BlackRock

Annual report and audited financial statements

BlackRock Non-UCITS Retail Funds

- BlackRock Managed Volatility Fund
- BlackRock Managed Volatility Fund I
- BlackRock Managed Volatility Fund II
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- BlackRock UK Managed Volatility Fund I
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For the financial year ended 28 February 2026

NM0626U-5541793-1/183

BLACKROCK NON-UCITS RETAIL FUNDS

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BLACKROCK NON-UCITS RETAIL FUNDS

GENERAL INFORMATION

Manager & Registrar

BlackRock Fund Managers Limited
12 Throgmorton Avenue, London EC2N 2DL

Member of The Investment Association and authorised and regulated by the Financial Conduct Authority ("FCA").

Directors of the Manager

G D Bamping[1] (Resigned 19 December 2025)
D Edgar[2,3]
T S Hale[2,3]
A Hoctor-Duncan[1] (Appointed 1 October 2025)
T Hodgson[2,3] (Appointed 1 November 2025)
A M Lawrence[2,3] (Resigned 30 April 2025)
A Lewis[1]
A Pickering[2,3] (Appointed 24 April 2026)
S Sabin[2,3]
M Seymour[2,3]
M T Zemek[1] (Resigned 31 December 2025)

[1] Non-executive Director

[2] Executive Director

[3] Employee of the BlackRock Group

Trustee & Custodian

The Bank of New York Mellon (International) Limited
160 Queen Victoria Street, London EC4V 4LA

Authorised by the Prudential Regulation Authority and regulated by the FCA and the Prudential Regulation Authority.

Investment Manager

BlackRock Investment Management (UK) Limited
12 Throgmorton Avenue, London EC2N 2DL

Authorised and regulated by the FCA.

Securities Lending Agent

BlackRock Advisors (UK) Limited
12 Throgmorton Avenue, London EC2N 2DL

Authorised and regulated by the FCA.

Auditor

Ernst & Young LLP
Atria One, 144 Morrison Street, Edinburgh EH3 8EX

BLACKROCK NON-UCITS RETAIL FUNDS

GENERAL INFORMATION continued

Administrator
The Bank of New York Mellon (International) Limited
160 Queen Victoria Street, London EC4V 4LA

Authorised and regulated by the FCA.

BlackRock's proxy voting agent is ISS (Institutional Shareholder Services).

This Report relates to the packaged products of and is issued by:
BlackRock Fund Managers Limited
12 Throgmorton Avenue, London EC2N 2DL
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Dealing and Investor Services: 0800 44 55 22
www.blackrock.co.uk

For your protection, telephone calls are usually recorded.

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BLACKROCK NON-UCITS RETAIL FUNDS

ABOUT THE TRUST

BlackRock Non-UCITS Retail Funds (the "Trust") is an umbrella authorised unit trust scheme constituted as a non-UCITS retail scheme (or "NURS") under the FCA's Collective Investment Schemes Sourcebook (the "COLL Sourcebook") and was authorised by the FCA on 16 December 2011. The Trust is comprised of separate sub-funds with segregated liability (each referred to as a "Fund" and collectively the "Funds").

Cross sub-fund holdings within the Trust

As at 28 February 2026 and 28 February 2025 there were no cross sub-fund holdings within the Trust.

The Alternative Investment Fund Managers Regulations 2013

BlackRock Fund Managers Limited (the "Manager") is authorised to manage and market the Funds, which are alternative investment funds, in accordance with the ″AIFMD″.

In this document the term ″AIFMD″ means, the UK Alternative Investment Fund Managers Regulations 2013, together with any other implementing measure which operated to transpose AIFMD into UK law before 31 January 2020, and the UK versions of Commission Delegated Regulation (EU) No 231/2013 and any other delegated regulations in respect of the AIFMD, each being part of UK law by virtue of the European Union (Withdrawal) Act 2018.

Assessment of value

The FCA requires UK fund managers to complete an annual assessment of whether their UK authorised funds provide value for investors. The Manager's assessment considers fund and unit class-level performance, costs and charges, and service quality, concluding with an evaluation of whether investors receive value. BlackRock has fulfilled its obligations for the reporting requirement, including assessing relevant charges, and published the annual assessment of value statements on the literature section at https://www.blackrock.com/uk/literature/investor-education/assessment-of-value-en-gb-ind-investor-education.pdf on 31 October 2025 in a composite report for all funds managed by BlackRock Fund Managers Limited subject to these requirements, with the exception of the Long Term Asset Funds managed by BlackRock Fund Managers Limited, where the annual assessment of value for investors is included in the latest annual Report and Accounts of those Funds.

Task Force on Climate-Related Financial Disclosures ("TCFD") – Product Report

The Manager has produced a supplemental TCFD Product Report in accordance with the recommendations of the TCFD and FCA requirements for TCFD reporting. These disclosures describe how the Manager incorporates climate-related risks and opportunities into governance, strategy, risk management, metrics and targets. The latest report is available at https://www.blackrock.com/uk/literature/public-disclosure/tcfd-product-level-disclosure-report-bcif.pdf.

FUND MANAGER

As at 28 February 2026, the Fund Manager was Thomas Nichols.

BLACKROCK NON-UCITS RETAIL FUNDS

SIGNIFICANT EVENTS

Changes in the Directors of the Manager

A M Lawrence resigned as a Director, effective 30 April 2025.

A Hoctor-Duncan was appointed as a Director, effective 1 October 2025.

T Hodgson was appointed as a Director, effective 1 November 2025.

G D Bamping resigned as a Director, effective 19 December 2025.

M T Zemek resigned as a Director, effective 31 December 2025.

SUBSEQUENT EVENTS

Fund Closure

The BlackRock Managed Volatility Fund, BlackRock Managed Volatility Fund I, BlackRock Managed Volatility Fund II and BlackRock Managed Volatility Fund III closed on 9 April 2026. In anticipation of the full redemption of the Funds, the Manager, in accordance with the rules of the UK Financial Conduct Authority, decided to close the Funds. As at 9 April 2026, all units in the Funds had been cancelled. Consequently, the financial statements for these Funds have not been prepared on a going concern basis, but on a basis other than going concern.

Changes in the Directors of the Manager

Alison Pickering was appointed as a Director, effective 24 April 2026.

There have been no other significant events subsequent to the year end, which, in the opinion of the Manager, may have had an impact on the Financial Statements for the year ended 28 February 2026.

BLACKROCK NON-UCITS RETAIL FUNDS

INVESTMENT MANAGER'S REPORT

Investment Objective

BlackRock Managed Volatility Fund
BlackRock Managed Volatility Fund I
BlackRock Managed Volatility Fund II
BlackRock Managed Volatility Fund III
BlackRock Managed Volatility Fund IV

The aim of the Funds is to manage the volatility (i.e. the degree of fluctuation of the returns) of its portfolio of investments at or around 5%, 6%, 8%, 10% and 15%, respectively, and provide a return on your investment (generated through an increase in the value of the assets held by the Funds and/or income received from those assets). Volatility, for this purpose, is measured as the volatility of the Fund's daily portfolio returns over the previous 60 Business Days, with each relevant Business Day's volatility given equal weight in such measurement, converted into an annual rate.

BlackRock UK Managed Volatility Fund I
BlackRock UK Managed Volatility Fund II
BlackRock UK Managed Volatility Fund III

The aim of the Funds is to manage the volatility (i.e. the degree of fluctuation of the returns) of its portfolio of investments at or around 5%, 7% and 9%, respectively, and provide a return on your investment (generated through an increase in the value of the assets held by the Funds and/or income received from those assets). Volatility, for this purpose, is measured as the volatility of the Fund's daily portfolio returns over the previous 120 Business Days, with each relevant Business Day's volatility given equal weight in such measurement, converted into an annual rate. The Funds aim to maintain the volatility of the Funds between 4% and 6%, 6% and 8% and, 8% and 10%, respectively.

The following table outlines the investment management approach adopted for each Fund:

Fund name	Investment management approach
BlackRock Managed Volatility Fund	Active
BlackRock Managed Volatility Fund I	Active
BlackRock Managed Volatility Fund II	Active
BlackRock Managed Volatility Fund III	Active
BlackRock Managed Volatility Fund IV	Active
BlackRock UK Managed Volatility Fund I	Active
BlackRock UK Managed Volatility Fund II	Active
BlackRock UK Managed Volatility Fund III	Active

INVESTMENT MANAGER'S REPORT continued

Performance Summary

The following table compares the returns, average realised volatility and target volatility for each Fund during the financial year ended 28 February 2026.

Further information on the performance measures and calculation methodologies used are detailed below:

- The Fund returns disclosed are the performance returns for the primary unit class for each Fund, net of fees and expenses charged directly within the relevant unit class, which has been selected as a representative unit class. The primary unit class represents the class of unit which is the highest charging unit class, free of any commissions or rebates, and is freely available. Performance returns for any other unit class can be made available on request.
- Fund returns are based on the net asset value per unit calculated in accordance with the prospectus as at 12 noon for dealing purposes. Where, due to a public holiday or market closure(s), a date relevant to determination of the fund returns would not be a dealing day (such that a NAV would not otherwise be calculated on that day), a NAV may nevertheless be determined and calculated in accordance with the Prospectus for the purposes of these disclosures.
- Due to the Financial Reporting Standard 102 ("FRS 102") and the Statement of Recommended Practice for Authorised Funds ("SORP") requirements which apply to the financial statements, including the accounting policy for the valuation point at 12 noon, there may be differences between the NAV per unit as recorded in the financial statements and the NAV per unit calculated in accordance with the Prospectus.

	Fund Return %	Average realised 60 days Volatility %	Target Volatility %
BlackRock Managed Volatility Fund – Class C Accumulation Units	9.14	4.49	5.0
BlackRock Managed Volatility Fund I – Class C Accumulation Units	10.21	5.23	6.0
BlackRock Managed Volatility Fund II – Class C Accumulation Units	11.24	6.84	8.0
BlackRock Managed Volatility Fund III – Class C Accumulation Units	12.52	8.10	10.0
BlackRock Managed Volatility Fund IV – Class C Accumulation Units	12.81	12.37	15.0

	Fund Return %	Average realised 120 days Volatility %	Target Range Volatility %
BlackRock UK Managed Volatility Fund I – Class C Accumulation Units	11.39	5.51	4.0 - 6.0
BlackRock UK Managed Volatility Fund II – Class C Accumulation Units	15.00	7.30	6.0 - 8.0
BlackRock UK Managed Volatility Fund III – Class C Accumulation Units	16.70	8.89	8.0 - 10.0

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INVESTMENT MANAGER'S REPORT continued

Past performance is not a guide to future performance and should not be the sole factor of consideration when selecting a product. All financial investments involve an element of risk. Therefore, the value of your investment and the income from it will vary and your initial investment amount cannot be guaranteed. Levels and bases of taxation may change from time to time. Subscriptions may be made only on the basis of the current Prospectus, of which the most recent annual report and audited financial statements and interim report and unaudited financial statements form an integral part, copies of which are available from Investor Services, the Transfer Agent, the Management Company or any of the Representatives or Distributors.

INVESTMENT MANAGER'S REPORT continued

Global Economic Overview

Global equities, as represented by the MSCI All Country World Index, returned 16.31% (in GBP terms) during the twelve months ended 28 February 2026. Equities gained amid lower inflation (the rate of increase in the prices of goods and services), easing monetary policy from the world's largest central banks and strong corporate performance, especially in the technology sector. However, rising geopolitical tensions, including the conflict in the Middle East and Europe as well as the introduction of protectionism in the US, raised the prospect of disruption to the global economy.

Economic growth in the US recovered from a subdued start to 2025, with figures for the third quarter of 2025 indicating stronger performance than had been forecast. However, growth for the fourth quarter of 2025 undershot expectations, in part as a result of the extended government shutdown that began in October 2025. In Japan, gross domestic product ("GDP") grew more rapidly than expected in the second quarter of 2025 but underperformed expectations in the third and fourth quarters of 2025. UK economic output was positive in early 2025 but slowed as the year progressed. Eurozone GDP growth accelerated at the start of 2025 but held steady at 0.3% in both the third and fourth quarters of 2025.

Major emerging market economies continued to expand, with the resilience of the US economy providing support despite concerns related to President Donald Trump's reciprocal trade tariff policies. In China, fiscal stimulus measures continued to support economic growth, and Chinese GDP remained resilient over the course of 2025 due to a rise in exports. The Indian economy expanded at a robust pace, recording strong growth in the first nine months of 2025 before slowing slightly in the final quarter of 2025. Growth in Brazil accelerated in early 2025 as a result of rising household demand and farm output but decelerated somewhat in the months that followed.

Most of the world's largest central banks continued to loosen monetary policy as inflation remained under control. The US Federal Reserve ("the Fed") reduced interest rates three times in the final four months of the year. The Bank of England ("BoE") and the European Central Bank ("ECB") continued their programmes of rate cuts over the twelve months, while the Bank of Japan ("BoJ") responded to elevated domestic inflation by increasing interest rates at the end of 2025.

Global equity performance was positive during the twelve-month period, as the ongoing strength of the world economy averted concerns about a possible slowdown in growth. In the US, there were concerns at the start of 2025 that the new Trump administration's introduction of reciprocal trade tariffs on major trading partners could lead to higher inflation and more subdued global growth. However, the US's willingness to strike a series of trade agreements helped to calm investors' fears. The majority of technology stocks continued to advance on hopes that artificial intelligence ("AI") would deliver significant productivity gains, but there were concerns about the extensive infrastructure investment required to support AI platforms, high valuations among companies with significant AI exposures and the potential for the technology to significantly disrupt existing business models in the software sector.

Globally, investments that factor in companies' environmental, social and governance ("ESG") characteristics faced regulatory concerns and shifting investor sentiment. ESG funds experienced significant outflows in the second half of 2025 following a weak start to the year.

