)**	(536)	**(58,323)**	(20,512)
Total transactions with unitholders		**2,372**	14,997	**142,150**	1,483,806
Total equity at the end of the financial year/period		**23,618**	20,761	**1,596,156**	1,376,651

The above Statements of Changes in Equity should be read in conjunction with the accompanying notes.

Statements of Changes in Equity (continued)

	Notes	iShares Core Global Aggregate Bond (AUD Hedged) ETF Year ended For the period 2 October 2025 to 30 June 2026 $
Total equity at the beginning of the financial year/period		**-**
Comprehensive income for the year/period		
Profit/(loss) for the year/period		**33,385**
Other comprehensive income for the year/period		**-**
Total comprehensive income/(loss) for the year/period		**33,385**
Transactions with unitholders		
Creations	5	**4,586,653**
Redemptions	5	**(3,109,217)**
Distributions paid and payable	4	**(5,670)**
Total transactions with unitholders		**1,471,766**
Total equity at the end of the financial year/period		**1,505,151**

The above Statements of Changes in Equity should be read in conjunction with the accompanying notes.

Statements of Cash Flows

	Notes	iShares Core Global Corporate Bond (AUD Hedged) ETF		iShares Global High Yield Bond (AUD Hedged) ETF	
		Year ended		Year ended	
		30 June 2026 $'000	30 June 2025 $'000	**30 June 2026 $'000**	30 June 2025 $'000
Cash flows from operating activities					
Proceeds from sale of financial instruments held at fair value through profit or loss		**77,189**	112,995	**219,456**	78,509
Purchases of financial instruments held at fair value through profit or loss		**(149,073)**	(79,553)	**(186,966)**	(185,122)
Transaction costs		**(1)**	(7)	**(5)**	(10)
Interest received		**7**	8	**7**	8
Distributions received from related schemes		**13,324**	11,227	**18,595**	12,572
Fee rebates from related schemes received		**603**	590	**1,489**	1,015
Management fees paid		**(789)**	(767)	**(1,679)**	(1,137)
Operating expenses paid		**(23)**	(13)	**(24)**	(11)
Net cash inflow/(outflow) from operating activities	12(a)	**(58,763)**	44,480	**50,873**	(94,176)
Cash flows from financing activities					
Proceeds from creations by unitholders		**96,370**	54,966	**130,260**	169,660
Payments for redemptions by unitholders		**(23,825)**	(86,958)	**(163,202)**	(62,001)
Distributions paid		**(13,832)**	(12,485)	**(14,808)**	(13,294)
Net cash inflow/(outflow) from financing activities		**58,713**	(44,477)	**(47,750)**	94,365
Net increase/(decrease) in cash and cash equivalents		**(50)**	3	**3,123**	189
Cash and cash equivalents at the beginning of the year/period		**222**	96	**436**	84
Effects of foreign currency exchange rate changes on cash and cash equivalents		**9**	123	**16**	163
Cash and cash equivalents at the end of the year/period	12(b)	**181**	222	**3,575**	436
Non cash financing activities	12(c)	**474**	394	**352**	393

The above Statements of Cash Flows should be read in conjunction with the accompanying notes.

Statements of Cash Flows (continued)

	Notes	iShares J.P. Morgan USD Emerging Markets Bond (AUD Hedged) ETF		iShares Global Aggregate Bond ESG (AUD Hedged) ETF	
		Year ended		Year ended	
		30 June 2026 $'000	30 June 2025 $'000	**30 June 2026 $'000**	30 June 2025 $'000
Cash flows from operating activities					
Proceeds from sale of financial instruments held at fair value through profit or loss		**98,286**	43,458	**66,964**	96,600
Purchases of financial instruments held at fair value through profit or loss		**(46,805)**	(75,215)	**(170,527)**	(338,590)
Transaction costs		**(9)**	(8)	**(4)**	(5)
Interest received		**3**	2	**3**	7
Distributions received from related schemes		**4,606**	3,615	**10,601**	2,617
Fee rebates from related schemes received		**359**	302	**404**	141
Other income received		**-**	-	**3**	-
Management fees paid		**(410)**	(344)	**(641)**	(222)
Operating expenses paid		**(5)**	(5)	**(6)**	(2)
Net cash inflow/(outflow) from operating activities	12(a)	**56,025**	(28,195)	**(93,203)**	(239,454)
Cash flows from financing activities					
Proceeds from creations by unitholders		**32,552**	65,464	**160,114**	336,180
Payments for redemptions by unitholders		**(83,812)**	(33,231)	**(56,465)**	(91,579)
Distributions paid		**(4,926)**	(4,265)	**(10,372)**	(5,058)
Net cash inflow/(outflow) from financing activities		**(56,186)**	27,968	**93,277**	239,543
Net increase/(decrease) in cash and cash equivalents		**(161)**	(227)	**74**	89
Cash and cash equivalents at the beginning of the year/period		**418**	625	**125**	36
Effects of foreign currency exchange rate changes on cash and cash equivalents		**(3)**	20	**-**	-
Cash and cash equivalents at the end of the year/period	12(b)	**254**	418	**199**	125
Non cash financing activities	12(c)	**68**	72	**7**	3

The above Statements of Cash Flows should be read in conjunction with the accompanying notes.

Statements of Cash Flows (continued)

		iShares U.S. Treasury Bond (AUD Hedged) ETF		iShares 20+ Year U.S. Treasury Bond (AUD Hedged) ETF	
		Year ended		Year ended	
	Notes	**30 June 2026 $'000**	30 June 2025 $'000	**30 June 2026 $**	For the period 12 August 2024 to 30 June 2025 $
Cash flows from operating activities					
Proceeds from sale of financial instruments held at fair value through profit or loss		**12,880**	3	**5,879,880**	1,431,809
Purchases of financial instruments held at fair value through profit or loss		**(15,740)**	(15,527)	**(6,065,372)**	(2,962,871)
Transaction costs		**(3)**	-	**-**	-
Interest received		**-**	-	**127**	102
Distributions received from related schemes		**494**	540	**83,006**	48,290
Fee rebates from related schemes received		**14**	10	**1,811**	821
Other income received		**-**	-	**13**	-
Management fees paid		**(23)**	(14)	**(2,722)**	(1,227)
Operating expenses paid		**-**	(1)	**(987)**	(318)
Net cash inflow/(outflow) from operating activities	12(a)	**(2,378)**	(14,989)	**(104,244)**	(1,483,394)
Cash flows from financing activities					
Proceeds from creations by unitholders		**15,417**	15,523	**6,063,874**	2,936,060
Payments for redemptions by unitholders		**(12,580)**	-	**(5,865,657)**	(1,432,284)
Distributions paid		**(465)**	(526)	**(56,067)**	(19,970)
Net cash inflow/(outflow) from financing activities		**2,372**	14,997	**142,150**	1,483,806
Net increase/(decrease) in cash and cash equivalents		**(6)**	8	**37,906**	412
Cash and cash equivalents at the beginning of the year/period		**11**	3	**416**	-
Effects of foreign currency exchange rate changes on cash and cash equivalents		**-**	-	**(4)**	4
Cash and cash equivalents at the end of the year/period	12(b)	**5**	11	**38,318**	416
Non cash financing activities	12(c)	**21**	10	**2,256**	542

The above Statements of Cash Flows should be read in conjunction with the accompanying notes.

Statements of Cash Flows (continued)

	Notes	iShares Core Global Aggregate Bond (AUD Hedged) ETF Year ended For the period 2 October 2025 to 30 June 2026 $
Cash flows from operating activities		
Proceeds from sale of financial instruments held at fair value through profit or loss		**3,114,407**
Purchases of financial instruments held at fair value through profit or loss		**(4,595,824)**
Transaction costs		**(50)**
Interest received		**61**
Distributions received from related schemes		**10,978**
Fee rebates from related schemes received		**649**
Management fees paid		**(971)**
Operating expenses paid		**(580)**
Net cash inflow/(outflow) from operating activities	12(a)	**(1,471,330)**
Cash flows from financing activities		
Proceeds from creations by unitholders		**4,586,653**
Payments for redemptions by unitholders		**(3,109,217)**
Distributions paid		**(5,670)**
Net cash inflow/(outflow) from financing activities		**1,471,766**
Net increase/(decrease) in cash and cash equivalents		**436**
Effects of foreign currency exchange rate changes on cash and cash equivalents		**(1)**
Cash and cash equivalents at the end of the year/period	12(b)	**435**

The above Statements of Cash Flows should be read in conjunction with the accompanying notes.

1 General Information

These financial statements cover iShares Core Global Corporate Bond (AUD Hedged) ETF, iShares Global High Yield Bond (AUD Hedged) ETF, iShares J.P. Morgan USD Emerging Markets Bond (AUD Hedged) ETF, iShares Global Aggregate Bond ESG (AUD Hedged) ETF, iShares U.S. Treasury Bond (AUD Hedged) ETF, iShares 20+ Year U.S. Treasury Bond (AUD Hedged) ETF and iShares Core Global Aggregate Bond (AUD Hedged) ETF (the “Funds”) as individual entities. The Funds iShares Core Global Corporate Bond (AUD Hedged) ETF, iShares Global High Yield Bond (AUD Hedged) ETF, and iShares J.P. Morgan USD Emerging Markets Bond (AUD Hedged) ETF constituted as at 31 August 2015, iShares Global Aggregate Bond ESG (AUD Hedged) ETF constituted as at 11 July 2022, iShares U.S. Treasury Bond (AUD Hedged) ETF constituted as at 14 February 2023, iShares 20+ Year U.S. Treasury Bond (AUD Hedged) ETF constituted as at 19 June 2024 and iShares Core Global Aggregate Bond (AUD Hedged) ETF constituted as at 24 September 2025. The Funds will terminate on the eightieth anniversary of the day the Funds commenced, unless terminated in accordance with the provisions of the Funds' Constitutions.

The Responsible Entity of the Funds is BlackRock Investment Management (Australia) Limited (the “Responsible Entity”). The Responsible Entity's registered office is Level 12, 33 Alfred Street, Sydney, NSW 2000.

The financial statements were authorised for issue by the directors on 22 September 2026. The directors of the Responsible Entity have the power to amend and reissue the financial statements.

The financial statements are presented in the Australian currency.

2 Summary of Material Accounting Policies

The principal accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all years presented, unless otherwise stated in the following text.

(a) Statement of Compliance and Basis of Preparation

These general purpose financial statements have been prepared in accordance with Australian Accounting Standards and other authoritative pronouncements issued by the Accounting Standards Board and the *Corporations Act 2001* in Australia. The Funds are for-profit unit trusts for the purpose of preparing the financial statements.

The financial statements are prepared on the basis of historical costs, except for financial assets and financial liabilities held at fair value through profit or loss, that are measured at fair value.

The Statements of Financial Position are presented on a liquidity basis. Assets and liabilities are presented in decreasing order of liquidity and are not distinguished between current and non-current. All balances are expected to be recovered or settled within twelve months, except for investments in financial assets at fair value through profit or loss and net assets attributable to unitholders. The amount expected to be recovered or settled within twelve months after the end of each reporting period cannot be reliably determined.

(i) Compliance with International Financial Reporting Standards

The financial statements of the Funds also comply with International Financial Reporting Standards ("IFRS") as issued by the International Accounting Standards Board.

(ii) New and amended standards adopted by the Funds

The Australian Accounting Standards Board issued AASB 18 *Presentation and Disclosure in Financial Statements* which sets out the requirements for the presentation and disclosure of information in general purpose financial statements. AASB 18 will replace AASB 101 *Presentation of Financial Statements*. AASB 18 is effective for annual reporting periods beginning on or after 1 January 2027, with earlier application permitted. The Responsible Entity is continuing to assess the full impact of adopting AASB 18.

There are no other new standards, interpretations or amendments to existing standards that are effective for the first time for the financial year beginning 1 July 2025 that would be expected to have a material impact on the Funds.

(b) Financial Instruments

(i) Classification

The Funds' investments are classified as at fair value through profit or loss. They comprise:

- Investments in listed equities, listed unit trusts, unlisted unit trusts, interest bearing securities and money market securities.
- Derivative financial instruments such as forward foreign exchange contracts are included under this classification. The Funds designate forward foreign exchange contracts used to hedge currency risk of listed unit trusts as hedges in a hedging relationship.

2 Summary of Material Accounting Policies (continued)

(b) Financial Instruments (continued)

(i) Classification (continued)

Financial assets and financial liabilities held at fair value through profit or loss are those that are managed and their performance evaluated on a fair value basis in accordance with the Funds' documented investment strategy. The Funds' policy is for the Responsible Entity to evaluate the information about these financial instruments on a fair value basis together with other related financial information.

Short sales are classified as financial liabilities at fair value through profit or loss. Short sales are where borrowed securities are sold in anticipation of a decline in the market value of those securities and are made or may be used for various arbitrage transactions.

(ii) Recognition/derecognition

The Funds recognise financial assets and financial liabilities on the date they become party to the contractual agreement (trade date) and recognise changes in fair value of the financial assets or financial liabilities from this date.

Investments are derecognised when the right to receive cash flows from the investments has expired or the Funds have transferred substantially all risks and rewards of ownership.

(iii) Measurement

Financial assets and liabilities held at fair value through profit or loss

Financial assets and liabilities held at fair value through profit or loss are measured initially at fair value excluding any transaction costs that are directly attributable to the acquisition or issue of the financial asset or financial liability. Transaction costs on financial assets and financial liabilities at fair value through profit or loss are expensed immediately. Subsequent to initial recognition, all instruments held at fair value through profit or loss are measured at fair value with changes in their fair value recognised in the Statements of Profit or Loss and Other Comprehensive Income.

- Fair value in an active market

  The fair value of financial assets and liabilities traded in active markets is based on their quoted market prices at the end of the reporting date without any deduction for estimated future selling costs. The quoted market price used for financial assets and financial liabilities held by the Funds is the last traded market price.

- Fair value in an inactive or unquoted market

  The fair value of financial assets and liabilities that are not traded in an active market is determined using valuation techniques. These include the use of recent arm's length market transactions, reference to the current fair value of a substantially similar instrument, discounted cash flow techniques, option pricing models or any other valuation technique that provides a reliable estimate of prices obtained in actual market transactions.

  Accordingly, there may be a difference between the fair value at initial recognition and amounts determined using a valuation technique. If such a difference exists, the Funds recognise the difference in the Statements of Profit or Loss and Other Comprehensive Income to reflect a change in factors, including time, that market participants would consider in setting a price.

  Investments in other unlisted unit trusts are recorded at the net asset value per unit as reported by the Responsible Entity of such funds.

(iv) Derivatives

The Funds designate hedging instruments, which include derivatives in respect of foreign currency risk, as fair value hedges.

At the inception of the hedge relationship, the Funds document the relationship between the hedging instrument and the hedged item, along with its risk management objectives and its strategy for undertaking various hedge transactions. Furthermore, at the inception of the hedge and on an ongoing basis, the Funds document whether the hedging instrument is highly effective in offsetting changes in fair values of the hedged item attributable to the hedged risk. Note 6 and 8 sets out details of the fair values of the derivative instruments used for hedging purposes.

Fair value hedges

Changes in the fair value of derivatives that are designated and qualify as fair value hedges are recognised in Statements of Profit or Loss and Other Comprehensive Income immediately, together with any changes in the fair value of the hedged asset or liability that are attributable to the hedged risk. The change in the fair value of the hedging instrument and the change in the hedged item attributable to the hedged risk are recognised in Statements of Profit or Loss and Other Comprehensive Income in the line item relating to the hedged item.

2 Summary of Material Accounting Policies (continued)

(b) Financial Instruments (continued)

(iv) Derivatives (continued)

Hedge accounting is discontinued when the hedging instrument expires or is sold, terminated, or exercised, or when it no longer qualifies for hedge accounting.

(c) Offsetting Financial Instruments

Financial assets and liabilities are reported on a gross basis in the Statements of Financial Position. Where there is a legally enforceable right to offset the recognised amounts and there is an intention to settle on a net basis or realise the asset and settle the liability simultaneously on default or in the ordinary course of business, the financial assets and liabilities will be offset and reported on a net basis in notes to the financial statements.

(d) Net Assets Attributable to Unitholders

Units are redeemable at the unitholders' option, however, creations and redemptions may be suspended by the Responsible Entity if it is in the best interests of the unitholders.

The units can be put back to the Funds at any time for cash based on the redemption price, which is equal to a proportionate share of the Funds' net asset value attributable to the unitholders.

The units are carried at the redemption amount that is payable at balance sheet date if the holder exercises the right to put the unit back to the Funds. This amount represents the expected cash flows on redemption of these units.

