This Supplement contains information relating to the Fund which is a separate fund of the Company. This Supplement forms part of and should be read in the context of, and together with, the Prospectus for the Company dated 11 March 2015, and any amending Supplements and Addenda to the Prospectus (the "Prospectus").

If you are in any doubt about the action to be taken or the contents of this Supplement please consult your stockbroker, bank manager, lawyer, accountant or other independent professional adviser authorised under the Financial Services and Markets Act 2000 immediately.

Upon issue, the Shares will be admitted to trading on the main market of the LSE. The Shares are already listed on the Official List of the UKLA.

---

iShares IV Public Limited Company
(an umbrella open-ended investment company with variable capital and having segregated liability between its funds)

Supplement relating to

iShares MSCI China A UCITS ETF

MANAGER

BlackRock Asset Management Ireland Limited

INVESTMENT MANAGER

BlackRock Advisors (UK) Limited

ISIN: IE00BQT3WG13

Potential investors should consider the risk factors set out in the Prospectus and in this Supplement before investing in the Fund.

The Directors of the Company whose names appear both on the Company's directorship register and under the heading "Management of the Company" in the Prospectus accept responsibility for the information contained in this Supplement. To the best of the knowledge and belief of the Directors (who have taken all reasonable care to ensure that such is the case) the information contained in this Supplement is in accordance with the facts and does not omit anything likely to affect the import of the information.

Save as disclosed in this Supplement, there has been no significant change and no significant new matter has arisen since publication of the Prospectus.

Application has been made for all of the Shares issued and to be issued to be traded on the London Stock Exchange. The Shares are already listed on the Official List of the UKLA. The Fund constitutes a new fund of the Company and the Shares will be allocated to the Fund as and when issued.

It is expected that dealings in the Shares will commence on or about 4 September 2015.

This Supplement replaces Supplement No. 1 dated 5 March 2015.

The date of this Supplement No. 1 is 11 March 2015.

To the extent that there is any inconsistency between this Supplement and the Prospectus, this Supplement shall prevail.

CONTENTS

DEFINITIONS

"Account Opening Form", such account opening form or application form (as the context requires) as the Directors may prescribe, to be completed by the Authorised Participant for the purposes of opening a Primary Market dealing account in relation to the Fund; or to be completed by the Common Depositary's Nominee for the purposes of applying for Shares to be issued in its name and to include authorisation for the Company to deal with Authorised Participants (as applicable).

"Authorised Participant", a market maker or broker entity which is registered with the Company as an authorised participant and therefore able to deal on the Primary Market for Shares in the Fund.

"Base Currency", the base currency of the Fund, which is US Dollar.

"Benchmark Index", the Fund's benchmark index, the MSCI China A International Index.

"*Central Bank*", the Central Bank of Ireland.

"Central Securities Depositaries", such Recognised Clearing Systems used by the Fund issuing their Shares through the Central Securities Depositary settlement system, which is a national settlement system. For the purposes of this Fund, the Central Securities Depositaries will be Participants in the International Central Securities Depositaries.

"*China A Shares*", securities of companies that are incorporated in the PRC and denominated and traded in Renminbi on the Shanghai and Shenzhen Stock Exchanges.

"Chinese Yuan" or "CNY" or "Renminbi", the lawful currency of the PRC.

"Clearstream", Clearstream Banking, Socíeté Anonyme, Luxembourg and any successor in business thereto.

"Common Depositary", the entity appointed as a depositary for the International Central Securities Depositaries, currently Citibank Europe plc, having its registered office at 1 North Wall Quay, Dublin 1.

"*Common Depositary's Nominee*", the entity appointed as nominee for any Common Depositary and as such acts as the registered holder of the Shares in the Fund, currently Citivic Nominees Limited.

"*Company*", iShares IV plc.

"*CSDCC*", China Securities Depository and Clearing Corporation Limited.

"*CSRC*", China Securities Regulatory Commission.

"*Dealing Day*"*,* in general each Business Day will be a Dealing Day. However, some Business Days will not be Dealing Days where, for example, markets on which the Fund's Investments are listed or traded or markets relevant to the Benchmark Index are closed or where there is a public holiday in the relevant jurisdiction in which a delegate of the Investment Manager is based provided there is at least one Dealing Day per fortnight, subject always to the Directors' discretion to temporarily suspend the determination of the Net Asset Value and the sale, switching and/or redemption of Shares in the Company or the Fund in accordance with the provisions of the Prospectus and the Articles. The Investment Manager produces dealing calendars which detail in advance the Dealing Days for the Fund. The dealing calendar may be amended from time to time by the Investment Manager where, for example, the relevant market operator, regulator or exchange (as applicable) declares a relevant market closed for trading and/or settlement (such closure may be made with little or no notice to the Investment Manager). The dealing calendar for the Fund is available from the Investment Manager.

"Electronic Order Entry Facility", the website facility which may be used by Authorised Participants to submit dealing requests in respect of Shares in the Fund and to obtain information in relation to the dealing procedures.

"Euroclear", Euroclear Bank S.A./N.V. and any such successor in business thereto.

"*FDI*", financial derivative instruments.

"Fund", iShares MSCI China A UCITS ETF.

"Global Share Certificate", means the certificate evidencing entitlement to the Shares issued pursuant to the Memorandum and Articles and the Prospectus, described in further detail under the section titled "Global Clearing and Settlement".

"*International Central Securities Depositaries*", such Recognised Clearing Systems used by the Fund issuing their Shares through the International Central Securities Depositary settlement system, which is an international settlement system connected to multiple national markets.

"LSE", the London Stock Exchange.

"*Non-Significant Markets*", any market that is not a Significant Market.

"*OTC*", over-the-counter.

"*Participants*", account holders in an International Central Securities Depositary, which may include Authorised Participants, their nominees or agents and who hold their interest in Shares settled and/or cleared through the applicable International Central Securities Depositary.

"Paying Agent", the entity appointed to act as paying agent to the Fund.

"Paying Agency Agreement", the agreement between the Company and the Paying Agent as may be amended from time to time in accordance with the requirements of the Central Bank.

"Portfolio Composition File", the file setting out the Investments and Cash Component which may be transferred to the Fund, in the case of subscriptions, and by the Company, in the case of redemptions, in satisfaction of the price of Shares thereof.

"PRC", the People's Republic of China.

"PRC Sub-custodian", The Hong Kong and Shanghai Banking Corporation Limited or such other person appointed as a sub-custodian of the Fund for assets in the PRC acquired through the RQFII Quota.

"QFII", Qualified Foreign Institutional Investor*.*

"*Primary Market*", the off exchange market whereon Shares of the Fund are created and redeemed directly with the Company.

"*Registrar*", such person as may be appointed, in accordance with the requirements of the Central Bank, to provide registrar services to the Fund.

"RQFII", Renminbi Qualified Foreign Institutional Investor.

"RQFII Custodian", HSBC Bank (China) Company Limited or such other person appointed by the PRC Sub-custodian as its delegate in the PRC to provide RQFII custodian services in respect of assets of the Fund in the PRC acquired through the RQFII Quota.

"RQFII Custodian Agreement", an agreement entered into between the Investment Manager, the PRC Sub-custodian and the RQFII Custodian for the purpose of appointing the PRC Sub-custodian to act through the RQFII Custodian as the local custodian in the PRC of the Fund's assets.

"RQFII Licence", licence awarded by the CSRC to entities based in certain jurisdictions outside of the PRC, enabling such entities to acquire RQFII Quota.

"RQFII Quota", Renminbi denominated investment quota issued by SAFE to holders of a RQFII Licence to invest in certain onshore Chinese securities.

"*SAFE*", China's State Administration of Foreign Exchange.

"Shareholder", the registered holder of a Share in the Fund.

"Shares", shares of the Fund or any interest therein as the context so requires.

"*UKLA*", the United Kingdom Listing Authority.

All other defined terms shall bear the same meaning as are ascribed thereto in the Prospectus.

INTRODUCTION

The Company is an open-ended investment company with variable capital and having segregated liability between its funds organised under the laws of Ireland. The Company was authorised by the Central Bank as a UCITS for the purposes of the Regulations on 13 November 2009, to offer pooled investment. The Company is structured as an umbrella fund in that the share capital of the Company may be divided into different classes of shares with one or more classes representing a separate fund of the Company. Each fund may have more than one share class.

The Articles provide that the Company may offer separate classes of shares, each representing interests in a fund comprising a distinct portfolio of investments. In addition, each fund may be further divided into a number of different classes within the fund. The Company has issued 21 classes of shares, representing 21 separate funds. Details of the other funds are set out in Appendix I to this Supplement.

The Base Currency of the Fund is US Dollar and currently there is one class of Share, also denominated in US Dollar. As at the date of this Supplement, there are no other Share classes in the Fund, but additional Share classes may be added in the future in accordance with the requirements of the Central Bank.

The Prospectus sets out information that applies to each and every fund of the Company. This includes risk factors that apply to investing in funds that seek to track a benchmark index, the management and administration of the funds by the Company, fund valuations, procedures for subscriptions, redemptions and transfers of shares in the funds, details of fees and expenses payable by the funds and taxation of shares in the funds. The Prospectus also contains information from the Company's Articles of Association.

This Supplement contains specific information relating to the Fund, including details of how to buy and sell Shares and the settlement system used by this Fund.

Potential investors in the Fund should read the Fund's KIID. Potential investors in the Fund should also read this Supplement in conjunction with the Prospectus, which is available, free of charge, from the Administrator or the Investment Manager or from the official iShares website (www.iShares.com). All terms and conditions relating to the Company generally as set out in the Prospectus apply to the Fund, save as set out in this Supplement.

Potential investors should also refer to the Company's most recent annual and semi-annual reports (if any) which contain information on the financial performance of the funds of the Company and form part of the Prospectus.

Upon issue the Shares will be traded on the main market of the LSE.

Profile of a Typical Investor

Investors in the Fund are expected to be informed investors who have taken professional advice, are able to bear capital and income risk, and should view investment in the Fund as a medium to long term investment.

An investment in the Fund should not constitute a substantial proportion of an investment portfolio and may not be suitable for all investors.

INVESTMENT OBJECTIVE AND POLICIES

Investment Objective

The investment objective of the Fund is to provide investors with a total return, taking into account both capital and income returns, which reflects the return of the MSCI China A International Index.

Investment Policy

In order to achieve its investment objective, the investment policy of the Fund is to invest in a portfolio of equity securities that as far as possible and practicable consist of the component securities of the MSCI China A International Index, this Fund's Benchmark Index. The Fund intends to use optimisation techniques in order to achieve a similar return to the Benchmark Index and it is therefore not expected that the Fund will hold each and every underlying constituent of the Benchmark Index at all times or hold them in the same proportion as their weightings in the Benchmark Index. The Fund may hold some securities which are not underlying constituents of the Benchmark Index where such securities provide similar performance (with matching risk profile) to certain securities that make up the Benchmark Index. However, from time to time the Fund may hold all of the constituents of the Benchmark Index.

Under current law issued from the PRC and subject to minor exceptions, investors based in certain jurisdictions outside the PRC may apply to the CSRC for status as a RQFII. Once an entity is licensed as a RQFII, it may be allocated a certain amount of RQFII Quota by SAFE, which it may use to invest directly in China A Shares. No direct investment in China A Shares may take place by the Investment Manager without an allocation of RQFII Quota.

The Investment Manager has been licensed as a RQFII and as at the date of this Supplement has been granted an allocation of RQFII Quota for allocation across multiple funds under its management.

The Fund may invest in FDI for direct investment purposes to assist in achieving its policy of tracking its Benchmark Index. For details regarding investment in FDI please refer to the section headed "The Benchmark Index and Investment Techniques".

The Fund may hold small amounts of cash ("Cash Holdings") and ancillary liquid assets (which will normally have dividend/income receivables) subject to the limits set out in Schedule III of the Prospectus. The Fund may, to preserve the value of such Cash Holdings, invest in one or more daily dealing money market collective investment schemes as set out below under the heading "Management of Cash Holdings and FDI Cash Holdings".

The Fund may also employ techniques and instruments relating to transferable securities for efficient portfolio management purposes in accordance with the terms set out in the section headed "Efficient Portfolio Management" in the Prospectus.

The Fund's Investments will be limited to investments permitted by the Regulations which are described in more detail in Schedule III of the Prospectus. The Fund's Investments, other than its Investments in open-ended collective investment undertakings, will normally be listed or traded on Regulated Markets set out in Schedule I of the Prospectus. Potential investors in the Fund may obtain a breakdown of the constituents of the Fund from the official iShares website (www.iShares.com) or from the Investment Manager.

THE BENCHMARK INDEX AND INVESTMENT TECHNIQUES

The MSCI China A International Index is designed to provide representation of the securities of large and mid-capitalisation companies that are incorporated in the PRC and traded in Renminbi on the Shanghai and Shenzhen Stock Exchanges, net of taxes on any dividends.

The Benchmark Index is rebalanced quarterly. Further details regarding the Benchmark Index (including its constituents) are available on the index provider's website at http://www.msci.com/products/indexes/.

The constituents and selection methodology of the Benchmark Index may change over time. The Benchmark Index of the Fund may be changed in certain circumstances as set out in the section headed "Benchmark Indices" in the Prospectus.

There are a number of circumstances in which achieving the investment objective and policy of the Fund may be prohibited by regulation, may not be in the interests of Shareholders or may require the use of strategies which are ancillary to those set out in the Fund's investment objective and policy. These circumstances include, but are not limited to, the following:

(i) the Fund is subject to the Regulations which include, inter alia, certain restrictions on the proportion of the Fund's value which may be held in individual securities. Depending on the concentration of the Benchmark Index, the Fund may be restricted from investing to the full concentration level of the Benchmark Index. In addition, the Fund may hold synthetic securities within the limits set out in the Prospectus, provided that the synthetic securities are securities which are correlated to, or the return on which is based on securities which form part of the Benchmark Index;

(ii) the Fund is subject to the RQFII regime, which restricts investment by the Investment Manager in China A Shares to the amount of RQFII Quota allocated to the Investment Manager. To the extent that the Investment Manager reaches the limit of its RQFII Quota, the Investment Manager will be prohibited from further investing directly in China A Shares until it has acquired additional RQFII Quota. In the event that additional RQFII Quota cannot be obtained or until additional RQFII Quota is obtained, the Fund may hold synthetic securities within the limits set out in the Prospectus, provided that the synthetic securities are securities which are correlated to, or the return on which is based on, securities which form part of the Benchmark Index;

(iii) the constituent securities of the Benchmark Index change from time to time (a "rebalancing"). The Investment Manager may adopt a variety of strategies when investing the assets of the Fund to bring it in line with the rebalanced Benchmark Index. For example, where a security which forms part of the Benchmark Index is not available or is not available for the required value or a market for such security does not exist or is restricted, the Fund may instead hold depository receipts relating to such securities (e.g. ADRs and GDRs);

(iv) from time to time, securities in the Benchmark Index may be subject to corporate actions. The Investment Manager may manage these events in its discretion;

(v) the Fund may hold ancillary liquid assets and will normally have dividends receivable. The Investment Manager may purchase FDI (as outlined above), for direct investment purposes, to produce a return similar to the return on the Benchmark Index;

(vi) securities held by the Fund and included in the Benchmark Index may, from time to time, become illiquid or otherwise unobtainable at fair value. In these circumstances, the Investment Manager may use a number of techniques, including purchasing securities which are not constituents of the Benchmark Index, whose returns, individually or collectively, are considered by the Investment Manager to be well-correlated to the constituents of the Benchmark Index; and

(vii) the Investment Manager will have regard to the costs of any proposed portfolio transaction. It may not necessarily be efficient to execute transactions which bring the Fund perfectly in line with the Benchmark Index at all times.

The Fund is not a replicating index fund for the purposes of the Regulations and will not apply the investment limits set out in section 4 of Schedule III of the Prospectus (it may use optimisation techniques to achieve its investment objective). The Fund may, or may not, hold every security or the exact concentration of a security in the Benchmark Index, but will aim to track the Benchmark Index as closely as possible. The extent to which the Fund uses optimisation techniques will depend on the nature of the constituents of the Benchmark Index, the practicalities and cost of tracking the Benchmark Index, and such use is at the discretion of the Investment Manager. For example, the Fund may use optimisation techniques extensively and may be able to provide a return similar to that of its Benchmark Index by investing only in a relatively small number of the constituents of its Benchmark Index. The Fund may also hold some securities which provide similar performance (with matching risk profile) to certain securities that make up the Benchmark Index even if such securities are not themselves constituents of the Benchmark Index and the Fund's holdings may exceed the number of constituents of the Benchmark Index. The use of optimisation techniques, implementation of which is subject to a number of constraints detailed in Schedule III of the Prospectus, may not produce the intended results.