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INVESTMENT MANAGER'S REPORT continued

Yields (which move inversely to bond prices) on the 10-year US Treasury, a benchmark lending rate for the global bond market, finished the twelve-month period lower. Yields elevated in early 2025 due to concerns that President Trump's economic policies could lead to higher inflation and increased government borrowing but declined as the Fed reduced interest rates. In the UK, gilt yields declined as concerns about higher levels of government borrowing were offset by BoE interest rate cuts. Eurozone bond yields ended higher over the twelve months. There was a sharp increase in March 2025 following the German government's announcement of plans to increase borrowing to fund higher levels of defence and infrastructure spending, and yields rose again at the end of the year due to speculation that the ECB could raise interest rates in 2026. Yields in Japan increased to record highs at the start of 2026 as investors reacted to the prospect of higher government spending and potential increases in rates.

Global corporate bonds posted solid gains overall as markets reassessed credit in light of declining inflation and interest rates, while continued resilience in the global economy alleviated credit concerns relating to issuers of high yield bonds.

Emerging market equities also gained, benefiting from the relatively stable global economic environment and the easing of monetary policy. Emerging market bonds posted a positive return as investors reacted to less restrictive monetary policy in developed economies.

Commodities markets were disrupted by geopolitical tensions and concerns about the impacts of US trade tariffs. Brent crude oil prices initially declined as global oil production increased and hopes of a resolution to the conflict between Ukraine and Russia rose. However, oil prices moved higher in early 2026 on fears of conflict in the Middle East. Natural gas prices increased in late 2025 as cold weather returned and exports of liquefied natural gas increased. Gold prices rose to record highs as a result of geopolitical concerns and the possibility that the US's trade and foreign policy could lead to ongoing volatility in equity and bond markets.

In foreign exchange markets, the US dollar's performance relative to other major global currencies varied. It fell against the euro, GBP sterling and the Chinese yuan, but rose against the Japanese yen.

INVESTMENT MANAGER'S REPORT continued

BlackRock Managed Volatility Fund
BlackRock Managed Volatility Fund I
BlackRock Managed Volatility Fund II
BlackRock Managed Volatility Fund III
BlackRock Managed Volatility Fund IV

Over the financial year to 28 February 2026, the Funds' performance returns were 9.14%, 10.21%, 11.24%, 12.52% and 12.81% for the five Funds, respectively.

Global equities delivered positive returns over the year, supported by easing inflation, resilient earnings and expectations of policy rate cuts, with artificial intelligence ("AI") related investment a key theme. The FTSE 100 outperformed, benefiting from strong dividends and energy and financials exposure, while UK gilts rallied as Bank of England rate cuts improved fixed income returns amid slowing growth.

At the start of the financial year, the performance of the Funds was negatively impacted by the sharp increase in volatility and significant consolidation of equity markets post Liberation Day tariffs on April 25. As a result. the Investment Manager significantly reduced allocation to equities in the Funds' portfolios, which impacted their ability to benefit from the subsequent and swift recovery in equity prices. All portfolios were progressively re-risked from April to June and spent the rest of the year close to full investment levels allowing them to benefit from strong equity market performance over that period.

Fund Closures

In accordance with the rules of the FCA, it was decided to wind up the BlackRock Managed Volatility Fund, BlackRock Managed Volatility Fund I, BlackRock Managed Volatility Fund II and the BlackRock Managed Volatility Fund III on 9 April 2026. In anticipation of the full redemption of the Funds, the Manager, in accordance with the rules of the UK Financial Conduct Authority, decided to close the Funds.

BlackRock UK Managed Volatility Fund I
BlackRock UK Managed Volatility Fund II
BlackRock UK Managed Volatility Fund III

Over the financial year to 28 February 2026, the Funds' performance returns were 11.39%, 15.00% and 16.70% for the three Funds, respectively.

UK equities delivered strong returns over the period, with the FTSE 100 supported by robust dividends, share buybacks and strength in energy and financials, benefiting from global growth and a softer pound. UK fixed income also performed positively as easing inflation and a weakening labour market allowed the Bank of England to begin cutting rates, lowering gilt yields despite episodic volatility around fiscal policy and government borrowing.

At the start of the financial year, the performance of the Funds was negatively impacted by the sharp increase in volatility and significant consolidation of equity markets post Liberation Day tariffs on April 25. As a result, the Investment Manager significantly reduced allocation to equities in the Funds' portfolios, which impacted their ability to benefit from the subsequent and swift recovery in equity prices. All portfolios have been progressively re-risked from April to June and remained overweight to equities for the remainder of the year, allowing them to benefit from strong equity market performance over that period.

BLACKROCK NON-UCITS RETAIL FUNDS

STATEMENT OF MANAGER'S AND TRUSTEE'S RESPONSIBILITIES

The Manager is required by the terms of the Trust Deed to prepare the financial statements for each financial year. These financial statements must be prepared in accordance with generally accepted accounting standards in the United Kingdom to give a true and fair view of the state of affairs of the Trust at the year end and of the net revenue and net capital gains/(losses) for the year. In preparing these financial statements the Manager is required to prepare the financial statements on the going concern basis unless it is inappropriate to presume that the Trust will continue in operation. For the reasons stated in Note 1.1 the financial statements of BlackRock Managed Volatility Fund, BlackRock Managed Volatility Fund I, BlackRock Managed Volatility Fund II and BlackRock Managed Volatility Fund III have not been prepared on a going concern basis but on a basis other than going concern.

The financial statements should comply with the disclosure requirements of the Statement of Recommended Practice (the "SORP") for Authorised Funds issued by the Investment Association and must comply with any relevant provisions of the Trust Deed.

The Manager is responsible for keeping such accounting records as are necessary to enable it to ensure that the financial statements comply with the COLL Sourcebook, the SORP and the Trust Deed.

The Trustee acts as the depositary of the Funds and, in doing so, shall comply with the terms of the Scheme and the provisions of the AIFMD (which means, collectively, Directive 2011/61/EU, as implemented by Commission Delegated Regulation (EU) No. 231/2013, and as transposed by UK SI 2013/1773 and any other applicable national implementing measures in the UK including, without limitation, the rules contained in the FCA handbook of rules and guidance, each as may be amended or updated from time to time).

The Trustee is responsible for the safekeeping of all the property of the Scheme (other than tangible moveable property) which is entrusted to it and for the collection of revenue that arises from that property.

It is the duty of the Trustee to take reasonable care to ensure that the Scheme is managed in accordance with the Sourcebook, the FCA Investment Funds Sourcebook ("FUND"), the Trust's Trust Deed and Prospectus, in relation to the pricing of, and dealings in, units in the Trust; the application of revenue of the Scheme; and the investment and borrowing powers of the Trust.

REPORT OF THE TRUSTEE

Having carried out such procedures as we considered necessary to discharge our responsibilities as Trustee of the Trust, it is our opinion, based on the information available to us and the explanations provided, that, in all material respects, the Manager:

(i) has carried out the issue, sale, redemption and cancellation, and calculation of the price of the Trust's units and the application of the Trust's revenue in accordance with the Sourcebook, FUND, the Trust Deed and Prospectus, and

(ii) has observed the investment and borrowing powers and restrictions applicable to the Trust.

The Bank of New York Mellon
(International) Limited

London
29 May 2026

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Independent Auditor's Report to the Unitholders of BlackRock Non-UCITS Retail Funds

Opinion

We have audited the financial statements of BlackRock Non-UCITS Retail Funds ("the Trust") comprising each of its Funds for the year ended 28 February 2026, which comprise the Statement of Total Return, the Statement of Change in Net Assets Attributable to Unitholders, the Balance Sheet, the related notes and the Distribution Tables for each of the Trust's Funds, and the Material accounting policies, Distribution policies, Risk management policies and Valuation of financial instruments of the Trust, which include a summary of significant accounting policies.

The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards including FRS 102 'The Financial Reporting Standard applicable to the UK and Republic of Ireland' (United Kingdom Generally Accepted Accounting Practice).

In our opinion, the financial statements:

- give a true and fair view of the financial position of the Trust comprising each of its Funds as at 28 February 2026 and of the net revenue and the net capital gains on the scheme property of the Trust comprising each of its Funds for the year then ended; and
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditor's responsibilities for the audit of the financial statements section of our report below. We are independent of the Trust in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the Financial Reporting Council's (the "FRC") Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements.

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

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Emphasis of matter – financial statements for the BlackRock Managed Volatility Fund, BlackRock Managed Volatility Fund I, BlackRock Managed Volatility Fund II and BlackRock Managed Volatility Fund III prepared on a basis other than going concern

We draw attention to Note 1.1 of the financial statements which explains that the Manager closed the BlackRock Managed Volatility Fund, BlackRock Managed Volatility Fund I, BlackRock Managed Volatility Fund II and BlackRock Managed Volatility Fund III and therefore does not consider it to be appropriate to adopt the going concern basis of accounting in preparing the financial statements. Accordingly, the financial statements for these Funds only, have been prepared on a basis other than going concern as described in Note 1.1. Our opinion is not modified in respect of this matter.

Conclusions relating to going concern

The financial statements for the BlackRock Managed Volatility Fund, BlackRock Managed Volatility Fund I, BlackRock Managed Volatility Fund II and BlackRock Managed Volatility Fund III have been prepared on a basis other than going concern as disclosed in Note 1.1.

In auditing the financial statements of the remaining Funds we have concluded that the Manager's use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the remaining Fund's ability to continue as a going concern for a period assessed by the Manager, which is one year from when the financial statements are authorised for issue.

Our responsibilities and the responsibilities of the Manager with respect to going concern are described in the relevant sections of this report. However, because not all future events or conditions can be predicted, this statement is not a guarantee as to the remaining Funds ability to continue as a going concern.

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Other information

The other information comprises the information included in the Annual Report other than the financial statements and our auditor' report thereon. The Manager is responsible for the other information contained within the Annual Report.

Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in this report, we do not express any form of assurance conclusion thereon.

Our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether this gives rise to a material misstatement in the financial statements themselves. If, based on the work we have performed, we conclude that there is a material misstatement of the other information, we are required to report that fact.

We have nothing to report in this regard.

Opinions on other matters prescribed by the rules of the Collective Investment Schemes Sourcebook of the Financial Conduct Authority (the "FCA")

In our opinion:

- the financial statements have been properly prepared in accordance with the Statement of Recommended Practice relating to Authorised Funds, the rules of the Collective Investment Schemes Sourcebook of the FCA and the Trust Deed; and
- there is nothing to indicate that adequate accounting records have not been kept or that the financial statements are not in agreement with those records; and
- the information given in the Manager's report for the financial year for which the financial statements are prepared is consistent with the financial statements.

Matters on which we are required to report by exception

We have nothing to report in respect of the following matter in relation to which the Collective Investment Schemes Sourcebook of the FCA requires us to report to you if, in our opinion:

- we have not received all the information and explanations which, to the best of our knowledge and belief, are necessary for the purposes of our audit.

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Responsibilities of the Manager

As explained more fully in the Manager's responsibilities statement set out on page 14, the Manager is responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the Manager determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the Manager is responsible for assessing the Trust's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Manager either intends to wind up or terminate the Trust or to cease operations, or has no realistic alternative but to do so.

Auditor's responsibilities for the audit of the financial statements

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

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Explanation as to what extent the audit was considered capable of detecting irregularities, including fraud

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect irregularities, including fraud. The risk of not detecting a material misstatement due to fraud is higher than the risk of not detecting one resulting from error, as fraud may involve deliberate concealment by, for example, forgery or intentional misrepresentations, or through collusion. The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below. However, the primary responsibility for the prevention and detection of fraud rests with both those charged with governance of the entity and management.

Our approach was as follows:

- We obtained an understanding of the legal and regulatory frameworks that are applicable to the Trust and determined that the most significant are United Kingdom Generally Accepted Accounting Practice (UK GAAP), Investment Management Association's Statement of Recommended Practice (IMA SORP), the FCA Collective Investment Schemes Sourcebook, the Trust's Trust Deed and the Prospectus.
- We understood how the Trust is complying with those frameworks through discussions with the Manager and the Trust's administrators and a review of the Trust's documented policies and procedures.
- We assessed the susceptibility of the Trust's financial statements to material misstatement, including how fraud might occur by considering the risk of management override, specifically management's opportunity to influence revenue and amounts available for distribution.
- Based on this understanding we designed our audit procedures to identify non-compliance with such laws and regulations. Our procedures involved testing of journal entries, with a particular focus on manually posted entries and those journals reflecting large and unusual transactions. We also reviewed the reporting to the Manager with respect to the application of the documented policies and procedures and review of the financial statements to test compliance with the reporting requirements of the Trust.
- Due to the regulated nature of the Trust, the Statutory Auditor considered the experience and expertise of the engagement team to ensure that the team had the appropriate competence and capabilities where necessary to identify non-compliance with the applicable laws and regulations.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at https://www.frc.org.uk/auditorsresponsibilities. This description forms part of our auditor's report.

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Use of our report

This report is made solely to the Trust's unitholders, as a body, pursuant to Paragraph 4.5.12 of the rules of the Collective Investment Schemes Sourcebook of the FCA. Our audit work has been undertaken so that we might state to the Trust's unitholders those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the Trust and the Trust's unitholders as a body, for our audit work, for this report, or for the opinions we have formed.

Ernst & Young LLP
Statutory Auditor

Edinburgh
29 May 2026

A member firm of Ernst & Young Global Limited

BLACKROCK MANAGED VOLATILITY FUND

ABOUT THE FUND

The Fund is a sub-fund of BlackRock Non-UCITS Retail Funds, a non-UCITS retail scheme under the COLL Sourcebook. The Fund was established on 6 November 2012 and was authorised by the FCA on 11 October 2012. The Fund's FCA product reference number is 637730.