Units are classified as equity when they satisfy the following criteria under AASB 132 *Financial instruments: Presentation:*

- the puttable financial instrument entitles the holder to a pro-rata share of net assets in the event of the Funds' liquidation;
- the puttable financial instrument is in the class of instruments that is subordinate to all other classes of instruments and class features are identical;
- the puttable financial instrument does not include any contractual obligations to deliver cash or another financial asset, or to exchange financial instruments with another entity under potentially unfavourable conditions to the Funds, and it is not a contract settled in the Funds' own equity instruments; and
- the total expected cash flows attributable to the puttable financial instrument over the life are based substantially on the profit or loss.

In addition to the instrument having all the above features, paragraph 16B of AASB 132 requires that the issuer have no other financial instrument or contract that has:

- Total cash flows based substantially on the profit or loss, the change in the recognized net assets or the change in fair value of the recognised and unrecognised net assets of the entity.
- The effect of substantially restricting or fixing the residual return to the puttable instrument holders.

The Funds' units have been classified as equity as they satisfied all the above criteria.

(e) Cash and Cash Equivalents

Cash and cash equivalents may include cash on hand, deposits held at call with financial institutions, other short-term, highly liquid investments with original maturities of three months or less that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value, and bank overdrafts. Bank overdrafts and cash will be netted off on the Statements of Financial Position if both are present.

Payments and receipts relating to the purchase and sale of investment securities are classified as cash flows from operating activities as movements in the fair value of these securities represent the Funds' main income generating activity.

(f) Margin Accounts

Margin accounts comprise of cash held for derivative transactions and short sales. The cash is only available to meet margin calls.

(g) Investment Income and Expenses

Interest income and expenses are recognised in the Statements of Profit or Loss and Other Comprehensive Income for all interest bearing securities using the effective interest method. Interest on assets held at fair value through profit or loss is included in the net gains/(losses) on financial instruments. Other changes in fair value for such instruments are recorded in accordance with the policies described in Note 2(b).

2 Summary of Material Accounting Policies (continued)

(g) Investment Income and Expenses (continued)

The effective interest method is a method of calculating the amortised cost of a financial asset or financial liability and of allocating the interest income or interest expense over the relevant period. The effective interest rate is the rate that exactly discounts estimated future cash payments or receipts throughout the expected life of the financial instrument, or a shorter period where appropriate, to the net carrying amount of the financial asset or liability. When calculating the effective interest rate, the Funds estimate cash flows, considering all contractual terms of the financial instrument (for example, prepayment options), but do not consider future credit losses.

The calculation includes all fees and points paid or received between the parties to the contract that are an integral part of the effective interest rate, transaction costs and all other premiums or discounts.

Dividend income is recognised on the ex-dividend date. The Funds may incur withholding tax imposed by certain countries on investment income. Such income is recorded net of withholding tax in the Statements of Profit or Loss and Other Comprehensive Income. If a portion of the foreign withholding taxes is reclaimable, it is recorded as an asset.

Trust distributions are recognised on an entitlements basis.

Dividends declared on securities sold short are recorded as a dividend expense on the ex-dividend date.

(h) Expenses

All expenses, including management fees, are recognised in the Statements of Profit or Loss and Other Comprehensive Income on an accruals basis.

(i) Income Tax

Under current legislation, the Funds are not subject to income tax provided the taxable income of the Funds are attributed either by way of cash or reinvestment (i.e. unitholders are presently entitled to the income of the Funds).

The benefit of imputation credits and foreign tax paid are passed on to unitholders.

(j) Distributions to Unitholders

In accordance with the Funds' Constitutions, the Funds attribute their taxable income, and any other amounts determined by the Responsible Entity, to unitholders by cash or reinvestment. Distributions are recognised in the Statements of Changes in Equity as distributions paid and payable.

(k) Increase/Decrease in Net Assets Attributable to Unitholders

Movements in net assets attributable to unitholders are recognised in the Statements of Changes in Equity for the current year ended 30 June 2026.

(l) Foreign Currency Translation

(i) Functional and presentation currency

Items included in the Funds' financial statements are measured using the currency of the primary economic environment in which it operates (the “functional currency”). This is the Australian Dollar, which reflects the currency of the economy in which the Funds compete for funds and is regulated. The Australian Dollar is also the Funds' presentation currency.

(ii) Transactions and balances

Foreign currency transactions are translated into the functional currency using the exchange rates prevailing at the date of the transactions. Foreign exchange gains and losses resulting from the settlement of such transactions and from the translations at year end exchange rates of monetary assets and liabilities denominated in foreign currencies are recognised in the Statements of Profit or Loss and Other Comprehensive Income.

The Funds do not isolate that portion of gains or losses on securities and derivative financial instruments which is due to changes in foreign exchange rates from that which is due to changes in the market price of securities. Such fluctuations are included with the net gains or losses on financial instruments at fair value through profit or loss.

Non-monetary items that are measured at fair value in a foreign currency are translated using the exchange rates at the date when the fair value was determined. Translation differences on assets and liabilities carried at fair value are reported as part of the fair value gain or loss.

2 Summary of Material Accounting Policies (continued)

(m) Receivables

Receivables may include amounts for dividends, interest, trust distributions, amounts due from brokers and creations receivable. Dividends and trust distributions are accrued when the right to receive payment is established. Interest is accrued at the end of the reporting date from the time of the last payment using the effective interest rate method. Amounts due from brokers represent receivables for securities that have been contracted for but not yet delivered by the end of the reporting date. Creations receivable are recorded when the creations are made for units in the Funds with the consideration yet to be received as at the end of the reporting date.

These amounts are recognised initially at fair value and subsequently measured at amortised cost. At each reporting date, the Fund shall measure the loss allowance on receivables at an amount equal to the lifetime expected credit losses if the credit risk has increased significantly since initial recognition. If, at the reporting date, the credit risk has not increased significantly since initial recognition, the Fund shall measure the loss allowance at an amount equal to 12-month expected credit losses. Significant financial difficulties of the counterparty, probability that the counterparty will enter bankruptcy or financial reorganisation, and default in payments are all considered indicators that a loss allowance may be required. If the credit risk increases to the point that it is considered to be credit impaired, interest income will be calculated based on the gross carrying amount adjusted for the loss allowance. A significant increase in credit risk is defined by management as any contractual payment which is more than 30 days past due. Any contractual payment which is more than 90 days past due is considered credit impaired.

The amount of the impairment loss is recognised in the Statements of Profit or Loss and Other Comprehensive Income within other expenses. When a trade receivable for which an impairment allowance had been recognised becomes uncollectible in a subsequent period, it is written off against the allowance account. Subsequent recoveries of amounts previously written off are credited against other expenses in the Statements of Profit or Loss and Other Comprehensive Income.

(n) Payables

Payables include liabilities and accrued expenses owing by the Funds and redemptions payable which are unpaid as at the end of the reporting period.

Trades are recorded on trade date, and normally settled within three business days. Purchases of financial instruments that are unsettled at reporting date are included in payables. Redemptions payable are recognised when the unitholder returns their holdings back into the Funds foregoing all rights associated with the units, with the payment yet to be released.

The distribution amount payable to unitholders as at reporting date is recognised separately on the Statements of Financial Position when unitholders are presently entitled to the distributable income under the Funds' Constitutions.

(o) Creations and Redemptions

Creations received for units in the Funds are recorded net of any entry fees payable prior to the issue of units in the Funds. Redemptions from the Funds are recorded gross of any exit fees payable after the cancellation of units redeemed.

Unit redemption prices are determined by reference to the net assets for unit pricing purposes of the Funds, divided by the number of units on issue at or immediately prior to close of business each day. Creations and redemptions of units are processed simultaneously.

(p) Goods and Services Tax (GST)

The GST incurred on the costs of various services provided to the Funds by third parties such as custodial services and investment management fees have been passed onto the Funds. The Funds qualify for Reduced Input Tax Credits (RITC) hence, investment management fees, custodial fees and other expenses have been recognised in the Statements of Profit or Loss and Other Comprehensive Income net of the amount of GST recoverable from the Australian Taxation Office (ATO). Accounts payable and accrued expenses are inclusive of GST. The net amount of GST recoverable from the ATO is included in receivables in the Statements of Financial Position. Cash flows relating to GST are included in the Statements of Cash Flows on a gross basis.

(q) New Accounting Standards and Interpretations

There are no standards that are not yet effective and that are expected to have a material impact on the Funds in future reporting periods and on foreseeable future transactions.

(r) Use of Estimates and Critical Accounting Judgments

The Funds make estimates and assumptions that affect the reported amounts of assets and liabilities at the balance sheet date. Estimates are continually evaluated and based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

2 Summary of Material Accounting Policies (continued)

(r) Use of Estimates and Critical Accounting Judgments (continued)

For the majority of the Funds' financial instruments, quoted market prices are readily available. However, certain financial instruments, for example, over the counter derivatives or unquoted securities are fair valued using valuation techniques. Where valuation techniques (for example, pricing models) are used to determine fair values, they are validated and reviewed by experienced personnel of the Responsible Entity, independent of the area that created them. Models are calibrated by back-testing to actual transactions to ensure that outputs are reliable.

Models use observable data, to the extent practicable. However, areas such as credit risk (both own and counterparty), volatilities and correlations require management to make estimates. Changes in assumptions about these factors could affect the reported fair value of financial instruments.

For certain other financial instruments, including amounts due from/to brokers and payables, the carrying amounts approximate fair value due to the immediate or short term nature of these financial instruments.

(s) Rounding of Amounts

The Funds with the exception of iShares 20+ Year U.S. Treasury Bond (AUD Hedged) ETF and iShares Core Global Aggregate Bond (Aud Hedged) ETF are registered schemes of a kind referred to in ASIC Corporations (Rounding in Financial/Directors' Reports) Instrument 2026/183, issued by the Australian Securities and Investments Commission relating to the “rounding off” of amounts in the directors' report and the financial statements. Amounts in the directors' report and the financial statements have been rounded to the nearest thousand in accordance with ASIC Corporations (Rounding in Financial/Directors' Reports) Instrument 2026/183, unless otherwise indicated.

(t) Cash Held on Collateral

Cash held on collateral includes restricted margin accounts where the derivative transactions’ original maturities are not within three months as well as restricted cash for short sales. Short positions are taken on securities which have relatively poor return expectations. To facilitate settlement, securities are borrowed with collateral requirements. These requirements are satisfied with cash and/or other securities. Cash used to satisfy collateral requirements is disclosed as cash held on collateral on the Statements of Financial Position.

3 Financial Risk Management

The Funds' activities expose them to a variety of financial risks: credit risk, liquidity risk, and market risk (including price risk, currency risk and interest rate risk). The Funds' overall risk management program focuses on ensuring compliance with the Funds' Product Disclosure Statements and seeks to maximise the returns derived for the level of risk to which the Funds are exposed. The Funds may use derivative financial instruments to moderate and create certain risk exposures. Financial risk management is carried out by the Investment Risk Management Working Group (IRMWG) under policies approved by the Board of Directors of the Responsible Entity (the “Board”).

The Funds use different methods to measure different types of risk to which they are exposed. These methods include Value at Risk (“VaR”) analysis in the case of interest rate, foreign exchange and other price risks and ratings analysis for credit risk. VaR analysis is explained in Note 3(b).

(a) Market Risk

Market risk is managed and monitored by the Responsible Entity on a portfolio basis, with risks managed through ensuring that investment activities are undertaken in accordance with the Funds' investment model which is reviewed and updated regularly.

Market disruptions associated with current geopolitical events have had a global impact, and uncertainty exists as to their implications. Such disruptions can adversely affect assets of the Funds and thus performance of the Funds. Management is continuing to monitor this development and evaluate its impact on the Funds.

3 Financial Risk Management (continued)

(a) Market Risk (continued)

(i) Price Risk

The Funds are exposed to price risk. This arises from investments held by the Funds for which prices in the future are uncertain. They are classified in the Statements of Financial Position as fair value through profit or loss. Where non-monetary financial instruments are denominated in currencies other than the Australian Dollar, the price in the future will also fluctuate because of changes in foreign exchange rates. Note 3(a)(ii) below sets out how this component of price risk is managed and measured. All securities investments present a risk of loss of capital. Except for equities sold short and derivative instruments, the maximum risk resulting from financial instruments is determined by the fair value of the financial instruments. Possible losses from equities sold short can be unlimited. Local, regional or global events such as war, acts of terrorism, the spread of infectious illness or other public health issue, recessions, climate change or other events could have a significant impact on each Fund and their investments and could result in increased premiums or discounts to the Funds' net asset value.

The Responsible Entity continuously monitors the Funds' holdings relative to the recommended portfolio, and the exposure of the Funds are monitored to ensure that it remains within designated ranges or asset allocation constraints, taking into account any derivative position being used to manage risks.

In addition, the IRMWG regularly reviews the Funds to ensure the Funds are following the appropriate investment model, their portfolio is in accordance with their stated guidelines and restrictions, and the performance of the Funds remains in expected bounds.

The summarised VaR analysis in Note 3(b) explains how the risk is measured and summarises the potential exposure of the Funds' net assets attributable to unitholders.

At the reporting date, the notional principal amounts of derivative financial instruments held by the Funds were as follows:

iShares Core Global Corporate Bond (AUD Hedged) ETF

	30 June 2026 $'000				30 June 2025 $'000			
	Notional Principal Amount			**Fair Value**	Notional Principal Amount			Fair Value
	Asset	**Liability**	**Net**		Asset	Liability	Net	
Forward foreign exchange contracts	**1,072,835**	**(1,083,009)**	**(10,174)**	**(10,174)**	806,413	(804,116)	2,297	2,297

iShares Global High Yield Bond (AUD Hedged) ETF

	30 June 2026 $'000				30 June 2025 $'000			
	Notional Principal Amount			**Fair Value**	Notional Principal Amount			Fair Value
	Asset	**Liability**	**Net**		Asset	Liability	Net	
Forward foreign exchange contracts	**817,912**	**(825,117)**	**(7,205)**	**(7,205)**	826,964	(827,254)	(290)	(290)

iShares J.P. Morgan USD Emerging Markets Bond (AUD Hedged) ETF

	30 June 2026 $'000				30 June 2025 $'000			
	Notional Principal Amount			**Fair Value**	Notional Principal Amount			Fair Value
	Asset	**Liability**	**Net**		Asset	Liability	Net	
Forward foreign exchange contracts	**173,794**	**(175,675)**	**(1,881)**	**(1,881)**	294,145	(293,102)	1,043	1,043

(ii) Foreign Exchange Risk

The Funds hold monetary and non-monetary assets denominated in currencies other than the Australian Dollar. The foreign exchange risk relating to non-monetary assets and liabilities is a component of price risk. Foreign exchange risk arises as the value of monetary securities denominated in other currencies will fluctuate due to changes in exchange rates.

The summarised VaR analysis in Note 3(b) explains how the risk is measured and summarises the potential exposure of the Funds' net assets attributable to unitholders.

3 Financial Risk Management (continued)

(a) Market Risk (continued)

(ii) Foreign Exchange Risk (continued)

Foreign exchange risk is managed using forward foreign exchange contracts and other derivatives in accordance with Funds guidelines and restrictions. Daily monitoring is undertaken to ensure instruments used and exposures created are consistent with the investment strategy and objectives of the Funds. For accounting purposes, the Funds do not designate any derivatives as hedges in a hedging relationship, and hence these derivative financial instruments are classified as at fair value through profit or loss.

This disclosure for the Funds have not been made on a look through basis for investments held indirectly through underlying Funds. The disclosure of foreign exchange risk may not present the true foreign exchange risk profile of the Funds where the underlying fund has a significant exposure to foreign exchange risk.

The Funds' functional and presentational currency is the Australian dollar. The Funds, through their underlying investment, invest into financial assets and financial liabilities denominated in currencies other than the Australian dollar. The Funds are therefore exposed to the risk that movements in foreign exchange rates will cause fluctuations in profit or loss. The Funds use foreign exchange forward contracts to mitigate this risk by hedging the underlying trust's exposure to financial assets and liabilities denominated in currencies other than the Australian dollar. The Funds designate foreign currency forward contracts used to hedge currency risk of listed unit trusts as hedges in a hedging relationship.

The Funds apply fair value hedge accounting to its derivative instruments (where possible) and performs a hedge effectiveness assessment at each reporting period to determine whether the hedge will be highly effective over the term of the hedge relationship. FX sensitivity is not applied as the foreign currency risk is fully hedged and the resulting sensitivity would not be material. A qualitative assessment is made to determine whether an economic relationship exists between the hedged item and the hedging instrument. Where a qualitative assessment is deemed to not be sufficient, a quantitative assessment will be performed. The effect of credit risk is assessed to determine whether it dominates the value changes that result from the economic relationship. The hedge ratio is assessed to be 1:1 as there is no basis risk or material cash flow timing differences between the hedging instrument and underlying hedged item.