Where consistent with its investment policy, the Fund may from time to time invest in convertible securities, government bonds, liquidity instruments such as floating rate instruments and commercial paper (rated at least A3 by Moody's or an equivalent rating from another agency), other transferable securities (for example, medium term notes) and open-ended collective investment undertakings. Subject to the provisions of the Regulations and the conditions imposed by the Central Bank, the Fund may invest in other funds of the Company and/or in other collective investment schemes managed by the Manager. The Fund may, in accordance with the requirements of the Central Bank in limited circumstances where direct investment in a constituent security of its Benchmark Index is not possible, invest in depository receipts to gain exposure to the relevant security. The Fund may hold small amounts of ancillary liquid assets (which will normally have dividend/income receivables) and the Investment Manager, to produce a return similar to the return on the Benchmark Index, may purchase FDI. The Fund may also hold small amounts of cash ("Cash Holdings"). The Fund may, to preserve the value of such Cash Holdings, invest in one or more daily dealing money market collective investment schemes as set out below under the heading "Management of Cash Holdings and FDI Cash Holdings".

In addition, the Fund may also engage in transactions in FDI including options and futures transactions, swaps, forward contracts, non-deliverable forwards, credit derivatives (such as single name credit default swaps and credit default swap indices), spot foreign exchange transactions, caps and floors, contracts for difference or other derivative transactions for direct investment, to assist in achieving its investment objective and for reasons such as generating efficiencies in gaining exposure to the constituents of the Benchmark Index or to the Benchmark Index itself, to produce a return similar to the return on the Benchmark Index, to reduce transaction costs or taxes or to allow exposure in the case of illiquid securities or securities which are unavailable for market or regulatory reasons or to minimise tracking errors or for such other reasons as the Directors deem of benefit to the Fund.

In the event that the Fund invests in non-fully funded FDI, the Fund may invest (i) cash representing up to the notional amount of such FDI less margin payments (if any) in such FDI, and (ii) any variation margin cash collateral received in respect of such FDI (together "FDI Cash Holdings") in one or more daily dealing money market collective investment schemes as set out below under the heading "Management of Cash Holdings and FDI Cash Holdings".

The Fund will not invest in fully funded FDI, including fully funded swaps.

Risk Management Process

The Investment Manager employs a risk management process in respect of the Fund in accordance with the requirements of the Central Bank to enable it to accurately monitor, measure and manage the global exposure from FDI ("global exposure") which the Fund gains. Any FDI not included in the risk management process will not be used until such time as a revised risk management process has been provided to the Central Bank. Information regarding the risks associated with the use of FDI can be found in the section entitled "Risk Factors - FDI Risks".

The Investment Manager uses a methodology known as the "Commitment Approach" in order to measure the global exposure of the Fund and manage the potential loss to the Fund due to market risk. The Commitment Approach is a methodology that aggregates the underlying market or notional values of FDI to determine the degree of global exposure of the Fund to FDI. Pursuant to the Regulations, in the event that the Fund uses leverage in the future, the global exposure for the Fund must not exceed 100% of the Fund's Net Asset Value.

It is not the Investment Manager's intention to leverage the Fund. The Fund may have small cash balances from time to time and may use FDI to produce a return on that cash similar to the Benchmark Index.

Management of Cash Holdings and FDI Cash Holdings

The Fund may invest Cash Holdings and / or FDI Cash Holdings in one or more daily dealing money market collective investment schemes authorised as UCITS. Such collective investment undertakings may be managed by the Investment Manager and / or an Affiliate and are subject to the limits set out in Schedule III of the Prospectus. Such collective investment schemes may comprise sub-funds in Institutional Cash Series plc which invest in money market instruments. Institutional Cash Series plc is a BlackRock umbrella fund and open-ended investment company with variable capital incorporated in Ireland and having segregated liability between its sub-funds. It is not anticipated that the Fund's Cash Holdings and / or FDI Cash Holdings will result in additional market exposure or capital erosion, however, to the extent that additional market exposure or capital erosion occurs it is expected to be minimal.

INVESTMENT AND BORROWING RESTRICTIONS

The Company is a UCITS and accordingly the Fund is subject to the investment and borrowing restrictions set out in the Regulations and the Notices of the Central Bank. These are set out in detail in Schedule III of the Prospectus.

ANTICIPATED TRACKING ERROR

Tracking error is the annualised standard deviation of the difference in monthly returns between a fund and its benchmark index.

At BlackRock we believe that this figure is important to a tactical investor who trades in and out of ETFs on a regular basis, often holding shares in an ETF for the period of only a few days or weeks. For a buy-to-hold investor with a longer investment time horizon, the tracking difference between a fund and the index over the target investment period should be more important as a measure of performance against the index. Tracking difference measures the actual difference between the returns of the fund and the returns of the index (i.e. how closely a fund tracks its index), while tracking error measures the increase and decrease in tracking difference (i.e. volatility of tracking difference). We encourage investors to consider both metrics when evaluating an ETF.

Tracking error can be a function of the ETF replication methodology. Generally speaking, historical data provides evidence that synthetic replication produces lower tracking error than physical replication; however, the same data often also provides evidence that physical replication produces lower tracking difference than synthetic replication.

Anticipated tracking error is based on the expected volatility of differences between the returns of the fund and the returns of its benchmark index. For a physically replicating ETF, one of the primary drivers of tracking error is the difference between fund holdings and index constituents. Cash management and trading costs from rebalancing can also have an impact on tracking error as well as the return differential between the ETF and the benchmark index. The impact can be either positive or negative depending on the underlying circumstances.

Tracking error may also occur in respect of the Fund if the Investment Manager's RQFII Licence is revoked, or if its RQFII Quota becomes insufficient, as the Fund will no longer be able to invest in China A Shares directly and may need to invest in securities or other instruments that are not constituents of the Benchmark Index, but which provide a similar exposure to the return of the Benchmark Index. These instruments may include offshore futures, shares in companies incorporated in the PRC but listed in Hong Kong, other exchange-traded funds that would provide a similar exposure or unfunded swap agreements, which are agreements whereby a counterparty agrees to provide the Fund with the returns of a specific exposure, i.e. the Benchmark Index, in return for a fee. Please refer to the section entitled "The Benchmark Index and Investment Techniques" above for other circumstances where the Fund may be unable to invest in the constituents of the Benchmark Index directly and which may therefore result in tracking error.

In addition, the Company and/or the Fund may also have a tracking error due to withholding tax suffered by the Company and/or the Fund on any income received from its Investments. The level and quantum of tracking error arising due to withholding taxes depends on various factors such as any reclaims filed by the Company and/or the Fund with various tax authorities, or any benefits obtained by the Company and/or the Fund under a tax treaty.

The anticipated tracking error of the Fund is not a guide to future performance. At the date of this Supplement the anticipated tracking error for the Fund, in normal market conditions, is up to 2.00%.

RISK FACTORS

Potential investors' attention is drawn to the "Risk Factors" section detailed at pages 24 to 31 of the Prospectus. In addition to the risk factors outlined in the Prospectus, this Fund has additional risk factors that investors should consider before investing in the Fund:

<u>Generic Investment Risks</u>

Investment Risks
Past performance is not a guide to the future. The prices of Shares and the income from them may fall as well as rise and an investor may not recover the full amount invested. There can be no assurance that the Fund will achieve its investment objective or that an investor will recover the full amount invested in the Fund. The capital return and income of the Fund are based on the capital appreciation and income on the securities it holds, less expenses incurred and any relevant Duties and Charges. Therefore, the Fund's return may be expected to fluctuate in response to changes in such capital appreciation or income.

<u>Risks specific to investing in index-tracking exchange traded funds (ETFs)</u>

Index Tracking Risks
While the Fund seeks to track the performance of its Benchmark Index through an optimising strategy, there is no guarantee that it will achieve perfect tracking and the Fund may potentially be subject to tracking error risk, which is the risk that its returns may not track exactly those of its Benchmark Index, from time to time. This tracking error may result from an inability to hold the exact constituents of the Benchmark Index (although this

is not the expected cause of tracking error for non-replicating funds such as the Fund), for example where there are local market trading restrictions, small illiquid components, a temporary unavailability or interruption in trading of certain securities comprising the Benchmark Index and/or where the Regulations limit exposure to the constituents of the Benchmark Index. For liquidity purposes, the Fund will need to hold a portion of its net assets in cash and such cash holding will not rise and fall in line with movements in the Benchmark Index. In addition, the Company relies on an index licence granted by a third party index provider to use and track the Benchmark Index. In the event that the index provider terminates or varies an index licence, it will affect the ability of the Fund to continue to use and track its Benchmark Index and to meet its investment objective. In such circumstances, the Directors may take such action as described in the section entitled "Benchmark Indices" in the Prospectus. Regardless of market conditions, the Fund aims to track the performance of the Benchmark Index and does not seek to outperform the Benchmark Index.

Optimising strategy
It may not be practical or cost efficient for the Fund to replicate its Benchmark Index. As it is not part of the Fund's investment policy to replicate its Benchmark Index, the Fund may use optimisation techniques to track the performance of its Benchmark Index. Optimisation techniques may include the strategic selection of some (rather than all) of the securities that make up the Benchmark Index, holding securities in proportions that differ from the proportions of the Benchmark Index and/or the use of FDI to track the performance of certain securities that make up the Benchmark Index. The Investment Manager may also select securities which are not underlying constituents of the Benchmark Index where such securities provide similar performance (with matching risk profile) to certain securities that make up the Benchmark Index. As an optimising fund, the Fund may potentially be subject to tracking error risk, which is the risk that its returns may not track exactly those of its Benchmark Index.

Index-Related Risks
As prescribed by this Supplement, in order to meet its investment objective, the Fund seeks to achieve a return which corresponds generally to the price and yield performance, before fees and expenses, of the Benchmark Index as published by the index provider. There is no assurance that the index provider will compile the Benchmark Index accurately, or that the Benchmark Index will be determined, composed or calculated accurately. While the index provider does provide descriptions of what the Benchmark Index is designed to achieve, the index provider does not provide any warranty or accept any liability in relation to the quality, accuracy or completeness of data in respect of the Benchmark Index, and does not guarantee that the Benchmark Index will be in line with the described index methodology.

The Investment Manager's mandate as described in this Supplement and the Prospectus is to manage the Fund consistently with the Benchmark Index provided to the Investment Manager. Consequently, the Investment Manager does not provide any warranty or guarantee for index provider errors. Errors in respect of the quality, accuracy and completeness of the data may occur from time to time and may not be identified and corrected for a period of time, particularly where the indices are less commonly used. Therefore gains, losses or costs associated with index provider errors will be borne by the Fund and its investors. For example, during a period where the Benchmark Index contains incorrect constituents, a Fund tracking such published Benchmark Index would have market exposure to such constituents and would be underexposed to the constituents that should have been included in the Benchmark Index. As such, errors may result in a negative or positive performance impact to the Fund and its investors. Investors should understand that any gains from index provider errors will be kept by the Fund and its investors and any losses resulting from index provider errors will be borne by the Fund and its investors.

Apart from scheduled rebalances, the index provider may carry out additional ad-hoc rebalances to the Benchmark Index in order, for example, to correct an error in the selection of index constituents. Where the Benchmark Index of the Fund is rebalanced and the Fund in turn rebalances its portfolio to bring it in line with its Benchmark Index, any transaction costs (including any capital gains tax and/or transaction taxes) and market exposure arising from such portfolio rebalancing will be borne directly by the Fund and its investors. Unscheduled rebalances to the Benchmark Index may also expose the Fund to tracking error risk, which is the risk that its returns may not track exactly those of the Benchmark Index. Therefore, errors and additional ad hoc rebalances carried out by the index provider to the Benchmark Index may increase the costs and market exposure risk of the Fund.

Secondary Trading Risk
The Shares will be traded on the main market of the LSE and may be listed or traded on one or more other stock exchanges. There can be no certainty that there will be liquidity in the Shares on any one or more of the stock exchanges or that the market price at which Shares may be traded on a stock exchange will be the same as the Net Asset Value per Share. There can be no guarantee that once the Shares are listed or traded on a stock exchange they will remain listed or traded on that stock exchange.

Counterparty and trading risks

Counterparty Risk
The Company will be exposed to the credit risk of the parties with which it transacts and may also bear the risk of settlement default. Credit risk is the risk that the counterparty to a financial instrument will fail to discharge an obligation or commitment that it has entered into with the Company. This would include the counterparties to any FDI that it enters into. Trading in FDI which have not been collateralised gives rise to direct counterparty exposure. The Company mitigates much of its credit risk to its FDI counterparties by receiving collateral with a value at least equal to the exposure to each counterparty but, to the extent that any FDI is not fully collateralised, a default by the counterparty may result in a reduction in the value of the Fund. A formal review of

each new counterparty is completed and all approved counterparties are monitored and reviewed on an ongoing basis. The Company maintains an active oversight of counterparty exposure and the collateral management process. Counterparty exposure is subject to the investment restrictions in Schedule III of the Prospectus.

Counterparty Risk to the Custodian and other depositaries
The Company will be exposed to the credit risk of the Custodian or any depository used by the Custodian where cash or other assets are held by the Custodian or other depositaries. Credit risk is the risk that the counterparty to a financial instrument will fail to discharge an obligation or commitment that it has entered into with the Company. Cash held by the Custodian and other depositaries will not be segregated in practice but will be a debt owing from the Custodian or other depositaries to the Company as a depositor. Such cash will be co-mingled with cash belonging to other clients of the Custodian and/or other depositaries. In the event of the insolvency of the Custodian or other depositaries, the Company will be treated as a general unsecured creditor, ranking pari passu with all other unsecured creditors, of the Custodian or other depositaries in relation to cash holdings of the Company. The Company may face difficulties and/or encounter delays in recovering such debt, or may not be able to recover it in full or at all, in which case the Fund will lose some or all of its cash. The Company's securities are however maintained by the Custodian and sub-custodians used by the Custodian in segregated accounts and should be protected in the event of insolvency of the Custodian or sub-custodians. The Company may enter into additional arrangements (for example placing cash in money market collective investment schemes) in order to mitigate such credit exposure and may be exposed to other risks as a result.

To mitigate the Company's exposure to the Custodian, the Investment Manager employs specific procedures to ensure that the Custodian is a reputable institution and that the credit risk is acceptable to the Company. If there is a change in Custodian then the new custodian will be a regulated entity subject to prudential supervision, with a high credit rating assigned by international credit rating agencies.

Counterparty Risk to the PRC Sub-custodian, RQFII Custodian and central depositaries for PRC assets
Any China A Shares acquired by the Fund through the RQFII Quota of the Investment Manager will be maintained by the PRC Sub-custodian through its delegate, the RQFII Custodian, in electronic form via securities accounts with the CSDCC, and cash will be held in Renminbi cash account(s) with the RQFII Custodian on deposit, in accordance with the RQFII Custodian Agreement. Further, such securities account(s) and Renminbi cash account(s) for the Fund in the PRC will be maintained in the name "BlackRock Advisors (UK) Limited – iShares MSCI China A UCITS ETF" in accordance with the relevant rules and regulations. While the non-cash assets held in such securities account(s) are segregated from the assets of the Investment Manager and belong solely to the Fund (as beneficial owner), it is possible that this position may be interpreted by the PRC authorities differently in the future.

Cash held by the RQFII Custodian will be held on deposit (as banker) and will, in practice, not be segregated but will be a debt owing from the RQFII Custodian to the Fund as a depositor. Such cash will be co-mingled with cash belonging to other clients of the RQFII Custodian. In the event of the insolvency of the RQFII Custodian, the Fund will not have any proprietary rights to the cash deposited in the cash account opened with the RQFII Custodian, and the Fund will become an unsecured creditor of the RQFII Custodian, ranking pari passu with all other unsecured creditors. The Fund may face difficulties and/or encounter delays in recovering such debt, or may not be able to recover it in full or at all, in which case the Fund will lose some or all of its cash.