BLACKROCK MANAGED VOLATILITY FUND

COMPARATIVE TABLE

	C Accumulation Units		
	For the year to 28.2.2026	For the year to 28.2.2025	For the year to 29.2.2024
	Pence per unit	Pence per unit	Pence per unit
Change in net assets per unit			
Opening net asset value per unit	147.0	137.4	133.0
Return before operating charges	13.89	9.96	4.69
Operating charges	(0.36)	(0.33)	(0.31)
Return after operating charges	13.53	9.63	4.38
Distributions	(5.03)	(4.63)	(3.70)
Retained distributions on accumulation units	5.03	4.63	3.70
Closing net asset value per unit	160.5	147.0	137.4
After direct transaction costs of	(0.01)	(0.01)	(0.01)
Performance			
Return after charges[1]	9.20%	7.01%	3.29%
Other information			
Closing net asset value (£000's)	95,041	110,006	123,613
Closing number of units	59,205,362	74,820,712	89,981,267
Operating charges[2]	0.24%	0.23%	0.23%
Direct transaction costs[3]	0.00%	0.00%	0.01%
Prices	Pence per unit	Pence per unit	Pence per unit
Highest offer unit price	171.7	158.2	149.2
Lowest bid unit price	138.7	138.1	128.5

[1] The return after charges figures are based on the net asset value reported for financial statements purposes and are not the same as the performance returns figures quoted in the Investment Manager's Report which are returns based on NAV per unit as at 12 noon for dealing purposes.

[2] Operating charges are annualised and exclude portfolio trade-related costs, except costs paid to the custodian/depositary and entry/exit charges paid to an underlying collective investment scheme (if any).

[3] Direct transaction costs are annualised and principally comprise commissions and taxes, attributable to the Fund's purchase and sale of collective investment schemes. See note 16 for further details.

BLACKROCK MANAGED VOLATILITY FUND

DISTRIBUTION TABLES

for the financial year ended 28 February 2026

Final Distribution in Pence per Unit

Group 1 – Units purchased prior to 1 September 2025

Group 2 – Units purchased 1 September 2025 to 28 February 2026

	C Accumulation Units	
	Group 1	Group 2
Gross revenue	2.6047	0.0846
Equalisation†	–	2.5201
Distribution paid 30.4.2026	**2.6047**	**2.6047**
Distribution paid 30.4.2025	**2.4998**	**2.4998**

Interim Distribution in Pence per Unit

Group 1 – Units purchased prior to 1 March 2025

Group 2 – Units purchased 1 March 2025 to 31 August 2025

	C Accumulation Units	
	Group 1	Group 2
Gross revenue	2.4221	0.1833
Equalisation†	–	2.2388
Distribution paid 31.10.2025	**2.4221**	**2.4221**
Distribution paid 31.10.2024	**2.1344**	**2.1344**

† Equalisation occurs to reflect the pro rata payment of distributions based on the time period over which shares have been owned by an investor. Equalisation applies only to units purchased during the distribution period (Group 2 units). It is the average amount of revenue included in the purchase price of all Group 2 units and is refunded to holders of these units as a return of capital. Being capital, it is not liable to income tax but must be deducted from the cost of units for capital gains tax purposes.

NM0626U-5541793-24/183

BLACKROCK MANAGED VOLATILITY FUND

STATEMENT OF TOTAL RETURN

for the financial year ended 28 February 2026

	Notes	£000's	For the year to 28.2.2026 £000's	£000's	For the year to 28.2.2025 £000's
Income					
Net capital gains	3		4,626		4,058
Revenue	4	3,754		4,189	
Expenses	5	(250)		(249)	
Interest payable and similar charges	6	–		(5)	
Net revenue before taxation		3,504		3,935	
Taxation	7	–		–	
Net revenue after taxation			3,504		3,935
Total return before distributions			8,130		7,993
Distributions	8		(3,504)		(3,935)
Change in net assets attributable to unitholders from investment activities			**4,626**		**4,058**

STATEMENT OF CHANGE IN NET ASSETS ATTRIBUTABLE TO UNITHOLDERS

for the financial year ended 28 February 2026

	£000's	For the year to 28.2.2026 £000's	£000's	For the year to 28.2.2025 £000's
Opening net assets attributable to unitholders		110,006		123,613
Amounts receivable on issue of units	35		507	
Amounts payable on cancellation of units	(22,759)		(21,795)	
		(22,724)		(21,288)
Change in net assets attributable to unitholders from investment activities		4,626		4,058
Retained distribution on accumulation units		3,133		3,623
Closing net assets attributable to unitholders		**95,041**		**110,006**

BLACKROCK MANAGED VOLATILITY FUND

BALANCE SHEET

as at 28 February 2026

	Notes	28.2.2026 £000's	28.2.2025 £000's
Assets:			
Fixed assets			
– Investment assets		–	96,077
Current assets			
– Investment assets		85,701	–
– Debtors	9	29	62
– Cash and bank balances	10	2,143	1,590
– Cash equivalents	11	7,660	12,754
Total assets		**95,533**	**110,483**
Liabilities:			
Investment liabilities		(60)	(205)
Creditors			
– Amounts due to futures clearing houses and brokers		(263)	(19)
– Other creditors	12	(169)	(253)
Total liabilities		**(492)**	**(477)**
Net assets attributable to unitholders		**95,041**	**110,006**

On behalf of the Directors

A Hoctor-Duncan
Director
29 May 2026

A Lewis
Director
29 May 2026

BLACKROCK MANAGED VOLATILITY FUND

PORTFOLIO STATEMENT

as at 28 February 2026

Holding or Nominal Value	Investment	Market Value £000's	% of Total Net Assets
COLLECTIVE INVESTMENT SCHEMES – 88.92%; 28.2.2025 86.68%			
Equity Funds – 26.95%; 28.2.2025 22.71%			
1,004,346	iShares Continental European Equity Index Fund (UK)	4,261	4.48
36,480	iShares Japan Equity Index Fund (UK)	146	0.16
1,231,225	iShares North American Equity Index Fund (UK)	8,904	9.37
365,455	iShares Pacific ex Japan Equity Index Fund UK	1,581	1.66
3,243,320	iShares UK Equity Index Fund UK	10,718	11.28
		25,610	**26.95**
Fixed Income Funds – 59.95%; 28.2.2025 61.31%			
17,071,149	BlackRock Collective Investment Funds - BlackRock Corporate Bond 1-10 Year Fund	28,491	29.98
25,212,890	iShares UK Gilts All Stocks Index Fund (UK)	28,489	29.97
		56,980	**59.95**
Short-term Money Market Funds – 2.02%; 28.2.2025 2.66%			
2,582,002	BlackRock ICS US Dollar Liquidity Fund - Agency Income Class	**1,920**	**2.02**

Holding or Nominal Value	Investment	Market Value £000's	% of Total Net Assets
DERIVATIVES – 1.19%; 28.2.2025 0.47%			
Forward Currency Contracts – 0.12%; 28.2.2025 0.09%			
AU$1,782,434	Australian Dollar vs UK Sterling	45	0.06
€4,572,767	Euro vs UK Sterling	7	0.00
¥59,739,647	Japanese Yen vs UK Sterling	(5)	0.00
£660,558	UK Sterling vs Australian Dollar	(25)	(0.02)
£2,610,948	UK Sterling vs Euro	(8)	0.00
£160,274	UK Sterling vs Japanese Yen	2	0.00
£7,015,012	UK Sterling vs US Dollar	118	0.11
US$7,386,489	US Dollar vs UK Sterling	(21)	(0.03)
		113	**0.12**
Futures – 1.07%; 28.2.2025 0.38%			
38	Euro Stoxx 50 March 2026	113	0.12
73	FTSE 100 Index March 2026	802	0.84
3	KOSPI SPI 200 Index March 2026	20	0.02
2	S&P 500 E-Mini Index March 2026	(1)	0.00

PORTFOLIO STATEMENT continued

Holding or Nominal Value	Investment	Market Value £000's	% of Total Net Assets
3	TOPIX Index March 2026	84	0.09
		1,018	**1.07**
Portfolio of investments		**85,641**	**90.11**
CASH EQUIVALENTS			
Short-term Money Market Funds – 8.06%; 28.2.2025 11.59%			
7,660,334	BlackRock ICS Sterling Liquidity Fund - Agency Income Class	**7,660**	**8.06**
Net other assets		1,740	1.83
Total net assets		**95,041**	**100.00**

Unless otherwise stated, all securities are either listed on a recognised exchange, traded on an eligible securities market or are permitted collective investment schemes.

The counterparties for the forward currency contracts are Barclays Bank Plc, BNP Paribas Arbitrage SNC, Citigroup Global Markets Limited, Goldman Sachs International, HSBC Bank Plc, J.P. Morgan Securities Plc, Morgan Stanley & Co. International Plc, Nomura International Plc, Société Générale SA, Standard Chartered Bank, State Street Global Advisors Limited and UBS AG.

All underlying funds are managed by a related party.

NOTES TO THE FINANCIAL STATEMENTS

for the financial year ended 28 February 2026

1. Accounting and Distribution Policies

The accounting and distribution policies are set out on pages 149 to 153.

2. Financial Instruments and Risks

The financial instruments and risks are set out on pages 153 to 170.

3. Net Capital Gains

	For the year to 28.2.2026 £000's	For the year to 28.2.2025 £000's
The net capital gains comprise:		
Gains on non-derivative securities	5,267	3,518
(Losses)/gains on derivative securities	(624)	554
Currency losses	(10)	(5)
Custodian transaction costs	(7)	(9)
Net capital gains	**4,626**	**4,058**

Net gains (excluding Manager's charge rebates and transaction costs) listed above of £4,633,000 comprise net realised losses of £(1,838,000) and net unrealised gains of £6,471,000 (28 February 2025: £4,067,000 comprising net realised losses of £(844,000) and net unrealised gains of £4,911,000). Certain realised gains and losses in the current year were unrealised in the prior year.

4. Revenue

	For the year to 28.2.2026 £000's	For the year to 28.2.2025 £000's
Equity distributions on CIS holdings	530	550
Interest distributions on CIS holdings	2,596	2,503
Interest from UK bank deposits	31	42
Interest on balances held at futures clearing houses and brokers	20	26
Revenue from short-term money market funds	577	1,068
Total revenue	**3,754**	**4,189**

NOTES TO THE FINANCIAL STATEMENTS continued

5. Expenses

	For the year to 28.2.2026 £000's	For the year to 28.2.2025 £000's
Payable to the Manager or associates of the Manager:		
– Annual Management charge	197	234
	197	234
Other expenses:		
– Audit fee	16	8
– Closure expenses	30	–
– Legal and other professional fees	1	1
– Trustee's fees	6	6
	53	15
Total expenses	**250**	**249**

6. Interest Payable and Similar Charges

	For the year to 28.2.2026 £000's	For the year to 28.2.2025 £000's
Interest on bank overdrafts	–	5
Total interest payable and similar charges	**–**	**5**

7. Taxation

7.1 Analysis of tax charge

	For the year to 28.2.2026 £000's	For the year to 28.2.2025 £000's
Corporation tax	–	–
Total tax charge [see note 7.2]	**–**	**–**

NOTES TO THE FINANCIAL STATEMENTS continued

7. Taxation continued

7.2 Factors affecting the tax charge

The tax assessed for the year is lower than the standard rate of corporation tax in the UK for an authorised unit trust. The differences are explained below:

	For the year to 28.2.2026 £000's	For the year to 28.2.2025 £000's
Net revenue before taxation	3,504	3,935
Corporation tax at 20% (28 February 2025: 20%)	701	787
Effects of:		
Excess expenses for which no tax relief taken	6	–
Revenue not subject to tax	(106)	(110)
Tax deductible interest distributions	(601)	(677)
Total tax charge [see note 7.1]	**–**	**–**

8. Distributions

	For the year to 28.2.2026 £000's	For the year to 28.2.2025 £000's
Interim distribution	1,591	1,753
Final distribution	1,542	1,870
	3,133	3,623
Add: Amounts deducted on cancellation of units	371	318
Deduct: Amounts received on issue of units	–	(6)
Distributions	**3,504**	**3,935**

Details of the interim and final distributions per unit are set out in the tables on page 23.

9. Debtors

	28.2.2026 £000's	28.2.2025 £000's
Accrued revenue	29	61
Income tax recoverable	–	1
Total debtors	**29**	**62**

NOTES TO THE FINANCIAL STATEMENTS continued

10. Cash and Bank Balances

	28.2.2026 £000's	28.2.2025 £000's
Amount held at futures clearing houses and brokers	–	463
Cash and bank balances	2,143	1,127
Total cash and bank balances	**2,143**	**1,590**

11. Cash Equivalents

	28.2.2026 £000's	28.2.2025 £000's
Investment in short-term money market funds	7,660	12,754
Total cash equivalents	**7,660**	**12,754**

12. Other Creditors

	28.2.2026 £000's	28.2.2025 £000's
Accrued annual management charge	31	17
Accrued audit fee	16	8
Accrued closure expenses	30	–
Accrued trustee's fee	1	2
Amounts payable for cancellation of units	90	224
Custodian transaction costs	1	2
Total other creditors	**169**	**253**

13. Contingent Assets and Contingent Liabilities

There were no significant capital commitments or contingent liabilities as at 28 February 2026 and 28 February 2025.

14. Related Parties

Parties are considered to be related if one party has the ability to control the other party or exercise significant influence over the other party in making financial or operational decisions.

The following entities were related parties to the Fund during the financial year ended 28 February 2026:

Manager/Registrar: BlackRock Fund Managers Limited
Investment Manager: BlackRock Investment Management (UK) Limited

The ultimate holding company of the Manager, Registrar and Investment Manager is BlackRock Inc. ("BlackRock"), a company incorporated in Delaware, USA.

