

BlackRock Premier Funds – iShares World Government Bond Index Fund

April 2024

*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: 0.52%# Class D2: 0.19%*
Tracking difference of the last calendar year:	-0.61%
Underlying index:	FTSE MPF World Government Bond Index (HKD hedged 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 2023. 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 World Government Bond 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 World Government Bond Index (HKD hedged 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 by investing in a portfolio featuring high correlation with the Index. In normal circumstances, the number of

issuers that the Fund is exposed to is not expected to be less than 50% of the number of issuers in the Index. The Fund may hold up to 20% of the Fund's net asset value in securities that are not included in the Index. In selecting the non-index constituent securities, the Manager (and, where applicable, the Investment Adviser(s)) will evaluate whether such securities could closely match with the different characteristics of the Index of the Fund such as credit, duration, yield, currency, etc. Examples of such securities include (i) quasi-sovereign bonds the credit risk of which is highly correlated with the credit rating (i.e. investment grade) of the relevant constituent security; and (ii) bonds issued by third party with credit guarantee from the government of the respective constituent country.

The Fund may use derivatives to hedge market and currency risk. For the avoidance of doubt, derivatives may be used for investment purposes for up to 10% of the Fund's net asset value.

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 compiled and managed by FTSE Fixed Income LLC. The Index consists of global sovereign bonds that are issued in local currency with fixed rate of coupon and investment grade credit rating, and has exposure limit to individual markets that complies with the Hong Kong Mandatory Provident Fund Schemes Authority's criteria as stipulated by the Mandatory Provident Fund Schemes (General) Regulation and Guidelines on Debt Securities. The weighting of index constituents is based on the market capitalisation of the bonds. The base currency of the Index is Hong Kong dollar. The Index is a hedged total return index – this means (i) the Index is fully hedged to Hong Kong dollar and (ii) that the Index measures the price movements of constituents assuming any coupon payments gross of tax are accrued and reinvested back into the Index at month end. The index provider and the Manager (or its connected persons) are independent of each other. For details of the Index, including information on the constituents of the Index and their respective weightings, please refer to the index provider's website (www.yieldbook.com) and the Manager's website (www.blackrock.com/hk). Please note that the aforesaid websites have not been reviewed by the SFC.

Additional information of the Index

Base date	31 December 2015
Launch date	17 March 2016
Number of constituent securities*	1,059
Net market capitalization*	HK\$186,529 billion

* as at 31 March 2024

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. There is no guarantee of the repayment of principal. The Fund's investment portfolio may fall in value due to any of the key risk factors below, therefore your investment in the Fund may suffer losses.

2. Fixed Income Investment Risks*Issuer risk*

The Fund is exposed to the credit/insolvency risk of the issuer of the fixed income securities that the Fund may invest in. Some bonds invested by the Fund are offered on an unsecured basis without collateral. The Fund will be fully exposed to the credit/insolvency risk of its bond issuer counterparty as an unsecured creditor. In the event of a default or credit rating downgrading of the issuer of the bonds, the bonds and the Fund's value will be adversely affected and investors may suffer a substantial loss as a result.

Liquidity risk

If the Fund invests in illiquid securities (including fixed income securities which are close to maturity) or the current market become illiquid, it may reduce the returns of the Fund because the Fund cannot sell the illiquid securities at an advantageous time or price. The bid and offer spread of the price of bonds may be large, so the Fund may incur significant trading and realisation costs and may suffer losses accordingly.

Sovereign debt risk

The Fund invests in sovereign debt securities and such investments involve special risks. The governmental entity (including the government or any public or local authority) that controls the repayment of sovereign debt may not be able or willing to repay the principal and/or interest when due in accordance with the terms of such debt. The repayment of debts by a government is subject to various factors including the economic and political factors and the Fund's recourse against a defaulting sovereign is limited. The Fund may therefore suffer a significant or even total loss in the event of default of the sovereign issuer.

Interest rate risk

Because the Fund invests in fixed-income securities, the Fund is subject to interest rate risk. Interest rate risk is the risk that the value of the Fund's portfolio will decline because of rising interest rates. Interest rate risk is generally lower for shorter-term investments and higher for longer-term investments.