Under local PRC rules, the entity acting as RQFII Custodian is also required to carry out certain additional duties outside the scope of the standard obligations of a bank providing local sub-custody services and outside the scope of a global custodian providing global custody services. Such duties include the provision of reporting to the PRC broker(s) which will rely on such information in executing trades for the Fund and the carrying out of error trade rectification procedures (with the PRC broker(s) and Investment Manager) to resolve any incorrect trade execution or settlement. If an error is made by the RQFII Custodian in carrying out such duties which fall outside its role as a sub-custodian, the Custodian will not have any liability for such error and the Fund will have risk of incurring losses as a result of any such error on the part of the RQFII Custodian (as it would with other service providers).

In the PRC, securities are settled on trade date but cash is settled on trade date +1. This means that, on a sale of securities, the securities will be debited one business day prior to the corresponding cash movement. As a result, the Fund will have overnight counterparty exposure to the CSDCC (as the central clearing participant).

Counterparty Risk to PRC broker(s)
The Investment Manager selects brokers in the PRC ("PRC Broker(s)") to execute transactions for the Fund in markets in the PRC. There is a possibility that the Investment Manager may only appoint one PRC Broker for each of the Shenzhen Stock Exchange and the Shanghai Stock Exchange, which may be the same broker. While PRC regulation allows for up to three PRC Brokers to be appointed for each of the Shenzhen and Shanghai stock exchanges, as a matter of practice, it is likely that that only one PRC Broker will be appointed in respect of each stock exchange in the PRC as a result of the regulatory requirement in the PRC that securities are sold through the same PRC Broker through which they were originally purchased.

Should, for any reason, the Investment Manager be unable to use the relevant broker in the PRC, the Investment Manager would be unable to purchase China A Shares and as such, the operation of the Fund would be adversely affected and may cause Shares in the Fund to trade at a premium or discount to the Fund's Net Asset Value or be unable to track the Benchmark Index. The Fund may also incur losses due to the acts or omissions of any of the PRC Broker(s) in the execution or settlement of any transaction or in the transfer of any funds or securities.

If a single PRC Broker is appointed, the Fund may not pay the lowest commission available in the market.

However, the Investment Manager shall, in the selection of PRC Brokers, have regard to factors such as the competitiveness of commission rates, size of the relevant orders and execution standards.

There is a risk that the Fund may suffer losses from the default, insolvency or disqualification of a PRC Broker. In such event, the Fund may be adversely affected in the execution of transactions through such PRC Broker. As a result, the Net Asset Value of the Fund may also be adversely affected. To mitigate the Company's exposure to the PRC Broker(s), the Investment Manager employs specific procedures to ensure that each PRC Broker selected is a reputable institution and that the credit risk is acceptable to the Company.

On Exchange Trading
Where a counterparty to an on exchange trade in the Fund's underlying securities suffers an Insolvency Event, there are risks associated with the recognised investment exchanges and markets themselves set out in Schedule I of the Prospectus. There is a risk that the relevant recognised investment exchange or market on which the trade is being conducted will not apply its rules fairly and consistently and that failed trades will be effected notwithstanding the insolvency of one of the counterparties. There is also a risk that a failed trade will be pooled with other failed trades, which may make it difficult to identify a failed trade to which the Fund has been a party. Either of these events may have a negative impact on the value of the Fund.

Specific investment risks for the Fund

RQFII regime general risk
The RQFII regime was introduced in 2011 and as such, the regulations which regulate the RQFII regime and associated processes, such as the repatriation of capital from RQFII investments, are relatively new. Repatriations of Renminbi by RQFIIs are currently permitted once a day and are not currently subject to any lock-up restrictions or prior regulatory approval. The application and interpretation of such investment regulations are therefore relatively untested and there is no certainty as to how they will be applied as the PRC authorities and regulators have been given wide discretion in such investment regulations and there is no precedent or certainty as to how such discretion may be exercised now or in the future. It is not possible to predict the future development of the RQFII system. Any restrictions on repatriation imposed in respect of the Fund's cash may have an adverse effect on the Fund's ability to meet redemption requests. Any change in the RQFII system generally, including the possibility of the Investment Manager losing its RQFII status, may affect the Fund's ability to invest in China A Shares directly through the Investment Manager's RQFII Licence. Moreover, transaction sizes for RQFIIs are relatively large, which means there is a corresponding heightened risk of exposure to decreased market liquidity and significant price volatility, leading to possible adverse effects on the timing and pricing of acquisition or disposal of securities.

RQFII Quota risk
The Fund's investment in China A Shares is dependent on the Investment Manager maintaining sufficient RQFII Quota on behalf of the Fund. The capacity of the Fund to make investments in China A Shares depends on several factors including sufficient RQFII Quota being granted by SAFE to the Investment Manager (including any additional RQFII Quota when needed) and allocated by the Investment Manager for use by the Fund, as well as the ability of the Investment Manager to maintain its RQFII Licence which may be affected if the Investment Manager loses its RQFII status. The Investment Manager has the flexibility to allocate its RQFII Quota across multiple funds under its management from time to time. As such, the Fund will not have exclusive use of a specified amount of RQFII Quota and will rely on the Investment Manager's management and allocation of such quota between different funds.

Should demand for the Fund exceed the RQFII Quota granted to the Investment Manager and/or exceed the portion of RQFII Quota granted to the Investment Manager which the Investment Manager has allocated to the Fund, the Investment Manager would need to apply for additional RQFII Quota for allocation to the Fund. There is no guarantee that the Investment Manager will be able to obtain additional RQFII Quota for allocation to the Fund or there could be a delay in the Investment Manager being granted such RQFII Quota. Any failure or delay in obtaining additional RQFII Quota will result in the Fund not being able to acquire additional China A Shares or other onshore instruments in the PRC and may result in the Fund not being able to accept any further subscriptions for Shares and its Shares trading at a significant premium or discount to their net asset value on a stock exchange on which they are admitted to trading. Alternatively, the Fund may need to obtain additional exposure to China A Shares indirectly, which may result in a negative or positive performance impact to the Fund, and by extension its Shareholders, as compared to the Benchmark Index.

To the extent that the RQFII Quota currently allocated to the Investment Manager is recalled by SAFE, the Investment Manager loses its RQFII Licence or regulations change such that the RQFII regime is no longer available to the Investment Manager, it will be more difficult for the Fund to achieve its investment objective. In such an event, the Fund may use techniques to invest in securities or other instruments that are not constituents of the Benchmark Index, but which provide a similar exposure to the return of the Benchmark Index. These instruments may include offshore futures, shares in companies incorporated in the PRC but listed in Hong Kong, other exchange-traded funds that would provide a similar exposure or unfunded swap agreements, which are agreements whereby a counterparty agrees to provide the Fund with the returns of a specific exposure, i.e. the Benchmark Index, in return for a fee. Accordingly, there is a greater risk of tracking error, which may result in a negative or positive performance impact to the Fund and its Shareholders.

RQFII Quota allocation conflict risk
The Investment Manager will assume dual roles as the investment manager of the Fund and the RQFII Licence holder. The Investment Manager will also act as investment manager for other funds that may benefit from the

allocation of a RQFII Quota. Situations may arise where the Investment Manager allocates RQFII Quota granted to it by SAFE to another fund under its management.

RQFII investment restrictions risk
Investors should note that the relevant PRC laws and regulations may limit the ability of a RQFII, including the Investment Manager, to acquire China A Shares in certain PRC issuers from time to time. This may occur in a number of circumstances, such as (i) where the RQFII has investments in an aggregate of 10% of the total share capital of a listed PRC issuer (regardless of the fact that the investments may be for a number of different ultimate clients including the Fund), and (ii) where the aggregate investments in China A Shares of all QFIIs and RQFIIs (whether or not connected in any way to the Fund) already equal 30% of the total share capital of a listed PRC issuer. In the event that these limits are exceeded, the relevant QFIIs and RQFIIs will be required to dispose of the China A Shares in order to comply with the relevant requirements and, in respect of (ii), each QFII or RQFII will dispose of the relevant China A Shares on a "last in first out" basis. Where a situation arises which requires the Investment Manager to dispose of China A Shares for the Fund, the Fund may need to reject, scale back or postpone new subscriptions for Shares by Authorised Participants accordingly.

The PRC may introduce further limitations or restrictions on the foreign ownership of securities in the PRC, which may have adverse effects on the liquidity and the performance of the Fund. Such limitations and restrictions may restrict the Fund's ability to acquire the shares of one or more constituents of its Benchmark Index in accordance with the relevant weightings of the Benchmark Index and therefore may impact on the Fund's ability to track closely the performance of the Benchmark Index.

Liquidity of China A Shares risk
The existence of a liquid trading market for China A Shares may depend on whether there is a readily available supply of, and corresponding demand for, China A Shares. The price at which China A Shares may be purchased or sold by the Fund, upon any rebalancing activities or otherwise, and the Net Asset Value of the Fund may be adversely affected if trading markets for the China A Shares are limited or absent. Investors should note that the Shanghai and Shenzhen Stock Exchanges on which China A Shares are traded are undergoing continuing development and the market capitalisation of, and trading volumes on, those exchanges are lower than those in more developed financial markets. Market volatility and settlement difficulties in the China A Shares markets may result in significant fluctuation in the prices of securities traded on such markets and may consequently increase the volatility of the Net Asset Value of the Fund.

Risks of trading suspensions, limits and other disruptions
The liquidity of China A Shares will be impacted by any temporary or permanent suspensions of particular stocks imposed from time to time by the Shanghai and/or Shenzhen Stock Exchanges or as a result of any regulatory or governmental intervention in relation to particular stocks or the markets. Any such suspension may make it difficult for the Fund to acquire or liquidate positions in the relevant stocks, which may also impact on the Net Asset Value of the Fund, may increase the tracking error of the Fund and may expose the Fund to losses.

The Shanghai and Shenzhen Stock Exchanges currently apply a daily limit, set at 10%, of the amount of fluctuation permitted in the prices of China A Shares during a single trading day. The daily limit refers to price movements only and does not restrict trading within the relevant limit. There can be no assurance that a liquid market on an exchange would exist for any particular China A Share or for any particular time. Any limit imposed on a stock held by the Fund may limit the ability of the Fund to invest in or liquidate positions in the relevant stock thereby potentially impacting on the Net Asset Value of the Fund and increasing tracking error.

Such circumstances may cause the Shares of the Fund to trade at a significant premium or discount to the Net Asset Value on any stock exchange on which they are admitted for trading.

If a significant portion of the Fund's investments and/or the constituents of the Benchmark Index are restricted or suspended, the Fund may, in the sole discretion of the Directors, suspend the determination of the Net Asset Value and the issue and redemption of Shares of the Fund in accordance with the section entitled "Temporary Suspension of Valuation of the Shares and of Sales and Redemptions". Any temporary suspension of the issue and redemption of Shares in the Fund may cause the Shares of the Fund to trade at a premium or discount to the Net Asset Value on any stock exchange on which they are admitted for trading.

PRC Economic Risks
The economy in the PRC, which has been in a state of transition from a planned economy to a more market orientated economy, differs from the economies of most developed countries and investing in the PRC may be subject to greater risk of loss than investments in developed markets, due, among other factors, to greater market volatility, lower trading volume, political and economic instability and greater limitations on foreign investment policy than those typically found in a developed market. There may be substantial government intervention in the PRC economy, including restrictions on investment in companies or industries deemed to be sensitive to relevant national interests. The PRC government and regulators may also intervene in the financial markets, such as by the imposition of trading restrictions, which may affect the trading of Chinese securities. The companies in which the Fund invests may be held to lower disclosure, corporate governance, accounting and reporting standards than companies in more developed markets. In addition, some of the securities held by the Fund may be subject to foreign ownership limits, the imposition of withholding or other taxes, or may have liquidity issues which make such securities more difficult to sell. Furthermore, market interventions may have a negative impact on market sentiment which may in turn affect the performance of the Benchmark Index and therefore the performance of the Fund.

The PRC economy has recently experienced significant and rapid growth. However, such growth may or may not continue, and may not apply evenly across different geographic locations and sectors of the PRC economy. Economic growth has also been accompanied by periods of high inflation. The PRC government has implemented various measures from time to time to control inflation and restrain the rate of economic growth of the PRC economy. Furthermore, the PRC government has carried out economic reforms to achieve decentralisation and utilisation of market forces to develop the economy of the PRC. These reforms have resulted in significant economic growth and social progress. There can, however, be no assurance that the PRC government will continue to pursue such economic policies or, if it does, that those policies will continue to be successful. Any such adjustment and modification of those economic policies may have an adverse impact on the securities markets in China and therefore on the performance of the Fund.

These factors may increase the volatility of any such Fund (depending on its degree of investment in the PRC) and hence the risk of loss to the value of your investment.

PRC Political Risks
Any political changes, social instability and adverse diplomatic developments which may take place in or in relation to the PRC could result in the imposition of additional governmental restrictions including expropriation of assets, confiscatory taxes or nationalisation of some or all of the constituents of the Benchmark Index. Investors should also note that any change in the policies of the government and relevant authorities of the PRC may adversely impact the securities markets in the PRC as well as the performance of the Fund, as compared to the Benchmark Index.

Legal System of the PRC
The PRC legal system is based on written statutes and their interpretation by the Supreme People's Court. Prior court decisions may be cited for reference but do not have precedent value. Since 1979, the PRC government has been developing a comprehensive system of commercial law, and progress has been made in introducing laws and regulations dealing with economic matters such as foreign investment, corporate organisation and governance, commerce, taxation and trade. However, because of the limited volume of published cases and judicial interpretation and their non-binding nature, the interpretation and enforcement of these regulations involves significant uncertainties. Such regulations also empower the CSRC and SAFE to exercise discretion in their respective interpretation of the regulations, which may result in uncertainties in their application. In addition, as the PRC legal system develops, no assurance can be given that changes in such laws and regulations, their interpretation or their enforcement will not have a material adverse effect on the Fund's onshore business operations or the ability of the Fund to acquire China A Shares. The RQFII Custodian Agreement, which is required to be entered into by the Investment Manager (as the relevant RQFII Licence holder) with the RQFII Custodian in order to satisfy the requirements of the RQFII rules, is governed by PRC law and hence there may be uncertainties in relation to the application and enforcement of the agreement. Further information on the RQFII Custodian Agreement is set out in the section below titled "RQFII Custodian".

Remittance and repatriation of Renminbi
Repatriations of Renminbi by RQFIIs are currently permitted once a day and are not currently subject to any lock-up restrictions or prior regulatory approval, however, there are restrictions on the movement of onshore Renminbi offshore (see section entitled "Onshore versus offshore Renminbi risk" for more detail). However, there is no assurance that PRC rules and regulations will not change or that repatriation restrictions will not be imposed in the future. Any restrictions on repatriation imposed may have an adverse effect on the Fund's ability to meet redemption requests.

At this time, the People's Bank of China (Hong Kong) Limited ("PBOC") is the only clearing bank for offshore Renminbi in Hong Kong. The remittance of Renminbi funds into the PRC and the repatriation of Renminbi funds out of the PRC is dependent on the operational systems and procedures developed by the PBOC for such purposes and there is no assurance that there will not be delays in remittance and/or repatriation which are outside of the control of the Company. The Fund is also dependant on the Custodian and the RQFII Custodian properly carrying out any required remittance of Renminbi into and out of the PRC. Any delays in, or restrictions imposed on, the remittance and/or repatriation of the Fund's cash into or out of the PRC will impact upon the Fund's ability to purchase underlying securities required in order to track effectively the Index which may increase the level of tracking error. Such delays or restrictions could also delay or restrict the Fund's ability to purchase all the underlying securities required in connection with a subscription and also impact the Fund's ability to repatriate cash in connection with redemption requests. Any resultant market risk arising from such delays or restrictions may impact the subscription amounts payable, and redemption amounts receivable, by Authorised Participants.