NOTES TO THE FINANCIAL STATEMENTS continued

14. Related Parties continued

The Directors as at 28 February 2026 are presented in the table below:

Director	Employee of the BlackRock Group	Director of BlackRock affiliates and/or other funds managed by BlackRock
G D Bamping (Resigned 19 December 2025)	No	Yes
D Edgar	Yes	Yes
T S Hale	Yes	Yes
A Hoctor-Duncan (Appointed 1 October 2025)	No	Yes
T Hodgson (Appointed 1 November 2025)	Yes	Yes
A M Lawrence (Resigned 30 April 2025)	Yes	Yes
A Lewis	No	Yes
S Sabin	Yes	Yes
M Seymour	Yes	Yes
M T Zemek (Resigned 31 December 2025)	No	Yes

The Directors who are also employees of the BlackRock Group are not entitled to receive Directors' fees. Director fees for the independent directors are paid by BlackRock Investment Management (UK) Limited.

The Manager acts as either principal or agent for the Trustee in respect of all transactions of units of the Fund. The aggregate monies received through issue and paid through cancellation of units are disclosed in the Statement of Change in Net Assets Attributable to Unitholders and note 8. Any amounts due to or from the Manager at the year end are disclosed in notes 9 and 12. Management fees and registration fees paid to the Manager are shown in note 5. The balances due at the year end in respect of these fees are shown in note 12.

Holdings in other funds managed by BlackRock

For holdings in Institutional Cash Series plc ("ICS"), there will be no initial charges or redemption charges payable on investments in the Fund, however, duties and charges may apply. ICS will be subject to fees and expenses which may include fixed management fees, performance fees, administration fees and custodial fees.

The Fund may invest in other Collective Investment Schemes ("CIS"), which may or may not be operated and/or managed by an affiliate of the Manager. As an investor in such other CIS, in addition to the fees, costs and expenses payable by a unitholder in the Fund, each unitholder may also indirectly bear a portion of the fees, costs and expenses of the underlying CIS, including management, investment management and administration and other expenses. However, in respect of investments made in any other investment fund whose manager is an affiliate of the Manager, the Fund will invest, where possible,

NOTES TO THE FINANCIAL STATEMENTS continued

14. Related Parties continued

in classes of the underlying funds which are not subject to any management charges. Alternatively, where this is not possible, the Manager will rebate management charges to the Fund. The Fund will not be subject to any preliminary/initial sales fee in respect of investments made in any other investment fund whose manager is an affiliate of the Manager, although it may be subject to duties and charges in respect of subscriptions and redemptions in such investment funds.

Significant investors

As at 28 February 2026 and 28 February 2025 the following unitholders are:

(i) funds managed by the BlackRock Group or are affiliates of BlackRock Inc. ("BlackRock Related Investors") or

(ii) investors, (other than those included in (i) above), who held 51% or more of the voting units in issue in the Fund and are as a result, considered to be a related party to the Fund ("Significant Investors").

Total % of units held by Affiliated Funds	Number of investors holding 51% or more of the voting units in issue who are not Affiliated Funds	Total % of units held by unitholders holding 51% or more of the voting units in issue who are not Affiliated Funds
Nil	1	97%

As at 28 February 2025:

Total % of units held by Affiliated Funds	Number of investors holding 51% or more of the voting units in issue who are not Affiliated Funds	Total % of units held by unitholders holding 51% or more of the voting units in issue who are not Affiliated Funds
Nil	1	98%

No provisions have been recognised by the Fund against amounts due from related parties at the financial year (28 February 2025: Nil).

No amounts have been written off during the financial year in respect of amounts due to or from related parties (28 February 2025: Nil).

No commitments secured or unsecured or guarantees have been entered into with related parties during the financial year (28 February 2025: Nil).

NOTES TO THE FINANCIAL STATEMENTS continued

15. Credit Facility

The Fund entered into a credit facility with JPMorgan Chase Bank, N.A. ("JPMorgan"), whereby JPMorgan, together with other syndicated lenders, made a portion of a USD 600 million credit facility available to the Fund. This portion of the USD 600 million credit facility will be allocated to the Fund based on the credit facility agreement dated 16 April 2026. This credit facility may be utilised by the Fund for temporary funding purposes, including, without limitation, the funding of investor redemptions.

Any interest and commitment fees in relation to drawdowns from such credit facility are paid out of the assets of the Fund.

A loan commitment fee is charged on a daily basis in relation to this credit facility which is included in the Statement of Total Return under caption "Expenses". The loan commitment fee is charged at 0.10% per annum on the undrawn portion of the loan commitment.

No portion of the credit facility was used during the financial year ended 28 February 2026 (and during the financial year ended 28 February 2025).

16. Portfolio Transaction Costs

For the financial year ended 28 February 2026

		Direct Transaction Costs			
Purchases (excluding derivatives)	Transaction Value £000's	Commissions £000's	%	Taxes £000's	%
Collective investment schemes	2,865	–	–	–	–
Total purchases	**2,865**	**–**		**–**	
Total purchases including transaction costs	**2,865**				

		Direct Transaction Costs			
Sales (excluding derivatives)	Transaction Value £000's	Commissions £000's	%	Taxes £000's	%
Collective investment schemes	21,242	–	–	–	–
Total sales	**21,242**	**–**		**–**	
Total sales net of transaction costs	**21,242**				
Derivative transaction costs		**4**		**–**	
Total transaction costs		**4**		**–**	
Total transaction costs as a % of average net assets		**0.00%**		**0.00%**	

NOTES TO THE FINANCIAL STATEMENTS continued

16. Portfolio Transaction Costs continued

For the financial year ended 28 February 2025

		Direct Transaction Costs			
Purchases (excluding derivatives)	Transaction Value £000's	Commissions £000's	%	Taxes £000's	%
Collective investment schemes	4,581	–	–	–	–
Total purchases	**4,581**	**–**		**–**	
Total purchases including transaction costs	**4,581**				

		Direct Transaction Costs			
Sales (excluding derivatives)	Transaction Value £000's	Commissions £000's	%	Taxes £000's	%
Collective investment schemes	11,236	–	–	–	–
Total sales	**11,236**	**–**		**–**	
Total sales net of transaction costs	**11,236**				
Derivative transaction costs		**6**		**–**	
Total transaction costs		**6**		**–**	
Total transaction costs as a % of average net assets		**0.00%**		**0.00%**	

The above analysis covers direct transaction costs incurred by the Fund during the year. However it is important to understand the nature of other transaction costs associated with different investment asset classes and instruments types.

For the Fund's investment transactions in money market instruments any applicable transaction charges form part of the dealing spread for these instruments. Transactions in money market instruments to manage the Fund's daily liquidity position are excluded from the analysis.

For the Fund's investment in collective investment scheme holdings there will potentially be dealing spread costs applicable to purchases and sales. However additionally there are indirect transaction costs incurred in those underlying funds, throughout the holding period for the instruments, which are not separately identifiable and do not form part of the analysis above.

During the year the Fund utilised FDIs including futures. The settlement values for opening and closing derivative positions are not comparable to principal values for transactions in direct holding investments and therefore purchase and sale amounts for derivative transactions are not quantified in the analysis above.

Transaction costs for derivatives positions will be either incurred as direct costs or form part of the dealing spread for the instruments. Any direct costs are identified in the analysis above.

NOTES TO THE FINANCIAL STATEMENTS continued

16. Portfolio Transaction Costs continued

Dealing spread costs incurred by the Fund vary considerably for the different asset/instrument types depending on a number of factors including transaction value and market sentiment.

At the Balance Sheet date the average portfolio dealing spread (difference between bid and offer prices of all investments expressed as a percentage of the offer price value) was 0.00% (28 February 2025: 0.00%).

17. Units in Issue

Revenue is allocated each day pro rata to the capital value of assets attributable to each class and taxation is computed by reference to the net revenue after expenses attributable to each class. The distribution per unit class is given in the distribution table. All unit classes have the same rights on winding up.

The movement in units in issue for the financial year ended 28 February 2026 is as follows:

	C Accumulation Units
Balance at the beginning of the year	74,820,712
Issued during the year	24,644
Cancelled during the year	(15,639,994)
Balance at the end of the year	**59,205,362**

18. Subsequent Events

In accordance with the rules of the FCA, it was decided to wind up the Fund on 9 April 2026 on the basis that it is no longer commercially viable.

There have been no other significant events subsequent to the year end, which, in the opinion of the Manager, may have had an impact on the Financial Statements for the financial year ended 28 February 2026.

BLACKROCK MANAGED VOLATILITY FUND I

ABOUT THE FUND

The Fund is a sub-fund of BlackRock Non-UCITS Retail Funds, a non-UCITS retail scheme under the COLL Sourcebook. The Fund was established on 10 February 2012 and was authorised by the FCA on 16 December 2011. The Fund's FCA product reference number is 637727.

BLACKROCK MANAGED VOLATILITY FUND I

COMPARATIVE TABLE

	C Accumulation Units		
	For the year to 28.2.2026	For the year to 28.2.2025	For the year to 29.2.2024
	Pence per unit	Pence per unit	Pence per unit
Change in net assets per unit			
Opening net asset value per unit	173.2	159.5	151.1
Return before operating charges	18.10	14.06	8.75
Operating charges	(0.38)	(0.37)	(0.34)
Return after operating charges	17.72	13.69	8.41
Distributions	(5.87)	(5.40)	(4.26)
Retained distributions on accumulation units	5.87	5.40	4.26
Closing net asset value per unit	190.9	173.2	159.5
After direct transaction costs of	(0.01)	(0.01)	(0.01)
Performance			
Return after charges[1]	10.23%	8.58%	5.57%
Other information			
Closing net asset value (£000's)	460,946	518,464	593,917
Closing number of units	241,435,682	299,356,584	372,331,038
Operating charges[2]	0.22%	0.22%	0.22%
Direct transaction costs[3]	0.00%	0.00%	0.01%
Prices	Pence per unit	Pence per unit	Pence per unit
Highest offer unit price	204.2	186.5	172.5
Lowest bid unit price	161.5	160.4	147.3

[1] The return after charges figures are based on the net asset value reported for financial statements purposes and are not the same as the performance returns figures quoted in the Investment Manager's Report which are returns based on NAV per unit as at 12 noon for dealing purposes.

[2] Operating charges are annualised and exclude portfolio trade-related costs, except costs paid to the custodian/depositary and entry/exit charges paid to an underlying collective investment scheme (if any).

[3] Direct transaction costs are annualised and principally comprise commissions and taxes, attributable to the Fund's purchase and sale of collective investment schemes. See note 16 for further details.

BLACKROCK MANAGED VOLATILITY FUND I

DISTRIBUTION TABLES

for the financial year ended 28 February 2026

Final Distribution in Pence per Unit

Group 1 – Units purchased prior to 1 September 2025

Group 2 – Units purchased 1 September 2025 to 28 February 2026

	C Accumulation Units	
	Group 1	Group 2
Gross revenue	3.1994	3.1994
Equalisation†	–	0.0000
Distribution paid 30.4.2026	**3.1994**	**3.1994**
Distribution paid 30.4.2025	**2.9645**	**2.9645**

Interim Distribution in Pence per Unit

Group 1 – Units purchased prior to 1 March 2025

Group 2 – Units purchased 1 March 2025 to 31 August 2025

	C Accumulation Units	
	Group 1	Group 2
Gross revenue	2.6694	0.2357
Equalisation†	–	2.4337
Distribution paid 31.10.2025	**2.6694**	**2.6694**
Distribution paid 31.10.2024	**2.4337**	**2.4337**

† Equalisation occurs to reflect the pro rata payment of distributions based on the time period over which shares have been owned by an investor. Equalisation applies only to units purchased during the distribution period (Group 2 units). It is the average amount of revenue included in the purchase price of all Group 2 units and is refunded to holders of these units as a return of capital. Being capital, it is not liable to income tax but must be deducted from the cost of units for capital gains tax purposes.

BLACKROCK MANAGED VOLATILITY FUND I

STATEMENT OF TOTAL RETURN

for the financial year ended 28 February 2026

	Notes	£000's	For the year to 28.2.2026 £000's	£000's	For the year to 28.2.2025 £000's
Income					
Net capital gains	3		27,048		27,667
Revenue	4	17,496		19,779	
Expenses	5	(1,026)		(1,153)	
Interest payable and similar charges	6	–		(21)	
Net revenue before taxation		16,470		18,605	
Taxation	7	(1)		(2)	
Net revenue after taxation			16,469		18,603
Total return before distributions			43,517		46,270
Distributions	8		(16,469)		(18,603)
Change in net assets attributable to unitholders from investment activities			**27,048**		**27,667**

STATEMENT OF CHANGE IN NET ASSETS ATTRIBUTABLE TO UNITHOLDERS

for the financial year ended 28 February 2026

	£000's	For the year to 28.2.2026 £000's	£000's	For the year to 28.2.2025 £000's
Opening net assets attributable to unitholders		518,464		593,917
Amounts receivable on issue of units	170		1,559	
Amounts payable on cancellation of units	(99,639)		(121,589)	
		(99,469)		(120,030)
Change in net assets attributable to unitholders from investment activities		27,048		27,667
Retained distribution on accumulation units		14,903		16,910
Closing net assets attributable to unitholders		**460,946**		**518,464**

BLACKROCK MANAGED VOLATILITY FUND I

BALANCE SHEET

as at 28 February 2026

	Notes	28.2.2026 £000's	28.2.2025 £000's
Assets:			
Fixed assets			
– Investment assets		–	437,306
Current assets			
– Investment assets		393,258	–
– Debtors	9	9,239	370
– Cash and bank balances	10	6,142	10,530
– Cash equivalents	11	55,034	74,351
Total assets		**463,673**	**522,557**
Liabilities:			
Investment liabilities		(487)	(1,327)
Creditors			
– Amounts due to futures clearing houses and brokers		(878)	(1,868)
– Other creditors	12	(1,362)	(898)
Total liabilities		**(2,727)**	**(4,093)**
Net assets attributable to unitholders		**460,946**	**518,464**