Where the terms of the hedging instrument and hedged item do not match, the source of ineffectiveness in the hedge relationship is identified. The ineffectiveness will be measured at each hedge testing date and accounted for in profit or loss statement.

Sources of ineffectiveness identified by the Funds include with respect to their foreign exchange exposures include:

- The amount of the currency exposure being hedged changes due to a change in the value of the underlying assets
- The impact of credit/debit valuation adjustments (CVA/DVA)

The following tables detail the foreign currency forward contracts outstanding at the reporting date.

	iShares Core Global Corporate Bond (AUD Hedged) ETF					
	United States Dollar **A$'000**	European Euro **A$'000**	British Pound **A$'000**	Japanese Yen **A$'000**	Swiss Franc **A$'000**	Canadian Dollar **A$'000**
30 June 2026						
Hedging Instruments						
Average contracted rate	0.6924	0.6048	0.5217	112.2305	0.5565	0.9809
Notional Amount (sell foreign currency)	228,930	84,439	12,413	1,931	1,251	11,061
Fair value	(97)	(4)	1	(16)	(1)	(5)
30 June 2025						
Hedging Instruments						
Average contracted rate	0.6558	0.5574	0.4785	94.3664	0.5198	0.8933
Notional Amount (sell foreign currency)	179,110	68,453	10,794	1,829	1,051	8,552
Fair value	(73)	(35)	(4)	(10)	(1)	(4)

3 Financial Risk Management (continued)

(a) Market Risk (continued)

(ii) Foreign Exchange Risk (continued)

iShares Global High Yield Bond (AUD Hedged) ETF

	United States Dollar **A$'000**	European Euro **A$'000**	British Pound **A$'000**	Canadian Dollar **A$'000**
30 June 2026				
Hedging Instruments				
Average contracted rate	0.6924	0.6048	0.5217	0.9809
Notional Amount (sell foreign currency)	144,300	85,442	7,531	1,082
Fair value	(60)	(4)	1	(1)
30 June 2025				
Hedging Instruments				
Average contracted rate	0.6558	0.5574	0.4785	0.8933
Notional Amount (sell foreign currency)	112,193	149,700	11,563	1,185
Fair value	(36)	(74)	(3)	-

iShares J.P. Morgan USD Emerging Markets Bond (AUD Hedged) ETF

	United States Dollar **A$'000**
30 June 2026	
Hedging Instruments	
Average contracted rate	0.6924
Notional Amount (sell foreign currency)	49,824
Fair value	(22)
30 June 2025	
Hedging Instruments	
Average contracted rate	0.6558
Notional Amount (sell foreign currency)	99,761
Fair value	(36)

3 Financial Risk Management (continued)

(a) Market Risk (continued)

(ii) Foreign Exchange Risk (continued)

The Funds' total net exposure to fluctuations in foreign currency exchange rates designated to fair value hedges at the Statement of Financial Position date is as follows:

iShares Core Global Corporate Bond (AUD Hedged) ETF

30 June 2026

	Nominal Amount of the Hedging Instrument	Carrying Amount of the Hedging Instrument		Line Item in the statement of financial position where the hedging instrument is located
		Assets	Liabilities	
	($'000)	($'000)	($'000)	
Fair Value Hedges Foreign Exchange Risk - Foreign currency forwards	340,025	7	128	Financial assets and liabilities held at fair value through profit or loss

	Cumulative Fair Value adjustments included in the hedged item		Carrying Amount of the Hedged Item		Line Item in the statement of financial position where the hedged item is located
	Assets	Liabilities	Assets	Liabilities	
	($'000)	($'000)	($'000)	($'000)	
Fair Value Hedges Foreign Exchange Risk - Exposure on underlying investment	-	-	-	340,147	Financial assets and liabilities held at fair value through profit or loss

	Changes in value of Hedging Instrument used for calculating hedge ineffectiveness for 30 June 2026 ($'000)	Changes in value of Hedged Item used for calculating hedge ineffectiveness for 30 June 2026 ($'000)	Hedge ineffectiveness recognised in profit or loss ($'000)	Line item in profit or loss (that includes hedge ineffectiveness)
Fair Value Hedges Foreign Exchange Risk - Foreign currency forwards & underlying investment	(121)	121	-	Net gains/(losses) on financial instruments held at fair value through profit or loss (including FX gains/(losses))

3 Financial Risk Management (continued)

(a) Market Risk (continued)

(ii) Foreign Exchange Risk (continued)

iShares Core Global Corporate Bond (AUD Hedged) ETF

30 June 2025

	Nominal Amount of the Hedging Instrument	Carrying Amount of the Hedging Instrument		Line Item in the statement of financial position where the hedging instrument is located
		Assets	Liabilities	
	($'000)	($'000)	($'000)	
Fair Value Hedges Foreign Exchange Risk - Foreign currency forwards	269,789	-	126	Financial assets and liabilities held at fair value through profit or loss

	Cumulative Fair Value adjustments included in the hedged item		Carrying Amount of the Hedged Item		Line Item in the statement of financial position where the hedged item is located
	Assets	Liabilities	Assets	Liabilities	
	($'000)	($'000)	($'000)	($'000)	
Fair Value Hedges Foreign Exchange Risk - Exposure on underlying investment	-	-	-	269,917	Financial assets and liabilities held at fair value through profit or loss

	Changes in value of Hedging Instrument used for calculating hedge ineffectiveness for 30 June 2025 ($'000)	Changes in value of Hedged Item used for calculating hedge ineffectiveness for 30 June 2025 ($'000)	Hedge ineffectiveness recognised in profit or loss ($'000)	Line item in profit or loss (that includes hedge ineffectiveness)
Fair Value Hedges Foreign Exchange Risk - Foreign currency forwards & underlying investment	(126)	126	-	Net gains/(losses) on financial instruments held at fair value through profit or loss (including FX gains/(losses))

3 Financial Risk Management (continued)

(a) Market Risk (continued)

(ii) Foreign Exchange Risk (continued)

iShares Global High Yield Bond (AUD Hedged) ETF

30 June 2026

	Nominal Amount of the Hedging Instrument	Carrying Amount of the Hedging Instrument		Line Item in the statement of financial position where the hedging instrument is located
		Assets	Liabilities	
	($'000)	($'000)	($'000)	
Fair Value Hedges				
Foreign Exchange Risk				
- Foreign currency forwards	238,355	5	69	Financial assets and liabilities held at fair value through profit or loss

	Cumulative Fair Value adjustments included in the hedged item		Carrying Amount of the Hedged Item		Line Item in the statement of financial position where the hedged item is located
	Assets	Liabilities	Assets	Liabilities	
	($'000)	($'000)	($'000)	($'000)	
Fair Value Hedges					
Foreign Exchange Risk					
- Exposure on underlying investment	-	-	-	238,419	Financial assets and liabilities held at fair value through profit or loss

	Changes in value of Hedging Instrument used for calculating hedge ineffectiveness for 30 June 2026 ($'000)	Changes in value of Hedged Item used for calculating hedge ineffectiveness for 30 June 2026 ($'000)	Hedge ineffectiveness recognised in profit or loss ($'000)	Line item in profit or loss (that includes hedge ineffectiveness)
Fair Value Hedges				
Foreign Exchange Risk				
- Foreign currency forwards & underlying investment	(64)	64	-	Net gains/(losses) on financial instruments held at fair value through profit or loss (including FX gains/(losses))

3 Financial Risk Management (continued)

(a) Market Risk (continued)

(ii) Foreign Exchange Risk (continued)

iShares Global High Yield Bond (AUD Hedged) ETF

30 June 2025

	Nominal Amount of the Hedging Instrument	Carrying Amount of the Hedging Instrument		Line Item in the statement of financial position where the hedging instrument is located
		Assets	Liabilities	
	($'000)	($'000)	($'000)	
Fair Value Hedges Foreign Exchange Risk - Foreign currency forwards	274,641	1	115	Financial assets and liabilities held at fair value through profit or loss

	Cumulative Fair Value adjustments included in the hedged item		Carrying Amount of the Hedged Item		Line Item in the statement of financial position where the hedged item is located
	Assets	Liabilities	Assets	Liabilities	
	($'000)	($'000)	($'000)	($'000)	
Fair Value Hedges Foreign Exchange Risk - Exposure on underlying investment	-	-	-	274,756	Financial assets and liabilities held at fair value through profit or loss

	Changes in value of Hedging Instrument used for calculating hedge ineffectiveness for 30 June 2025 ($'000)	Changes in value of Hedged Item used for calculating hedge ineffectiveness for 30 June 2025 ($'000)	Hedge ineffectiveness recognised in profit or loss ($'000)	Line item in profit or loss (that includes hedge ineffectiveness)
Fair Value Hedges Foreign Exchange Risk - Foreign currency forwards & underlying investment	(114)	114	-	Net gains/(losses) on financial instruments held at fair value through profit or loss (including FX gains/(losses))

3 Financial Risk Management (continued)

(a) Market Risk (continued)

(ii) Foreign Exchange Risk (continued)

iShares J.P. Morgan USD Emerging Markets Bond (AUD Hedged) ETF

30 June 2026

	Nominal Amount of the Hedging Instrument	Carrying Amount of the Hedging Instrument		Line Item in the statement of financial position where the hedging instrument is located
		Assets	Liabilities	
	($'000)	($'000)	($'000)	
Fair Value Hedges Foreign Exchange Risk - Foreign currency forwards	49,824	2	24	Financial assets and liabilities held at fair value through profit or loss

	Cumulative Fair Value adjustments included in the hedged item		Carrying Amount of the Hedged Item		Line Item in the statement of financial position where the hedged item is located
	Assets	Liabilities	Assets	Liabilities	
	($'000)	($'000)	($'000)	($'000)	
Fair Value Hedges Foreign Exchange Risk - Exposure on underlying investment	-	-	-	49,846	Financial assets and liabilities held at fair value through profit or loss

	Changes in value of Hedging Instrument used for calculating hedge ineffectiveness for 30 June 2026 ($'000)	Changes in value of Hedged Item used for calculating hedge ineffectiveness for 30 June 2026 ($'000)	Hedge ineffectiveness recognised in profit or loss ($'000)	Line item in profit or loss (that includes hedge ineffectiveness)
Fair Value Hedges Foreign Exchange Risk - Foreign currency forwards & underlying investment	(22)	22	-	Net gains/(losses) on financial instruments held at fair value through profit or loss (including FX gains/(losses))

3 Financial Risk Management (continued)

(a) Market Risk (continued)

(ii) Foreign Exchange Risk (continued)

iShares J.P. Morgan USD Emerging Markets Bond (AUD Hedged) ETF

30 June 2025

	Nominal Amount of the Hedging Instrument ($'000)	Carrying Amount of the Hedging Instrument Assets ($'000)	Carrying Amount of the Hedging Instrument Liabilities ($'000)	Line Item in the statement of financial position where the hedging instrument is located
Fair Value Hedges Foreign Exchange Risk - Foreign currency forwards	99,761	-	36	Financial assets and liabilities held at fair value through profit or loss

	Cumulative Fair Value adjustments included in the hedged item Assets ($'000)	Cumulative Fair Value adjustments included in the hedged item Liabilities ($'000)	Carrying Amount of the Hedged Item Assets ($'000)	Carrying Amount of the Hedged Item Liabilities ($'000)	Line Item in the statement of financial position where the hedged item is located
Fair Value Hedges Foreign Exchange Risk - Exposure on underlying investment	-	-	-	99,797	Financial assets and liabilities held at fair value through profit or loss

	Changes in value of Hedging Instrument used for calculating hedge ineffectiveness for 30 June 2025 ($'000)	Changes in value of Hedged Item used for calculating hedge ineffectiveness for 30 June 2025 ($'000)	Hedge ineffectiveness recognised in profit or loss ($'000)	Line item in profit or loss (that includes hedge ineffectiveness)
Fair Value Hedges Foreign Exchange Risk - Foreign currency forwards & underlying investment	(36)	36	-	Net gains/(losses) on financial instruments held at fair value through profit or loss (including FX gains/(losses))

3 Financial Risk Management (continued)

(a) Market Risk (continued)

(ii) Foreign Exchange Risk (continued)

The following tables summarise the Funds' assets and liabilities, monetary and non-monetary, which are denominated in different currencies:

iShares Core Global Corporate Bond (AUD Hedged) ETF

30 June 2026	United States Dollar A$'000	Australian Dollar A$'000	European Euro A$'000	British Pound A$'000	Canadian Dollar A$'000	Other Currencies A$'000	Total A$'000
Assets							
Cash and cash equivalents	111	60	10	-	-	-	181
Forward foreign exchange contracts	47	22	7	3	1	-	80
Listed unit trusts	340,532	-	-	-	-	-	340,532
Receivables	12,678	114	-	-	-	-	12,792
Total assets	353,368	196	17	3	1	-	353,585
Liabilities							
Forward foreign exchange contracts	8,536	3	1,333	276	75	31	10,254
Payables	-	147	-	-	-	-	147
Total liabilities	8,536	150	1,333	276	75	31	10,401
Total currency exposure	344,832	46	(1,316)	(273)	(74)	(31)	343,184
Increase/(decrease) in exposure from currency derivatives	(233,158)	342,555	(83,117)	(12,137)	(10,988)	(3,155)	-
Net currency exposure	111,674	342,601	(84,433)	(12,410)	(11,062)	(3,186)	343,184

3 Financial Risk Management (continued)

(a) Market Risk (continued)

(ii) Foreign Exchange Risk (continued)

iShares Core Global Corporate Bond (AUD Hedged) ETF

30 June 2025	United States Dollar A$'000	Australian Dollar A$'000	European Euro A$'000	Swiss Francs A$'000	Canadian Dollar A$'000	Other Currencies A$'000	Total A$'000
Assets							
Cash and cash equivalents	80	133	9	-	-	-	222
Forward foreign exchange contracts	-	3,263	8	-	-	1	3,272
Listed unit trusts	269,872	-	-	-	-	-	269,872
Receivables	-	88	-	-	-	-	88
Total assets	269,952	3,484	17	-	-	1	273,454
Liabilities							
Forward foreign exchange contracts	5	20	936	11	1	2	975
Payables	-	115	-	-	-	-	115
Total liabilities	5	135	936	11	1	2	1,090
Total currency exposure	269,947	3,349	(919)	(11)	(1)	(1)	272,364
Increase/(decrease) in exposure from currency derivatives	(182,210)	272,107	(67,525)	(1,041)	(8,650)	(12,681)	-
Net currency exposure	87,737	275,456	(68,444)	(1,052)	(8,651)	(12,682)	272,364

3 Financial Risk Management (continued)

(a) Market Risk (continued)

(ii) Foreign Exchange Risk (continued)

30 June 2026	iShares Global High Yield Bond (AUD Hedged) ETF United States Dollar A$'000	Australian Dollar A$'000	European Euro A$'000	British Pound A$'000	Canadian Dollar A$'000	Total A$'000
Assets						
Cash and cash equivalents	3,537	22	16	-	-	3,575
Forward foreign exchange contracts	202	6	72	11	-	291
Listed unit trusts	237,119	-	-	-	-	237,119
Receivables	9,461	204	-	-	-	9,665
Total assets	250,319	232	88	11	-	250,650
Liabilities						
Forward foreign exchange contracts	5,796	-	1,505	187	8	7,496
Payables	-	230	-	-	-	230
Total liabilities	5,796	230	1,505	187	8	7,726
Total currency exposure	244,523	2	(1,417)	(176)	(8)	242,924
Increase/(decrease) in exposure from currency derivatives	(151,296)	243,664	(83,949)	(7,344)	(1,075)	-
Net currency exposure	93,227	243,666	(85,366)	(7,520)	(1,083)	242,924

3 Financial Risk Management (continued)

(a) Market Risk (continued)

(ii) Foreign Exchange Risk (continued)

30 June 2025	United States Dollar A$'000	Australian Dollar A$'000	European Euro A$'000	British Pound A$'000	Canadian Dollar A$'000	Total A$'000
	iShares Global High Yield Bond (AUD Hedged) ETF					
Assets						
Cash and cash equivalents	46	374	16	-	-	436
Forward foreign exchange contracts	-	1,696	6	-	-	1,702
Listed unit trusts	273,460	-	-	-	-	273,460
Receivables	1,730	187	-	-	-	1,917
Total assets	275,236	2,257	22	-	-	277,515
Liabilities						
Forward foreign exchange contracts	-	23	1,954	15	-	1,992
Payables	-	213	-	-	-	213
Total liabilities	-	236	1,954	15	-	2,205
Total currency exposure	275,236	2,021	(1,932)	(15)	-	275,310
Increase/(decrease) in exposure from currency derivatives	(115,565)	276,092	(147,764)	(11,565)	(1,198)	-
Net currency exposure	159,671	278,113	(149,696)	(11,580)	(1,198)	275,310

