

BlackRock Premier Funds – iShares Hong Kong Equity Index Fund

October 2023

*This statement provides you with key information about this product.
This statement is a part of the Prospectus.
You should not invest in this product based on this statement alone.*

Quick facts

Manager:	BlackRock Asset Management North Asia Limited
Investment Advisers:	BlackRock Investment Management (UK) Limited (internal delegation, UK) BlackRock (Singapore) Limited (internal delegation, Singapore) BlackRock Japan Co., Ltd. (internal delegation, Japan)
Trustee:	Cititrust Limited
Custodian:	Citibank N.A., Hong Kong Branch
Ongoing charges over a year:	Class A2: 0.63%# Class D2: 0.19%*
Tracking difference of the last calendar year:	1.26%
Underlying index:	FTSE MPF Hong Kong Index (HKD unhedged total return)
Base currency:	Hong Kong Dollars
Dividend policy:	No dividends will be declared or paid
Financial year end of this fund:	30 September
Minimum investment (initial and additional):	Class A2 Units and Class D2 Units: HK\$5,000 or currency equivalent
Dealing frequency:	Daily

The ongoing charges figure for a class is based on the costs and expenses of that class with reference to the annual report of the Fund for the year ended 30 September 2022. This figure may vary from year to year.

* The ongoing charges figure is estimated because the class is newly launched. The figure is based on the estimated costs and expenses of the class over 12 months. This figure may vary from year to year.

What is this product?

iShares Hong Kong Equity Index Fund (the "**Fund**") is a sub-fund of BlackRock Premier Funds, an umbrella unit trust established under the laws of Hong Kong. The Fund is a passively managed index fund falling within 8.6 of the Code on Unit Trusts and Mutual Funds.

Objective and Investment Strategy

Objective

To provide investment results that, before fees and expenses, closely track the performance of the FTSE MPF Hong Kong Index (HKD unhedged total return) (the "**Index**").

Strategy

To achieve its investment objective, the Manager (and, where applicable, the Investment Adviser(s)) intend to invest primarily in securities included in the Index using a representative sampling strategy

through investing a representative sample of the securities included in the Index that collectively has an investment profile that reflects the profile of the Index.

The Fund will primarily invest directly in securities included in the Index. The Fund may invest up to 10% of the latest available Net Asset Value of the Fund in financial derivative instruments for the purposes of hedging and non-hedging including investment, and/or return optimization.

The Fund will not directly or indirectly invest in China A shares, B shares and/or debt securities.

The Fund may invest, in aggregate, not more than 10% of its Net Asset Value in units or shares of other underlying collective investment schemes.

The Fund currently does not intend to engage in any securities financing transactions. Prior approval from the SFC and at least one month's prior notice will be given to unitholders in the event the Manager (and, where applicable, the Investment Adviser(s)) intend to engage in such activities.

Notwithstanding the investment and borrowing powers and restrictions in the Prospectus:

- the Fund will not invest in commodities or make any short sales;
- the Fund may not invest more than 10% of its Net Asset Value in securities that are not quoted, listed or dealt in on a stock exchange, over-the-counter market or other organized securities market that is open to the international public and on which such securities are regularly traded; and
- the Fund must not grant loans or act as a guarantor on behalf of third parties.

Index

The Index is a free float adjusted market capitalization index consisting of Hong Kong and China constituent securities listed on the Hong Kong and Singapore stock markets. Specifically, the Index consists of the Hong Kong listed HSBC Holdings and eligible large and mid cap Hong Kong and China companies (H Shares, Red Chips and P Chips listed on the Stock Exchange of Hong Kong) from the FTSE All-World Index. The base currency of the Index is Hong Kong dollars. The Index is compiled and managed by FTSE International Limited and is an unhedged total return index (this means that (i) the Index will not hedge its non-Hong Kong dollar currency exposure in the Index back into Hong Kong dollars and (ii) the Index measures the price movements of constituents assuming any cash distributions after dividend withholding tax are reinvested back into the Index). For details of the Index, including information on the constituents of the Index and their respective weightings, please refer to the Index website at: www.ftserussell.com/products/indices/MPF. Please note that the aforesaid website has not been reviewed by the SFC.

Additional information of the Index

Base date	30 November 2000
Launch date	1 January 2005
Number of constituent securities*	340
Net market capitalization*	HK\$15,430 billion

*as at 29 September 2023

Use of derivatives / investment in derivatives

The Fund's net derivative exposure may be up to 50% of the Fund's latest Net Asset Value.

What are the key risks?

Investment involves risks. Please refer to the Prospectus for details including the risk factors.

1. Investment Risks

The Fund is an investment fund. The values of equities fluctuate daily and the Fund's investment portfolio may fall in value, therefore your investment in the Fund may suffer losses. The price of equities can be influenced by many factors at the individual company level, as well as by broader economic and political developments.

2. Passive Investment Risks

The Fund is passively managed and the Manager and/or the Investment Adviser(s) may lack discretion to adapt to market changes due to the nature of index funds. Falls in the Index are expected to result in corresponding falls in the value of the Fund.