On behalf of the Directors

A Hoctor-Duncan
Director
29 May 2026

A Lewis
Director
29 May 2026

BLACKROCK MANAGED VOLATILITY FUND I

PORTFOLIO STATEMENT

as at 28 February 2026

Holding or Nominal Value	Investment	Market Value £000's	% of Total Net Assets
COLLECTIVE INVESTMENT SCHEMES − 84.22%; 28.2.2025 83.31%			
Equity Funds − 30.46%; 28.2.2025 28.33%			
6,883,235	iShares Continental European Equity Index Fund (UK)	29,201	6.33
583,869	iShares Japan Equity Index Fund (UK)	2,340	0.51
4,297,623	iShares North American Equity Index Fund (UK)	31,081	6.74
1,328,517	iShares Pacific ex Japan Equity Index Fund UK	5,747	1.25
21,805,039	iShares UK Equity Index Fund UK	72,056	15.63
		140,425	**30.46**
Fixed Income Funds − 50.53%; 28.2.2025 50.91%			
71,887,315	BlackRock Collective Investment Funds - BlackRock Corporate Bond 1-10 Year Fund	119,977	26.03
99,932,880	iShares UK Gilts All Stocks Index Fund (UK)	112,917	24.50
		232,894	**50.53**
Short-term Money Market Funds − 3.23%; 28.2.2025 4.07%			
20,046,965	BlackRock ICS US Dollar Liquidity Fund - Agency Income Class	**14,911**	**3.23**
DERIVATIVES − 0.99%; 28.2.2025 0.78%			
Forward Currency Contracts − (0.05%); 28.2.2025 (0.08%)			
AU$19,607,385	Australian Dollar vs UK Sterling	221	0.04
€20,423,147	Euro vs UK Sterling	33	0.00
¥779,416,816	Japanese Yen vs UK Sterling	(15)	0.00
£5,176,312	UK Sterling vs Australian Dollar	(240)	(0.04)
£11,473,439	UK Sterling vs Euro	(70)	0.00
£2,052,402	UK Sterling vs Japanese Yen	(3)	0.00
£13,425,947	UK Sterling vs US Dollar	(76)	(0.02)
US$36,304,594	US Dollar vs UK Sterling	(69)	(0.03)
		(219)	**(0.05)**
Futures − 1.04%; 28.2.2025 0.86%			
161	Euro Stoxx 50 March 2026	544	0.12
372	FTSE 100 Index March 2026	4,209	0.91
3	KOSPI SPI 200 Index March 2026	21	0.01
105	S&P 500 E-Mini Index March 2026^	–	0.00

PORTFOLIO STATEMENT continued

Holding or Nominal Value	Investment	Market Value £000's	% of Total Net Assets
(1)	TOPIX Index March 2026	(14)	0.00
		4,760	**1.04**
Portfolio of investments		**392,771**	**85.21**
CASH EQUIVALENTS			
Short-term Money Market Funds – 11.94%; 28.2.2025 14.34%			
55,033,855	BlackRock ICS Sterling Liquidity Fund - Agency Income Class	**55,034**	**11.94**
Net other assets		13,141	2.85
Total net assets		**460,946**	**100.00**

Unless otherwise stated, all securities are either listed on a recognised exchange, traded on an eligible securities market or are permitted collective investment schemes.

The counterparties for the forward currency contracts are Barclays Bank Plc, BNP Paribas Arbitrage SNC, Citigroup Global Markets Limited, Goldman Sachs International, HSBC Bank Plc, J.P. Morgan Securities Plc, Morgan Stanley & Co. International Plc, Société Générale SA, Standard Chartered Bank, State Street Global Advisors Limited and UBS AG.

All underlying funds are managed by a related party.

^ All securities that have a value of less than £500 have been rounded to zero.

NOTES TO THE FINANCIAL STATEMENTS

for the financial year ended 28 February 2026

1. Accounting and Distribution Policies

The accounting and distribution policies are set out on pages 149 to 153.

2. Financial Instruments and Risks

The financial instruments and risks are set out on pages 153 to 170.

3. Net Capital Gains

	For the year to 28.2.2026 £000's	For the year to 28.2.2025 £000's
The net capital gains comprise:		
Gains on non-derivative securities	32,991	20,275
(Losses)/gains on derivative securities	(6,067)	7,565
Currency gains/(losses)	132	(163)
Custodian transaction costs	(8)	(10)
Net capital gains	**27,048**	**27,667**

Net gains (excluding Manager's charge rebates and transaction costs) listed above of £27,056,000 comprise net realised gains of £12,323,000 and net unrealised gains of £14,733,000 (28 February 2025: £27,677,000 comprising net realised gains of £8,472,000 and net unrealised gains of £19,205,000). Certain realised gains and losses in the current year were unrealised in the prior year.

4. Revenue

	For the year to 28.2.2026 £000's	For the year to 28.2.2025 £000's
Equity distributions on CIS holdings	3,540	3,990
Interest distributions on CIS holdings	10,449	10,144
Interest from UK bank deposits	64	181
Interest on balances held at futures clearing houses and brokers	105	156
Revenue from short-term money market funds	3,338	5,308
Total revenue	**17,496**	**19,779**

NOTES TO THE FINANCIAL STATEMENTS continued

5. Expenses

	For the year to 28.2.2026 £000's	For the year to 28.2.2025 £000's
Payable to the Manager or associates of the Manager:		
– Annual Management charge	941	1,114
	941	1,114
Other expenses:		
– Audit fee	16	8
– Closure expenses	38	–
– Legal and other professional fees	2	3
– Trustee's fees	29	28
	85	39
Total expenses	**1,026**	**1,153**

6. Interest Payable and Similar Charges

	For the year to 28.2.2026 £000's	For the year to 28.2.2025 £000's
Interest on bank overdrafts	–	21
Total interest payable and similar charges	**–**	**21**

7. Taxation

7.1 Analysis of tax charge

	For the year to 28.2.2026 £000's	For the year to 28.2.2025 £000's
Irrecoverable UK Income tax	1	1
Corporation tax prior year adjustment	–	1
Total tax charge [see note 7.2]	**1**	**2**

NOTES TO THE FINANCIAL STATEMENTS continued

7. Taxation continued

7.2 Factors affecting the tax charge

The tax assessed for the year is lower than the standard rate of corporation tax in the UK for an authorised unit trust. The differences are explained below:

	For the year to 28.2.2026 £000's	For the year to 28.2.2025 £000's
Net revenue before taxation	16,470	18,605
Corporation tax at 20% (28 February 2025: 20%)	3,294	3,721
Effects of:		
Irrecoverable UK Income tax	1	1
Prior year adjustment	–	1
Revenue not subject to tax	(708)	(798)
Tax deductible interest distributions	(2,586)	(2,923)
Total tax charge [see note 7.1]	**1**	**2**

8. Distributions

	For the year to 28.2.2026 £000's	For the year to 28.2.2025 £000's
Interim distribution	7,179	8,035
Final distribution	7,724	8,875
	14,903	16,910
Add: Amounts deducted on cancellation of units	1,568	1,715
Deduct: Amounts received on issue of units	(2)	(22)
Distributions	**16,469**	**18,603**

Details of the interim and final distributions per unit are set out in the tables on page 39.

9. Debtors

	28.2.2026 £000's	28.2.2025 £000's
Accrued revenue	217	369
Income tax recoverable	3	1
Sales awaiting settlement	9,019	–
Total debtors	**9,239**	**370**

NOTES TO THE FINANCIAL STATEMENTS continued

10. Cash and Bank Balances

	28.2.2026 £000's	28.2.2025 £000's
Amount held at futures clearing houses and brokers	1,156	2,934
Cash and bank balances	4,986	7,596
Total cash and bank balances	**6,142**	**10,530**

11. Cash Equivalents

	28.2.2026 £000's	28.2.2025 £000's
Investment in short-term money market funds	55,034	74,351
Total cash equivalents	**55,034**	**74,351**

12. Other Creditors

	28.2.2026 £000's	28.2.2025 £000's
Accrued annual management charge	148	80
Accrued audit fee	16	8
Accrued closure expenses	38	–
Accrued trustee's fee	5	11
Amounts payable for cancellation of units	1,154	797
Custodian transaction costs	1	2
Total other creditors	**1,362**	**898**

13. Contingent Assets and Contingent Liabilities

There were no significant capital commitments or contingent liabilities as at 28 February 2026 and 28 February 2025.

14. Related Parties

Parties are considered to be related if one party has the ability to control the other party or exercise significant influence over the other party in making financial or operational decisions.

The following entities were related parties to the Fund during the financial year ended 28 February 2026:

Manager/Registrar: BlackRock Fund Managers Limited
Investment Manager: BlackRock Investment Management (UK) Limited

The ultimate holding company of the Manager, Registrar and Investment Manager is BlackRock Inc. ("BlackRock"), a company incorporated in Delaware, USA.

NOTES TO THE FINANCIAL STATEMENTS continued

14. Related Parties continued

The Directors as at 28 February 2026 are presented in the table below:

Director	Employee of the BlackRock Group	Director of BlackRock affiliates and/or other funds managed by BlackRock
G D Bamping (Resigned 19 December 2025)	No	Yes
D Edgar	Yes	Yes
T S Hale	Yes	Yes
A Hoctor-Duncan (Appointed 1 October 2025)	No	Yes
T Hodgson (Appointed 1 November 2025)	Yes	Yes
A M Lawrence (Resigned 30 April 2025)	Yes	Yes
A Lewis	No	Yes
S Sabin	Yes	Yes
M Seymour	Yes	Yes
M T Zemek (Resigned 31 December 2025)	No	Yes

The Directors who are also employees of the BlackRock Group are not entitled to receive Directors' fees. Director fees for the independent directors are paid by BlackRock Investment Management (UK) Limited.

The Manager acts as either principal or agent for the Trustee in respect of all transactions of units of the Fund. The aggregate monies received through issue and paid through cancellation of units are disclosed in the Statement of Change in Net Assets Attributable to Unitholders and note 8. Any amounts due to or from the Manager at the year end are disclosed in notes 9 and 12. Management fees and registration fees paid to the Manager are shown in note 5. The balances due at the year end in respect of these fees are shown in note 12.

Holdings in other funds managed by BlackRock

For holdings in Institutional Cash Series plc ("ICS"), there will be no initial charges or redemption charges payable on investments in the Fund, however, duties and charges may apply. ICS will be subject to fees and expenses which may include fixed management fees, performance fees, administration fees and custodial fees.

The Fund may invest in other Collective Investment Schemes ("CIS"), which may or may not be operated and/or managed by an affiliate of the Manager. As an investor in such other CIS, in addition to the fees, costs and expenses payable by a unitholder in the Fund, each unitholder may also indirectly bear a portion of the fees, costs and expenses of the underlying CIS, including management, investment management and administration and other expenses. However, in respect of investments made in any other investment fund whose manager is an affiliate of the Manager, the Fund will invest, where possible,

NOTES TO THE FINANCIAL STATEMENTS continued

14. Related Parties continued

in classes of the underlying funds which are not subject to any management charges. Alternatively, where this is not possible, the Manager will rebate management charges to the Fund. The Fund will not be subject to any preliminary/initial sales fee in respect of investments made in any other investment fund whose manager is an affiliate of the Manager, although it may be subject to duties and charges in respect of subscriptions and redemptions in such investment funds.

Significant investors

As at 28 February 2026 and 28 February 2025 the following unitholders are:

(i) funds managed by the BlackRock Group or are affiliates of BlackRock Inc. ("BlackRock Related Investors") or

(ii) investors, (other than those included in (i) above), who held 51% or more of the voting units in issue in the Fund and are as a result, considered to be a related party to the Fund ("Significant Investors").

Total % of units held by Affiliated Funds	Number of investors holding 51% or more of the voting units in issue who are not Affiliated Funds	Total % of units held by unitholders holding 51% or more of the voting units in issue who are not Affiliated Funds
Nil	1	96%

As at 28 February 2025:

Total % of units held by Affiliated Funds	Number of investors holding 51% or more of the voting units in issue who are not Affiliated Funds	Total % of units held by unitholders holding 51% or more of the voting units in issue who are not Affiliated Funds
Nil	1	96%

No provisions have been recognised by the Fund against amounts due from related parties at the financial year (28 February 2025: Nil).

No amounts have been written off during the financial year in respect of amounts due to or from related parties (28 February 2025: Nil).

No commitments secured or unsecured or guarantees have been entered into with related parties during the financial year (28 February 2025: Nil).

NOTES TO THE FINANCIAL STATEMENTS continued

15. Credit Facility

The Fund entered into a credit facility with JPMorgan Chase Bank, N.A. ("JPMorgan"), whereby JPMorgan, together with other syndicated lenders, made a portion of a USD 600 million credit facility available to the Fund. This portion of the USD 600 million credit facility will be allocated to the Fund based on the credit facility agreement dated 16 April 2026. This credit facility may be utilised by the Fund for temporary funding purposes, including, without limitation, the funding of investor redemptions.

Any interest and commitment fees in relation to drawdowns from such credit facility are paid out of the assets of the Fund.

A loan commitment fee is charged on a daily basis in relation to this credit facility which is included in the Statement of Total Return under caption "Expenses". The loan commitment fee is charged at 0.10% per annum on the undrawn portion of the loan commitment.

No portion of the credit facility was used during the financial year ended 28 February 2026 (and during the financial year ended 28 February 2025).

16. Portfolio Transaction Costs

For the financial year ended 28 February 2026

		Direct Transaction Costs			
Purchases (excluding derivatives)	Transaction Value £000's	Commissions £000's	%	Taxes £000's	%
Collective investment schemes	–	–	–	–	–
Total purchases	**–**	**–**		**–**	
Total purchases including transaction costs	**–**				

		Direct Transaction Costs			
Sales (excluding derivatives)	Transaction Value £000's	Commissions £000's	%	Taxes £000's	%
Collective investment schemes	85,637	–	–	–	–
Total sales	**85,637**	**–**		**–**	
Total sales net of transaction costs	**85,637**				
Derivative transaction costs		**20**		**–**	
Total transaction costs		**20**		**–**	
Total transaction costs as a % of average net assets		**0.00%**		**0.00%**	

NOTES TO THE FINANCIAL STATEMENTS continued

16. Portfolio Transaction Costs continued

For the financial year ended 28 February 2025

		Direct Transaction Costs			
Purchases (excluding derivatives)	Transaction Value £000's	Commissions £000's	%	Taxes £000's	%
Collective investment schemes	–	–	–	–	–
Total purchases	**–**	**–**		**–**	
Total purchases including transaction costs	**–**				

		Direct Transaction Costs			
Sales (excluding derivatives)	Transaction Value £000's	Commissions £000's	%	Taxes £000's	%
Collective investment schemes	83,523	–	–	–	–
Total sales	**83,523**	**–**		**–**	
Total sales net of transaction costs	**83,523**				
Derivative transaction costs		**24**		**–**	
Total transaction costs		**24**		**–**	
Total transaction costs as a % of average net assets		**0.00%**		**0.00%**	

The above analysis covers direct transaction costs incurred by the Fund during the year. However it is important to understand the nature of other transaction costs associated with different investment asset classes and instruments types.