Valuation risk

Valuation of the Fund's investments may involve uncertainties and judgmental determinations as there is a possibility that independent pricing information may at times be unavailable. If such valuations should prove to be incorrect, the net asset value of the Fund may be adversely affected.

Credit rating downgrading risk

Investment grade securities which the Fund may invest in may be subject to the risk of being downgraded. In the event of downgrading in the credit ratings of a security or an issuer relating to a security, the Fund's investment value in such security may be adversely affected.

3. 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.

4. 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.

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 (due to, for example, a constituent bond maturing). Where the Index is rebalanced, any transaction costs arising from the Fund’s corresponding rebalancing will be borne by the Fund.

6. Currency risk

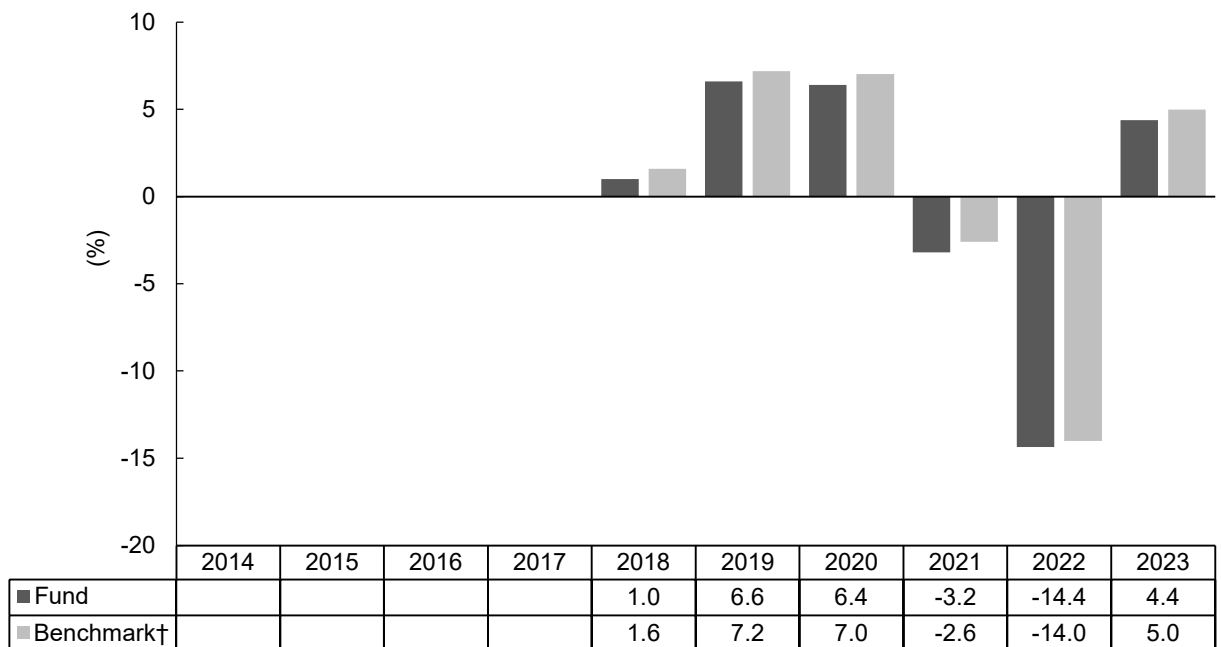
Underlying investments of the Fund may be denominated in currencies other than the base currency of the Fund. Also, a class of units may be designated in a currency other than the base currency of the Fund. The net asset value of the Fund may be affected unfavorably by fluctuations in the exchange rates between these currencies and the base currency and by changes in exchange rate controls.

7. Early Liquidation Risk

The Fund may be liquidated in accordance with the Trust Deed under certain circumstances set out in the Prospectus as may be determined by the Manager and the Trustee (for example, when the Index is no longer available for tracking). 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.

How has the fund performed?

Historic performance to 31 December 2023



- 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: March 2017
- Class A2 launch date: March 2017
- 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 World Government Bond Index (HKD hedged 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 0.45%* Class D2 Units: Up to 2%, currently 0.15%*
Administration Fee	Class A2 Units and Class D2 Units: Up to 0.10%*
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 6.00 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.