3 Financial Risk Management (continued)

(a) Market Risk (continued)

(ii) Foreign Exchange Risk (continued)

30 June 2026	iShares J.P. Morgan USD Emerging Markets Bond (AUD Hedged) ETF United States Dollar A$'000	Australian Dollar A$'000	European Euro A$'000	Total A$'000
Assets				
Cash and cash equivalents	251	1	2	254
Forward foreign exchange contracts	84	-	-	84
Listed unit trusts	49,530	-	-	49,530
Receivables	2,822	37	-	2,859
Total assets	52,687	38	2	52,727
Liabilities				
Forward foreign exchange contracts	1,965	-	-	1,965
Payables	-	43	-	43
Total liabilities	1,965	43	-	2,008
Total currency exposure	50,722	(5)	2	50,719
Increase/(decrease) in exposure from currency derivatives	(50,921)	50,921	-	-
Net currency exposure	(199)	50,916	2	50,719

3 Financial Risk Management (continued)

(a) Market Risk (continued)

(ii) Foreign Exchange Risk (continued)

	iShares J.P. Morgan USD Emerging Markets Bond (AUD Hedged) ETF			
30 June 2025	United States Dollar A$'000	Australian Dollar A$'000	European Euro A$'000	Total A$'000
Assets				
Cash and cash equivalents	316	101	1	418
Forward foreign exchange contracts	-	1,052	-	1,052
Listed unit trusts	98,211	-	-	98,211
Receivables	430	806	-	1,236
Total assets	98,957	1,959	1	100,917
Liabilities				
Forward foreign exchange contracts	3	6	-	9
Payables	749	54	-	803
Total liabilities	752	60	-	812
Total currency exposure	98,205	1,899	1	100,105
Increase/(decrease) in exposure from currency derivatives	(100,764)	100,764	-	-
Net currency exposure	(2,559)	102,663	1	100,105

3 Financial Risk Management (continued)

(a) Market Risk (continued)

(ii) Foreign Exchange Risk (continued)

30 June 2026	iShares Global Aggregate Bond ESG (AUD Hedged) ETF Australian Dollar A$'000	European Euro A$'000	Total A$'000
Assets			
Cash and cash equivalents	192	7	199
Financial assets held at fair value through profit or loss*	428,468	-	428,468
Receivables	1,050	-	1,050
Total assets	429,710	7	429,717
Liabilities			
Payables	1,089	-	1,089
Total liabilities	1,089	-	1,089
Total currency exposure	428,621	7	428,628
Increase/(decrease) in exposure from currency derivatives	-	-	-
Net currency exposure	428,621	7	428,628

* Includes listed unit trust holdings.

3 Financial Risk Management (continued)

(a) Market Risk (continued)

(ii) Foreign Exchange Risk (continued)

30 June 2025	iShares Global Aggregate Bond ESG (AUD Hedged) ETF Australian Dollar A$'000	European Euro A$'000	Total A$'000
Assets			
Cash and cash equivalents	123	2	125
Financial assets held at fair value through profit or loss*	325,049	-	325,049
Receivables	76	-	76
Total assets	325,248	2	325,250
Liabilities			
Payables	118	-	118
Total liabilities	118	-	118
Total currency exposure	325,130	2	325,132
Increase/(decrease) in exposure from currency derivatives	-	-	-
Net currency exposure	325,130	2	325,132

* Includes listed unit trust holdings.

(iii) Interest Rate Risk

The majority of the Funds' financial assets and liabilities are non-interest bearing. As a result, the Funds are not subject to significant amounts of risk due to fluctuations in the prevailing levels of markets interest rates.

The Funds' exposure to cash flow interest rate risk is limited to their cash and cash equivalents, which are floating rate interest bearing investments. As at 30 June 2026 the total investment in cash accounts of the Funds is set out in the following table:

	30 June 2026 $	30 June 2025 $
iShares Core Global Corporate Bond (AUD Hedged) ETF	**180,714**	222,096
iShares Global High Yield Bond (AUD Hedged) ETF	**3,574,952**	435,834
iShares J.P. Morgan USD Emerging Markets Bond (AUD Hedged) ETF	**253,559**	417,728
iShares Global Aggregate Bond ESG (AUD Hedged) ETF	**199,089**	124,655
iShares U.S. Treasury Bond (AUD Hedged) ETF	**4,676**	10,678
iShares 20+ Year U.S. Treasury Bond (AUD Hedged) ETF	**38,318**	416
iShares Core Global Aggregate Bond (AUD Hedged) ETF	**435**	-

Interest rate risk is mitigated through ensuring activities are transacted in accordance with mandates, overall investment strategy and within approved limits.

The summarised VaR analysis in Note 3(b) explains how the risk is measured and summarises the potential exposure of the Funds' net assets attributable to unitholders.

3 Financial Risk Management (continued)

(a) Market Risk (continued)

(iii) Interest Rate Risk (continued)

The disclosure for the Funds have not been made on a look through basis for investments held indirectly through the underlying fund. The disclosure of interest rate risk may not present the true interest rate risk profile of the Funds where the underlying fund has significant exposure to interest rate risk.

(b) Summarised VaR Analysis

Value at Risk (VaR) is a risk model used to estimate the potential losses that could occur on the Funds' net asset value position due to movements in interest rates, currency and market prices over a given period and for a specified degree of confidence.

The Responsible Entity uses VaR analysis and/or tracking error estimates to measure and manage risk as these are commonly used and understood models, are easily interpreted and are consistent across different types, asset classes and types of funds. For the purpose of these accounts VaR analysis has been presented. The objective in all cases is to estimate potential losses and manage the downside risk.

The following tables summarise the outputs of the VaR model in relation to interest rate, currency and price risk exposures. The total VaR figures are not the sum of individual risk components as this does not include correlations between different risk factors.

The Responsible Entity calculates the VaR relative to the Funds' total value. The analysis implies that the Manager can be 95% confident that the value of the portfolio will not decrease by any more than the figures in the table below over the 5 day period from 30 June.

	iShares Core Global Corporate Bond (AUD Hedged) ETF			
	2026		2025	
	$'000^	**%**	$'000^	%
Total Portfolio Risk	**3,226**	**0.94**	2,996	1.10

	iShares Global High Yield Bond (AUD Hedged) ETF			
	2026		2025	
	$'000^	**%**	$'000^	%
Total Portfolio Risk	**1,506**	**0.62**	1,900	0.69

	iShares J.P. Morgan USD Emerging Markets Bond (AUD Hedged) ETF			
	2026		2025	
	$'000^	**%**	$'000^	%
Total Portfolio Risk	**639**	**1.26**	1,502	1.50

	iShares Global Aggregate Bond ESG (AUD Hedged) ETF			
	2026		2025	
	$'000^	**%**	$'000^	%
Total Portfolio Risk	**2,657**	**0.62**	2,438	0.75

	iShares U.S. Treasury Bond (AUD Hedged) ETF			
	2026		2025	
	$'000^	**%**	$'000^	%
Total Portfolio Risk	**154**	**0.65**	224	1.08

	iShares 20+ Year U.S. Treasury Bond (AUD Hedged) ETF			
	2026		2025	
	$^	**%**	$^	%
Total Portfolio Risk	**29,689**	**1.86**	39,648	2.88

	iShares Core Global Aggregate Bond (AUD Hedged) ETF	
	2026	
	$^	**%**
Total Portfolio Risk	**9,332**	**0.62**

^VaR has been calculated on Net Assets Attributable to Unitholders before rounding.

3 Financial Risk Management (continued)

(b) Summarised VaR Analysis (continued)

Detailed information about the models

There are a number of different VaR models used within the Funds Management industry. The Responsible Entity uses one or more of ex-ante and ex-post estimates of portfolio risk and the Monte Carlo simulation model depending on the fund type. Models are calculated using historical data and a covariance matrix where applicable.

The models used by the Responsible Entity have the following features:

- VaR is calculated to a 95 per cent confidence level. VaR at a confidence level identifies the maximum expected loss under that confidence level;
- VaR is calculated for a 5 day holding period. The time horizon of five days is selected to coincide with the period used to analyse the portfolio positions. The risk data is examined in various daily, weekly and monthly forums; and
- The portfolio VaR is not the simple sum of individual asset stand alone VaRs; the correlations among assets in the portfolio are considered.

Although VaR is a valuable risk management tool it should be interpreted, as with all predictive models, with consideration to its assumptions and limitations. The main assumptions and limitations are listed below:

- Some models assume certain financial variables are normally distributed: The normality assumption allows the Responsible Entity to scale portfolio risk estimates to the appropriate confidence levels. The normality assumption is derived from statistical analysis for examining sample populations of observations and the implications of not assuming normality would preclude the use of most statistical tools including mainstream commercial models for risk measurement.
- The use of historical returns and correlations between assets would not take into account future potential events: It is a commonly stated and well recognised limitation that past performance is not a reliable indicator of future performance.
- Model risk, in general terms, is a known limitation that includes: the quality or accuracy of the underlying data, where significant events occur within the data, the changing sensitivity of the Funds' assets to external market factors over time, and appreciating that using only one model may be limiting in itself to obtaining the best understanding of a Funds' risk position.

The Responsible Entity acknowledges these limitations and thus compares ex-ante and ex-post risk estimates to review expectations versus actual outcomes. Should ex-post values differ significantly from ex-ante returns, an assessment of the reasons for this will be made.

The Funds' risk is managed with constant review of both performance and risk numbers by the investment professionals within the business. These reviews consist of:

- Weekly meetings between the global members of Risk & Quantitative Analysis (RQA). These meetings include RQA Australia.
- Monthly meetings between RQA and the Fund Managers.
- Monthly meetings between RQA and the Chief Investment Officer.
- Ad hoc presentations to the Investment Risk Management Working Group (IRMWG) to keep IRMWG abreast of RQA processes and latest updates.
- Daily report of performance figures along with a comparison of ex-ante versus ex-post returns sent to RQA London.
- RQA professionals work closely with the Fund Managers every day.

(c) Credit Risk Exposure

Credit risk is the risk that the counterparty will fail to perform contractual obligations, either in whole or in part, when they fall due.

Credit risk primarily arises from the Funds' investment in debt instruments and from trading derivative products. Other credit risk arises from cash and cash equivalents, deposits with banks and other financial institutions, amounts due from brokers and other receivables.

Market prices generally incorporate credit risk assessments into valuations and risk of loss is implicitly provided for in the carrying value of financial assets and liabilities as they are marked to market.

(i) Interest Bearing Securities

The Funds do not have any direct holding in interest bearing securities. As a result, the Funds may be exposed to other credit risk from cash and cash equivalents, deposits with banks and other financial institutions, amounts due from brokers and other receivables.

3 Financial Risk Management (continued)

(c) Credit Risk Exposure (continued)

(ii) Derivatives

All exchange traded derivatives are executed through brokers, and cleared through a clearing broker and approved by the IRMWG. Over the counter derivative transactions are conducted only with approved counterparties, who meet the applicable specific Funds requirements and where trading documentation is in place.

To minimise credit risk, the Funds only transact with counterparties of investment grade quality (BBB- or above as rated by Standard & Poor's). The Responsible Entity has a process in place to assess the creditworthiness of counterparties and assess that the risk is evenly distributed. Matters arising in relation to counterparties are reviewed regularly by the RQA.

(iii) Settlement of Securities Transactions

All transactions 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.

(iv) Other Credit Risk

The exposure to credit risk for cash and cash equivalents, deposits with banks and other financial institutions is considered to be minimal due to the high credit rating of the relevant financial institution. VaR analysis is also used to manage and measure the credit risk of the Funds.

The Funds are not materially exposed to credit risk on other financial assets.

The maximum exposure to credit risk at the reporting date is the carrying amount of cash and cash equivalents and other financial assets.

The clearing and depository operations for the Funds' security transactions are mainly concentrated with one counterparty, namely JP Morgan Chase Bank NA ("J.P. Morgan"). J.P. Morgan is a member of a major securities exchange, and at 30 June 2026 had a credit rating of A-1+ (30 June 2025: A-1+). At 30 June 2026, substantially all cash and cash equivalents, balances due from brokers and investments are held in custody by J.P. Morgan.

(d) Liquidity and Cash Flow Risk

Liquidity risk is the risk that the Funds may not be able to generate sufficient cash resources to settle their obligations in full as they fall due or can only do so on terms that are materially disadvantageous. The Statements of Financial Position are presented on a liquidity basis and disclosed in Note 2(a).

The Funds are exposed to daily cash redemptions of redeemable units and daily margin calls on derivatives. The liquidity risks associated with the need to satisfy unitholders' requests for redemptions are mitigated by maintaining adequate liquidity to satisfy usual redemption volumes and restricting the investment activities of the Funds to securities that are actively traded and highly liquid. The Funds also maintain continuous monitoring of forecast and actual cash flows and matching the maturity profiles of financial assets and liabilities. The Responsible Entity considers and maintains the liquidity of the Funds, in the context of the investment objectives and liquidity requirements of the Funds. Operational procedures are in place to review margin requirements on futures contracts. IRMWG reviews liquidity reports to ensure the Funds have sufficient liquidity to pay client redemptions and meet margin calls as required.

3 Financial Risk Management (continued)

(d) Liquidity and Cash Flow Risk (continued)

The following tables analyse the Funds' financial liabilities and derivative financial instruments (as appropriate) into relevant maturity groupings based on the remaining period at the reporting date to the contractual maturity date. The amounts in the tables are contractual undiscounted cash flows.

	iShares Core Global Corporate Bond (AUD Hedged) ETF						
At 30 June 2026	**Less than 1 month $'000**	**1 - 3 months $'000**	**3 - 6 months $'000**	**6 - 12 months $'000**	**1 - 3 years $'000**	**3+ years $'000**	**Total $'000**
Liabilities							
Forward foreign exchange contracts							
Inflow	**455,694**	**349,253**	**-**	**-**	**-**	**-**	**804,947**
Outflow	**(465,919)**	**(349,282)**	**-**	**-**	**-**	**-**	**(815,201)**
Payables	**(75)**	**(72)**	**-**	**-**	**-**	**-**	**(147)**
Total liabilities	**(10,300)**	**(101)**	**-**	**-**	**-**	**-**	**(10,401)**

	iShares Core Global Corporate Bond (AUD Hedged) ETF						
At 30 June 2025	Less than 1 month $'000	1 - 3 months $'000	3 - 6 months $'000	6 - 12 months $'000	1 - 3 years $'000	3+ years $'000	Total $'000
Liabilities							
Forward foreign exchange contracts							
Inflow	80,558	81,492	-	-	-	-	162,050
Outflow	(81,517)	(81,508)	-	-	-	-	(163,025)
Payables	(58)	(57)	-	-	-	-	(115)
Total liabilities	(1,017)	(73)	-	-	-	-	(1,090)

	iShares Global High Yield Bond (AUD Hedged) ETF						
At 30 June 2026	**Less than 1 month $'000**	**1 - 3 months $'000**	**3 - 6 months $'000**	**6 - 12 months $'000**	**1 - 3 years $'000**	**3+ years $'000**	**Total $'000**
Liabilities							
Forward foreign exchange contracts							
Inflow	**285,768**	**249,461**	**-**	**-**	**-**	**-**	**535,229**
Outflow	**(293,244)**	**(249,481)**	**-**	**-**	**-**	**-**	**(542,725)**
Payables	**(119)**	**(111)**	**-**	**-**	**-**	**-**	**(230)**
Total liabilities	**(7,595)**	**(131)**	**-**	**-**	**-**	**-**	**(7,726)**

	iShares Global High Yield Bond (AUD Hedged) ETF						
At 30 June 2025	Less than 1 month $'000	1 - 3 months $'000	3 - 6 months $'000	6 - 12 months $'000	1 - 3 years $'000	3+ years $'000	Total $'000
Liabilities							
Forward foreign exchange contracts							
Inflow	167,085	151,040	-	-	-	-	318,125
Outflow	(169,059)	(151,058)	-	-	-	-	(320,117)
Payables	(103)	(110)	-	-	-	-	(213)
Total liabilities	(2,077)	(128)	-	-	-	-	(2,205)