For the Fund's investment transactions in money market instruments any applicable transaction charges form part of the dealing spread for these instruments. Transactions in money market instruments to manage the Fund's daily liquidity position are excluded from the analysis.

For the Fund's investment in collective investment scheme holdings there will potentially be dealing spread costs applicable to purchases and sales. However additionally there are indirect transaction costs incurred in those underlying funds, throughout the holding period for the instruments, which are not separately identifiable and do not form part of the analysis above.

During the year the Fund utilised FDIs including futures. The settlement values for opening and closing derivative positions are not comparable to principal values for transactions in direct holding investments and therefore purchase and sale amounts for derivative transactions are not quantified in the analysis above.

Transaction costs for derivatives positions will be either incurred as direct costs or form part of the dealing spread for the instruments. Any direct costs are identified in the analysis above.

NOTES TO THE FINANCIAL STATEMENTS continued

16. Portfolio Transaction Costs continued

Dealing spread costs incurred by the Fund vary considerably for the different asset/instrument types depending on a number of factors including transaction value and market sentiment.

At the Balance Sheet date the average portfolio dealing spread (difference between bid and offer prices of all investments expressed as a percentage of the offer price value) was 0.00% (28 February 2025: 0.00%).

17. Units in Issue

Revenue is allocated each day pro rata to the capital value of assets attributable to each class and taxation is computed by reference to the net revenue after expenses attributable to each class. The distribution per unit class is given in the distribution table. All unit classes have the same rights on winding up.

The movement in units in issue for the financial year ended 28 February 2026 is as follows:

	C Accumulation Units
Balance at the beginning of the year	299,356,584
Issued during the year	103,998
Cancelled during the year	(58,024,900)
Balance at the end of the year	**241,435,682**

18. Subsequent Events

In accordance with the rules of the FCA, it was decided to wind up the Fund on 9 April 2026 on the basis that it is no longer commercially viable.

There have been no other significant events subsequent to the year end, which, in the opinion of the Manager, may have had an impact on the Financial Statements for the financial year ended 28 February 2026.

BLACKROCK MANAGED VOLATILITY FUND II

ABOUT THE FUND

The Fund is a sub-fund of BlackRock Non-UCITS Retail Funds, a non-UCITS retail scheme under the COLL Sourcebook. The Fund was established on 10 February 2012 and was authorised by the FCA on 16 December 2011. The Fund's FCA product reference number is 637728.

BLACKROCK MANAGED VOLATILITY FUND II

COMPARATIVE TABLE

	C Accumulation Units		
	For the year to 28.2.2026	For the year to 28.2.2025	For the year to 29.2.2024
	Pence per unit	Pence per unit	Pence per unit
Change in net assets per unit			
Opening net asset value per unit	190.5	174.0	164.2
Return before operating charges	21.86	16.89	10.13
Operating charges	(0.46)	(0.42)	(0.38)
Return after operating charges	21.40	16.47	9.75
Distributions	(5.30)	(5.21)	(4.06)
Retained distributions on accumulation units	5.30	5.21	4.06
Closing net asset value per unit	211.9	190.5	174.0
After direct transaction costs of	(0.01)	(0.01)	(0.01)
Performance			
Return after charges[1]	11.23%	9.47%	5.94%
Other information			
Closing net asset value (£000's)	128,521	141,543	160,074
Closing number of units	60,650,745	74,311,811	92,020,419
Operating charges[2]	0.24%	0.23%	0.23%
Direct transaction costs[3]	0.00%	0.00%	0.01%
Prices	Pence per unit	Pence per unit	Pence per unit
Highest offer unit price	226.7	205.3	187.1
Lowest bid unit price	175.0	174.5	159.5

[1] The return after charges figures are based on the net asset value reported for financial statements purposes and are not the same as the performance returns figures quoted in the Investment Manager's Report which are returns based on NAV per unit as at 12 noon for dealing purposes.

[2] Operating charges are annualised and exclude portfolio trade-related costs, except costs paid to the custodian/depositary and entry/exit charges paid to an underlying collective investment scheme (if any).

[3] Direct transaction costs are annualised and principally comprise commissions and taxes, attributable to the Fund's purchase and sale of collective investment schemes. See note 16 for further details.

BLACKROCK MANAGED VOLATILITY FUND II

DISTRIBUTION TABLES

for the financial year ended 28 February 2026

Final Distribution in Pence per Unit

Group 1 – Units purchased prior to 1 September 2025

Group 2 – Units purchased 1 September 2025 to 28 February 2026

	C Accumulation Units	
	Group 1	Group 2
Net revenue (dividend)	2.9300	0.0000
Equalisation†	–	2.9300
Distribution paid 30.4.2026	**2.9300**	**2.9300**
Distribution paid 30.4.2025	**3.1736**	**3.1736**

Interim Distribution in Pence per Unit

Group 1 – Units purchased prior to 1 March 2025

Group 2 – Units purchased 1 March 2025 to 31 August 2025

	C Accumulation Units	
	Group 1	Group 2
Net revenue (dividend)	2.3708	0.4314
Equalisation†	–	1.9394
Distribution paid 31.10.2025	**2.3708**	**2.3708**
Distribution paid 31.10.2024	**2.0398**	**2.0398**

† Equalisation occurs to reflect the pro rata payment of distributions based on the time period over which shares have been owned by an investor. Equalisation applies only to units purchased during the distribution period (Group 2 units). It is the average amount of revenue included in the purchase price of all Group 2 units and is refunded to holders of these units as a return of capital. Being capital, it is not liable to income tax but must be deducted from the cost of units for capital gains tax purposes.

BLACKROCK MANAGED VOLATILITY FUND II

STATEMENT OF TOTAL RETURN

for the financial year ended 28 February 2026

	Notes	£000's	For the year to 28.2.2026 £000's	£000's	For the year to 28.2.2025 £000's
Income					
Net capital gains	3		9,539		9,392
Revenue	4	4,674		5,427	
Expenses	5	(322)		(320)	
Interest payable and similar charges	6	–		(11)	
Net revenue before taxation		4,352		5,096	
Taxation	7	(623)		(652)	
Net revenue after taxation			3,729		4,444
Total return before distributions			13,268		13,836
Distributions	8		(3,729)		(4,444)
Change in net assets attributable to unitholders from investment activities			**9,539**		**9,392**

STATEMENT OF CHANGE IN NET ASSETS ATTRIBUTABLE TO UNITHOLDERS

for the financial year ended 28 February 2026

	£000's	For the year to 28.2.2026 £000's	£000's	For the year to 28.2.2025 £000's
Opening net assets attributable to unitholders		141,543		160,074
Amounts receivable on issue of units	1,389		1,541	
Amounts payable on cancellation of units	(27,337)		(33,501)	
		(25,948)		(31,960)
Change in net assets attributable to unitholders from investment activities		9,539		9,392
Retained distribution on accumulation units		3,387		4,037
Closing net assets attributable to unitholders		**128,521**		**141,543**

BLACKROCK MANAGED VOLATILITY FUND II

BALANCE SHEET

as at 28 February 2026

	Notes	28.2.2026 £000's	28.2.2025 £000's
Assets:			
Fixed assets			
– Investment assets		–	111,570
Current assets			
– Investment assets		113,266	–
– Debtors	9	83	123
– Cash and bank balances	10	4,173	5,915
– Cash equivalents	11	11,764	25,976
Total assets		**129,286**	**143,584**
Liabilities:			
Investment liabilities		(115)	(446)
Creditors			
– Amounts due to futures clearing houses and brokers		(173)	(494)
– Other creditors	12	(477)	(1,101)
Total liabilities		**(765)**	**(2,041)**
Net assets attributable to unitholders		**128,521**	**141,543**

On behalf of the Directors

A Hoctor-Duncan
Director
29 May 2026

A Lewis
Director
29 May 2026

BLACKROCK MANAGED VOLATILITY FUND II

PORTFOLIO STATEMENT

as at 28 February 2026

Holding or Nominal Value	Investment	Market Value £000's	% of Total Net Assets
COLLECTIVE INVESTMENT SCHEMES – 87.01%; 28.2.2025 77.80%			
Equity Funds – 44.22%; 28.2.2025 33.11%			
3,082,713	iShares Continental European Equity Index Fund (UK)	13,078	10.18
299,469	iShares Japan Equity Index Fund (UK)	1,200	0.93
1,738,528	iShares North American Equity Index Fund (UK)	12,573	9.78
599,355	iShares Pacific ex Japan Equity Index Fund UK	2,593	2.02
8,288,882	iShares UK Equity Index Fund UK	27,391	21.31
		56,835	**44.22**
Fixed Income Funds – 39.61%; 28.2.2025 41.19%			
15,522,455	BlackRock Collective Investment Funds - BlackRock Corporate Bond 1-10 Year Fund	25,906	20.16
22,125,419	iShares UK Gilts All Stocks Index Fund (UK)	25,000	19.45
		50,906	**39.61**
Short-term Money Market Funds – 3.18%; 28.2.2025 3.50%			
5,485,996	BlackRock ICS US Dollar Liquidity Fund - Agency Income Class	**4,081**	**3.18**

Holding or Nominal Value	Investment	Market Value £000's	% of Total Net Assets
DERIVATIVES – 1.03%; 28.2.2025 0.71%			
Forward Currency Contracts – 0.05%; 28.2.2025 (0.25%)			
AU$6,662,801	Australian Dollar vs UK Sterling	165	0.13
€5,818,281	Euro vs UK Sterling	4	(0.01)
¥76,320,000	Japanese Yen vs UK Sterling	(5)	0.00
£2,051,114	UK Sterling vs Australian Dollar	(59)	(0.05)
£7,981,115	UK Sterling vs Euro	11	0.03
£615,221	UK Sterling vs Japanese Yen	3	0.00
£2,524,190	UK Sterling vs US Dollar	(15)	0.00
US$6,825,569	US Dollar vs UK Sterling	(34)	(0.05)
		70	**0.05**
Futures – 0.98%; 28.2.2025 0.96%			
(2)	Euro Stoxx 50 March 2026	(2)	0.00
107	FTSE 100 Index March 2026	1,137	0.89
13	KOSPI SPI 200 Index March 2026	93	0.07
26	S&P 500 E-Mini Index March 2026	3	0.00

PORTFOLIO STATEMENT continued

Holding or Nominal Value	Investment	Market Value £000's	% of Total Net Assets
1	TOPIX Index March 2026	28	0.02
		1,259	**0.98**
Portfolio of investments		**113,151**	**88.04**
CASH EQUIVALENTS			
Short-term Money Market Funds – 9.15%; 28.2.2025 18.35%			
11,764,464	BlackRock ICS Sterling Liquidity Fund - Agency Income Class	**11,764**	**9.15**
Net other assets		3,606	2.81
Total net assets		**128,521**	**100.00**

Unless otherwise stated, all securities are either listed on a recognised exchange, traded on an eligible securities market or are permitted collective investment schemes.

The counterparties for the forward currency contracts are Bank of America Merrill Lynch, Bank of New York Mellon International, Barclays Bank Plc, BNP Paribas Arbitrage SNC, Citigroup Global Markets Limited, Goldman Sachs International, HSBC Bank Plc, J.P. Morgan Securities Plc, Morgan Stanley & Co. International Plc, Nomura International Plc, Société Générale SA, Standard Chartered Bank, State Street Global Advisors Limited and UBS AG.

All underlying funds are managed by a related party.

NOTES TO THE FINANCIAL STATEMENTS

for the financial year ended 28 February 2026

1. Accounting and Distribution Policies

The accounting and distribution policies are set out on pages 149 to 153.

2. Financial Instruments and Risks

The financial instruments and risks are set out on pages 153 to 170.

3. Net Capital Gains

	For the year to 28.2.2026 £000's	For the year to 28.2.2025 £000's
The net capital gains comprise:		
Gains on non-derivative securities	11,398	8,302
(Losses)/gains on derivative securities	(1,999)	1,220
Currency gains/(losses)	149	(122)
Custodian transaction costs	(9)	(8)
Net capital gains	**9,539**	**9,392**

Net gains (excluding Manager's charge rebates and transaction costs) listed above of £9,548,000 comprise net realised losses of £(1,482,000) and net unrealised gains of £11,030,000 (28 February 2025: £9,400,000 comprising net realised gains of £12,171,000 and net unrealised losses of £(2,771,000)). Certain realised gains and losses in the current year were unrealised in the prior year.