3. Tracking Error Risks

The Fund may be subject to tracking error risk, which is the risk that its performance may not track that of the Index exactly. This tracking error may result from the investment strategy used (including the use of representative sampling which may, for example, involve exclusion of certain index constituents), and fees and expenses. The Manager (and, where applicable, the Investment Adviser(s)) will monitor and seek to manage the above potential risks to minimise tracking error. Investors should note that there can be no assurance that the performance of the Fund will be identical to the performance of the Index particularly on a day-to-day basis.

4. Derivatives Risks

In adverse situations, the Fund's use of derivatives may be ineffective in hedging, cash management or investment purposes and the Fund may suffer significant losses.

5. Index-Related Risks

There is no guarantee that the Fund will achieve a high degree of correlation to the Index and therefore achieve its investment objective. Market disruptions and regulatory restrictions could have an adverse effect on the Fund's ability to adjust its exposure to the required levels in order to track the Index. Errors in index data may occur from time to time and may not be identified and corrected for a period of time, and may have an adverse impact on the Fund and its unitholders.

The securities which comprise the Index are changed by the index provider from time to time. Where the Index is rebalanced, any transaction costs arising from the Fund's corresponding rebalancing will be borne by the Fund.

6. Concentration Risk

To the extent that the Index is concentrated in the securities in a particular market (in this case, the Hong Kong market), the Fund may be adversely affected by the performance of those securities, may be subject to increased price volatility and may be more susceptible to adverse economic, market, political or regulatory event affecting that market, industry, group of industries, sector or asset class.

7. Financial Markets, Counterparties and Service Providers

The Fund may be exposed to finance sector companies which act as a service provider or as a counterparty for financial contracts. In times of extreme market volatility, such companies may be adversely affected, with a consequent adverse effect on the activities of the Fund.

8. Regulatory Risk

Regulators and self-regulatory organisations and exchanges are authorized to take extraordinary actions in the event of market emergencies. The effect of any future regulatory action on the Fund could be substantial and adverse.

9. Early Liquidation Risk

As may be determined by the Manager and the Trustee, the Fund may be liquidated under certain circumstances set out in the Prospectus. In the event of the liquidation of the Fund, the Fund would have to distribute to unitholders their pro rata interest in the assets of the Fund. It is possible that at the time of such sale or distribution, certain investments held by the Fund might be worth less than the initial cost of such investments, resulting in a loss to holders.

10. China Market Risk and Tax Risk

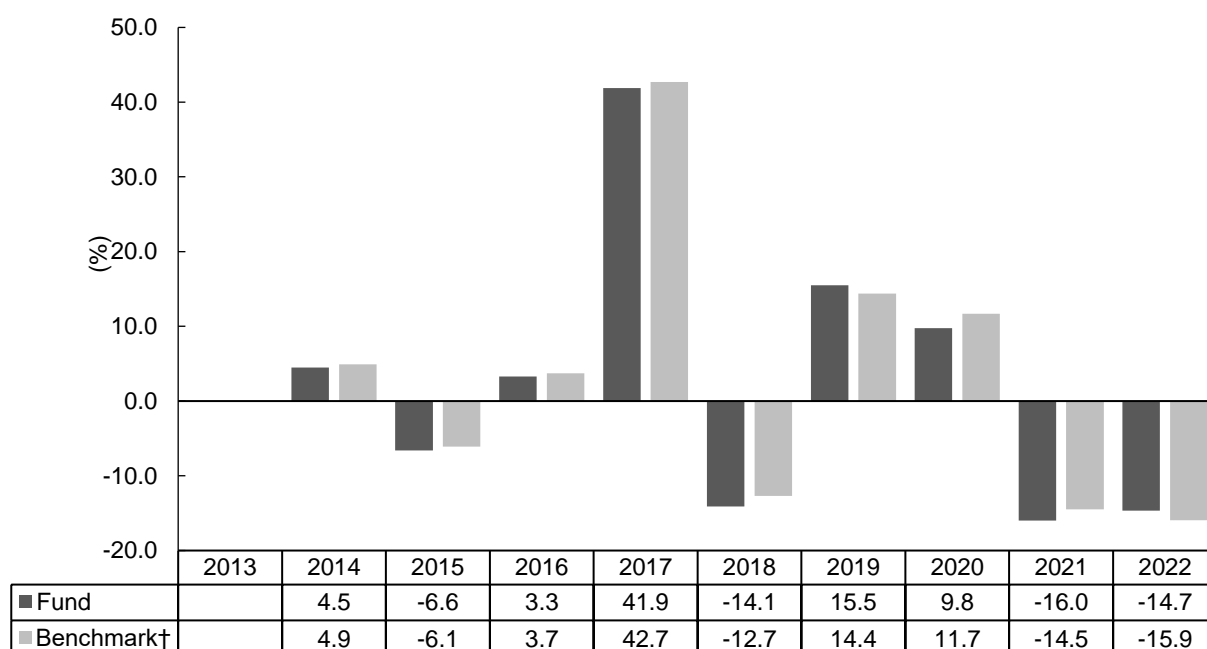
The Fund invests in China constituent securities. Investing in such securities is subject to the risks of investing in emerging markets generally. This may involve higher levels of risks relating to share price

and currency volatility, greater political and social uncertainties, different accounting, auditing and financial reporting practices, and lower liquidity.