3 Financial Risk Management (continued)

(d) Liquidity and Cash Flow Risk (continued)

iShares J.P. Morgan USD Emerging Markets Bond (AUD Hedged) ETF

At 30 June 2026	Less than 1 month $'000	1 - 3 months $'000	3 - 6 months $'000	6 - 12 months $'000	1 - 3 years $'000	3+ years $'000	Total $'000
Liabilities							
Forward foreign exchange contracts							
Inflow	**59,794**	**52,205**	**-**	**-**	**-**	**-**	**111,999**
Outflow	**(61,755)**	**(52,209)**	**-**	**-**	**-**	**-**	**(113,964)**
Payables	**(22)**	**(21)**	**-**	**-**	**-**	**-**	**(43)**
Total liabilities	**(1,983)**	**(25)**	**-**	**-**	**-**	**-**	**(2,008)**

iShares J.P. Morgan USD Emerging Markets Bond (AUD Hedged) ETF

At 30 June 2025	Less than 1 month $'000	1 - 3 months $'000	3 - 6 months $'000	6 - 12 months $'000	1 - 3 years $'000	3+ years $'000	Total $'000
Liabilities							
Forward foreign exchange contracts							
Inflow	1,957	1,032	-	-	-	-	2,989
Outflow	(1,963)	(1,035)	-	-	-	-	(2,998)
Payables	(773)	(30)	-	-	-	-	(803)
Total liabilities	(779)	(33)	-	-	-	-	(812)

iShares Global Aggregate Bond ESG (AUD Hedged) ETF

At 30 June 2026	Less than 1 month $'000	1 - 3 months $'000	3 - 6 months $'000	6 - 12 months $'000	1 - 3 years $'000	3+ years $'000	Total $'000
Liabilities							
Payables	**(1,031)**	**(58)**	**-**	**-**	**-**	**-**	**(1,089)**
Total liabilities	**(1,031)**	**(58)**	**-**	**-**	**-**	**-**	**(1,089)**

iShares Global Aggregate Bond ESG (AUD Hedged) ETF

At 30 June 2025	Less than 1 month $'000	1 - 3 months $'000	3 - 6 months $'000	6 - 12 months $'000	1 - 3 years $'000	3+ years $'000	Total $'000
Liabilities							
Payables	(62)	(56)	-	-	-	-	(118)
Total liabilities	(62)	(56)	-	-	-	-	(118)

3 Financial Risk Management (continued)

(d) Liquidity and Cash Flow Risk (continued)

iShares U.S. Treasury Bond (AUD Hedged) ETF

At 30 June 2026	**Less than 1 month $'000**	**1 - 3 months $'000**	**3 - 6 months $'000**	**6 - 12 months $'000**	**1 - 3 years $'000**	**3+ years $'000**	**Total $'000**
Liabilities							
Payables	**(2)**	**(2)**	**-**	**-**	**-**	**-**	**(4)**
Total liabilities	**(2)**	**(2)**	**-**	**-**	**-**	**-**	**(4)**

iShares U.S. Treasury Bond (AUD Hedged) ETF

At 30 June 2025	Less than 1 month $'000	1 - 3 months $'000	3 - 6 months $'000	6 - 12 months $'000	1 - 3 years $'000	3+ years $'000	Total $'000
Liabilities							
Payables	(2)	(3)	-	-	-	-	(5)
Total liabilities	(2)	(3)	-	-	-	-	(5)

iShares 20+ Year U.S. Treasury Bond (AUD Hedged) ETF

At 30 June 2026	**Less than 1 month $**	**1 - 3 months $**	**3 - 6 months $**	**6 - 12 months $**	**1 - 3 years $**	**3+ years $**	**Total $**
Liabilities							
Payables	**(4,528)**	**(242)**	**-**	**-**	**-**	**-**	**(4,770)**
Total liabilities	**(4,528)**	**(242)**	**-**	**-**	**-**	**-**	**(4,770)**

iShares 20+ Year U.S. Treasury Bond (AUD Hedged) ETF

At 30 June 2025	Less than 1 month $	1 - 3 months $	3 - 6 months $	6 - 12 months $	1 - 3 years $	3+ years $	Total $
Liabilities							
Payables	(304)	(165)	-	-	-	-	(469)
Total liabilities	(304)	(165)	-	-	-	-	(469)

iShares Core Global Aggregate Bond (AUD Hedged) ETF

At 30 June 2026	**Less than 1 month $**	**1 - 3 months $**	**3 - 6 months $**	**6 - 12 months $**	**1 - 3 years $**	**3+ years $**	**Total $**
Liabilities							
Payables	**(217)**	**(189)**	**-**	**-**	**-**	**-**	**(406)**
Total liabilities	**(217)**	**(189)**	**-**	**-**	**-**	**-**	**(406)**

(e) Fair Values of Financial Assets and Liabilities

The carrying amounts of the Funds' assets and liabilities at the end of each reporting period approximate their fair values.

Financial assets and liabilities held at fair value through profit or loss are measured initially at fair value. Transaction costs on financial assets and financial liabilities at fair value through profit or loss are expensed immediately. Subsequent to initial recognition, all instruments held at fair value through profit or loss are measured at fair value with changes in their fair value recognised in the Statements of Profit or Loss and Other Comprehensive Income.

The carrying value of other receivables (less impairment provision) and payables are assumed to approximate their fair value. The fair value of financial liabilities for disclosure purposes is estimated by discounting the future contractual cash flows at the current market interest rate that is available to the Funds for similar financial instruments.

3 Financial Risk Management (continued)

(e) Fair Values of Financial Assets and Liabilities (continued)

(i) Fair value in an active market

The fair value of financial assets and liabilities traded in active markets is based on their last traded prices at the end of the reporting period without any deduction for estimated future selling costs.

The Funds value their investments in accordance with the accounting policies set out in Note 2(b). For the majority of their investments, the Funds rely on information provided by independent pricing services for the valuation of their investments.

The quoted market price used for financial assets and financial liabilities held by the Funds is the last traded market price. Where the last traded price does not fall within the bid-ask spread, an assessment is performed by the Responsible Entity to determine the appropriate valuation price to use that is most representative of fair value.

A financial instrument is regarded as quoted in an active market if quoted prices are readily and regularly available from an exchange, dealer, broker, industry group, pricing service or regulatory agency and those prices represent actual regularly occurring market transactions on an arm's length basis.

(ii) Fair value in an inactive or unquoted market

The fair value of financial assets and liabilities that are not traded in an active market is determined using valuation techniques. These include the use of recent arm's length market transactions, reference to the current fair value of a substantially similar other instrument, discounted cash flow techniques, option pricing models or any other valuation technique that provides a reliable estimate of prices obtained in actual market transactions.

Where discounted cash flow techniques are used, estimated future cash flows are based on management's best estimates and the discount rate used is a market rate at the end of the reporting period applicable for an instrument with similar terms and conditions.

For other pricing models, inputs are based on market data at the end of the reporting period. Fair values for unquoted equity investments are estimated, if possible, using applicable price/earnings ratios for similar listed companies adjusted to reflect the specific circumstances of the issuer.

The fair value of derivatives that are not exchange traded is estimated at the amount that the Funds would receive or pay to terminate the contract at the end of the reporting period taking into account current market conditions (volatility and appropriate yield curve) and the current creditworthiness of the counterparties. The fair value of a forward foreign exchange contract is determined as a net present value of estimated future cash flows, discounted at appropriate market rates as at the valuation date.

Investments in other unlisted unit trusts are recorded at the net asset value per unit as reported by the Responsible Entity of such funds.

(f) Fair Value Hierarchy

The Funds classify fair value measurements using a fair value hierarchy that reflects the subjectivity of the inputs used in making the measurements. The fair value hierarchy has the following levels:

- Quoted prices (unadjusted) in active markets for identical assets or liabilities (level 1).
- Inputs other than quoted prices included within level 1 that are observable for the asset or liability, either directly (that is, as prices) or indirectly (that is, derived from prices) (level 2).
- Inputs for the asset or liability that are not based on observable market data (that is, unobservable inputs) (level 3).

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 judgment, considering factors specific to the asset or liability.

The determination of what constitutes 'observable' requires significant judgment by the Responsible Entity. The Responsible Entity considers observable data 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.

3 Financial Risk Management (continued)

(f) Fair Value Hierarchy (continued)

The following tables present the Funds' financial assets and liabilities (by class) measured at fair value according to the fair value hierarchy at 30 June 2026 and 30 June 2025.

	iShares Core Global Corporate Bond (AUD Hedged) ETF			
As at 30 June 2026	**Level 1 $'000**	**Level 2 $'000**	**Level 3 $'000**	**Total $'000**
Financial assets				
Forward foreign exchange contracts	**-**	**80**	**-**	**80**
Listed unit trusts	**340,532**	**-**	**-**	**340,532**
Total	**340,532**	**80**	**-**	**340,612**
Financial liabilities				
Forward foreign exchange contracts	**-**	**10,254**	**-**	**10,254**
Total	**-**	**10,254**	**-**	**10,254**

	iShares Core Global Corporate Bond (AUD Hedged) ETF			
As at 30 June 2025	Level 1 $'000	Level 2 $'000	Level 3 $'000	Total $'000
Financial assets				
Forward foreign exchange contracts	-	3,272	-	3,272
Listed unit trusts	269,872	-	-	269,872
Total	269,872	3,272	-	273,144
Financial liabilities				
Forward foreign exchange contracts	-	975	-	975
Total	-	975	-	975

	iShares Global High Yield Bond (AUD Hedged) ETF			
As at 30 June 2026	**Level 1 $'000**	**Level 2 $'000**	**Level 3 $'000**	**Total $'000**
Financial assets				
Forward foreign exchange contracts	**-**	**291**	**-**	**291**
Listed unit trusts	**237,119**	**-**	**-**	**237,119**
Total	**237,119**	**291**	**-**	**237,410**
Financial liabilities				
Forward foreign exchange contracts	**-**	**7,496**	**-**	**7,496**
Total	**-**	**7,496**	**-**	**7,496**

	iShares Global High Yield Bond (AUD Hedged) ETF			
As at 30 June 2025	Level 1 $'000	Level 2 $'000	Level 3 $'000	Total $'000
Financial assets				
Forward foreign exchange contracts	-	1,702	-	1,702
Listed unit trusts	273,460	-	-	273,460
Total	273,460	1,702	-	275,162
Financial liabilities				
Forward foreign exchange contracts	-	1,992	-	1,992
Total	-	1,992	-	1,992

3 Financial Risk Management (continued)

(f) Fair Value Hierarchy (continued)

	iShares J.P. Morgan USD Emerging Markets Bond (AUD Hedged) ETF			
As at 30 June 2026	**Level 1 $'000**	**Level 2 $'000**	**Level 3 $'000**	**Total $'000**
Financial assets				
Forward foreign exchange contracts	**-**	**84**	**-**	**84**
Listed unit trusts	**49,530**	**-**	**-**	**49,530**
Total	**49,530**	**84**	**-**	**49,614**
Financial liabilities				
Forward foreign exchange contracts	**-**	**1,965**	**-**	**1,965**
Total	**-**	**1,965**	**-**	**1,965**

	iShares J.P. Morgan USD Emerging Markets Bond (AUD Hedged) ETF			
As at 30 June 2025	Level 1 $'000	Level 2 $'000	Level 3 $'000	Total $'000
Financial assets				
Forward foreign exchange contracts	-	1,052	-	1,052
Listed unit trusts	98,211	-	-	98,211
Total	98,211	1,052	-	99,263
Financial liabilities				
Forward foreign exchange contracts	-	9	-	9
Total	-	9	-	9

	iShares Global Aggregate Bond ESG (AUD Hedged) ETF			
As at 30 June 2026	**Level 1 $'000**	**Level 2 $'000**	**Level 3 $'000**	**Total $'000**
Financial assets				
Listed unit trusts	**428,468**	**-**	**-**	**428,468**
Total	**428,468**	**-**	**-**	**428,468**

	iShares Global Aggregate Bond ESG (AUD Hedged) ETF			
As at 30 June 2025	Level 1 $'000	Level 2 $'000	Level 3 $'000	Total $'000
Financial assets				
Listed unit trusts	325,049	-	-	325,049
Total	325,049	-	-	325,049

3 Financial Risk Management (continued)

(f) Fair Value Hierarchy (continued)

	iShares U.S. Treasury Bond (AUD Hedged) ETF			
As at 30 June 2026	**Level 1 $'000**	**Level 2 $'000**	**Level 3 $'000**	**Total $'000**
Financial assets				
Listed unit trusts	**23,614**	**-**	**-**	**23,614**
Total	**23,614**	**-**	**-**	**23,614**

	iShares U.S. Treasury Bond (AUD Hedged) ETF			
As at 30 June 2025	Level 1 $'000	Level 2 $'000	Level 3 $'000	Total $'000
Financial assets				
Listed unit trusts	20,752	-	-	20,752
Total	20,752	-	-	20,752

	iShares 20+ Year U.S. Treasury Bond (AUD Hedged) ETF			
As at 30 June 2026	**Level 1 $**	**Level 2 $**	**Level 3 $**	**Total $**
Financial assets				
Listed unit trusts	**1,562,255**	**-**	**-**	**1,562,255**
Total	**1,562,255**	**-**	**-**	**1,562,255**

	iShares 20+ Year U.S. Treasury Bond (AUD Hedged) ETF			
As at 30 June 2025	Level 1 $	Level 2 $	Level 3 $	Total $
Financial assets				
Listed unit trusts	1,349,238	-	-	1,349,238
Total	1,349,238	-	-	1,349,238

	iShares Core Global Aggregate Bond (AUD Hedged) ETF			
As at 30 June 2026	**Level 1 $**	**Level 2 $**	**Level 3 $**	**Total $**
Financial assets				
Listed unit trusts	**1,504,873**	**-**	**-**	**1,504,873**
Total	**1,504,873**	**-**	**-**	**1,504,873**

Investments whose values are based on quoted market prices in active markets, and therefore classified within level 1, include active listed equities, trusts, exchange traded derivatives and money market securities.

Financial instruments that trade in markets that are not considered to be active but are valued based on quoted market prices, dealer quotations or alternative pricing sources supported by observable inputs are classified within level 2. These include investment grade corporate bonds, certain listed equities, certain unlisted unit trusts, and over-the-counter derivatives. As level 2 investments include positions that are not traded in active markets and/or are subject to transfer restrictions, valuations may be adjusted to reflect illiquidity and/or non-transferability, which are generally based on available market information.

The Funds' assets and liabilities not measured at fair value on a recurring basis (but fair value disclosures are required) at 30 June 2026 and 30 June 2025 have been classified as level 2. The carrying amounts of these assets and liabilities approximate their fair values as at the end of the reporting date.

Investments classified as level 2 are derivative instruments. The fair value of derivative instruments is derived from industry standard valuation models with published or observable market data.

The fair value of a forward foreign exchange contract is determined as a net present value of estimated future cash flows, discounted at appropriate market rates as at the valuation date. Future cash flows are estimated using FX forward exchange rates and the contracted rates. Cash flows are discounted at a rate that reflects the time value of money and credit risk.

3 Financial Risk Management (continued)

(f) Fair Value Hierarchy (continued)

Investments classified within level 3 have significant unobservable inputs, as they are infrequently traded. As observable prices are not available for these securities, the Responsible Entity has used valuation techniques to derive fair value.

Investments classified as level 3 are equities priced using an external pricing source that are infrequently traded and hence there is a degree of subjectivity associated with the accuracy of the price.

The Funds did not hold any level 3 instruments during the year ended 30 June 2026 (30 June 2025: Nil).

There were no transfers between levels for recurring fair value measurements during the year ended 30 June 2026 (30 June 2025: Nil).

(g) Offsetting Financial Assets and Financial Liabilities

Financial assets and liabilities are reported on a gross basis in the Statements of Financial Position. The Funds do not intend to make payments with each counterparty on a net basis therefore the gross amounts below are shown in their Statements of Financial Position. The gross and net positions of financial assets and liabilities are disclosed in the following tables:

iShares Core Global Corporate Bond (AUD Hedged) ETF

		Gross amounts not offset on the Statement of Financial Position			
30 June 2026	**Gross amount of financial instruments presented in the Statement of Financial Position $'000**	**Amounts subject to master netting arrangements $'000**	**Net amount excluding collateral $'000**	**Cash collateral received/posted $'000**	**Net amount $'000**
Financial assets					
Derivatives	80	80	-*	-	-*
Total	80	80	-*	-	-*
Financial liabilities					
Derivatives	10,254	80	10,174	-	10,174
Total	10,254	80	10,174	-	10,174

iShares Core Global Corporate Bond (AUD Hedged) ETF

		Gross amounts not offset on the Statement of Financial Position			
30 June 2025	Gross amount of financial instruments presented in the Statement of Financial Position $'000	Amounts subject to master netting arrangements $'000	Net amount excluding collateral $'000	Cash collateral received/posted $'000	Net amount $'000
Financial assets					
Derivatives	3,272	970	2,302	-	2,302
Total	3,272	970	2,302	-	2,302
Financial liabilities					
Derivatives	975	970	5	-	5
Total	975	970	5	-	5

* The amount is nil when it is rounded to the nearest thousand dollar.