If the Company is unable to repatriate funds required for the purpose of making redemption payments due or in periods during which there are difficulties or it is envisaged that there will be difficulties in the transfer of monies required for redemptions, the Fund may, in the sole discretion of the Directors, suspend the determination of the Net Asset Value and the issue and redemption of Shares of the Fund in accordance with the section entitled "Temporary Suspension of Valuation of the Shares and of Sales and Redemptions". Any temporary suspension of the issue and redemption of Shares in the Fund may cause the Shares of the Fund to trade at a premium or discount to the Net Asset Value on any stock exchange on which they are admitted for trading.

Onshore versus offshore Renminbi risk
The onshore Renminbi is the official currency of the PRC and is the currency of denomination for all financial transactions between individuals, state and corporations in the PRC. Hong Kong is the first jurisdiction to allow for the accumulation of Renminbi deposits outside the PRC. Since June 2010, the offshore market for Renminbi is traded officially and regulated jointly by the Hong Kong Monetary Authority and the PBOC. While both onshore

Renminbi ("**CNY**") and offshore Renminbi ("**CNH**") are the same currency, the onshore and offshore markets in which they are traded are largely separate and independent and the movement of currency from one market to the other is highly restricted. CNY and CNH are traded at different rates and any movement may not be in the same direction. This is because CNY and CNH act in separate jurisdictions, which leads to separate supply and demand conditions for each, and therefore separate but related currency markets. As a result of strong demand in recent years for CNH, CNH has often traded at a premium to CNY. As a proportion of the Fund's Investments will be held in both CNH and CNY, the Fund may be exposed to the exchange rate differences between CNH and CNY and foreign exchange transaction costs associated with converting from CNH to CNY and vice versa.

Potential market volatility risk
Investors should note that the Shanghai Stock Exchange and Shenzhen Stock Exchange on which China A Shares are traded are undergoing development. Market volatility may result in significant fluctuation in the prices of securities traded on such markets, which would therefore impact upon the Net Asset Value of the Fund.

Prefunding and associated risks
The PRC is a prefunding market, which means that PRC securities can only be purchased on a pre-funded basis. Accordingly, each Authorised Participant submitting an application to subscribe for shares in the Fund is required to deliver upfront a subscription amount ("**Prefunding Amount**") to cover the purchase by the Fund of underlying PRC securities in connection with the subscription order, for the Authorised Participant's subscription application to be valid. Please see the section entitled "Subscriptions and Redemptions after the Initial Offer" for more information.

Where any Prefunding Amount paid by an Authorised Participant is subsequently determined to have been in excess of the final subscription price (including final Duties and Charges) for the relevant Shares on the Dealing Day by reference to which the subscription was effected, the excess cash amount will be held in custody on a temporary basis and will be reimbursed to the relevant Authorised Participant as soon as practicable, net of any foreign exchange transaction cost associated with converting such amount from CNY to CNH (and to any other relevant currency) and repatriating such cash so that it can be paid to the Authorised Participant. The relevant Authorised Participant shall remain an unsecured creditor of the Fund in respect of the amount to be reimbursed ("**Reimbursement Amount**") until such time as the amount is paid to it. The Reimbursement Amount will remain subject to the risk factors described in this Supplement for the duration of the period during which it remains in the PRC.

In the event that the Prefunding Amount is insufficient to purchase all the underlying securities in connection with the subscription, the Fund would not be able to acquire all the requisite underlying securities during the initial purchase and will need to carry out one or more further purchases on subsequent day(s). Similarly, if restrictions under PRC laws, regulations and/or stock exchange rules, or the suspension of trading of particular PRC securities, or a delay in the remittance of Renminbi into the PRC restrict the Fund from acquiring all the requisite underlying securities during the initial purchase (see sections above titled "RQFII investment restrictions risk*",* "Risks of trading suspensions, limits and other disruptions" and "Remittance and repatriation of Renminbi" for circumstances in which such restrictions may be triggered), the Fund will also need to carry out one or more further purchases on subsequent day(s). The market risk arising from the timing of the placement of further underlying trades and any delay in trading will be borne by the Authorised Participant. In the event of any funding shortfall, the Authorised Participant would be required to deliver, in accordance with the Fund's stated timeline and procedure (available from the Administrator and / or on the Electronic Order Entry Facility, as defined in the section entitled "Procedure for dealing on the primary market"), additional sums to make up any funding shortfall to enable further purchases to be made until all the requisite underlying PRC securities have been acquired for the Fund. In order to reduce the risk of an Authorised Participant having to pay a funding shortfall and to protect the Fund and its Shareholders, a buffer to cover expected market and foreign exchange volatility will be added to estimated Duties and Charges in the Prefunding Amount and any additional sums payable by the Authorised Participant to cover a funding shortfall. In circumstances where additional sums are payable by an Authorised Participant to cover a funding shortfall after the Authorised Participant has received Shares subscribed in the Fund, the Fund will have a credit exposure as an unsecured creditor in respect of such additional sums.

The foreign exchange transaction costs associated with conversions made in relation to subscriptions and redemptions and the risk of a potential difference between the CNY and CNH rates (and between Renminbi and any other relevant currency in which subscriptions and redemptions are accepted) will be borne by the relevant Authorised Participant and included in the final Duties and Charges which are applied to the relevant subscription or redemption amounts paid or received (respectively) by such Authorised Participant. Authorised Participants should note that no interest will accrue on the relevant Reimbursement Amount and interest shall therefore not be payable by the Fund to the relevant Authorised Participant in respect of any such amount.

PRC government control of currency conversion and future movements in exchange rates
The existing PRC foreign exchange regulations have reduced PRC government foreign exchange controls, however, the PRC government continues to regulate the exchange of foreign currencies within the PRC. PRC law requires that all PRC securities transactions be settled in Renminbi, and places significant restrictions on the remittance of foreign currencies. There is no assurance that the PRC government will continue with its existing foreign exchange policy or when the PRC government will allow free conversion of Renminbi to foreign currency. Further, there is no assurance that there will always be sufficient amounts of Renminbi for Authorised Participants to deliver to the Fund on a subscription.

The Fund invests in China A Shares which are denominated in Renminbi, and in particular, it will be required to remit Renminbi to the PRC to settle the purchase of China A Shares through the RQFII Quota. Various PRC companies derive their revenues in Renminbi but have requirements for foreign currency, including for the import of materials, debt service on foreign currency denominated debt; purchases of imported equipment and payment of any cash dividends declared in respect of shares listed outside of mainland China, e.g. Hong Kong (H shares) or the US (N shares).

The existing PRC foreign exchange regulations have significantly reduced government foreign exchange controls for transactions under the current account, including trade and service related foreign exchange transactions and payment of dividends. However, the Investment Manager cannot predict whether the PRC government will continue its existing foreign exchange policy or when the PRC government will allow free conversion of the Renminbi to foreign currency.

Foreign exchange transactions currently continue to be subject to significant foreign exchange controls and require the approval of SAFE. While subscriptions and redemptions for Shares from Authorised Participants will be accepted only in Renminbi at the time of launch of the Fund, they may subsequently be accepted in US Dollar. Since 1994, the conversion of Renminbi into US Dollar has been based on rates set by the People's Bank of China, which are set daily based on the previous day's PRC interbank foreign exchange market rate. No assurance can be given regarding the future stability of the Renminbi - US Dollar exchange rate. Fluctuations in exchange rates may adversely affect the Fund's Net Asset Value. The conversion of Renminbi into US Dollar and vice versa is subject to SAFE approvals and the conversion rate is based on a managed floating exchange rate system which allows the value of Renminbi to fluctuate within a regulated band based on market supply and demand and by reference to a basket of currencies. There can be no assurance that the Renminbi exchange rate will not fluctuate widely against the US Dollar or any other foreign currency in the future.

Index Tracking Risk - RQFII regime
The Fund's return may deviate from the return of the Benchmark Index for various reasons, for example, the revocation of the Investment Manager's RQFII Licence, the inability of the Investment Manager to maintain sufficient RQFII Quota and to obtain additional RQFII Quota for the Fund when required, the allocation of RQFII Quota by the Investment Manager to other funds under its management, the investment limitations imposed by PRC laws and regulations on the ability of RQFIIs (including the Investment Manager) to acquire onshore securities in certain PRC issuers from time to time, temporary or permanent suspension of particular securities imposed from time to time by stock exchanges in the PRC, the liquidity of the underlying market, taxation implications, regulatory changes in the PRC that may affect the Investment Manager's ability to reflect the return of the Benchmark Index and any foreign exchange costs.

Repatriation Delay
There is a risk that, if and when the Fund is wound up and terminated in the future, the Fund may be required to obtain tax clearance prior to repatriating its assets in the PRC out of the PRC for payment of liquidation proceeds. Any delay in obtaining such tax clearance may result in a delay in the ability of the Fund to pay liquidation proceeds to Shareholders.

Accounting and Reporting Standards
PRC companies are required to follow PRC accounting standards and practices which follow international accounting standards to a certain extent. However, the accounting, auditing and financial reporting standards and practices applicable to PRC companies may be less rigorous, and there may be significant differences between financial statements prepared in accordance with the PRC accounting standards and practice and those prepared in accordance with international accounting standards. For example, there are differences in the valuation methods of properties and assets and in the requirements for disclosure of information to investors.

Global Financial Market Crisis and Governmental Intervention
Since 2007, global financial markets have undergone pervasive and fundamental disruption and suffered significant instability leading to extensive governmental intervention. Regulators in many jurisdictions have implemented or proposed a number of emergency regulatory measures and may continue to do so. Government and regulatory interventions have sometimes been unclear in scope and application, resulting in confusion and uncertainty which in itself has been detrimental to the efficient functioning of financial markets. It is impossible to predict with certainty what additional interim or permanent governmental restrictions may be imposed on the markets and/or the effect of such restrictions on the Investment Manager's ability to implement the Fund's investment objective.

Whether current undertakings by governing bodies of various jurisdictions or any future undertakings will help stabilise the financial markets is unknown. The Investment Manager cannot predict how long the financial markets will continue to be affected by these events and cannot predict the effects of these – or similar events in the future – on the Fund, the European or global economy and the global securities markets. The Investment Manager is monitoring the situation. Instability in the global financial markets or government intervention may increase the volatility of the Fund and hence the risk of loss to the value of your investment.

Emerging Markets Risk - <u>General</u>
Emerging markets are subject to special risks associated with investment in an emerging market. The material risks include: generally less liquid and less efficient securities markets; generally greater price volatility; exchange rate fluctuations and exchange control; imposition of restrictions on the expatriation of funds or other assets; less publicly available information about issuers; the imposition of taxes; higher transaction and custody costs; settlement delays and risk of loss; difficulties in enforcing contracts; less liquidity and smaller market capitalisations; less well regulated markets resulting in more volatile stock prices; different accounting and disclosure standards; governmental interference; higher inflation; social, economic and political uncertainties; custodial and/or settlement systems may not be fully developed which may expose a Fund to sub-custodial risk

in circumstances whereby the Custodian will have no liability; the risk of expropriation of assets and the risk of war.

As a result of the above risks, the Fund's investments can be adversely affected and the value of your investments may go up or down.

Concentration risk
As the Benchmark Index is concentrated in a particular sector or geographical region, there is an increased risk that the value of the Fund will be affected by adverse price moves affecting the sector or area (as applicable) and as such, the Fund may be susceptible to price volatility. As the Fund's Investments are concentrated on securities that are issued within the PRC, the value of the Fund may be more exposed to price volatility than investments that are more geographically diversified.

These factors may increase the volatility of the Fund and hence the risk of loss to the value of your investment.

Equity Securities
The value of equity securities fluctuates daily and, as the Fund invests in equities, it could incur significant losses. The prices of equities can be influenced by factors affecting the performance of the individual companies issuing the equities, as well as by daily stock market movements, and broader economic and political developments, including trends in economic growth, inflation and interest rates, corporate earnings reports, demographic trends and natural disasters. The fundamental risk with any equity portfolio is that it could suddenly and significantly decrease in value.

Depository Receipts
ADRs and GDRs are designed to offer exposure to their underlying securities.

In certain situations, the Investment Manager may use ADRs and GDRs to provide exposure to underlying securities within the Benchmark Index, for example where the underlying securities cannot be, or are unsuitable to be, held directly or where direct access to the underlying securities is restricted or limited. However, in such cases the Investment Manager is unable to guarantee that a similar outcome will be achieved to that if it were possible to hold the securities directly, due to the fact ADRs and GDRs do not always perform in line with the underlying security.

In the event of the suspension or closure of a market(s) on which the underlying securities are traded, there is a risk that the value of the ADR or GDR will not closely reflect the value of the relevant underlying securities. Additionally, there may be some circumstances where the Investment Manager cannot, or it is not appropriate to, invest in an ADR or GDR, or the characteristics of the ADR or GDR do not exactly reflect the underlying security.

In the event that the Fund invests in ADRs or GDRs in the circumstances set out above, the Fund's tracking of the Benchmark Index may be impacted, i.e. there is a risk that the Fund's return varies from the return of the Benchmark Index.

Inaction by the Common Depositary and/or an International Central Securities Depositary
Investors that settle or clear through an International Central Securities Depositary will not be a registered Shareholder in the Company, they will hold an indirect beneficial interest in such Shares and the rights of such investors, where Participants, shall be governed by their agreement with the applicable International Central Securities Depositary and otherwise by the arrangement with a Participant of the International Central Securities Depositary (for example, their nominee, broker or Central Securities Depositaries, as appropriate). The Company will issue any notices and associated documentation to the registered holder of the Global Share Certificate, the Common Depositary's Nominee, with such notice as is given by the Company in the ordinary course when convening general meetings. The Directors understand that the Common Depositary's Nominee has a contractual obligation to relay any such notices received by the Common Depositary's Nominee to the applicable International Central Securities Depositary, pursuant to the terms of its appointment by the relevant International Central Securities Depositary. The applicable International Central Securities Depositary will in turn relay notices received from the Common Depositary to its Participants in accordance with its rules and procedures. The Directors understand that the Common Depositary is contractually bound to collate all votes received from the applicable International Central Securities Depositaries (which reflects votes received by the applicable International Central Securities Depositary from Participants) and that the Common Depositary's Nominee should vote in accordance with such instructions. The Company has no power to ensure the Common Depositary relays notices of votes in accordance with their instructions. The Company cannot accept voting instructions from any persons, other than the Common Depositary's Nominee.

Payments
Upon instruction of the Common Depositary's Nominee, redemption proceeds and any dividends declared are paid by the Company or its authorised agent to the applicable International Central Securities Depositary. Investors, where Participants, must look solely to the applicable International Central Securities Depositary for their redemption proceeds or their share of each dividend payment made by the Company or otherwise to the relevant Participant of the International Central Securities Depositary (including, without limitation, their nominee, broker or Central Securities Depositary, as appropriate) for any redemption proceeds or any share of each dividend payment made by the Company that relates to their investment.

Investors shall have no claim directly against the Company in respect of redemption proceeds or dividend payments due on Shares represented by the Global Share Certificate and the obligations of the Company will be discharged by payment to the applicable International Central Securities Depositary upon the instruction of the Common Depositary's Nominee.

Failure to Settle
If an Authorised Participant submits a dealing request and subsequently fails or is unable to settle and complete the dealing request, as the Authorised Participant is not a registered Shareholder of the Company, the Company will have no recourse to the Authorised Participant other than its contractual right to recover such costs. In the event that no recovery can be made from the Authorised Participant and any costs incurred as a result of the failure to settle will be borne by the Fund and its investors.

<u>Risks specific to use of FDI</u>

FDI Risks
The Fund may use FDI for the purposes of efficient portfolio management or, where stated in its investment policy, for direct investment purposes. Such instruments involve certain special risks and may expose investors to an increased risk of loss. These risks may include credit risk with regard to counterparties with whom the Fund trades, the risk of settlement default, lack of liquidity of the FDI, imperfect tracking between the change in value of the FDI and the change in value of the underlying asset that the Fund is seeking to track and greater transaction costs than investing in the underlying assets directly.