The Fund’s investment in China securities, e.g., H shares, Red Chips, and P Chips may give rise to China taxes to the Fund in the form of withholding on dividends, interest, capital gains, and/or other business, stamp, and indirect taxes, the tax extent of which will depend on a number of factors, including but not limited to the specific investment type, legislative clarifications provided to-date by the China tax authorities pertaining to the specific investment, and current tax practice in China. To-date, China has yet to enforce tax on capital gains arising from China investments made by the Fund, and as such, the Manager does not propose presently to accrue for any potential China capital gains tax arising from the sales of the Fund’s underlying investments. Upon any future resolution or clarity of these tax uncertainties in China tax law, the Fund will, as soon as practicable, make relevant adjustments to the amount of withholding income tax provision as it considers necessary, which may materially affect the Net Asset Value of the Fund, and with possible retrospective effect, resulting in an adverse loss to the Fund. Any amounts ultimately determined not to be due to the China tax authorities, or any tax relief applied for and approved by the China tax authorities, will revert to the Fund.

How has the fund performed?

Historic performance to 31 December 2022



- Past performance information is not indicative of future performance. Investors may not get back the full amount invested.
- The computation basis of the performance is based on the calendar year end, NAV-To-NAV, with dividend re-invested.
- These figures show by how much the Class A2 increased or decreased in value during the calendar year being shown. Performance data has been calculated in HKD including ongoing charges and excluding subscription fee and redemption fee you might have to pay.
- Where no past performance is shown there was insufficient data available in that year to provide performance.
- Fund launch date: 1 August 2013
- Class A2 launch date: 1 August 2013
- The Manager views Class A2, being the focus unit class of the Fund available to the public of Hong Kong, as the most appropriate representative unit class.

† FTSE MPF Hong Kong Index (HKD unhedged total return)

Is there any guarantee?

The Fund does not have any guarantees. You may not get back the full amount of money you invest.

What are the fees and charges?**Charges which may be payable by you**

You may have to pay the following fees when dealing in the units of the Fund:

Fee	What you pay
Subscription Fee (Initial Charge)	Class A2 Units: Up to 3% of the subscription price Class D2 Units: Up to 3% of the subscription price
Switching Fee (Conversion Charge)	Nil [^]
Redemption Fee (Redemption Charge)	Nil [^]

[^] A 2% charge of (i) the net asset value per unit of the Fund on conversion or (ii) the redemption price of units on redemption may be levied for excessive conversion / trading by a unitholder. Please refer to the section "Fees, Charges and Expenses payable by the Unitholders – Excessive Trading or Excessive Conversion charges" in the Prospectus for detail.

Ongoing fees payable by the Fund

The following expenses will be paid out of the Fund. They affect you because they reduce the return you get on your investments:

Fee	Annual Rate (as a % of the Fund's Net Asset Value)
Management Fee	Class A2 Units: Up to 2%, currently 0.55%* Class D2 Units: Up to 2%, currently 0.15%*
Administration Fee	Class A2 Units and Class D2 Units: Up to 0.15%*
Trustee Fee and Custodian Fee	Included in the Administration Fee
Performance Fee	Not applicable

* May be increased to the permitted maximum level in the Prospectus by giving not less than 1 month's prior notice.

Other fees

You may have to pay other fees when dealing in the units of the Fund. Please refer to the Prospectus for detail.

You may need to bear additional costs under certain situations in order to mitigate any adverse impact to the Fund caused by your subscription or redemption of units. Please refer to the section "Prices of Units – Pricing Adjustment Mechanism" in the Prospectus for detail.

Additional Information

- ▶ You generally buy and redeem units at the Fund's next-determined net asset value after the Trustee receives your request in good order on or before the 1.00 p.m. dealing cut-off (Hong Kong time) on the relevant dealing day. Orders placed through intermediaries may be subject to different procedures and cut-off times.
- ▶ The net asset value per unit of the Fund is calculated and is available on the Manager's website at www.blackrock.com/hk on each dealing day.
- ▶ Please refer to the Manager's website at www.blackrock.com/hk for performance information regarding other classes (when available). Investors may also obtain information on the Fund from the Manager's website at www.blackrock.com/hk. Investors should note that the Manager's website has not been reviewed by the SFC.
- ▶ The Prospectus and this statement will be updated to include the classes of units currently available for subscription from time to time.

Important

If you are in doubt, you should seek professional advice.

The SFC takes no responsibility for the contents of this statement and makes no representation as to its accuracy or completeness.