4. Revenue

	For the year to 28.2.2026 £000's	For the year to 28.2.2025 £000's
Equity distributions on CIS holdings	1,275	1,835
Interest distributions on CIS holdings	2,341	2,205
Interest from UK bank deposits	71	146
Interest on balances held at futures clearing houses and brokers	28	38
Revenue from short-term money market funds	959	1,203
Total revenue	**4,674**	**5,427**

NOTES TO THE FINANCIAL STATEMENTS continued

5. Expenses

	For the year to 28.2.2026 £000's	For the year to 28.2.2025 £000's
Payable to the Manager or associates of the Manager:		
– Annual Management charge	260	303
	260	303
Other expenses:		
– Audit fee	16	8
– Closure expenses	38	–
– Legal and other professional fees	–	1
– Trustee's fees	8	8
	62	17
Total expenses	**322**	**320**

6. Interest Payable and Similar Charges

	For the year to 28.2.2026 £000's	For the year to 28.2.2025 £000's
Interest on bank overdrafts	–	11
Total interest payable and similar charges	**–**	**11**

7. Taxation

7.1 Analysis of tax charge

	For the year to 28.2.2026 £000's	For the year to 28.2.2025 £000's
Corporation tax	623	652
Total tax charge [see note 7.2]	**623**	**652**

NOTES TO THE FINANCIAL STATEMENTS continued

7. Taxation continued

7.2 Factors affecting the tax charge

The tax assessed for the year is lower than the standard rate of corporation tax in the UK for an authorised unit trust. The differences are explained below:

	For the year to 28.2.2026 £000's	For the year to 28.2.2025 £000's
Net revenue before taxation	4,352	5,096
Corporation tax at 20% (28 February 2025: 20%)	870	1,019
Effects of:		
Excess expenses for which no tax relief taken	8	–
Revenue not subject to tax	(255)	(367)
Total tax charge [see note 7.1]	**623**	**652**

8. Distributions

	For the year to 28.2.2026 £000's	For the year to 28.2.2025 £000's
Interim distribution	1,610	1,678
Final distribution	1,777	2,359
	3,387	4,037
Add: Amounts deducted on cancellation of units	362	425
Deduct: Amounts received on issue of units	(20)	(18)
Distributions	**3,729**	**4,444**

Details of the interim and final distributions per unit are set out in the tables on page 55.

9. Debtors

	28.2.2026 £000's	28.2.2025 £000's
Accrued revenue	47	123
Amounts receivable for issue of units	35	–
Income tax recoverable	1	–
Total debtors	**83**	**123**

NOTES TO THE FINANCIAL STATEMENTS continued

10. Cash and Bank Balances

	28.2.2026 £000's	28.2.2025 £000's
Amount held at futures clearing houses and brokers	263	938
Cash and bank balances	3,910	4,977
Total cash and bank balances	**4,173**	**5,915**

11. Cash Equivalents

	28.2.2026 £000's	28.2.2025 £000's
Investment in short-term money market funds	11,764	25,976
Total cash equivalents	**11,764**	**25,976**

12. Other Creditors

	28.2.2026 £000's	28.2.2025 £000's
Accrued annual management charge	41	22
Accrued audit fee	16	8
Accrued closure expenses	38	–
Accrued trustee's fee	1	3
Amounts payable for cancellation of units	159	809
Corporation tax payable	221	258
Custodian transaction costs	1	1
Total other creditors	**477**	**1,101**

13. Contingent Assets and Contingent Liabilities

There were no significant capital commitments or contingent liabilities as at 28 February 2026 and 28 February 2025.

14. Related Parties

Parties are considered to be related if one party has the ability to control the other party or exercise significant influence over the other party in making financial or operational decisions.

The following entities were related parties to the Fund during the financial year ended 28 February 2026:

Manager/Registrar: BlackRock Fund Managers Limited
Investment Manager: BlackRock Investment Management (UK) Limited

The ultimate holding company of the Manager, Registrar and Investment Manager is BlackRock Inc. ("BlackRock"), a company incorporated in Delaware, USA.

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NOTES TO THE FINANCIAL STATEMENTS continued

14. Related Parties continued

The Directors as at 28 February 2026 are presented in the table below:

Director	Employee of the BlackRock Group	Director of BlackRock affiliates and/or other funds managed by BlackRock
G D Bamping (Resigned 19 December 2025)	No	Yes
D Edgar	Yes	Yes
T S Hale	Yes	Yes
A Hoctor-Duncan (Appointed 1 October 2025)	No	Yes
T Hodgson (Appointed 1 November 2025)	Yes	Yes
A M Lawrence (Resigned 30 April 2025)	Yes	Yes
A Lewis	No	Yes
S Sabin	Yes	Yes
M Seymour	Yes	Yes
M T Zemek (Resigned 31 December 2025)	No	Yes

The Directors who are also employees of the BlackRock Group are not entitled to receive Directors' fees. Director fees for the independent directors are paid by BlackRock Investment Management (UK) Limited.

The Manager acts as either principal or agent for the Trustee in respect of all transactions of units of the Fund. The aggregate monies received through issue and paid through cancellation of units are disclosed in the Statement of Change in Net Assets Attributable to Unitholders and note 8. Any amounts due to or from the Manager at the year end are disclosed in notes 9 and 12. Management fees and registration fees paid to the Manager are shown in note 5. The balances due at the year end in respect of these fees are shown in note 12.

Holdings in other funds managed by BlackRock

For holdings in Institutional Cash Series plc ("ICS"), there will be no initial charges or redemption charges payable on investments in the Fund, however, duties and charges may apply. ICS will be subject to fees and expenses which may include fixed management fees, performance fees, administration fees and custodial fees.

The Fund may invest in other Collective Investment Schemes ("CIS"), which may or may not be operated and/or managed by an affiliate of the Manager. As an investor in such other CIS, in addition to the fees, costs and expenses payable by a unitholder in the Fund, each unitholder may also indirectly bear a portion of the fees, costs and expenses of the underlying CIS, including management, investment management and administration and other expenses. However, in respect of investments made in any other investment fund whose manager is an affiliate of the Manager, the Fund will invest, where possible,

NOTES TO THE FINANCIAL STATEMENTS continued

14. Related Parties continued

in classes of the underlying funds which are not subject to any management charges. Alternatively, where this is not possible, the Manager will rebate management charges to the Fund. The Fund will not be subject to any preliminary/initial sales fee in respect of investments made in any other investment fund whose manager is an affiliate of the Manager, although it may be subject to duties and charges in respect of subscriptions and redemptions in such investment funds.

Significant investors

As at 28 February 2026 and 28 February 2025 the following unitholders are:

(i) funds managed by the BlackRock Group or are affiliates of BlackRock Inc. ("BlackRock Related Investors") or

(ii) investors, (other than those included in (i) above), who held 51% or more of the voting units in issue in the Fund and are as a result, considered to be a related party to the Fund ("Significant Investors").

Total % of units held by Affiliated Funds	Number of investors holding 51% or more of the voting units in issue who are not Affiliated Funds	Total % of units held by unitholders holding 51% or more of the voting units in issue who are not Affiliated Funds
Nil	1	94%

As at 28 February 2025:

Total % of units held by Affiliated Funds	Number of investors holding 51% or more of the voting units in issue who are not Affiliated Funds	Total % of units held by unitholders holding 51% or more of the voting units in issue who are not Affiliated Funds
Nil	1	94%

No provisions have been recognised by the Fund against amounts due from related parties at the financial year (28 February 2025: Nil).

No amounts have been written off during the financial year in respect of amounts due to or from related parties (28 February 2025: Nil).

No commitments secured or unsecured or guarantees have been entered into with related parties during the financial year (28 February 2025: Nil).

NOTES TO THE FINANCIAL STATEMENTS continued

15. Credit Facility

The Fund entered into a credit facility with JPMorgan Chase Bank, N.A. ("JPMorgan"), whereby JPMorgan, together with other syndicated lenders, made a portion of a USD 600 million credit facility available to the Fund. This portion of the USD 600 million credit facility will be allocated to the Fund based on the credit facility agreement dated 16 April 2026. This credit facility may be utilised by the Fund for temporary funding purposes, including, without limitation, the funding of investor redemptions.

Any interest and commitment fees in relation to drawdowns from such credit facility are paid out of the assets of the Fund.

A loan commitment fee is charged on a daily basis in relation to this credit facility which is included in the Statement of Total Return under caption "Expenses". The loan commitment fee is charged at 0.10% per annum on the undrawn portion of the loan commitment.

No portion of the credit facility was used during the financial year ended 28 February 2026 (and during the financial year ended 28 February 2025).

16. Portfolio Transaction Costs

For the financial year ended 28 February 2026

		Direct Transaction Costs			
Purchases (excluding derivatives)	Transaction Value £000's	Commissions £000's	%	Taxes £000's	%
Collective investment schemes	567	–	–	–	–
Total purchases	**567**	**–**		**–**	
Total purchases including transaction costs	**567**				

		Direct Transaction Costs			
Sales (excluding derivatives)	Transaction Value £000's	Commissions £000's	%	Taxes £000's	%
Collective investment schemes	12,866	–	–	–	–
Total sales	**12,866**	**–**		**–**	
Total sales net of transaction costs	**12,866**				
Derivative transaction costs		**6**		**–**	
Total transaction costs		**6**		**–**	
Total transaction costs as a % of average net assets		**0.00%**		**0.00%**	

NOTES TO THE FINANCIAL STATEMENTS continued

16. Portfolio Transaction Costs continued

For the financial year ended 28 February 2025

		Direct Transaction Costs			
Purchases (excluding derivatives)	Transaction Value £000's	Commissions £000's	%	Taxes £000's	%
Collective investment schemes	–	–	–	–	–
Total purchases	**–**	**–**		**–**	
Total purchases including transaction costs	**–**				

		Direct Transaction Costs			
Sales (excluding derivatives)	Transaction Value £000's	Commissions £000's	%	Taxes £000's	%
Collective investment schemes	35,309	–	–	–	–
Total sales	**35,309**	**–**		**–**	
Total sales net of transaction costs	**35,309**				
Derivative transaction costs		**7**		**–**	
Total transaction costs		**7**		**–**	
Total transaction costs as a % of average net assets		**0.00%**		**0.00%**	

The above analysis covers direct transaction costs incurred by the Fund during the year. However it is important to understand the nature of other transaction costs associated with different investment asset classes and instruments types.

For the Fund's investment transactions in money market instruments any applicable transaction charges form part of the dealing spread for these instruments. Transactions in money market instruments to manage the Fund's daily liquidity position are excluded from the analysis.

For the Fund's investment in collective investment scheme holdings there will potentially be dealing spread costs applicable to purchases and sales. However additionally there are indirect transaction costs incurred in those underlying funds, throughout the holding period for the instruments, which are not separately identifiable and do not form part of the analysis above.

During the year the Fund utilised FDIs including futures. The settlement values for opening and closing derivative positions are not comparable to principal values for transactions in direct holding investments and therefore purchase and sale amounts for derivative transactions are not quantified in the analysis above.

Transaction costs for derivatives positions will be either incurred as direct costs or form part of the dealing spread for the instruments. Any direct costs are identified in the analysis above.

NOTES TO THE FINANCIAL STATEMENTS continued

16. Portfolio Transaction Costs continued

Dealing spread costs incurred by the Fund vary considerably for the different asset/instrument types depending on a number of factors including transaction value and market sentiment.

At the Balance Sheet date the average portfolio dealing spread (difference between bid and offer prices of all investments expressed as a percentage of the offer price value) was 0.00% (28 February 2025: 0.00%).

17. Units in Issue

Revenue is allocated each day pro rata to the capital value of assets attributable to each class and taxation is computed by reference to the net revenue after expenses attributable to each class. The distribution per unit class is given in the distribution table. All unit classes have the same rights on winding up.

The movement in units in issue for the financial year ended 28 February 2026 is as follows:

	C Accumulation Units
Balance at the beginning of the year	74,311,811
Issued during the year	680,360
Cancelled during the year	(14,341,426)
Balance at the end of the year	**60,650,745**

18. Subsequent Events

In accordance with the rules of the FCA, it was decided to wind up the Fund on 9 April 2026 on the basis that it is no longer commercially viable.

There have been no other significant events subsequent to the year end, which, in the opinion of the Manager, may have had an impact on the Financial Statements for the financial year ended 28 February 2026.

BLACKROCK MANAGED VOLATILITY FUND III

ABOUT THE FUND

The Fund is a sub-fund of BlackRock Non-UCITS Retail Funds, a non-UCITS retail scheme under the COLL Sourcebook. The Fund was established on 10 February 2012 and was authorised by the FCA on 16 December 2011. The Fund's FCA product reference number is 637729.

BLACKROCK MANAGED VOLATILITY FUND III

COMPARATIVE TABLE

	C Accumulation Units		
	For the year to 28.2.2026	For the year to 28.2.2025	For the year to 29.2.2024
	Pence per unit	Pence per unit	Pence per unit
Change in net assets per unit			
Opening net asset value per unit	208.1	188.0	177.1
Return before operating charges	26.54	20.57	11.31
Operating charges	(0.57)	(0.50)	(0.45)
Return after operating charges	25.97	20.07	10.86
Distributions	(5.59)	(5.55)	(4.58)
Retained distributions on accumulation units	5.59	5.55	4.58
Closing net asset value per unit	234.1	208.1	188.0
After direct transaction costs of	0.00	(0.01)	(0.01)
Performance			
Return after charges[1]	12.48%	10.68%	6.13%
Other information			
Closing net asset value (£000's)	42,160	46,622	48,265
Closing number of units	18,012,111	22,406,927	25,677,661
Operating charges[2]	0.27%	0.25%	0.25%
Direct transaction costs[3]	0.00%	0.00%	0.01%
Prices	Pence per unit	Pence per unit	Pence per unit
Highest offer unit price	250.5	224.7	201.9
Lowest bid unit price	188.7	188.5	171.1

[1] The return after charges figures are based on the net asset value reported for financial statements purposes and are not the same as the performance returns figures quoted in the Investment Manager's Report which are returns based on NAV per unit as at 12 noon for dealing purposes.

[2] Operating charges are annualised and exclude portfolio trade-related costs, except costs paid to the custodian/depositary and entry/exit charges paid to an underlying collective investment scheme (if any).

[3] Direct transaction costs are annualised and principally comprise commissions and taxes, attributable to the Fund's purchase and sale of collective investment schemes. See note 16 for further details.