In accordance with standard industry practice when purchasing FDI, the Fund may be required to secure its obligations to its counterparty. For non-fully funded FDI, this may involve the placing of initial and/or variation margin assets with the counterparty. For FDI which require the Fund to place initial margin assets with a counterparty, such assets may not be segregated from the counterparty's own assets and, being freely exchangeable and replaceable, the Fund may have a right to the return of equivalent assets rather than the original margin assets deposited with the counterparty. These deposits or assets may exceed the value of the Fund's obligations to the counterparty in the event that the counterparty requires excess margin or collateral. In addition, as the terms of an FDI may provide for one counterparty to provide collateral to the other counterparty to cover the variation margin exposure arising under the FDI only if a minimum transfer amount is triggered, the Fund may have an uncollateralised risk exposure to a counterparty under an FDI up to such minimum transfer amount. A default by the counterparty in such circumstances will result in a reduction in the value of the Fund and thereby a reduction in the value of an investment in the Fund.

Additional risks associated with investing in FDI may include a counterparty breaching its obligations to provide collateral, or due to operational issues (such as time gaps between the calculation of risk exposure to a counterparty's provision of additional collateral or substitutions of collateral or the sale of collateral in the event of a default by a counterparty), there may be instances where the Fund's credit exposure to its counterparty under a FDI is not fully collateralised but the Fund will continue to observe the limits set out in paragraph 2.8 of Schedule III of the Prospectus. The use of FDI may also expose the Fund to legal risk, which is the risk of loss due to the unexpected application of a law or regulation, or because a court declares a contract not legally enforceable.

<u>Other general risks</u>

Fund Liability Risk
The Company is structured as an umbrella fund with segregated liability between its funds. As a matter of Irish law, the assets of one fund will not be available to meet the liabilities of another. However, the Company is a single legal entity that may operate or have assets held on its behalf or be subject to claims in other jurisdictions that may not necessarily recognise such segregation of liability. As at the date of this Supplement, the Directors are not aware of any such existing or contingent liability.

Insufficiency of Duties and Charges
The Fund levies Duties and Charges in order to defray the costs associated with the purchase and sale of Investments. The level of Duties and Charges is determined by the Manager in advance of the actual purchase or sale of Investments. It is estimated based on historic information concerning the costs incurred in trading the relevant securities in the relevant markets. This figure is reviewed periodically and adjusted as necessary. If the Fund levies Duties and Charges which are insufficient to discharge all of the costs incurred in the purchase or sale of Investments, the difference will be paid out of the assets of the Fund, which, pending the reimbursement of the shortfall by an Authorised Participant, will result in a reduction in the value of the Fund (and a corresponding reduction in the value of the holding of all investors). In circumstances where Shares subscribed have been issued to an Authorised Participant prior to the receipt by the Fund from the Authorised Participant of the full costs incurred or to be incurred by the Fund in acquiring underlying investments attributable to a subscription, the Fund will have a credit exposure as an unsecured creditor to the Authorised Participant in respect of any shortfall. Similarly, in circumstances where redemption proceeds have been paid to the Authorised Participant prior to the deduction from such proceeds of the full costs incurred or to be incurred by the Fund in disposing of underlying investments attributable to a redemption, the Fund will have a credit exposure as an unsecured creditor to the Authorised Participant in respect of any shortfall.

Taxation Risks
Potential investors' attention is drawn to the taxation risks associated with investment in the Company. See sections headed "Taxation" in the Prospectus and this Supplement.

Changes in taxation legislation may adversely affect the Fund.

The tax information provided in the "Taxation" sections is based, to the best knowledge of the Company, upon tax law and practice as at the date of this Supplement. Tax legislation, the tax status of the Company and the Fund, the taxation of investors and any tax relief, and the consequences of such tax status and tax relief, may change from time to time. Any change in the taxation legislation in Ireland or in any jurisdiction where the Fund is registered, cross-listed, marketed or invested could affect the tax status of the Company and the Fund, affect the value of the Fund's Investments in the affected jurisdiction, affect the Fund's ability to achieve its investment objective, and/or alter the post tax returns to Shareholders. Where the Fund invests in FDI, the preceding sentence may also extend to the jurisdiction of the governing law of the FDI contract and/or the FDI counterparty and/or to the market(s) comprising the underlying exposure(s) of the FDI.

The availability and value of any tax relief available to investors depend on the individual circumstances of investors. The information in the "Taxation" section in the Prospectus and this Supplement is not exhaustive and does not constitute legal or tax advice. Prospective investors are urged to consult their tax advisors with respect to their particular tax situations and the tax effects of an investment in the Fund.

Treatment of tax by index providers

Investors should be aware that the performance of the Fund, as compared to the Benchmark Index, may be adversely affected in circumstances where the assumptions about tax made by the relevant index provider in their index calculation methodology, differ to the actual tax treatment of the underlying securities in the Benchmark Index held within the Fund.

Taxation in the PRC

A 10% PRC withholding tax is applicable to the payment of dividends and interest to foreign investors by PRC listed companies. From a technical perspective, withholding tax is also legally applicable to capital gains realised by foreign investors on the disposal of China A Shares under the Corporate Income Tax. However, before the release of its Caishui (“Circular”) 79, the PRC tax authorities had not been reported to have sought in practice to collect such withholding tax on capital gains realised by foreign investors on the disposal of China A Shares.

Circulars 79 and 81 were released by the PRC tax authorities on 14 November 2014 in anticipation of the launch of the Hong Kong-Shanghai Stock Connect programme and in response to market concerns on the capital gains tax treatment of trading activity under this new programme and its comparability to the existing QFII/ RQFII regime. Under Circulars 79 and 81, capital gains realised on or after 17 November 2014 by QFIIs and RQFIIs from the disposal of China A Shares, including PRC “land-rich” companies (i.e. companies that have derived more than 50% of their value from immovable property located in the PRC at any time in the 3 years prior to the disposal), are temporarily exempt from Chinese taxation. The duration of this period of temporary exemption is not stated in either Circular 79 or 81 and is subject to termination by the PRC tax authorities with or without notice.

If the exemptions available under Circulars 79 and 81 are removed or modified, there is a risk that the PRC tax authorities may seek to collect tax on capital gains realised on the Fund’s investments in China A Shares. The resultant tax liability would be that of the Fund and so, ultimately, its investors’, in that the Net Asset Value of the Fund would be adversely impacted by such adjustments to the Fund’s tax exposure in the PRC.

Any Chinese tax liability of the Fund arising in respect of capital gains on China A Shares may be mitigated under the terms of an applicable tax treaty. It is expected that the provisions of the double tax treaty between China and Ireland should apply to reduce the Fund’s exposure to tax on capital gains realised on China A Shares, although this treaty relief does not extend to China A Shares issued by “land-rich” companies. However, there is no guarantee that the PRC tax authorities will share this view regarding the applicability of the tax treaty provisions. The PRC tax authorities have not issued clear guidance on a number of criteria relevant to determining eligibility for treaty benefits and the position remains untested in practice. There remains a risk, therefore, that the PRC tax authorities could consider the Fund not to be eligible for the tax treaty provisions and seek to tax capital gains realised on the sale of any of the Fund’s China A Shares.

It should be noted that it is the investors in the Fund at the time that any tax liability in respect of capital gains on China A Shares is recognised that will be affected by the consequent adjustments to the Fund’s Net Asset Value. This is regardless of whether these investors were invested in the Fund at the time of the disposal of the China A Shares and consequent recognition of the related capital gains in the Net Asset Value. There will be no retrospective restatement of the Fund’s Net Asset Value.

To the extent that the Fund uses swaps and/or other FDI to achieve its investment objective, such instruments may include a provision whereby the Fund undertakes to keep the relevant counterparty fully or partially indemnified for any prospective or retrospective tax liability that it may suffer either directly or indirectly as a result of the relevant counterparty’s direct or indirect holding of, interest in, or dealing in China A Shares for the purpose of hedging such swaps and/or other FDI.

If the relevant calculation agent, which might be a member of the BlackRock Group, determines, in its sole and absolute discretion, that the risk of the relevant counterparty suffering from such tax liability becomes material, it may at any time elect to make a downward adjustment to the valuation of the swap and/or other FDI to reflect the expected amount of such tax liability. Any such adjustment of the valuation of the swap and/or other FDI will remain in effect until such tax position of the relevant counterparty can be ascertained, at which point the calculation agent may make further upward or downward adjustments of the valuation of the swap and/or other FDI accordingly. As a result, the attention of investors is drawn to the fact that i) the Net Asset Value of the Fund may be adversely impacted by any such adjustments to the valuation of the swap and/or other FDI; ii) the potential negative impact on the Fund's performance that investors may suffer as a result of any such adjustments will depend on the timing of their investment in and/or divestment from the Fund; and iii) the magnitude of such potential negative impact on the performance of the Fund may not correspond to an investor's holding in the Fund as a result of the potential retroactive effect of any changes in PRC tax.

Dealing Day Risk
As foreign exchanges can be open on days when the Fund may have suspended calculation of its Net Asset Value and the subscription and redemption of Shares and, therefore, Shares in the Fund are not priced, the value of the securities in the Fund's portfolio may change on days when investors will not be able to purchase or sell the Fund's Shares.

Temporary Suspension
Investors are reminded that in certain circumstances their right to redeem Shares may be temporarily suspended. Please see the section entitled 'Temporary Suspension of Valuation of the Shares and of Sales and Redemptions.

Valuation Risk
Certain assets of the Fund may become illiquid and/or not publicly traded. Such securities and financial instruments may not have readily available prices and may therefore be difficult to value. The Manager, Investment Manager or Administrator may provide valuation services (to assist in calculating the Net Asset Value of the Fund) in relation to such securities and financial instruments. Investors should be aware that in these circumstances a possible conflict of interest may arise as the higher the estimated valuation of the securities the higher the fees payable to the Manager, Investment Manager or Administrator. Please see "Conflicts of Interests - General" in the Prospectus for details of how the Company deals with conflicts. In addition, given the nature of such Investments, determinations as to their fair value may not represent the actual amount that will be realised upon the eventual disposal of such Investments.

DEALINGS IN THE FUND

The Fund is an exchange traded fund which means that the Shares of the Fund are listed on one or more stock exchanges. Certain market makers and brokers are authorised by the Company to deal in Shares of the Fund in the Primary Market and they are referred to as "Authorised Participants". Such Authorised Participants have the capability to ensure delivery of the Shares of the Fund within the International Central Securities Depositary relevant to the stock exchanges on which the Shares are listed. Authorised Participants usually sell the Shares they acquire on one or more stock exchanges, the Secondary Market, where such Shares become freely tradable. Potential investors who are not Authorised Participants can purchase and sell Shares of the Fund on the Secondary Market through a broker/dealer on a recognised stock exchange or OTC. For further details of such brokers please contact the Investment Manager.

Authorised Participants dealing on the Primary Market should refer to the section below titled "Procedure for Dealing on the Primary Market" set out below. Investors who are not Authorised Participants should refer to the section below titled "Procedure for Dealing on the Secondary Market".

PROCEDURE FOR DEALING ON THE PRIMARY MARKET

The Primary Market is the market on which Shares of the Fund are issued by the Company or redeemed by the Company on applications from Authorised Participants. Only Authorised Participants are able to deal in Shares on the Primary Market.

Applicants wishing to deal on the Primary Market in respect of the Fund have to satisfy certain eligibility criteria and be registered with the Company, to become Authorised Participants. In addition, all applicants applying to become Authorised Participants must first complete the Company's Account Opening Form which may be obtained from the Administrator and satisfy certain anti-money laundering checks. The signed original Account Opening Form should be sent to the Administrator. Applicants wishing to become Authorised Participants should contact the Investment Manager for further details. The Company has absolute discretion to accept or reject any Account Opening Form and to revoke any authorisation to act as an Authorised Participant. The Common Depositary's Nominee, acting as the registered holder of Shares in the Fund, may not apply to become an Authorised Participant.

For the purpose of this Fund, Authorised Participants may submit requests to deal on the Primary Market by the Electronic Order Entry Facility. The use of the Electronic Order Entry Facility is subject to the prior consent of the Investment Manager and the Administrator and must be in accordance with and comply with the requirements of the Central Bank. Dealing orders placed electronically are subject to the dealing request cut off times stated in the Primary Market dealing timetable. Alternative dealing methods are available with the consent of the Investment Manager and in accordance with the requirements of the Central Bank.

All dealing applications are at the Authorised Participant's own risk. Dealing requests, once submitted, shall (save as determined by the Investment Manager at its discretion) be irrevocable. The Company, the Investment Manager and the Administrator shall not be responsible for any losses arising in the transmission of Account Opening Forms or for any losses arising in the transmission of any dealing request through the Electronic Order

Entry Facility or any alternative dealing method approved by the Investment Manager. Amendments to registration details and payment instructions will only be effected upon receipt by the Company of the original documentation.

Authorised Participants are responsible for ensuring that they are able to satisfy settlement obligations and (if any) prefunding obligations when submitting dealing requests on the Primary Market. Authorised Participants instructing redemption requests must first ensure that they have sufficient Shares in their account to redeem (which Shares must be delivered to the Administrator to arrange for cancellation by the settlement date). Redemption requests will be processed only where the payment is to be made to the Authorised Participant's account of record.

Portfolio Composition File

The Company publishes a Portfolio Composition File for this Fund providing an indication of the Investments of the Fund. In addition, the Portfolio Composition File also sets out the Cash Component to be delivered (a) by Authorised Participants to the Company in the case of subscriptions; or (b) by the Company to the Authorised Participants in the case of redemptions.

The Portfolio Composition File for the Fund for each Dealing Day may be requested by Authorised Participants from the Investment Manager.

Dealings in Cash

Shares of the Fund may be applied for by Authorised Participants on each Dealing Day.

The Company has absolute discretion to accept or reject in whole or in part any application for Shares without assigning any reason therefor. The Company also has absolute discretion (but shall not be obliged) to reject or cancel in whole or in part any application for Shares prior to the issue of Shares to an applicant (notwithstanding the application having been accepted) and the registration of same in the name of the Common Depositary's Nominee in the event that any of the following occurs to the Authorised Participant (or its parent company or ultimate parent company): an Insolvency Event; a downgrading of credit rating; being placed on a watchlist (with negative implications) by a credit rating agency; or where the Company (or its Manager or Investment Manager) has reasonable grounds to conclude that the relevant Authorised Participant may be unable to honour its settlement obligations or that the Authorised Participant poses a credit risk to the Fund. In addition, the Company may impose such restrictions as it believes necessary to ensure that no Shares are acquired by persons who are not Qualified Holders.

Shares may be subscribed for on each Dealing Day at the Net Asset Value thereof plus associated Duties and Charges which may be varied to reflect the cost of execution. Shares may be redeemed on each Dealing Day at the Net Asset Value thereof less any associated Duties and Charges which may be varied to reflect the cost of execution. The level and basis of calculating Duties and Charges may also be varied depending on the size of the relevant dealing request and the costs relating to, or associated with, the primary market transactions. The Articles empower the Company to charge such sum as the Manager considers represents an appropriate figure for Duties and Charges. Where Authorised Participants subscribe or redeem in cash in a currency that is different from the currencies in which the relevant Fund's underlying investments are denominated, the foreign exchange transaction costs associated with converting the subscription amount to the currencies needed to purchase the underlying investments (in the case of a subscription) or converting the sale proceeds from selling the underlying investments to the currency needed to pay redemption proceeds (in the case of a redemption) will be included in the Duties and Charges which are applied to the relevant subscription or redemption amounts (respectively) paid or received (as the case may be) by such Authorised Participants.

Subscriptions and Redemptions for the Fund

The Company may accept subscriptions and pay redemptions in respect of Shares in the Fund in cash.

The PRC is a prefunding market, which means that PRC securities can only be purchased on a pre-funded basis. The Fund must, in accordance with the requirements in the PRC, have the full cash amount to cover the cost of the acquisition of PRC securities in CNY (onshore Renminbi) in the local Chinese sub-custody account with the RQFII Custodian in the PRC in order for the Investment Manager to place trades to acquire underlying PRC securities in respect of subscription requests. Accordingly, each Authorised Participant requesting a subscription of shares in the Fund is required to deliver upfront a subscription amount ("**Prefunding Amount**") to cover the purchase by the Fund of underlying PRC securities in connection with its subscription request, for the Authorised Participant's subscription request to be a valid application. The initial Prefunding Amount would be based on an estimated subscription price using estimated Duties and Charges. The final subscription price can be confirmed only once all the underlying PRC securities required to be purchased in connection with the subscription have been acquired by the Fund. If the Prefunding Amount is not in CNY (for example if it is provided in CNH (offshore Renminbi)), it must be subsequently converted to CNY to be remitted into the PRC for investment purposes.