3 Financial Risk Management (continued)

(g) Offsetting Financial Assets and Financial Liabilities (continued)

iShares Global High Yield Bond (AUD Hedged) ETF

		Gross amounts not offset on the Statement of Financial Position			
30 June 2026	**Gross amount of financial instruments presented in the Statement of Financial Position $'000**	**Amounts subject to master netting arrangements $'000**	**Net amount excluding collateral $'000**	**Cash collateral received/posted $'000**	**Net amount $'000**
Financial assets					
Derivatives	291	291	-	-	-
Total	291	291	-	-	-
Financial liabilities					
Derivatives	7,496	291	7,205	-	7,205
Total	7,496	291	7,205	-	7,205

iShares Global High Yield Bond (AUD Hedged) ETF

		Gross amounts not offset on the Statement of Financial Position			
30 June 2025	Gross amount of financial instruments presented in the Statement of Financial Position $'000	Amounts subject to master netting arrangements $'000	Net amount excluding collateral $'000	Cash collateral received/posted $'000	Net amount $'000
Financial assets					
Derivatives	1,702	218	1,484	-	1,484
Total	1,702	218	1,484	-	1,484
Financial liabilities					
Derivatives	1,992	218	1,774	-	1,774
Total	1,992	218	1,774	-	1,774

3 Financial Risk Management (continued)

(g) Offsetting Financial Assets and Financial Liabilities (continued)

iShares J.P. Morgan USD Emerging Markets Bond (AUD Hedged) ETF

		Gross amounts not offset on the Statement of Financial Position			
30 June 2026	**Gross amount of financial instruments presented in the Statement of Financial Position $'000**	**Amounts subject to master netting arrangements $'000**	**Net amount excluding collateral $'000**	**Cash collateral received/posted $'000**	**Net amount $'000**
Financial assets					
Derivatives	84	84	-*	-	-*
Total	84	84	-*	-	-*
Financial liabilities					
Derivatives	1,965	84	1,881	-	1,881
Total	1,965	84	1,881	-	1,881

iShares J.P. Morgan USD Emerging Markets Bond (AUD Hedged) ETF

		Gross amounts not offset on the Statement of Financial Position			
30 June 2025	Gross amount of financial instruments presented in the Statement of Financial Position $'000	Amounts subject to master netting arrangements $'000	Net amount excluding collateral $'000	Cash collateral received/posted $'000	Net amount $'000
Financial assets					
Derivatives	1,052	8	1,044	-	1,044
Total	1,052	8	1,044	-	1,044
Financial liabilities					
Derivatives	9	9	-*	-	-*
Total	9	9	-*	-	-*

* The amount is nil when it is rounded to the nearest thousand dollar.

Agreements with the derivative counterparties are based on the ISDA Master Agreement. Under the terms of these arrangements, if on any date amounts would otherwise be payable in the same currency and in respect to the same transaction with the counterparty, the obligation may be automatically satisfied and discharged if the party with the larger aggregate amount pays to the other party the excess of the larger aggregate amount over the smaller aggregate amount. In the event of default, the aggregation into a net position owing/receivable to a single counterparty is subject to the terms of the arrangements and the insolvency laws of the relevant jurisdiction of the party in default.

4 Distributions to Unitholders

The distributions during the year were as follows:

	iShares Core Global Corporate Bond (AUD Hedged) ETF Year ended			
	30 June 2026		30 June 2025	
	$'000	**CPU**	$'000	CPU
Distributions paid - Quarter 4*	**1,296**	**44.01**	1,789	54.53
Distributions paid - Quarter 1	**5,838**	**182.70**	6,053	179.03
Distributions paid - Quarter 3	**7,172**	**195.56**	5,037	187.74
	14,306		12,879	

	iShares Global High Yield Bond (AUD Hedged) ETF Year ended			
	30 June 2026		30 June 2025	
	$'000	**CPU**	$'000	CPU
Distributions paid - Quarter 4*	**965**	**33.12**	1,204	67.69
Distributions paid - Quarter 1	**8,125**	**234.58**	5,183	237.82
Distributions paid - Quarter 3	**6,070**	**243.25**	7,300	263.42
	15,160		13,687	

	iShares J.P. Morgan USD Emerging Markets Bond (AUD Hedged) ETF Year ended			
	30 June 2026		30 June 2025	
	$'000	**CPU**	$'000	CPU
Distributions paid - Quarter 4*	**1,467**	**111.62**	1,569	179.83
Distributions paid - Quarter 1	**1,526**	**116.17**	869	112.39
Distributions paid - Quarter 3	**2,001**	**218.94**	1,899	227.99
	4,994		4,337	

	iShares Global Aggregate Bond ESG (AUD Hedged) ETF Year ended			
	30 June 2026		30 June 2025	
	$'000	**CPU**	$'000	CPU
Distributions paid - Quarter 1	**5,105**	**164.13**	1,229	115.93
Distributions paid - Quarter 3	**5,274**	**149.63**	3,832	130.79
	10,379		5,061	

	iShares U.S. Treasury Bond (AUD Hedged) ETF Year ended			
	30 June 2026		30 June 2025	
	$'000	**CPU**	$'000	CPU
Distributions paid - Quarter 1	**263**	**194.94**	118	196.53
Distributions paid - Quarter 3	**223**	**177.70**	418	214.11
	486		536	

4 Distributions to Unitholders (continued)

	iShares 20+ Year U.S. Treasury Bond (AUD Hedged) ETF			
	Year ended			
	30 June 2026		For the period 12 August 2024 to 30 June 2025	
	$	CPU	$	CPU
Distributions paid - Quarter 4*	**27,043**	**180.21**	-	-
Distributions paid - Quarter 2	**31,280**	**195.38**	20,512	186.47
	58,323		20,512	

	iShares Core Global Aggregate Bond (AUD Hedged) ETF	
	Year ended	
	For the period 2 October 2025 to 30 June 2026	
	$	CPU
Distributions paid - Quarter 3	**5,670**	**70.87**
	5,670	

* Relates to 30 June 2025 and 30 June 2024 distributions which had an ex-date of 1 July 2025 and 1 July 2024 respectively.

5 Net Assets Attributable to Unitholders

Under AASB 132 *Financial instruments: Presentation*, puttable financial instruments that meet the definition of a financial liability are to be classified as equity when certain strict criteria are met. The Funds shall classify a financial instrument as an equity instrument from the date when the instrument has all the features and meets the conditions. Refer to Note 2(d) for further details.

The Funds meet the criteria set out under AASB 132 and net assets attributable to unitholders is classified as equity. Refer to Note 2(d) for further details.

As stipulated within the Funds' Constitutions, each unit represents a right to an individual share in the Funds and does not extend to a right to the underlying assets of the Funds. There are no separate classes of units and each unit has the same rights attaching to it as all other units of the Funds. Units are created and redeemed at the unitholders' option at prices based on the value of the Funds' net assets at the time of creation/redemption less transaction costs.

Movement in number of units and net assets attributable to unitholders during the year were as follows:

	iShares Core Global Corporate Bond (AUD Hedged) ETF			
	30 June 2026	30 June 2025	**30 June 2026**	30 June 2025
	No.'000	No.'000	**$'000**	$'000
Opening balance	**2,945**	3,281	**272,364**	299,543
Profit/(loss) for the year	**-**	-	**12,107**	17,298
Creations	**1,040**	600	**96,370**	54,966
Redemptions	**(260)**	(940)	**(23,825)**	(86,958)
Units issued upon reinvestment of distributions	**5**	4	**474**	394
Distributions paid and payable	**-**	-	**(14,306)**	(12,879)
Closing balance	**3,730**	2,945	**343,184**	272,364

5 Net Assets Attributable to Unitholders (continued)

	iShares Global High Yield Bond (AUD Hedged) ETF			
	30 June 2026 No.'000	30 June 2025 No.'000	**30 June 2026 $'000**	30 June 2025 $'000
Opening balance	**2,913**	1,779	**275,310**	163,786
Profit/(loss) for the year	**-**	-	**15,364**	17,159
Creations	**1,380**	1,810	**130,260**	169,660
Redemptions	**(1,720)**	(680)	**(163,202)**	(62,001)
Units issued upon reinvestment of distributions	**4**	4	**352**	393
Distributions paid and payable	**-**	-	**(15,160)**	(13,687)
Closing balance	**2,577**	2,913	**242,924**	275,310

	iShares J.P. Morgan USD Emerging Markets Bond (AUD Hedged) ETF			
	30 June 2026 No.'000	30 June 2025 No.'000	**30 June 2026 $'000**	30 June 2025 $'000
Opening balance	**1,314**	873	**100,105**	65,583
Profit/(loss) for the year	**-**	-	**7,560**	5,794
Creations	**410**	880	**31,792**	66,224
Redemptions	**(1,081)**	(440)	**(83,812)**	(33,231)
Units issued upon reinvestment of distributions	**1**	1	**68**	72
Distributions paid and payable	**-**	-	**(4,994)**	(4,337)
Closing balance	**644**	1,314	**50,719**	100,105

	iShares Global Aggregate Bond ESG (AUD Hedged) ETF			
	30 June 2026 No.'000	30 June 2025 No.'000	**30 June 2026 $'000**	30 June 2025 $'000
Opening balance	**3,325**	815	**325,132**	77,781
Profit/(loss) for the year	**-**	-	**9,246**	7,808
Creations	**1,654**	3,454	**161,088**	336,180
Redemptions	**(575)**	(945)	**(56,466)**	(91,579)
Units issued upon reinvestment of distributions	**1**	1	**7**	3
Distributions paid and payable	**-**	-	**(10,379)**	(5,061)
Closing balance	**4,405**	3,325	**428,628**	325,132

	iShares U.S. Treasury Bond (AUD Hedged) ETF			
	30 June 2026 No.'000	30 June 2025 No.'000	**30 June 2026 $'000**	30 June 2025 $'000
Opening balance	**205**	50	**20,761**	5,059
Profit/(loss) for the year	**-**	-	**485**	705
Creations	**155**	154	**15,417**	15,523
Redemptions	**(126)**	-	**(12,580)**	-
Units issued upon reinvestment of distributions	**1**	1	**21**	10
Distributions paid and payable	**-**	-	**(486)**	(536)
Closing balance	**235**	205	**23,618**	20,761

5 Net Assets Attributable to Unitholders (continued)

	iShares 20+ Year U.S. Treasury Bond (AUD Hedged) ETF			
	30 June 2026 No.	30 June 2025 No.	**30 June 2026 $**	30 June 2025 $
Opening balance	**15,006**	-	**1,376,651**	-
Profit/(loss) for the year	**-**	-	**77,355**	(107,155)
Creations	**67,500**	30,500	**6,063,874**	2,936,060
Redemptions	**(65,000)**	(15,500)	**(5,865,657)**	(1,432,284)
Units issued upon reinvestment of distributions	**25**	6	**2,256**	542
Distributions paid and payable	**-**	-	**(58,323)**	(20,512)
Closing balance	**17,531**	15,006	**1,596,156**	1,376,651

	iShares Core Global Aggregate Bond (AUD Hedged) ETF	
	30 June 2026 No.	**30 June 2026 $**
Profit/(loss) for the period	**-**	**33,385**
Creations	**46,000**	**4,586,653**
Redemptions	**(31,000)**	**(3,109,217)**
Distributions paid and payable	**-**	**(5,670)**
Closing balance	**15,000**	**1,505,151**

Capital Risk Management

The Funds manage their net assets attributable to unitholders as capital. The amount of net assets attributable to unitholders can change significantly on a daily basis as the Funds are subject to daily creations and redemptions at the discretion of unitholders.

The Funds monitor the level of daily creations and redemptions relative to the liquid assets in the Funds. As of 30 June 2026 the capital of the Funds are represented in the net assets attributable to unitholders table.

In the event of a significant redemption, the Funds' Constitutions allow the delay of payment beyond the usual redemption timeframe but no later than the maximum number of days specified in the Constitutions for satisfying redemption requests. Further, in certain circumstances such as disrupted markets, the Constitutions allow payment to be delayed beyond the maximum number of days.

6 Financial Assets Held at Fair Value Through Profit or Loss

	iShares Core Global Corporate Bond (AUD Hedged) ETF As at		iShares Global High Yield Bond (AUD Hedged) ETF As at	
	30 June 2026 $'000	30 June 2025 $'000	**30 June 2026 $'000**	30 June 2025 $'000
Forward foreign exchange contracts	**80**	3,272	**291**	1,702
Listed unit trusts	**340,532**	269,872	**237,119**	273,460
Total financial assets held at fair value through profit or loss	**340,612**	273,144	**237,410**	275,162

6 Financial Assets Held at Fair Value Through Profit or Loss (continued)

	iShares J.P. Morgan USD Emerging Markets Bond (AUD Hedged) ETF		iShares Global Aggregate Bond ESG (AUD Hedged) ETF	
	As at		As at	
	30 June 2026 $'000	30 June 2025 $'000	**30 June 2026 $'000**	30 June 2025 $'000
Forward foreign exchange contracts	**84**	1,052	**-**	-
Listed unit trusts	**49,530**	98,211	**428,468**	325,049
Total financial assets held at fair value through profit or loss	**49,614**	99,263	**428,468**	325,049

	iShares U.S. Treasury Bond (AUD Hedged) ETF		iShares 20+ Year U.S. Treasury Bond (AUD Hedged) ETF	
	As at		As at	
	30 June 2026 $'000	30 June 2025 $'000	**30 June 2026 $**	30 June 2025 $
Listed unit trusts	**23,614**	20,752	**1,562,255**	1,349,238
Total financial assets held at fair value through profit or loss	**23,614**	20,752	**1,562,255**	1,349,238

	iShares Core Global Aggregate Bond (AUD Hedged) ETF
	As at
	30 June 2026 $
Listed unit trusts	**1,504,873**
Total financial assets held at fair value through profit or loss	**1,504,873**

An overview of the risk exposures relating to financial assets held at fair value through profit or loss is included in Note 3.

7 Receivables

	iShares Core Global Corporate Bond (AUD Hedged) ETF		iShares Global High Yield Bond (AUD Hedged) ETF	
	As at		As at	
	30 June 2026 $'000	30 June 2025 $'000	**30 June 2026 $'000**	30 June 2025 $'000
Settlements receivable	**12,678**	-	**9,461**	1,730
Fee rebates from related schemes receivable	**113**	87	**204**	187
Other receivables	**1**	1	**-**	-
Total	**12,792**	88	**9,665**	1,917

7 Receivables (continued)

	iShares J.P. Morgan USD Emerging Markets Bond (AUD Hedged) ETF		iShares Global Aggregate Bond ESG (AUD Hedged) ETF	
	As at		As at	
	30 June 2026 $'000	30 June 2025 $'000	**30 June 2026 $'000**	30 June 2025 $'000
Settlements receivable	**2,822**	429	**-**	-
Creations receivable	**-**	760	**974**	-
Fee rebates from related schemes receivable	**37**	47	**72**	74
Other receivables	**-**	-	**4**	2
Total	**2,859**	1,236	**1,050**	76

	iShares U.S. Treasury Bond (AUD Hedged) ETF		iShares 20+ Year U.S. Treasury Bond (AUD Hedged) ETF	
	As at		As at	
	30 June 2026 $'000	30 June 2025 $'000	**30 June 2026 $**	30 June 2025 $
Settlements receivable	**-**	-	**-**	27,222
Fee rebates from related schemes receivable	**3**	3	**332**	238
Other receivables	**-**	-	**21**	6
Total	**3**	3	**353**	27,466

	iShares Core Global Aggregate Bond (AUD Hedged) ETF
	As at
	30 June 2026 $
Fee rebates from related schemes receivable	**215**
Other receivables	**34**
Total	**249**

There are no past due (not impaired) or expected credit losses included in the above receivables as at 30 June 2026 (30 June 2025: Nil).

8 Financial Liabilities Held at Fair Value Through Profit or Loss

	iShares Core Global Corporate Bond (AUD Hedged) ETF		iShares Global High Yield Bond (AUD Hedged) ETF	
	As at		As at	
	30 June 2026 $'000	30 June 2025 $'000	**30 June 2026 $'000**	30 June 2025 $'000
Forward foreign exchange contracts	**10,254**	975	**7,496**	1,992
Total financial liabilities held at fair value through profit or loss	**10,254**	975	**7,496**	1,992

8 Financial Liabilities Held at Fair Value Through Profit or Loss (continued)

	iShares J.P. Morgan USD Emerging Markets Bond (AUD Hedged) ETF	
	As at	
	30 June 2026 $'000	30 June 2025 $'000
Forward foreign exchange contracts	**1,965**	9
Total financial liabilities held at fair value through profit or loss	**1,965**	9

An overview of the risk exposures relating to financial liabilities held at fair value through profit or loss is included in Note 3.

9 Payables

	iShares Core Global Corporate Bond (AUD Hedged) ETF		iShares Global High Yield Bond (AUD Hedged) ETF	
	As at		As at	
	30 June 2026 $'000	30 June 2025 $'000	**30 June 2026 $'000**	30 June 2025 $'000
Management fees payable	**147**	115	**228**	211
Other payables	**-**	-	**2**	2
Total	**147**	115	**230**	213

	iShares J.P. Morgan USD Emerging Markets Bond (AUD Hedged) ETF		iShares Global Aggregate Bond ESG (AUD Hedged) ETF	
	As at		As at	
	30 June 2026 $'000	30 June 2025 $'000	**30 June 2026 $'000**	30 June 2025 $'000
Settlements payable	**-**	749	**973**	-
Redemptions payable	**-**	-	**1**	-
Management fees payable	**42**	54	**114**	117
Custody fees payable	**-**	-	**1**	1
Other payables	**1**	-	**-**	-
Total	**43**	803	**1,089**	118

	iShares U.S. Treasury Bond (AUD Hedged) ETF		iShares 20+ Year U.S. Treasury Bond (AUD Hedged) ETF	
	As at		As at	
	30 June 2026 $'000	30 June 2025 $'000	**30 June 2026 $**	30 June 2025 $
Settlements payable	**-**	-	**4,145**	-
Management fees payable	**4**	5	**499**	357
Custody fees payable	**-**	-	**126**	112
Total	**4**	5	**4,770**	469

9 Payables (continued)

	iShares Core Global Aggregate Bond (AUD Hedged) ETF As at 30 June 2026 $
Management fees payable	322
Custody fees payable	84
Total	**406**

10 Related Party Transactions

Responsible Entity

The Responsible Entity of the iShares Hedged Funds is BlackRock Investment Management (Australia) Limited (ABN 13 006 165 975, AFSL 230523) whose ultimate holding company is BlackRock, Inc.

BlackRock Investment Management (Australia) Limited is incorporated in Australia and BlackRock, Inc. is incorporated in the United States of America.

Key management personnel

Directors

Key management personnel include persons who were directors of the Responsible Entity at any time during the financial year as follows:

Director	Date appointed	Date resigned
M S McCorry	Appointed 2 December 2009	
J Collins	Appointed 29 July 2015	
A Landman	Appointed 3 February 2020	Resigned 15 April 2026
I Davila	Appointed 5 March 2020	
Shermal Lalith Johann De Silva	Appointed 21 April 2026	
Katie Anne Petering	Appointed 21 April 2026	
Louisa Danielle Roberts	Appointed 21 April 2026	

Other key management personnel

No other person had authority and responsibility for planning, directing and controlling the activities of the Funds, directly or indirectly during the financial year (30 June 2025: Nil).

Key management personnel unitholdings

At 30 June 2026 no key management personnel held units in the Funds (30 June 2025: Nil).

Key management personnel compensation

Key management personnel are paid by the Responsible Entity. Payments made from the Funds to the Responsible Entity do not include any amounts attributable to the compensation of key management personnel.

Key management personnel loan disclosures

The Funds have not made, guaranteed or secured, directly or indirectly, any loans to the key management personnel or their personally related entities at any time during the reporting period.

10 Related Party Transactions (continued)

Responsible Entity's fees and other transactions

In accordance with the Funds' Constitutions, the Responsible Entity was entitled to receive fees for the provision of services to the Funds.

At 30 June 2026	**Management fees $**	**Fee rebates from related schemes $**
iShares Core Global Corporate Bond (AUD Hedged) ETF	**821,485**	**629,115**
iShares Global High Yield Bond (AUD Hedged) ETF	**1,695,703**	**1,505,642**
iShares J.P. Morgan USD Emerging Markets Bond (AUD Hedged) ETF	**397,633**	**349,160**
iShares Global Aggregate Bond ESG (AUD Hedged) ETF	**638,390**	**402,460**
iShares U.S. Treasury Bond (AUD Hedged) ETF	**21,634**	**14,376**
iShares 20+ Year U.S. Treasury Bond (AUD Hedged) ETF	**2,864**	**1,905**
iShares Core Global Aggregate Bond (AUD Hedged) ETF	**1,293**	**864**

At 30 June 2025	Management fees $	Fee rebates from related schemes $
iShares Core Global Corporate Bond (AUD Hedged) ETF	768,001	589,933
iShares Global High Yield Bond (AUD Hedged) ETF	1,191,980	1,064,918
iShares J.P. Morgan USD Emerging Markets Bond (AUD Hedged) ETF	321,433	282,188
iShares Global Aggregate Bond ESG (AUD Hedged) ETF	313,936	198,942
iShares U.S. Treasury Bond (AUD Hedged) ETF	18,156	12,116
iShares 20+ Year U.S. Treasury Bond (AUD Hedged) ETF	1,584	1,059

Investments

The Funds held investments in the following schemes which were also managed by the Responsible Entity or its related parties:

iShares Core Global Corporate Bond (AUD Hedged) ETF

30 June 2026	**Number of units held at year end Units**	**Fair value of units held at year end $**	**Value of units purchased during the year $**	**Value of units sold during the year $**	**Interest held at year end %**	**Distribution received/ receivable during the year $**
iShares Global Corporate Bond UCITS ETF	**2,628,059**	**340,532,414**	**149,038,993**	**56,815,858**	**5.46**	**13,076,235***

iShares Core Global Corporate Bond (AUD Hedged) ETF

30 June 2025	Number of units held at year end Units	Fair value of units held at year end $	Value of units purchased during the year $	Value of units sold during the year $	Interest held at year end %	Distribution received/ receivable during the year $
iShares Global Corporate Bond UCITS ETF	1,945,665	269,872,509	79,777,482	128,405,870	4.37	11,398,360*

10 Related Party Transactions (continued)

Investments (continued)

iShares Global High Yield Bond (AUD Hedged) ETF

30 June 2026	**Number of units held at year end Units**	**Fair value of units held at year end $**	**Value of units purchased during the year $**	**Value of units sold during the year $**	**Interest held at year end %**	**Distribution received/ receivable during the year $**
iShares Global High Yield Corp Bond UCITS ETF	**1,851,209**	**237,119,351**	**187,072,046**	**194,253,362**	**5.24**	**18,289,414***

iShares Global High Yield Bond (AUD Hedged) ETF

30 June 2025	Number of units held at year end Units	Fair value of units held at year end $	Value of units purchased during the year $	Value of units sold during the year $	Interest held at year end %	Distribution received/ receivable during the year $
iShares Global High Yield Corp Bond UCITS ETF	1,951,564	273,460,170	184,704,196	92,425,989	7.22	12,726,701*

iShares J.P. Morgan USD Emerging Markets Bond (AUD Hedged) ETF

30 June 2026	**Number of units held at year end Units**	**Fair value of units held at year end $**	**Value of units purchased during the year $**	**Value of units sold during the year $**	**Interest held at year end %**	**Distribution received/ receivable during the year $**
iShares J. P. Morgan $ Emerging Markets Bond UCITS ETF	**368,177**	**49,529,585**	**46,176,897**	**94,679,761**	**0.43**	**4,612,354***

iShares J.P. Morgan USD Emerging Markets Bond (AUD Hedged) ETF

30 June 2025	Number of units held at year end Units	Fair value of units held at year end $	Value of units purchased during the year $	Value of units sold during the year $	Interest held at year end %	Distribution received/ receivable during the year $
iShares J. P. Morgan $ Emerging Markets Bond UCITS ETF	717,929	98,210,628	75,644,582	45,424,261	0.98	3,610,515*

iShares Global Aggregate Bond ESG (AUD Hedged) ETF

30 June 2026	**Number of units held at year end Units**	**Fair value of units held at year end $**	**Value of units purchased during the year $**	**Value of units sold during the year $**	**Interest held at year end %**	**Distribution received/ receivable during the year $**
iShares Global Aggregate Bond ESG UCITS ETF ETP	**86,407,287**	**428,467,814**	**171,502,705**	**66,963,240**	**6.26**	**10,601,216***

10 Related Party Transactions (continued)

Investments (continued)

iShares Global Aggregate Bond ESG (AUD Hedged) ETF

30 June 2025	Number of units held at year end Units	Fair value of units held at year end $	Value of units purchased during the year $	Value of units sold during the year $	Interest held at year end %	Distribution received/ receivable during the year $
iShares Global Aggregate Bond ESG UCITS ETF ETP	65,268,316	325,049,267	338,595,321	96,599,898	5.95	2,617,004*

iShares U.S. Treasury Bond (AUD Hedged) ETF

30 June 2026	**Number of units held at year end Units**	**Fair value of units held at year end $**	**Value of units purchased during the year $**	**Value of units sold during the year $**	**Interest held at year end %**	**Distribution received/ receivable during the year $**
iShares USD Treasury Bond UCITS ETF ETP AUD	**4,873,499**	**23,614,539**	**15,740,856**	**12,876,442**	**2.35**	**494,375***

iShares U.S. Treasury Bond (AUD Hedged) ETF

30 June 2025	Number of units held at year end Units	Fair value of units held at year end $	Value of units purchased during the year $	Value of units sold during the year $	Interest held at year end %	Distribution received/ receivable during the year $
iShares USD Treasury Bond UCITS ETF ETP AUD	4,245,937	20,752,017	15,526,656	3,058	2.86	539,776*

iShares 20+ Year U.S. Treasury Bond (AUD Hedged) ETF

30 June 2026	**Number of units held at year end Units**	**Fair value of units held at year end $**	**Value of units purchased during the year $**	**Value of units sold during the year $**	**Interest held at year end %**	**Distribution received/ receivable during the year $**
iShares $ Treasury Bond 20+yr UCITS ETF	**341,290**	**1,562,255**	**6,069,517**	**5,852,658**	**0.02**	**83,006***

iShares 20+ Year U.S. Treasury Bond (AUD Hedged) ETF

30 June 2025	Number of units held at year end Units	Fair value of units held at year end $	Value of units purchased during the year $	Value of units sold during the year $	Interest held at year end %	Distribution received/ receivable during the year $
iShares $ Treasury Bond 20+yr UCITS ETF	291,948	1,349,238	2,962,871	1,459,032	0.02	48,290*

10 Related Party Transactions (continued)

Investments (continued)

iShares Core Global Aggregate Bond (AUD Hedged) ETF

30 June 2026	Number of units held at period end Units	Fair value of units held at period end $	Value of units purchased during the period $	Value of units sold during the period $	Interest held at period end %	Distributions received/ receivable during the period $
iShares Core Global Aggregate Bond UCITS ETF	**297,494**	**1,504,873**	**4,595,873**	**3,114,407**	**0.01**	**10,978***

* The amount is net of withholding taxes

Related party schemes' unit holdings

Parties related to the Funds including the Responsible Entity, its related parties or other schemes managed by the Responsible Entity held units in the Funds as follows:

iShares Global Aggregate Bond ESG (AUD Hedged) ETF

30 June 2026 Unitholder	Number of units held opening Units	Number of units held closing Units	Interest held at year end %	Number of units acquired Units	Number of units disposed Units	Distributions paid/payable by the fund $
iShares Balanced ESG ETF	**31,970**	**34,860**	**0.79**	**9,354**	**6,464**	**106,282**
iShares High Growth ESG ETF	**6,066**	**6,551**	**0.15**	**3,569**	**3,084**	**20,101**

iShares Global Aggregate Bond ESG (AUD Hedged) ETF

30 June 2025 Unitholder	Number of units held opening Units	Number of units held closing Units	Interest held at year end %	Number of units acquired Units	Number of units disposed Units	Distributions paid/payable by the fund $
iShares Balanced ESG ETF	7,012	31,970	0.96	25,861	903	40,065
iShares High Growth ESG ETF	3,161	6,066	0.18	3,621	716	10,829

Other transactions with the Funds

Apart from those details disclosed in this note, no key management personnel have entered into a material contract with the Funds since the end of the previous financial year and there were no material contracts involving key management personnel's interests subsisting at year end.

11 Remuneration of Auditor

During the year the following fees were paid or payable for services provided by the auditor of the Funds:

	iShares Core Global Corporate Bond (AUD Hedged) ETF		**iShares Global High Yield Bond (AUD Hedged) ETF**	
	30 June 2026 $	30 June 2025 $	**30 June 2026 $**	30 June 2025 $
Deloitte Touche Tohmatsu				
Audit and review of the financial statements	**14,035**	14,035	**14,035**	14,035
Statutory assurance services required by legislation to be provided by the auditor	**1,353**	1,353	**1,353**	1,353
Total	**15,388**	15,388	**15,388**	15,388

	iShares J.P. Morgan USD Emerging Markets Bond (AUD Hedged) ETF		**iShares Global Aggregate Bond ESG (AUD Hedged) ETF**	
	30 June 2026 $	30 June 2025 $	**30 June 2026 $**	30 June 2025 $
Deloitte Touche Tohmatsu				
Audit and review of the financial statements	**14,035**	14,035	**15,519**	15,519
Statutory assurance services required by legislation to be provided by the auditor	**1,353**	1,353	**1,353**	1,353
Total	**15,388**	15,388	**16,872**	16,872

	iShares U.S. Treasury Bond (AUD Hedged) ETF		**iShares 20+ Year U.S. Treasury Bond (AUD Hedged) ETF**	
	30 June 2026 $	30 June 2025 $	**30 June 2026 $**	For the period 12 August 2024 to 30 June 2025 $
Deloitte Touche Tohmatsu				
Audit and review of the financial statements	**13,246**	13,246	**13,246**	13,246
Statutory assurance services required by legislation to be provided by the auditor	**1,264**	1,264	**1,264**	1,264
Total	**14,510**	14,510	**14,510**	14,510

	iShares Core Global Aggregate Bond (AUD Hedged) ETF
	For the period 2 October 2025 to 30 June 2026 $
Deloitte Touche Tohmatsu	
Audit and review of the financial statements	**13,246**
Statutory assurance services required by legislation to be provided by the auditor	**1,264**
Total	**14,510**

The audit fees paid or payable are discharged by the Responsible Entity from the fees earned from the Funds.