In circumstances where any Prefunding Amount paid by an Authorised Participant is subsequently determined to have been in excess of the final subscription price (including final Duties and Charges) for the relevant Shares on the Dealing Day by reference to which the subscription was effected, the excess cash amount will be held in custody on a temporary basis and will be reimbursed to the relevant Authorised Participant as soon as practicable, net of any foreign exchange transaction cost associated with converting such amount from CNY to CNH (and to any other relevant currency) and repatriating such cash so that it can be paid to the Authorised Participant.

In the event that the Prefunding Amount is insufficient to purchase all the underlying securities in connection with the subscription, the Fund would not be able to acquire all the requisite underlying securities during the initial purchase and will need to carry out one or more further purchases on subsequent days. Similarly, if restrictions under PRC laws, regulations and/or stock exchange rules, or the suspension of trading of particular PRC securities, or a delay in the remittance of Renminbi into the PRC restrict the Fund from acquiring all the requisite underlying securities during the initial purchase (see sections titled "RQFII investment restrictions risk", "Risks of trading suspensions, limits and other disruptions" and "Remittance and repatriation of Renminbi" in the "Risk Factors" section for circumstances in which such restrictions may be triggered), the Fund will also need to carry out one or more further purchases on subsequent day(s). The market risk arising from the timing of the placement of further underlying trades and any delay in trading will be borne by the Authorised Participant. In the event of any funding shortfall, the Authorised Participant would be required to deliver, in accordance with the Fund's stated timeline and procedure (available from the Administrator and/or on the Electronic Order Entry Facility), additional sums to make up any funding shortfall to enable further purchases to be made until all the requisite underlying PRC securities have been acquired for the Fund. In order to reduce the risk of an Authorised Participant having to pay a funding shortfall and to protect the Fund and its Shareholders, a buffer to cover expected market and foreign exchange volatility may be added to estimated Duties and Charges in the Prefunding Amount and any additional sums payable by the Authorised Participant to cover a funding shortfall. Details on the estimated Duties and Charges and the Prefunding Amount may be obtained from the Administrator.

The foreign exchange transaction costs associated with conversions made pursuant to subscriptions and redemptions and the risk of a potential difference between the CNY and CNH rates (and between Renminbi or any other relevant currency in which subscriptions and redemptions are accepted) will be borne by the relevant Authorised Participant and included in the final Duties and Charges which are applied to the relevant subscription or redemption amounts paid or received (respectively) by such Authorised Participant. Authorised Participants should note that no interest will accrue on the relevant Reimbursement Amount and interest shall therefore not be payable by the Fund to the relevant Authorised Participant in respect of any such amount.

In the event that an Authorised Participant fails to deliver the Prefunding Amount in full within the stated prefunding time for the Fund (available from the Administrator and/or on the Electronic Order Entry Facility), the subscription application shall not be valid and the Company and/or Investment Manager reserves the right (but shall not be obliged) to reject or cancel the relevant subscription application. In the event that a subscription application is not accepted, any subscription amount already paid by the Authorised Participant to the Fund will be returned to the Authorised Participant (without any interest and less any foreign exchange transaction cost and other transaction costs incurred).

Dealing orders will normally be accepted in multiples of the minimum number of Shares. Such minima may be reduced or increased in any case at the discretion of the Manager. Authorised Participants should refer to the Electronic Order Entry Facility for details of minimum dealing order amounts for the Fund. Detail in relation to the Valuation Point and cut-off times for the Fund are also set out in the Primary Market dealing timetable below. Details of the dealing cut-off times for dealing orders are also available from the Administrator. There is no minimum holding requirement for the Fund as at the date of this Supplement.

Authorised Participants should note that where a subscription or redemption request is made for the Fund, the value of the assets of the Fund for the relevant Dealing Day will be the value of the assets as at the Significant Markets Business Day following the Dealing Day.

Applications for Shares in the Fund received after the times listed in the dealing timetable will generally not be accepted for dealing on the relevant Dealing Day. However, such applications may be accepted for dealing on the relevant Dealing Day, at the discretion of the Company, Manager or the Investment Manager, in exceptional circumstances, provided they are received prior to the Valuation Point. Settlement of cash payments in respect of dealing orders must take place within a prescribed number of Business Days after the Dealing Day (or such earlier time as the Manager may determine in consultation with the Authorised Participant). Authorised Participants should refer to the Electronic Order Entry Facility for details of the general maximum and minimum settlement times (which can range from one to four Business Days) in respect of subscriptions and redemptions. If a Significant Market is closed for trading or settlement on any Business Day during the period between the relevant Dealing Day and the expected settlement date (inclusive), and/or settlement in Renminbi or (if relevant) the Base Currency of the Fund is not available on the expected settlement date, there may be corresponding delays to the settlement times (but such delays will not exceed the regulatory requirements for settlement).

If redemption requests on any Dealing Day represent 10% or more of the Shares in issue in respect of the Fund, the Manager may, in its discretion, refuse to redeem any Shares in excess of 10% (at any time including after the cut-off time on the Dealing Day). Any request for redemption on such Dealing Day shall be reduced rateably and the redemption requests shall be treated as if they were received on each subsequent Dealing Day until all Shares to which the original request related have been redeemed.

Any deferred redemption requests shall be treated in priority to any redemption requests received on subsequent Dealing Days. In any event settlement for redemptions will normally be made within fourteen days of the Dealing Day. The proceeds of redemption requests will be made to the Shareholder or to such other accounts as instructed by the Shareholder and any payment to an instructed account will be in full discharge of the Company's obligations and liability.

The Investment Manager will carry out the underlying trades for any dealing request at its absolute discretion and may vary the underlying trades (for example, by staggering the timing of the trades) to take into account (amongst other things) the impact on other investors in the Fund and on the underlying market, as well as acceptable industry practices.

Directed cash dealings are not currently available in respect of the Fund.

Clearing and Settlement

Authorised Participants' title and rights relating to Shares in the Fund will be determined by the clearance system through which they settle and/or clear their holdings. This Fund will settle through the relevant International Central Securities Depositaries and the Common Depositary's Nominee will act as the registered holder of all such Shares. For further details, see the section "Global Clearing and Settlement" below.

Failure to Deliver

In the event that, in relation to a cash creation, an Authorised Participant fails to deliver the required cash, within the stated settlement and/or prefunding times for the Fund (available from the Administrator or on the Electronic Order Entry Facility), the Company and/or Investment Manager reserves the right (but shall not be obliged) to cancel the relevant dealing order. The Authorised Participant shall indemnify the Company for any loss suffered by the Company as a result of a failure or delay by the Authorised Participant to deliver the required cash within the stated settlement and/or prefunding times, including (but not limited to) any market exposure, interest charges and other costs suffered by the Fund. The Company reserves the right to cancel the provisional allocation of the relevant interests in Shares in those circumstances.

The Directors may, in their sole discretion where they believe it is in the best interests of the Fund, decide not to cancel a subscription and provisional allotment of Shares where an Authorised Participant has failed to deliver the required cash within the stated settlement and/or prefunding times. The Company may temporarily borrow an amount equal to the subscription and invest the amount borrowed in accordance with the investment objective and policies of the relevant Fund. Once the required cash has been received, the Company will use this to repay the borrowings. The Company reserves the right to charge the relevant Authorised Participant for any interest or other costs incurred by the Company as a result of this borrowing. If the Authorised Participant fails to reimburse the Company for those charges, the Company and/or Investment Manager will have the right to sell all or part of the applicant's holdings of Shares in the Fund or any other fund of the Company in order to meet those charges.

An application for redemption by an Authorised Participant will only be valid if the Authorised Participant delivers to the Fund the required number of Shares within the relevant settlement times. In the event an Authorised Participant fails to deliver the required Shares of the Fund in relation to a redemption within the stated settlement times (available on the Electronic Order Entry Facility), the Company and/or Investment Manager reserves the right (but shall not be obliged) to cancel the relevant redemption order and the Authorised Participant shall indemnify the Company for any loss suffered by the Company as a result of a failure by the Authorised Participant to deliver the required Shares in a timely fashion, including (but not limited to) any market exposure and costs suffered by the Fund.

In the event that an Authorised Participant is liable to reimburse the Fund in respect of Duties and Charges (e.g. for any shortfall in the sum paid to the Fund on a subscription or any excess redemption proceeds received from the Fund on a redemption), the Company reserves the right to charge the relevant Authorised Participant for any interest or other costs incurred by the Company as a result of the Authorised Participant's failure to reimburse the Fund in a timely manner after receiving notice of the sum payable.

PROCEDURE FOR DEALING ON THE SECONDARY MARKET

Shares may be purchased or sold on the Secondary Market by all investors through a relevant recognised stock exchange on which the Shares are admitted to trading, or OTC.

It is expected that the Shares of the Fund will be listed on one or more recognised stock exchanges. The purpose of the listing of the Shares on recognised stock exchanges is to enable investors to purchase and sell Shares on the Secondary Market, normally via a broker/dealer, in any quantity over a minimum of one Share. In accordance with the requirements of the relevant recognised stock exchange, market-makers (which may or may not be an Authorised Participant) are expected to provide liquidity and bid and offer prices to facilitate the Secondary Market trading of the Shares.

All investors wishing to purchase or sell Shares of the Fund on the Secondary Market should place their orders via their broker. Investors who invest in the Fund through a broker/dealer will not, from a clearing perspective, be recorded as a Shareholder on the register of Shareholders as the Shares will be held in a nominee name. Such investors will, however, have rights as a beneficial holder of the relevant Shares. Orders to purchase Shares in the Secondary Market through the recognised stock exchanges, or OTC, may incur brokerage and/or other costs which are not charged by the Company and over which the Company and the Manager has no control. Such charges are publicly available on the recognised stock exchanges on which the Shares are listed or can be obtained from stock brokers.

Investors may redeem their Shares through an Authorised Participant by selling Shares to the Authorised Participant (directly or through a broker).

The price of any Shares traded on the Secondary Market will be determined by the market and prevailing economic conditions which may affect the value of the underlying assets. The market price of a Share listed or traded on a stock exchange may not reflect the Net Asset Value per Share of the Fund.

The Secondary Market dealing timetable depends upon the rules of the exchange upon which the Shares are dealt or the terms of the OTC trade. Please contact your professional advisor or broker for details of the relevant dealing timetable.

Secondary Market Redemptions

As a UCITS ETF, the Fund's Shares purchased on the secondary market cannot usually be sold directly back to the Fund by investors who are not Authorised Participants. Investors who are not Authorised Participants must buy and sell shares on a secondary market with the assistance of an intermediary (e.g. a stockbroker) and may incur fees and additional taxes in doing so. In addition, as the market price at which the Shares are traded on the secondary market may differ from the Net Asset Value per Share, investors may pay more than the then current Net Asset Value when buying shares and may receive less than the current Net Asset Value when selling them.

An investor (that is not an Authorised Participant) shall have the right, subject to compliance with relevant laws and regulations, to request that the Manager buys back its Shares in respect of the Fund in circumstances where the Manager has determined in its sole discretion that the Net Asset Value per Share of the Fund differs significantly to the value of a Share of the Fund traded on the secondary market, for example, where no Authorised Participants are acting, or willing to act, in such capacity in respect of the Fund (a "Secondary Market Disruption Event").

If, in the view of the Manager, a Secondary Market Disruption Event exists, the Manager will issue a "Non-AP Buy-Back Notice" and stock exchange announcement(s) containing the terms of acceptance, minimum redemption amount and contact details for the buy-back of Shares.

The Manager's agreement to buy back any Shares is conditional on the Shares being delivered back into the account of the transfer agent at the relevant Central Securities Depositary (CSD) or the relevant International Central Securities Depositary (depending on the trading venue on which trades in the Shares are executed) and relevant confirmations given by the Common Depositary. The redemption request will be accepted only on delivery of the Shares.

Shares bought back from investors who are not Authorised Participants will be redeemed in cash. Payment is subject to the investor having first completed any required identification and anti-money laundering checks.

Redemption orders will be processed on the Dealing Day on which the Shares are received back into the account of the transfer agent by the dealing cut-off time less any applicable Duties and Charges and other reasonable administration costs, provided that the completed buy-back request has also been received.

The Manager may at its complete discretion determine that the Secondary Market Disruption Event is of a long term nature and is unable to be remedied. In that case the Manager may resolve to compulsorily redeem Shareholders and may subsequently terminate the Fund.

Any investor requesting a buyback of its shares in case of a Secondary Market Disruption Event may be subject to taxes as applicable, including any capital gains taxes or transaction taxes. Therefore, it is recommended that prior to making such a request, the investor seeks professional tax advice in relation to the implications of the buyback under the laws of the jurisdiction in which they may be subject to tax.

General Information

(a) Initial Offer Of Shares

Shares will initially be offered between 9.00a.m. (Irish time) on 6 March 2015 and 12.00 noon (Irish time) on 4 September 2015 (which period may be shortened, extended, changed to an earlier date, or changed to a later date by the Directors and notified to the Central Bank) and at a price per Share equal to a multiplier of the Benchmark Index which is calculated as at close of business in the relevant underlying markets. The price per Share is expected to be approximately US$25. However, the actual initial price per Share may vary from this estimated price depending on movements in the value of the Benchmark Index between the date of this Supplement and the date that the initial offer closes. Details of the actual initial price per Share will be available from the Administrator and the Investment Manager.

Account Opening Forms for first time Authorised Participants and Dealing Forms must be received during the initial offer period noted above (or such other date after the Central Bank has approved the Fund and the initial offer period has commenced as the Directors may at their discretion determine) to receive the initial offering price. Arrangements must also be made by that date for the settlement of the transfer of Investments and cash payments within the settlement times available on the Electronic Order Entry Facility (which can range from one to four Business Days).

Shares will be issued for a price to be satisfied in cash, together with any applicable Duties and Charges, as described under the heading "Procedure for Dealing on the Primary Market" set out above. The initial Portfolio Composition File will be available upon request from the Administrator.

The Shares are already listed on the Official List of the UKLA. It is expected that trading in the Shares will commence on or about 4 September 2015, and the Shares will be admitted to trading upon issue.

(b) Title to Shares

As with other Irish companies limited by shares, the Company is required to maintain a register of Shareholders. Shares will be in registered form. Only persons appearing on the register of Shareholders will be a Shareholder. Fractional Shares will not be issued. No temporary documents of title or Share certificates will be issued, other than Global Share Certificate required for the International Central Securities Depositaries. The Administrator will also send a trade confirmation to Authorised Participants. Potential investors should refer to the section below titled "Global Clearing and Settlement" for details of the settlement system and the relative rights of investors through such settlement system.

(c) Anti-money laundering identification

The Administrator and/or Company reserves the right to request further details from an Authorised Participant and the Common Depositary's Nominee in order to verify their respective identities. Any such party must notify the Administrator of any change in their details and furnish the Company with whatever additional documents relating to such change as it may request.

Measures aimed at the prevention of money laundering may require an applicant to provide verification of identity to the Company. This obligation arises unless (i) the application is being made through a recognised financial intermediary; or (ii) payment is made through a banking institution, which in either case is in a country with money laundering regulations equivalent to those in Ireland.

The Company will specify what proof of identity is required, including but not limited to a passport or identification card duly certified by a public authority such as a notary public, the police or the ambassador in their country of residence, together with evidence of the applicant's address, such as a utility bill or bank statement. In the case of corporate applicants, this may require production of a certified copy of the certificate of incorporation (and any change of name), by-laws, memorandum and articles of association (or equivalent), and the names and addresses of all directors and beneficial owners.

It is further acknowledged that the Company, the Manager, the Investment Manager and the Administrator shall be indemnified by an Authorised Participant applicant against any loss arising as a result of a failure to process the subscription if information that has been requested by the Company has not been provided by the applicant.

(d) Switching

The Shares in the Fund may not be switched for shares of another class or fund.

(e) Confirmations

A written confirmation of trade will be sent to the Authorised Participant following the Dealing Day. Shares will not normally be issued until such time as the Company is satisfied with all the information and documentation required to identify the Authorised Participant and is satisfied that the cash for cash subscriptions has been received by it.

(f) Mandatory Redemption of Shares

Investors are required to notify the Company immediately in the event that they cease to be Qualified Holders.

Shares or interests in Shares may not be held directly or indirectly by a non-Qualified Holder. Investors who cease to be Qualified Holders will be required to transfer their Shares to Qualified Holders on the next Dealing Day thereafter unless the Shares are held pursuant to an exemption which would allow them to hold the Shares. The Company reserves the right to redeem or require the transfer of any Shares which are or become owned, directly or indirectly, by a non-Qualified Holder. If any investor or beneficial owner of any Shares fails to disclose information requested by the Company regarding such investor or beneficial owner and, due to such non-disclosure or inadequate disclosure, the Directors believe that there is an issue regarding such person being a non-Qualified Holder, the Company shall have the right to redeem or require the transfer (in accordance with the provisions of the Articles) of the Shares held by or for the benefit of such person.

If the Company becomes aware that any Shares are or might be held by a person who is not a Qualified Holder it may redeem such Shares on notice in writing to the investor concerned. The Investor will receive the proceeds less any costs incurred. In addition, the Company may impose a penalty to compensate or indemnify the Company, the Manager and the Investment Manager for any loss the Company has suffered (or may suffer) in respect of the holding of Shares by or on behalf of such non-Qualified Holder. The Company and/ or the Manager shall also have the right to require any person breaching the provisions of the Prospectus to indemnify the Company, the Manager and the Investment Manager from any losses or claims suffered or incurred by any of them in connection with such breach. Such amount may be deducted from the redemption proceeds.

In circumstances where the Fund is unable to replicate the relevant Benchmark Index and unable to substitute another index for the Benchmark Index, the Directors may resolve to compulsorily redeem investors and may subsequently terminate the Fund.

In circumstances where it is or becomes impossible or impractical, for example from a cost, risk or operational perspective, to enter into, continue with or maintain FDI relating to the Benchmark Index for the Fund or to invest in stocks comprised within the particular Benchmark Index, the Directors may resolve to compulsorily redeem investors and may subsequently terminate the Fund.

In circumstances where the Directors consider compulsory redemption to be in the interests of the Company, the Fund or the Shareholders or Investors of the Fund, the Directors may resolve to compulsorily redeem investors and may subsequently terminate the Fund.

The Company shall have the right to redeem, without the imposition of any penalty on the Company, Shares of a particular class:

(i) where the Common Depositary's Nominee approves of the redemption of the Shares of the relevant class by way of written resolution;
(ii) at the discretion of the Directors, after the first anniversary of the first issue of Shares of the relevant class if the Net Asset Value of the relevant class falls below Stg£100,000,000;
(iii) at the discretion of the Directors, if the Fund ceases to be listed on a stock exchange;
(iv) at the discretion of the Directors provided that notice of not less than four and not more than six weeks has been given to the Shareholder that all of the Shares in the Fund shall be redeemed by the Company.

If within 90 days from the date of the Custodian serving notice of termination of the Custody Agreement another custodian acceptable to the Company and the Central Bank has not been appointed to act as custodian, the Company shall serve notice on all holders of its intention to redeem all Shares then in issue on the date specified in such notice, which date shall not be less than one month nor more than three months after the date of service of such notice.

(g) Temporary Suspension of Valuation of the Shares and of Sales and Redemptions

The Company may temporarily suspend the determination of the Net Asset Value and the issue and/or redemption of Shares in the Company or the Fund during:

(i) any period (other than ordinary holiday or customary weekend closings) when any of the principal markets on which any significant portion of the Investments of the Fund from time to time are quoted, listed, traded or dealt in is closed (otherwise than for customary weekend or ordinary holidays) or during which dealings therein are restricted or suspended or trading on any relevant futures exchange or market is restricted or suspended;
(ii) any period when circumstances exist as a result of which any disposal or valuation of Investments of the Company or the Fund is not, in the opinion of the Directors, reasonably practicable without this being seriously detrimental to the interests of Shareholders in general or Shareholders of the Fund or if, in the opinion of the Directors, the Net Asset Value cannot fairly be calculated or such disposal would be materially prejudicial to the Shareholders in general or Shareholders of the Fund;
(iii) any period when there is any breakdown in the means of communication normally employed in determining the price of any of the Company's or the Fund's Investments or when for any other reason the value of any of the Investments or other assets of the Fund cannot be reasonably, promptly or accurately ascertained;
(iv) any period during which the Company is unable to repatriate funds required for the purpose of making redemption payments due or when such payments or the acquisition or realisation of Investments cannot, in the opinion of the Directors, be effected at normal prices or normal rates of exchange or during which there are difficulties or it is envisaged that there will be difficulties, in the transfer of monies or assets required for subscriptions, redemptions or trading;
(v) any period when the proceeds of the sale or redemption of Shares cannot be transmitted to or from the Company or the Fund's account;

(vi) upon the publication of a notice convening a general meeting of Shareholders for the purposes of resolving to wind up the Company;

(vii) any period when it is or becomes impossible or impractical, for example from a cost, risk or operational perspective to enter into, continue with or maintain FDI relating to the Benchmark Index for the Fund or to invest in stocks comprised within the particular Benchmark Index;

(viii) any period in which a counterparty with which the Company has entered into a swap transaction is unable to make any payment due or owing under the swap, including where it is unable to repatriate or exchange at a reasonable rate the proceeds of its underlying hedge;

(ix) any period when the Directors, in their discretion, consider suspension to be in the interests of the Company, the Fund or the Shareholder of the Fund; or

(x) any period during which the Directors, in their discretion, consider suspension to be required for the purposes of effecting a merger, amalgamation or restructuring of the Fund or of the Company.

Any such suspension shall be published by the Company in such manner as it may deem appropriate to the persons likely to be affected thereby, and shall be notified immediately (and in any event during the Business Day on which the suspension took place) to the Central Bank and to the competent authorities in the Member States in which the Shares are marketed. Where practicable, the Company shall take all reasonable steps to bring such a suspension to an end as soon as possible.

No Shares of the Fund will be issued or allotted during a period when the determination of the Net Asset Value of the Fund is suspended.

GLOBAL CLEARING AND SETTLEMENT

The Directors have resolved that Shares in the Fund will not currently be issued in dematerialised (or uncertificated) form and no temporary documents of title or share certificates will be issued, other than the Global Share Certificate required for the International Central Securities Depositaries (being the Recognised Clearing Systems through which the Fund's Shares will be settled). The Fund will apply for admission for clearing and settlement through the applicable International Central Securities Depositary. The International Central Securities Depositaries for the Fund currently are Euroclear and Clearstream and the applicable International Central Securities Depositary for an investor is dependent on the market in which the Shares are traded. All investors in this Fund will ultimately settle in an International Central Securities Depository but may have their holdings within Central Securities Depositaries. A Global Share Certificate will be deposited with the Common Depositary (being the entity nominated by the International Central Securities Depositaries to hold the Global Share Certificate) and registered in the name of the Common Depositary's Nominee (being the registered holder of the Shares of the Fund, as nominated by the Common Depositary) on behalf of Euroclear and Clearstream and accepted for clearing through Euroclear and Clearstream. Interests in the Shares represented by the Global Share Certificate will be transferable in accordance with applicable laws and any rules and procedures issued by the International Central Securities Depositaries. Legal title to the Shares of the Fund will be held by the Common Depositary's Nominee.

A purchaser of interests in Shares will not be a registered Shareholder in the Company, but will hold an indirect beneficial interest in such Shares and the rights of such investors, where Participants, shall be governed by their agreement with their International Central Securities Depositary and otherwise by the arrangement with their nominee, broker or Central Securities Depositary, as appropriate. All references herein to actions by holders of the Global Share Certificate will refer to actions taken by the Common Depositary's Nominee as registered Shareholder following instructions from the applicable International Central Securities Depositary upon receipt of instructions from its Participants. All references herein to distributions, notices, reports, and statements to such Shareholder, shall be distributed to the Participants in accordance with such applicable International Central Securities Depositary's procedures.

International Central Securities Depositaries

All Shares in issue are represented by a Global Share Certificate and the Global Share Certificate is held by the Common Depositary and registered in the name of the Common Depositary's Nominee on behalf of an International Central Securities Depositary. Beneficial interests in such Shares will only be transferable in accordance with the rules and procedures for the time being of the relevant International Central Securities Depositary.

Each Participant must look solely to its International Central Securities Depositary for documentary evidence as to the amount of its interests in any Shares. Any certificate or other document issued by the relevant International Central Securities Depositary, as to the amount of interests in such Shares standing to the account of any person shall be conclusive and binding as accurately representing such records.

Each Participant must look solely to its International Central Securities Depositary for such Participant's share of each payment or distribution made by the Company to or on the instructions of the Common Depositary's Nominee and in relation to all other rights arising under the Global Share Certificate. The extent to which, and the manner in which, Participants may exercise any rights arising under the Global Share Certificate will be determined by the respective rules and procedures of their International Central Securities Depositary. Participants shall have no claim directly against the Company, the Paying Agent or any other person (other than their International Central Securities Depositary) in respect of payments or distributions due under the Global Share Certificate which are made by the Company to or on the instructions of the Common Depositary's Nominee and such obligations of the Company shall be discharged thereby. The International Central Securities Depositary shall have no claim directly against the Company, Paying Agent or any other person (other than the Common Depositary).

The Company or its duly authorised agent may from time to time require investors to provide them with information relating to: (a) the capacity in which they hold an interest in Shares; (b) the identity of any other person or persons then or previously interested in such Shares; (c) the nature of any such interests; and (d) any other matter where disclosure of such matter is required to enable compliance by the Company with applicable laws or the constitutional documents of the Company.

The Company or its duly authorised agent may from time to time request the applicable International Central Securities Depositary to provide the Company with following details: ISIN, ICSD participant name, ICSD participant type - Fund/Bank/Individual, Residence of ICSD Participant, number of ETF of the Participant within Euroclear and Clearstream, as appropriate, that hold an interest in Shares and the number of such interests in the Shares held by each such Participant. Euroclear and Clearstream Participants which are holders of interests in Shares or intermediaries acting on behalf of such accountholders have authorised pursuant to the respective rules and procedures of Euroclear and Clearstream to disclose such information to the Company of the interest in Shares or to its duly authorised agent.

Investors may be required to provide promptly any information as required and requested by the Company or its duly authorised agent, and agree to the applicable International Central Securities Depositary providing the identity of such Participant or investor to the Company upon their request.

Notices of general meetings and associated documentation will be issued by the Company to the registered holder of the Global Share Certificate, the Common Depositary's Nominee. Each Participant must look solely to its International Central Securities Depositary and the rules and procedures for the time being of the relevant International Central Securities Depositary governing delivery of such notices and exercising voting rights. For investors, other than Participants, delivery of notices and exercising voting rights shall be governed by the arrangements with a Participant of the International Central Securities Depositary (for example, their nominee, broker or Central Securities Depositories, as appropriate).

MANAGEMENT OF THE FUND

Paying Agent

The Company has appointed a Paying Agent for Shares represented by the Global Share Certificate. In such capacity, the Paying Agent will be responsible for, among other things, ensuring that payments received by the Paying Agent from the Company are duly paid; maintaining independent records of securities, dividend payment amounts; and communicating information to the relevant International Central Securities Depositary. Payment in respect of the Shares will be made through the relevant International Central Securities Depositary in accordance with the standard practices of the applicable International Central Securities Depositary. The Company may vary or terminate the appointment of the Paying Agent or appoint additional or other registrars or paying agents or approve any change in the office through which any registrar or paying agent acts. Citibank N.A., London Branch is currently appointed by the Company as Paying Agent.

Registrar

The current Registrar for the Fund is State Street Fund Services (Ireland) Limited. The Registrar will be responsible for maintaining and updating the Company's Register of Members as it relates to the Fund.

RQFII Custodian

The Custodian has appointed its parent company, State Street Bank and Trust Company, as its global sub-custodian ("Global Custodian") in respect of safekeeping of the assets of its clients (including the Fund). The Global Custodian has in turn entered into a sub-custody agreement ("Sub-custody Agreement") with the PRC Sub-custodian pursuant to which the PRC Sub-custodian has been appointed to act as its sub-custodian for the purpose of safekeeping the investments of its customers in certain agreed markets, including the PRC (the "Global Custody Network").

Notwithstanding that the Global Custodian has, pursuant to its obligations as a UCITS custodian, established the Global Custody Network for the purpose of safe-keeping the assets of its clients, including the Fund, held in the PRC (as described above), RQFII rules separately require that every RQFII Licence holder must appoint a local RQFII custodian for the purposes of safe-keeping the investments and holding the cash in connection with the RQFII Quota and for the purpose of coordinating relevant foreign exchange requirements. Therefore, in order to satisfy the requirements of the RQFII rules, the Investment Manager (as the relevant RQFII Licence holder) is required to enter into the RQFII Custodian Agreement with the PRC Sub-custodian and the RQFII Custodian for the purpose of appointing the PRC Sub-custodian to act through the RQFII Custodian as the local custodian in the PRC of the Fund's assets in connection with the RQFII Quota that is to be used by the Investment Manager for the Fund in the PRC pursuant to the RQFII rules.

The Custodian has confirmed that it has put in place arrangements to ensure that the Fund's assets in China are taken into custody by the PRC Sub-custodian, and that the assets held by the PRC Sub-custodian (through the RQFII Custodian) are held for and on behalf of the Company.

The RQFII Custodian Agreement provides that the PRC Sub-custodian will, on the instructions of the Investment Manager, open securities accounts with the CSDCC (the "RQFII Securities Accounts") and open and maintain Renminbi accounts (the "Renminbi Cash Accounts") for the Fund. The name of each account shall include the name of the Fund where permitted under PRC rules. These services will be carried out by the RQFII Custodian as delegate of the PRC Sub-custodian. The RQFII Custodian Agreement requires all instructions from the Investment Manager to the PRC Sub-custodian or the RQFII Custodian to be provided through the Global Custodian.

PRIMARY MARKET DEALING TIMETABLE

Fund Name	**Fund Valuation Point on DD***	**Valuation Point applicable to assets listed or traded on Non-Significant Markets when those markets are closed on the DD**	**Dealing request cut off on DD (Cash / Market Trade dealings)** (or, in exceptional circumstances, such later time as approved by the Manager in its absolute discretion)** Authorised Participants should refer to the Electronic Order Entry Facility for further details.
iShares MSCI China A UCITS ETF	11.00pm	11.00 pm on BD prior to DD	4:00am***

*"DD" means Dealing Day

** Provided always that the application is received before the Fund Valuation Point on the relevant Dealing Day.

***Dealing requests for this Fund submitted to the Electronic Order Facility for the Authorised Participants based in Asia will be accepted after this cut off time, provided always that the application is received before the Fund Valuation Point on the relevant Dealing Day. Applications received after the Fund Valuation Point on the relevant Dealing Day will be treated as applications for the next Dealing Day.

Subscriptions and redemptions are made in baskets of Shares or in cash at the discretion of the Manager or the Investment Manager. Subscription and redemption orders will normally be accepted in multiples of the minimum number of Shares set at the discretion of the Manager or the Investment Manager. Authorised Participants should refer to the Electronic Order Entry Facility for details of minimum subscription and redemption orders for the Fund.

Earlier or later times may be determined by the Manager or the Investment Manager at their discretion with prior Shareholder notice.

On the Dealing Day prior to 25 December and 1 January, dealing requests for subscriptions or redemptions must be received by 12.00 noon Irish time on the relevant Dealing Day of the Fund.

NOTE: ALL TIME REFERENCES IN THIS DEALING TIMETABLE ARE FOR GREENWICH MEAN TIME (GMT), OR BRITISH SUMMER TIME (BST), WHEN SUCH IS APPLICABLE - NOT CENTRAL EUROPEAN TIME (CET).

VALUATION

The Net Asset Value per Share of the class of the Fund on offer pursuant to this Supplement shall be calculated for each Dealing Day taking the value of the Fund's Investments as at the Valuation Point. The Fund's Investments will be valued using the Benchmark Index methodology of valuing securities. Except where the determination of the Net Asset Value has been suspended in the circumstances described under "Temporary Suspension of Valuation of the Shares and of Sales and Redemptions", the Net Asset Value per Share shall be made available at the registered office of the Administrator on or before the close of business of each Dealing Day. The Net Asset Value per Share shall also be published daily on the Business Day following the Valuation Point for the Fund by means of a Regulatory Information Service as well as the official iShares website (www.iShares.com), which shall be kept up to date, and such other publications and with such frequency as the Directors may determine. The publishing of the Net Asset Value for the Fund is for information purposes only, and is not an invitation to apply for or deal Shares at the published Net Asset Value.