12 Reconciliation of Profit/(Loss) to Net Cash Inflow/(Outflow) from Operating Activities

	iShares Core Global Corporate Bond (AUD Hedged) ETF		iShares Global High Yield Bond (AUD Hedged) ETF	
	Year ended		Year ended	
	30 June 2026 $'000	30 June 2025 $'000	**30 June 2026 $'000**	30 June 2025 $'000
(a) Reconciliation of operating profit/(loss) to net cash inflow/(outflow) from operating activities				
Operating profit/(loss) for the year	**12,107**	17,298	**15,364**	17,159
Net (gains)/losses on financial assets and liabilities held at fair value through profit or loss (including any FX (gains)/losses)	**760**	(6,090)	**2,713**	(4,572)
Proceeds from sale of financial instruments held at fair value through profit or loss	**77,189**	112,995	**219,456**	78,509
Purchases of financial instruments held at fair value through profit or loss	**(149,073)**	(79,553)	**(186,966)**	(185,122)
Net change in receivables and other assets	**222**	(171)	**289**	(205)
Net change in accounts payables and accrued liabilities	**32**	1	**17**	55
Net cash inflow/(outflow) from operating activities	**(58,763)**	44,480	**50,873**	(94,176)
(b) Components of cash and cash equivalents				
Cash as at the end of the financial year as shown in the Statements of Cash Flows is reconciled to the Statements of Financial Position as follows:				
Cash	**181**	222	**3,575**	436
Total cash and cash equivalents	**181**	222	**3,575**	436
(c) Non-cash financing activities				
During the financial year, the following distribution payments were satisfied by the issue of units under the distribution reinvestment plan	**474**	394	**352**	393

12 Reconciliation of Profit/(Loss) to Net Cash Inflow/(Outflow) from Operating Activities (continued)

	iShares J.P. Morgan USD Emerging Markets Bond (AUD Hedged) ETF		iShares Global Aggregate Bond ESG (AUD Hedged) ETF	
	Year ended		Year ended	
	30 June 2026 $'000	30 June 2025 $'000	**30 June 2026 $'000**	30 June 2025 $'000
(a) Reconciliation of operating profit/(loss) to net cash inflow/(outflow) from operating activities				
Operating profit/(loss) for the year	**7,560**	5,794	**9,246**	7,808
Net (gains)/losses on financial assets and liabilities held at fair value through profit or loss (including any FX (gains)/losses)	**(3,009)**	(2,232)	**1,117**	(5,305)
Proceeds from sale of financial instruments held at fair value through profit or loss	**98,286**	43,458	**66,964**	96,600
Purchases of financial instruments held at fair value through profit or loss	**(46,805)**	(75,215)	**(170,527)**	(338,590)
Net change in receivables and other assets	**4**	24	**-**	(60)
Net change in accounts payables and accrued liabilities	**(11)**	(24)	**(3)**	93
Net cash inflow/(outflow) from operating activities	**56,025**	(28,195)	**(93,203)**	(239,454)
(b) Components of cash and cash equivalents				
Cash as at the end of the financial year as shown in the Statements of Cash Flows is reconciled to the Statements of Financial Position as follows:				
Cash	**254**	418	**199**	125
Total cash and cash equivalents	**254**	418	**199**	125
(c) Non-cash financing activities				
During the financial year, the following distribution payments were satisfied by the issue of units under the distribution reinvestment plan	**68**	72	**7**	3

12 Reconciliation of Profit/(Loss) to Net Cash Inflow/(Outflow) from Operating Activities (continued)

	iShares U.S. Treasury Bond (AUD Hedged) ETF		iShares 20+ Year U.S. Treasury Bond (AUD Hedged) ETF	
	Year ended		Year ended	
	30 June 2026 $'000	30 June 2025 $'000	**30 June 2026 $**	For the period 12 August 2024 to 30 June 2025 $
(a) Reconciliation of operating profit/(loss) to net cash inflow/(outflow) from operating activities				
Operating profit/(loss) for the year/period	**485**	705	**77,355**	(107,155)
Net (gains)/losses on financial assets and liabilities held at fair value through profit or loss (including any FX (gains)/losses)	**(2)**	(172)	**3,846**	154,598
Proceeds from sale of financial instruments held at fair value through profit or loss	**12,880**	3	**5,879,880**	1,431,809
Purchases of financial instruments held at fair value through profit or loss	**(15,740)**	(15,527)	**(6,065,372)**	(2,962,871)
Net change in receivables and other assets	**-**	(2)	**(109)**	(244)
Net change in accounts payables and accrued liabilities	**(1)**	4	**156**	469
Net cash inflow/(outflow) from operating activities	**(2,378)**	(14,989)	**(104,244)**	(1,483,394)
(b) Components of cash and cash equivalents				
Cash as at the end of the financial year/period as shown in the Statements of Cash Flows is reconciled to the Statements of Financial Position as follows:				
Cash	**5**	11	**38,318**	416
Total cash and cash equivalents	**5**	11	**38,318**	416
(c) Non-cash financing activities				
During the financial year/period, the following distribution payments were satisfied by the issue of units under the distribution reinvestment plan	**21**	10	**2,256**	542

12 Reconciliation of Profit/(Loss) to Net Cash Inflow/(Outflow) from Operating Activities (continued)

	iShares Core Global Aggregate Bond (AUD Hedged) ETF Year ended For the period 2 October 2025 to 30 June 2026 $
(a) Reconciliation of operating profit/(loss) to net cash inflow/(outflow) from operating activities	
Operating profit/(loss) for the year/period	**33,385**
Net (gains)/losses on financial assets and liabilities held at fair value through profit or loss (including any FX (gains)/losses)	**(23,455)**
Proceeds from sale of financial instruments held at fair value through profit or loss	**3,114,407**
Purchases of financial instruments held at fair value through profit or loss	**(4,595,824)**
Net change in receivables and other assets	**(249)**
Net change in accounts payables and accrued liabilities	**406**
Net cash inflow/(outflow) from operating activities	**(1,471,330)**
(b) Components of cash and cash equivalents	
Cash as at the end of the financial year/period as shown in the Statements of Cash Flows is reconciled to the Statements of Financial Position as follows:	
Cash	**435**
Total cash and cash equivalents	**435**

The changes in these amounts each year (as reported in (c) above) represents a non cash financing cost as it is not settled in cash until such time as it becomes attributable (i.e. taxable).

13 Segment Information

iShares Core Global Corporate Bond (AUD Hedged) ETF

The Fund operates solely in the business of providing investors with the performance of the market, before fees and expenses, as represented by the Bloomberg Global Aggregate Corporate Bond Index (AUD Hedged). The Responsible Entity, which is the chief operating decision maker for the purposes of assessing performance and determining the allocation of resources, ensures that the Fund's holdings and performance are in accordance with the Bloomberg Global Aggregate Corporate Bond Index (AUD Hedged). Accordingly, no additional qualitative or quantitative disclosures are required.

iShares Global High Yield Bond (AUD Hedged) ETF

The Fund operates solely in the business of providing investors with the performance of the market, before fees and expenses, as represented by the Markit iBoxx Global Developed Markets Liquid High Yield Capped Index (AUD Hedged). The Responsible Entity, which is the chief operating decision maker for the purposes of assessing performance and determining the allocation of resources, ensures that the Fund's holdings and performance are in accordance with the Markit iBoxx Global Developed Markets Liquid High Yield Capped Index (AUD Hedged). Accordingly, no additional qualitative or quantitative disclosures are required.

iShares J.P. Morgan USD Emerging Markets Bond (AUD Hedged) ETF

The Fund operates solely in the business of providing investors with the performance of the market, before fees and expenses, as represented by the J.P. Morgan EMBI Global Core Index (AUD Hedged). The Responsible Entity, which is the chief operating decision maker for the purposes of assessing performance and determining the allocation of resources, ensures that the Fund's holdings and performance are in accordance with the J.P. Morgan EMBI Global Core Index (AUD Hedged). Accordingly, no additional qualitative or quantitative disclosures are required.

13 Segment Information (continued)

iShares Global Aggregate Bond ESG (AUD Hedged) ETF

The Fund operates solely in the business of providing investors with the performance of the market, before fees and expenses, as represented by the Bloomberg MSCI Global Aggregate and Green Bond ESG SRI AUD Hedged Index (AUD). The Responsible Entity, which is the chief operating decision maker for the purposes of assessing performance and determining the allocation of resources, ensures that the Fund's holdings and performance are in accordance with the Bloomberg MSCI Global Aggregate and Green Bond ESG SRI AUD Hedged Index (AUD). Accordingly, no additional qualitative or quantitative disclosures are required.

iShares U.S. Treasury Bond (AUD Hedged) ETF

The Fund operates solely in the business of providing investors with the performance of the market, before fees and expenses, as represented by the ICE U.S. Treasury Core Bond AUD Hedged Index. The Responsible Entity, which is the chief operating decision maker for the purposes of assessing performance and determining the allocation of resources, ensures that the Fund's holdings and performance are in accordance with the ICE U.S. Treasury Core Bond AUD Hedged Index. Accordingly, no additional qualitative or quantitative disclosures are required.

iShares 20+ Year U.S. Treasury Bond (AUD Hedged) ETF

The Fund operates solely in the business of providing investors with the performance of the market, before fees and expenses,as represented by the ICE U.S. Treasury 20+ Year Bond AUD Hedged Index. The Responsible Entity, which is the chief operating decision maker for the purposes of assessing performance and determining the allocation of resources, ensures that the Fund's holdings and performance are in accordance with the ICE U.S. Treasury 20+ Year Bond AUD Hedged Index. Accordingly, no additional qualitative or quantitative disclosures are required.

iShares Core Global Aggregate Bond (AUD Hedged) ETF

The Fund operates solely in the business of providing investors with the performance of the market, before fees and expenses, as represented by the Bloomberg Global Aggregate Bond Index (Hedged to AUD). The Responsible Entity, which is the chief operating decision maker for the purposes of assessing performance and determining the allocation of resources, ensures that the Fund's holdings and performance are in accordance with the Bloomberg Global Aggregate Bond Index (Hedged to AUD). Accordingly, no additional qualitative or quantitative disclosures are required.

14 Events Occurring After the Reporting Period

iShares Core Global Corporate Bond (AUD Hedged) ETF

The Fund announced on 1 July 2026 a final distribution of 8.22 cents per unit, which equates to $306,484. The final distribution ex-date was 1 July 2026 and payment was on 13 July 2026.

iShares Global High Yield Bond (AUD Hedged) ETF

The Fund announced on 1 July 2026 a final distribution of 160.11 cents per unit, which equates to $4,126,151. The final distribution ex-date was 1 July 2026 and payment was on 13 July 2026.

iShares J.P. Morgan USD Emerging Markets Bond (AUD Hedged) ETF

The Fund announced on 1 July 2026 a final distribution of 127.27 cents per unit, which equates to $820,233. The final distribution ex-date was 1 July 2026 and payment was on 13 July 2026.

iShares 20+ Year U.S. Treasury Bond (AUD Hedged) ETF

The Fund announced on 1 July 2026 a final distribution of 212.40 cents per unit, which equates to $37,235. The final distribution ex-date was 1 July 2026 and payment was on 13 July 2026.

No other significant events have occurred since the end of the reporting period up to the date of signing the Annual Financial Report which would impact on the financial position of the Funds disclosed in the Statements of Financial Position as at 30 June 2026 or on the results and cash flows of the Funds for the year ended on that date.

15 Contingent Assets, Contingent Liabilities and Commitments

There are no outstanding contingent assets, contingent liabilities or commitments as at 30 June 2026 (30 June 2025: Nil).

Directors' Declaration

In the opinion of the directors of the Responsible Entity:

(a) the financial statements and notes set out on pages 9 to 75 are in accordance with the *Corporations Act 2001*, including:

- (i) complying with Accounting Standards, the *Corporations Regulations 2001* and other mandatory professional reporting requirements; and
- (ii) giving a true and fair view of the Funds' financial position as at 30 June 2026 and of their performance, as represented by the results of their operations; changes in equity and their cash flows, for the financial year ended on that date;

(b) the financial statements also comply with International Financial Reporting Standards as disclosed in Note 2(a); and

(c) there are reasonable grounds to believe that the Funds will be able to pay their debts as and when they become due and payable; and

(d) the directors have been given the declarations by the chief executive officer and chief financial officer required by section 295A of the *Corporations Act 2001*.

This declaration is made in accordance with a resolution of the directors.

Director
J Collins

Sydney
22 September 2026

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Independent Auditor's Report to the Unitholders of iShares Hedged Funds

Opinion

We have audited the financial reports of iShares Core Global Corporate Bond (AUD Hedged) ETF, iShares Global High Yield Bond (AUD Hedged) ETF, iShares J.P. Morgan USD Emerging Markets Bond (AUD Hedged) ETF, iShares Global Aggregate Bond ESG (AUD Hedged) ETF, iShares U.S. Treasury Bond (AUD Hedged) ETF, iShares 20+ Year U.S. Treasury Bond (AUD Hedged) ETF and iShares Core Global Aggregate Bond (AUD Hedged) ETF (collectively "iShares Hedged Funds" or the "Funds"), which comprises the statements of financial position as at 30 June 2026, the statements of profit or loss and other comprehensive income, the statements of changes in equity and the statements of cash flows for the period then ended, and notes to the financial statements, including material accounting policy information and other explanatory information, and the directors' declaration.

In our opinion, the accompanying financial reports of the Funds are in accordance with the *Corporations Act 2001*, including:

- Giving a true and fair view of each Fund's financial position as at 30 June 2026 and of its financial performance for the period then ended; and
- Complying with Australian Accounting Standards and the *Corporations Regulations 2001*.

Basis for Opinion

We conducted our audit in accordance with Australian Auditing Standards. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the *Audit of the Financial Reports* section of our report. We are independent of the Funds in accordance with the auditor independence requirements of the *Corporations Act 2001* and the ethical requirements of the APES 110 *Code of Ethics for Professional Accountants (including Independence Standards*) issued by the Accounting Professional and Ethical Standards Board ("the Code") that are relevant to our audit of the annual financial report of public interest entities in Australia. We have also fulfilled our other ethical responsibilities in accordance with the Code.

We confirm that the independence declaration required by the *Corporations Act 2001*, which has been given to the directors of BlackRock Investment Management (Australia) Limited (the "Responsible Entity"), would be in the same terms if given to the directors as at the time of this auditor's report.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Key Audit Matters

Key audit matters are those matters that, in our professional judgement, were of most significance in our audit of the financial reports for the current period. These matters were addressed in the context of our audit of the financial reports as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.

Deloitte.

Key Audit Matter	How the scope of our audit responded to the Key Audit Matter
Valuation of financial assets and financial liabilities held at fair value through profit or loss Financial assets and financial liabilities represent the most significant balances in the statement of financial position and are the primary drivers of net asset value and investment performance. *Refer to Notes 6 and 8*	Our procedures included, but were not limited to: • Evaluating relevant controls in place at the administrator in relation to the valuation of financial assets, including any exceptions noted; • Testing on a sample basis, the valuation of listed unit trusts by confirming the last traded market price to independent external pricing sources; and • Testing on a sample basis, forward foreign exchange contracts by verifying valuation inputs to observable market data. We also assessed the adequacy of the disclosures included in Notes 6 and 8 to the financial statements.

Name of the Funds	Financial assets as at 30 June 2026 $	Financial liabilities as at 30 June 2026 $
iShares Core Global Corporate Bond (AUD Hedged) ETF	340,612,000	10,254,000
iShares Global High Yield Bond (AUD Hedged) ETF	237,410,000	7,496,000
iShares J.P. Morgan USD Emerging Markets Bond (AUD Hedged) ETF	49,614,000	1,965,000
iShares Global Aggregate Bond ESG (AUD Hedged) ETF	428,468,000	0
iShares U.S. Treasury Bond (AUD Hedged) ETF	23,614,000	0
iShares 20+ Year U.S. Treasury Bond (AUD Hedged) ETF	1,562,255	0
iShares Core Global Aggregate Bond (AUD Hedged) ETF	1,504,873	0

Deloitte.

Existence of financial assets and financial liabilities not held in custody	**Our procedures included, but were not limited to:**
Refer to Notes 6 and 8 Financial assets and financial liabilities held at fair value through profit or loss in the statement of financial position include investments in forward foreign exchange contracts, which are not held in custody. There is a risk over the existence of financial assets and financial liabilities held outside custody and whether these are accurately recorded in the name of the fund. As disclosed in Notes 6 and 8, forward foreign exchange contracts held by the Funds include:	• Obtaining independent confirmations from the relevant counterparties for a sample of forward foreign exchange contracts held at 30 June 2026 and agreed the units held to accounting records. We also assessed the adequacy of the disclosures included in Notes 6 and 8 to the financial statements.

Forward foreign exchange contracts as at 30 June 2026		
Name of the Funds	**Financial assets $**	**Financial liabilities $**
iShares Core Global Corporate Bond (AUD Hedged) ETF	80,000	10,254,000
iShares Global High Yield Bond (AUD Hedged) ETF	291,000	7,496,000
iShares J.P. Morgan USD Emerging Markets Bond (AUD Hedged) ETF	84,000	1,965,000
iShares Global Aggregate Bond ESG (AUD Hedged) ETF	0	0
iShares U.S. Treasury Bond (AUD Hedged) ETF	0	0
iShares 20+ Year U.S. Treasury Bond (AUD Hedged) ETF	0	0
iShares Core Global Aggregate Bond (AUD Hedged) ETF	0	0

Other Information

The directors of the Responsible Entity (the "Directors") are responsible for the other information. The other information comprises the information included in the Funds' annual reports for the year ended 30 June 2026, but does not include the financial reports and our auditor's report thereon.

Our opinion on the financial reports does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial reports, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial reports or our knowledge obtained in the audit, or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Responsibilities of the Directors for the Financial Reports

The directors are responsible:

- For the preparation of the financial reports in accordance with the Corporations Act 2001, including giving a true and fair view of the financial position and performance of the Funds in accordance with Australian Accounting Standards; and
- For such internal control as the directors determine is necessary to enable the preparation of the financial reports in accordance with the Corporations Act 2001, including giving a true and fair view of the financial position and performance of the Funds are free from material misstatement, whether due to fraud or error.

In preparing the financial reports, the directors are responsible for assessing the ability of the Funds to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the directors either intend to liquidate the Funds or to cease operations, or have no realistic alternative but to do so.

Auditor's Responsibilities for the Audit of the Financial Reports

Our objectives are to obtain reasonable assurance about whether the financial reports as a whole is free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with the Australian Auditing Standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of this financial reports.

As part of an audit in accordance with the Australian Auditing Standards, we exercise professional judgement and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial reports, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Funds' internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the directors.
- Conclude on the appropriateness of the directors' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Funds' ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial reports or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Funds to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial reports, including the disclosures, and whether the financial reports represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with the directors regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

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We also provide the directors with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, actions taken to eliminate threats or safeguards applied.

From the matters communicated with the directors, we determine those matters that were of most significance in the audit of the financial reports of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

Deloitte Touche Tohmatsu

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Jonathon Corbett
Partner
Chartered Accountants
Sydney, 22 September 2026

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