Assets of the Fund listed or traded on a Regulated Market for which market quotations are readily available shall be priced at the Valuation Point using the closing price for equity securities on the principal Regulated Market for such Investment at the Valuation Point. If the assets of the Fund are listed or traded on several Regulated Markets, the closing price on the Regulated Market which, in the opinion of the Administrator, constitutes the main market for such assets, will be used.

INDICATIVE NET ASSET VALUE

The indicative net asset value (iNAV®) is the net asset value of the Fund calculated on a real time basis (every 15 seconds) during trading hours. The values are intended to provide investors and market participants a continuous indication of the Fund value. The values are usually calculated based on a valuation of the actual Fund portfolio using real-time prices from all relevant exchanges.

The responsibility for the calculation and publication of the iNAV® values of the Fund has been delegated by the Investment Manager to the Deutsche Börse Group. iNAV® values are disseminated via Deutsche Börse's CEF data feed and are displayed on major market data vendor terminals as well as on a wide range of websites that display stock market data, including the Deutsche Börse website at http://deutsche-boerse.com.

An iNAV® is not, and should not be taken to be or relied on as being, the value of a Share or the price at which Shares may be subscribed for or redeemed or purchased or sold on any relevant stock exchange. In particular, any iNAV® provided for the Fund where the constituents of the Benchmark Index or Investments are not actively traded during the time of publication of such iNAV® may not reflect the true value of a Share, may be misleading and should not be relied on. The inability of the Investment Manager or its designee to provide an iNAV®, on a real-time basis, or for any period of time, will not in itself result in a halt in the trading of the Shares on a relevant stock exchange, which will be determined by the rules of the relevant stock exchange in the circumstances. Investors should be aware that the calculation and reporting of any iNAV® may reflect time delays in the receipt of the prices of the relevant constituent securities in comparison to other calculated values based upon the same constituent securities including, for example, the Benchmark Index or Investments itself or the iNAV® of other exchange traded funds based on the same Benchmark Index or Investments. Investors interested in dealing in Shares on a relevant stock exchange should not rely solely on any iNAV® which is made available in making investment decisions, but should also consider other market information and relevant economic and other factors (including, where relevant, information regarding the Benchmark Index or Investments, the relevant constituent securities and financial instruments based on the Benchmark Index or Investments corresponding to the Fund). None of the Company, the Directors, the Investment Manager or its designee, the Custodian, the Administrator, any Authorised Participant and the other service providers shall be liable to any person who relies on the iNAV®.

DIVIDEND POLICY

Shares in the Fund are accumulating and, therefore, it is not intended to distribute dividends to the Shareholders. The income and other profits will be accumulated and reinvested on behalf of Shareholders. Dividends, if paid on the Shares of the Fund, may be paid out of the total income of the Fund net of any expenses in respect of each financial year.

Full details of any change to the Fund's dividend policy will be provided in an updated Prospectus or Supplement and all Shareholders will be notified in advance. Further details in relation to the Company's dividend policy are set out under the heading "Dividend Policy" in the Prospectus.

FUND EXPENSES

The Company employs an "all in one" fee structure for its funds, with each fund paying all of its fees, operating costs and expenses (and its due proportion of any costs and expenses of the Company allocated to it) as a single flat fee (the "Total Expense Ratio" or "TER"). Expenses paid out of the TER include, but are not limited to, fees and expenses paid to the Manager, regulators and auditors and certain legal expenses of the Company, but exclude transaction costs and extraordinary legal costs. The Total Expense Ratio of the Fund is 0.65% of the Net Asset Value of the Fund. The Total Expense Ratio is calculated and accrued daily from the current NAV of the Fund and shall be payable monthly in arrears.

The Manager is responsible for discharging all operational expenses, including but not limited to, fees and expenses of the Directors, the Investment Manager, Custodian, Administrator, Paying Agent and Registrar from the amounts received by the Manager from the Total Expense Ratio. Such operational expenses include regulatory and audit fees but exclude transaction costs and extraordinary legal costs. In the event that the Fund's costs and expenses in connection with the operation of the Fund which are intended to be covered within the TER exceed the stated TER, the Manager will discharge any excess amounts out of its own assets.

Establishment costs for the Fund will be paid by the Manager.

For additional information about fees and expenses of the Fund, see the heading "Fund Expenses" in the Prospectus.

TAXATION

General

The information given in the Prospectus and below is not exhaustive and does not constitute legal or tax advice. Prospective investors should consult their own professional advisers as to the implications of their subscribing for, purchasing, holding or disposing of Shares under the laws of the jurisdictions in which they may be subject to tax.

In addition to the United Kingdom taxation considerations detailed on pages 70 to 73 of the Prospectus, the following taxation considerations apply specifically to the Fund.

PRC Taxation

Investors' attention is drawn to the note on 'Taxation in the PRC' in the Taxation Risks summary of the Risk Factors section of this Supplement.

United Kingdom Taxation

Investors who are insurance companies within the charge to United Kingdom taxation holding their Shares in the Fund for the purposes of their long-term business (other than their pensions business) will be deemed to dispose of and immediately reacquire those Shares at the end of each accounting period. In general terms, the chargeable gains and allowable losses arising under the annual deemed disposal rules are aggregated and one-seventh of the net amount thus emerging is chargeable (where there are net gains) or allowable (where there are net losses) at the end of the accounting period in which the deemed disposals have taken place.

It is the intention of the Company to seek the following status for the Fund:
- UK Reporting Fund Status
- Germany Tax Transparent Status
- Austrian Reporting Fund Status

Investors should refer to their tax advisors in relation to the implications of the Fund obtaining such status.

INSPECTION OF DOCUMENTS

Copies of the following documents will be available for inspection at any time during normal business hours on any day (excluding Saturdays, Sundays and public holidays), free of charge, at the registered offices of the Company (JP Morgan House, International Financial Services Centre, Dublin 1, Ireland) and the offices of the Investment Manager (BlackRock Advisors (UK) Limited, 12 Throgmorton Avenue, London EC2N 2DL, England):

(a) the Prospectus;
(b) this Supplement;
(c) the KIID;
(d) the Memorandum and Articles of Association of the Company; and
(e) the latest annual and semi-annual reports of the Company (if any).

The documents listed above may also be obtained, on request free of charge, from the Administrator.

DISCLAIMERS

The past performance of the Benchmark Index is not a guide to future performance. The Investment Manager does not guarantee the accuracy or the completeness of the Benchmark Index or any data included therein and shall have no liability for any errors, omissions or interruptions therein. The Investment Manager makes no warranty, express or implied, to the owners of shares of the Fund or to any other person or entity, as to results to be obtained by the Fund from the use of the Benchmark Index or any data included therein. Without limiting any of the foregoing, in no event shall the Investment Manager have any liability for any special, punitive, direct, indirect or consequential damages (including lost profits) arising from inaccuracies, omissions or other errors in or as a result of the Benchmark Index, even if notified of the possibility of such damages.

ISHARES MSCI CHINA A UCITS ETF (THE “FUND”) IS NOT SPONSORED, ENDORSED, SOLD OR PROMOTED BY MORGAN STANLEY CAPITAL INTERNATIONAL INC. ("MSCI"), ANY OF ITS AFFILIATES, ANY OF ITS INFORMATION PROVIDERS OR ANY OTHER THIRD PARTY INVOLVED IN, OR RELATED TO, COMPILING, COMPUTING OR CREATING ANY MSCI INDEX (COLLECTIVELY, THE "MSCI PARTIES"). THE MSCI INDEXES ARE THE EXCLUSIVE PROPERTY OF MSCI. MSCI AND THE MSCI INDEX NAMES ARE SERVICE MARK(S) OF MSCI OR ITS AFFILIATES AND HAVE BEEN LICENSED FOR USE FOR CERTAIN PURPOSES BY BLACKROCK ADVISORS (UK) LIMITED AND ITS AFFILIATES. NONE OF THE MSCI PARTIES MAKES ANY REPRESENTATION OR WARRANTY, EXPRESS OR IMPLIED, TO THE ISSUER OR SHAREHOLDERS OF THE FUND OR ANY OTHER PERSON OR ENTITY REGARDING THE ADVISABILITY OF INVESTING IN FUNDS GENERALLY OR IN THE FUND PARTICULARLY OR THE ABILITY OF ANY MSCI INDEX TO TRACK CORRESPONDING STOCK MARKET PERFORMANCE. MSCI OR ITS AFFILIATES ARE THE LICENSORS OF CERTAIN TRADEMARKS, SERVICE MARKS AND TRADE NAMES AND OF THE MSCI INDEXES WHICH ARE DETERMINED, COMPOSED AND CALCULATED BY MSCI WITHOUT REGARD TO THE FUND OR THE ISSUER OR SHAREHOLDERS OF THE FUND OR ANY OTHER PERSON OR ENTITY. NONE OF THE MSCI PARTIES HAS ANY OBLIGATION TO TAKE THE NEEDS OF THE ISSUER OR SHAREHOLDERS OF THE FUND OR ANY OTHER PERSON OR ENTITY INTO CONSIDERATION IN DETERMINING, COMPOSING OR CALCULATING THE MSCI INDEXES. NONE OF THE MSCI PARTIES IS RESPONSIBLE FOR OR HAS PARTICIPATED IN THE DETERMINATION OF THE TIMING OF, PRICES AT, OR QUANTITIES OF THE FUND TO BE ISSUED OR IN THE DETERMINATION OR CALCULATION OF THE EQUATION BY OR THE CONSIDERATION INTO WHICH THE FUND IS REDEEMABLE. FURTHER, NONE OF THE MSCI PARTIES HAS ANY OBLIGATION OR LIABILITY TO THE ISSUER OR SHAREHOLDERS OF THE FUND OR ANY OTHER PERSON OR ENTITY IN CONNECTION WITH THE ADMINISTRATION, MARKETING OR OFFERING OF THE FUND.

ALTHOUGH MSCI SHALL OBTAIN INFORMATION FOR INCLUSION IN OR FOR USE IN THE CALCULATION OF THE MSCI INDEXES FROM SOURCES THAT MSCI CONSIDERS RELIABLE, NONE OF THE MSCI PARTIES WARRANTS OR GUARANTEES THE ORIGINALITY, ACCURACY AND/OR THE COMPLETENESS OF ANY MSCI INDEX OR ANY DATA INCLUDED THEREIN. NONE OF THE MSCI PARTIES MAKES ANY WARRANTY, EXPRESS OR IMPLIED, AS TO RESULTS TO BE OBTAINED BY THE ISSUER OF THE FUND, SHAREHOLDERS OF THE FUND, OR ANY OTHER PERSON OR ENTITY, FROM THE USE OF ANY MSCI INDEX OR ANY DATA INCLUDED THEREIN. NONE OF THE MSCI PARTIES SHALL HAVE ANY LIABILITY FOR ANY ERRORS, OMISSIONS OR INTERRUPTIONS OF OR IN CONNECTION WITH ANY MSCI INDEX OR ANY DATA INCLUDED THEREIN. FURTHER, NONE OF THE MSCI PARTIES MAKES ANY EXPRESS OR IMPLIED WARRANTIES OF ANY KIND, AND THE MSCI PARTIES HEREBY EXPRESSLY DISCLAIM ALL WARRANTIES OF MERCHANTABILITY AND FITNESS FOR A PARTICULAR PURPOSE, WITH RESPECT TO EACH MSCI INDEX AND ANY DATA INCLUDED THEREIN. WITHOUT LIMITING ANY OF THE FOREGOING, IN NO EVENT SHALL ANY OF THE MSCI PARTIES HAVE ANY LIABILITY FOR ANY DIRECT, INDIRECT, SPECIAL, PUNITIVE, CONSEQUENTIAL OR ANY OTHER DAMAGES (INCLUDING LOST PROFITS) EVEN IF NOTIFIED OF THE POSSIBILITY OF SUCH DAMAGES.

No purchaser, seller, owner or holder of this security, account, product or fund, or any other person or entity, should use or refer to any MSCI trade name, trademark or service mark to sponsor, endorse, market or promote this security, account, product or fund without first contacting MSCI to determine whether MSCI's permission is required. Under no circumstances may any person or entity claim any affiliation with MSCI without the prior written permission of MSCI.

INDEXED TO MSCI®

Deutsche Börse Group
In order to ensure the highest quality of each of its products, Deutsche Börse Group exercises the greatest care when calculating indicative net asset values (iNAV®) on the basis of the rules set out on its website.

However, Deutsche Börse Group cannot guarantee that the various iNAV®, as set out on its website, are always calculated free of errors. Deutsche Börse Group accepts no liability for any direct or indirect losses arising from any incorrect calculation of such iNAV®.

Decisions concerning the way of its iNAV® calculation are always taken by Deutsche Börse Group to the best of its knowledge and belief. Deutsche Börse Group shall not be liable for any losses arising from such decisions.

The iNAV® of Deutsche Börse Group do not represent a recommendation for investment of whatever nature. In particular, the compilation and calculation of the various iNAV® shall not be construed as a recommendation of Deutsche Börse Group to buy or sell individual securities, ETFs underlying these iNAV® or the basket of securities underlying a given iNAV®.

Disclaimer for Reference to Index Provider Website
In accordance with Central Bank requirements, the Company and the Fund are required to provide details of the index provider's website ("Website") to enable Shareholders to obtain further details of the Fund's Benchmark Index (including the index constituents). The Company and the Fund have no responsibility for the Website and are not involved in any way in sponsoring, endorsing or otherwise involved in the establishment or maintenance of the Website or the contents thereof.

APPENDIX I

Funds of the Company

There are currently 20 other funds of the Company.

As at the date of this Supplement the funds are listed and traded as follows:

	Main Market of the LSE	Borsa Italiana	NYSE Euronext Amsterdam	Frankfurt Stock Exchange (XTF Exchange Traded Fund platform)	SIX Swiss Exchange
iShares $ Short Duration Corporate Bond UCITS ETF	✓		✓	✓	✓
iShares $ Short Duration High Yield Corporate Bond UCITS ETF	✓	✓	✓	✓	✓
iShares $ Ultrashort Bond UCITS ETF	✓		✓	✓	✓
iShares £ Ultrashort Bond UCITS ETF	✓				
iShares Euro Ultrashort Bond UCITS ETF	✓	✓	✓	✓	✓
iShares MSCI EMU Large Cap UCITS ETF	✓	✓		✓	✓
iShares MSCI EMU Mid Cap UCITS ETF	✓	✓		✓	✓
iShares MSCI France UCITS ETF	✓			✓	✓
iShares MSCI World Quality Factor UCITS ETF	✓			✓	✓
iShares MSCI World Momentum Factor UCITS ETF	✓			✓	✓
iShares MSCI World Size Factor UCITS ETF	✓			✓	✓
iShares MSCI World Value Factor UCITS ETF	✓			✓	✓
iShares MSCI Europe Quality Factor UCITS ETF	✓			✓	
iShares MSCI Europe Momentum Factor UCITS ETF	✓			✓	
iShares MSCI Europe Size Factor UCITS ETF	✓			✓	
iShares MSCI Europe Value Factor UCITS ETF	✓			✓	
iShares US Equity Buyback Achievers UCITS ETF					
iShares $ Treasury Bond 20+yr UCITS ETF	✓			✓	
iShares Euro Government Bond 20yr Target Duration UCITS ETF	✓			✓	
iShares iBonds Sep 2018 USD Corporate UCITS ETF					

The shares of each fund are issued on different terms and conditions to those of the other funds.

APPENDIX II

The following sections in the Prospectus contain further general information and have been referenced in this Supplement:

Section Heading in Prospectus	**Page number in Prospectus**
Definitions	6
Investment Objectives and Policies	12
Investment Techniques	26
Efficient Portfolio Management	29
Risk Factors	30
Dividend Policy	59
Management of the Company	61
Taxation	74
Schedule I – The Regulated Markets	84
Schedule III – Investment Restrictions	89

WF-11783769-2