BLACKROCK MANAGED VOLATILITY FUND III

DISTRIBUTION TABLES

for the financial year ended 28 February 2026

Final Distribution in Pence per Unit

Group 1 – Units purchased prior to 1 September 2025

Group 2 – Units purchased 1 September 2025 to 28 February 2026

	C Accumulation Units	
	Group 1	Group 2
Net revenue (dividend)	3.2679	0.0000
Equalisation†	–	3.2679
Distribution paid 30.4.2026	**3.2679**	**3.2679**
Distribution paid 30.4.2025	**3.2569**	**3.2569**

Interim Distribution in Pence per Unit

Group 1 – Units purchased prior to 1 March 2025

Group 2 – Units purchased 1 March 2025 to 31 August 2025

	C Accumulation Units	
	Group 1	Group 2
Net revenue (dividend)	2.3227	0.0046
Equalisation†	–	2.3181
Distribution paid 31.10.2025	**2.3227**	**2.3227**
Distribution paid 31.10.2024	**2.2883**	**2.2883**

† Equalisation occurs to reflect the pro rata payment of distributions based on the time period over which shares have been owned by an investor. Equalisation applies only to units purchased during the distribution period (Group 2 units). It is the average amount of revenue included in the purchase price of all Group 2 units and is refunded to holders of these units as a return of capital. Being capital, it is not liable to income tax but must be deducted from the cost of units for capital gains tax purposes.

BLACKROCK MANAGED VOLATILITY FUND III

STATEMENT OF TOTAL RETURN

for the financial year ended 28 February 2026

	Notes	£000's	For the year to 28.2.2026 £000's	£000's	For the year to 28.2.2025 £000's
Income					
Net capital gains	3		3,522		3,516
Revenue	4	1,450		1,643	
Expenses	5	(118)		(107)	
Interest payable and similar charges	6	–		(5)	
Net revenue before taxation		1,332		1,531	
Taxation	7	(162)		(167)	
Net revenue after taxation			1,170		1,364
Total return before distributions			4,692		4,880
Distributions	8		(1,170)		(1,364)
Change in net assets attributable to unitholders from investment activities			**3,522**		**3,516**

STATEMENT OF CHANGE IN NET ASSETS ATTRIBUTABLE TO UNITHOLDERS

for the financial year ended 28 February 2026

	£000's	For the year to 28.2.2026 £000's	£000's	For the year to 28.2.2025 £000's
Opening net assets attributable to unitholders		46,622		48,265
Amounts receivable on issue of units	836		640	
Amounts payable on cancellation of units	(9,877)		(7,080)	
		(9,041)		(6,440)
Change in net assets attributable to unitholders from investment activities		3,522		3,516
Retained distribution on accumulation units		1,057		1,281
Closing net assets attributable to unitholders		**42,160**		**46,622**

BLACKROCK MANAGED VOLATILITY FUND III

BALANCE SHEET

as at 28 February 2026

	Notes	28.2.2026 £000's	28.2.2025 £000's
Assets:			
Fixed assets			
– Investment assets		–	38,018
Current assets			
– Investment assets		34,193	–
– Debtors	9	21	34
– Cash and bank balances	10	2,260	1,718
– Cash equivalents	11	6,160	7,416
Total assets		**42,634**	**47,186**
Liabilities:			
Investment liabilities		(107)	(115)
Creditors			
– Amounts due to futures clearing houses and brokers		(239)	(146)
– Other creditors	12	(128)	(303)
Total liabilities		**(474)**	**(564)**
Net assets attributable to unitholders		**42,160**	**46,622**

On behalf of the Directors

A Hoctor-Duncan
Director
29 May 2026

A Lewis
Director
29 May 2026

BLACKROCK MANAGED VOLATILITY FUND III

PORTFOLIO STATEMENT

as at 28 February 2026

Holding or Nominal Value	Investment	Market Value £000's	% of Total Net Assets
COLLECTIVE INVESTMENT SCHEMES – 79.78%; 28.2.2025 80.30%			
Equity Funds – 48.34%; 28.2.2025 45.03%			
643,493	iShares Continental European Equity Index Fund (UK)	2,730	6.48
81,338	iShares Japan Equity Index Fund (UK)	326	0.77
625,197	iShares North American Equity Index Fund (UK)	4,521	10.72
283,837	iShares Pacific ex Japan Equity Index Fund UK	1,228	2.91
3,503,293	iShares UK Equity Index Fund UK	11,577	27.46
		20,382	**48.34**
Fixed Income Funds – 30.17%; 28.2.2025 30.85%			
3,846,251	BlackRock Collective Investment Funds - BlackRock Corporate Bond 1-10 Year Fund	6,419	15.23
5,574,716	iShares UK Gilts All Stocks Index Fund (UK)	6,299	14.94
		12,718	**30.17**
Short-term Money Market Funds – 1.27%; 28.2.2025 4.42%			
719,659	BlackRock ICS US Dollar Liquidity Fund - Agency Income Class	**536**	**1.27**

Holding or Nominal Value	Investment	Market Value £000's	% of Total Net Assets
DERIVATIVES – 1.07%; 28.2.2025 1.00%			
Forward Currency Contracts – (0.16%); 28.2.2025 (0.01%)			
AU$1,270,277	Australian Dollar vs UK Sterling	40	0.09
€3,984,192	Euro vs UK Sterling	(7)	(0.01)
¥26,975,624	Japanese Yen vs UK Sterling	(2)	0.00
£549,501	UK Sterling vs Australian Dollar	(19)	(0.04)
£1,893,433	UK Sterling vs Euro	(10)	(0.03)
£64,619	UK Sterling vs Japanese Yen^	–	0.00
£3,001,186	UK Sterling vs US Dollar	(9)	(0.03)
US$7,409,202	US Dollar vs UK Sterling	(60)	(0.14)
		(67)	**(0.16)**
Futures – 1.23%; 28.2.2025 1.01%			
41	Euro Stoxx 50 March 2026	137	0.33
27	FTSE 100 Index March 2026	308	0.73
2	KOSPI SPI 200 Index March 2026	14	0.03
12	S&P 500 E-Mini Index March 2026	2	0.01

PORTFOLIO STATEMENT continued

Holding or Nominal Value	Investment	Market Value £000's	% of Total Net Assets
	2 TOPIX Index March 2026	56	0.13
		517	**1.23**
Portfolio of investments		**34,086**	**80.85**
CASH EQUIVALENTS			
Short-term Money Market Funds – 14.61%; 28.2.2025 15.91%			
6,160,125	BlackRock ICS Sterling Liquidity Fund - Agency Income Class	**6,160**	**14.61**
Net other assets		1,914	4.54
Total net assets		**42,160**	**100.00**

Unless otherwise stated, all securities are either listed on a recognised exchange, traded on an eligible securities market or are permitted collective investment schemes.

The counterparties for the forward currency contracts are Citigroup Global Markets Limited, Goldman Sachs International, HSBC Bank Plc, J.P. Morgan Securities Plc, Morgan Stanley & Co. International Plc, Société Générale SA, Standard Chartered Bank, State Street Global Advisors Limited and UBS AG.

All underlying funds are managed by a related party.

^ All securities that have a value of less than £500 have been rounded to zero.

NOTES TO THE FINANCIAL STATEMENTS

for the financial year ended 28 February 2026

1. Accounting and Distribution Policies

The accounting and distribution policies are set out on pages 149 to 153.

2. Financial Instruments and Risks

The financial instruments and risks are set out on pages 153 to 170.

3. Net Capital Gains

	For the year to 28.2.2026 £000's	For the year to 28.2.2025 £000's
The net capital gains comprise:		
Gains on non-derivative securities	4,212	2,647
(Losses)/gains on derivative securities	(698)	908
Currency gains/(losses)	15	(32)
Custodian transaction costs	(7)	(7)
Net capital gains	**3,522**	**3,516**

Net gains (excluding Manager's charge rebates and transaction costs) listed above of £3,529,000 comprise net realised gains of £2,252,000 and net unrealised gains of £1,277,000 (28 February 2025: £3,523,000 comprising net realised gains of £1,822,000 and net unrealised gains of £1,701,000). Certain realised gains and losses in the current year were unrealised in the prior year.

4. Revenue

	For the year to 28.2.2026 £000's	For the year to 28.2.2025 £000's
Equity distributions on CIS holdings	535	695
Interest distributions on CIS holdings	572	509
Interest from UK bank deposits	29	57
Interest on balances held at futures clearing houses and brokers	10	5
Revenue from short-term money market funds	304	377
Total revenue	**1,450**	**1,643**

NOTES TO THE FINANCIAL STATEMENTS continued

5. Expenses

	For the year to 28.2.2026 £000's	For the year to 28.2.2025 £000's
Payable to the Manager or associates of the Manager:		
– Annual Management charge	84	96
	84	96
Other expenses:		
– Audit fee	16	8
– Closure expenses	15	–
– Trustee's fees	3	3
	34	11
Total expenses	**118**	**107**

6. Interest Payable and Similar Charges

	For the year to 28.2.2026 £000's	For the year to 28.2.2025 £000's
Interest on bank overdrafts	–	5
Total interest payable and similar charges	**–**	**5**

7. Taxation

7.1 Analysis of tax charge

	For the year to 28.2.2026 £000's	For the year to 28.2.2025 £000's
Corporation tax	162	167
Total tax charge [see note 7.2]	**162**	**167**

NOTES TO THE FINANCIAL STATEMENTS continued

7. Taxation continued

7.2 Factors affecting the tax charge

The tax assessed for the year is lower than the standard rate of corporation tax in the UK for an authorised unit trust. The differences are explained below:

	For the year to 28.2.2026 £000's	For the year to 28.2.2025 £000's
Net revenue before taxation	1,332	1,531
Corporation tax at 20% (28 February 2025: 20%)	266	306
Effects of:		
Excess expenses for which no tax relief taken	3	–
Revenue not subject to tax	(107)	(139)
Total tax charge [see note 7.1]	**162**	**167**

8. Distributions

	For the year to 28.2.2026 £000's	For the year to 28.2.2025 £000's
Interim distribution	468	551
Final distribution	589	730
	1,057	1,281
Add: Amounts deducted on cancellation of units	124	90
Deduct: Amounts received on issue of units	(11)	(7)
Distributions	**1,170**	**1,364**

Details of the interim and final distributions per unit are set out in the tables on page 71.

9. Debtors

	28.2.2026 £000's	28.2.2025 £000's
Accrued revenue	21	34
Total debtors	**21**	**34**

NOTES TO THE FINANCIAL STATEMENTS continued

10. Cash and Bank Balances

	28.2.2026 £000's	28.2.2025 £000's
Amount held at futures clearing houses and brokers	313	239
Cash and bank balances	1,947	1,479
Total cash and bank balances	**2,260**	**1,718**

11. Cash Equivalents

	28.2.2026 £000's	28.2.2025 £000's
Investment in short-term money market funds	6,160	7,416
Total cash equivalents	**6,160**	**7,416**

12. Other Creditors

	28.2.2026 £000's	28.2.2025 £000's
Accrued annual management charge	14	7
Accrued audit fee	16	8
Accrued closure expenses	15	–
Accrued trustee's fee	1	1
Amounts payable for cancellation of units	20	119
Corporation tax payable	61	167
Custodian transaction costs	1	1
Total other creditors	**128**	**303**

13. Contingent Assets and Contingent Liabilities

There were no significant capital commitments or contingent liabilities as at 28 February 2026 and 28 February 2025.

14. Related Parties

Parties are considered to be related if one party has the ability to control the other party or exercise significant influence over the other party in making financial or operational decisions.

The following entities were related parties to the Fund during the financial year ended 28 February 2026:

Manager/Registrar: BlackRock Fund Managers Limited
Investment Manager: BlackRock Investment Management (UK) Limited

The ultimate holding company of the Manager, Registrar and Investment Manager is BlackRock Inc. ("BlackRock"), a company incorporated in Delaware, USA.

NM0626U-5541793-80/183

NOTES TO THE FINANCIAL STATEMENTS continued

14. Related Parties continued

The Directors as at 28 February 2026 are presented in the table below:

Director	Employee of the BlackRock Group	Director of BlackRock affiliates and/or other funds managed by BlackRock
G D Bamping (Resigned 19 December 2025)	No	Yes
D Edgar	Yes	Yes
T S Hale	Yes	Yes
A Hoctor-Duncan (Appointed 1 October 2025)	No	Yes
T Hodgson (Appointed 1 November 2025)	Yes	Yes
A M Lawrence (Resigned 30 April 2025)	Yes	Yes
A Lewis	No	Yes
S Sabin	Yes	Yes
M Seymour	Yes	Yes
M T Zemek (Resigned 31 December 2025)	No	Yes

The Directors who are also employees of the BlackRock Group are not entitled to receive Directors' fees. Director fees for the independent directors are paid by BlackRock Investment Management (UK) Limited.

The Manager acts as either principal or agent for the Trustee in respect of all transactions of units of the Fund. The aggregate monies received through issue and paid through cancellation of units are disclosed in the Statement of Change in Net Assets Attributable to Unitholders and note 8. Any amounts due to or from the Manager at the year end are disclosed in notes 9 and 12. Management fees and registration fees paid to the Manager are shown in note 5. The balances due at the year end in respect of these fees are shown in note 12.

Holdings in other funds managed by BlackRock

For holdings in Institutional Cash Series plc ("ICS"), there will be no initial charges or redemption charges payable on investments in the Fund, however, duties and charges may apply. ICS will be subject to fees and expenses which may include fixed management fees, performance fees, administration fees and custodial fees.

The Fund may invest in other Collective Investment Schemes ("CIS"), which may or may not be operated and/or managed by an affiliate of the Manager. As an investor in such other CIS, in addition to the fees, costs and expenses payable by a unitholder in the Fund, each unitholder may also indirectly bear a portion of the fees, costs and expenses of the underlying CIS, including management, investment management and administration and other expenses. However, in respect of investments made in any other investment fund whose manager is an affiliate of the Manager, the Fund will invest, where possible,

NOTES TO THE FINANCIAL STATEMENTS continued

14. Related Parties continued

in classes of the underlying funds which are not subject to any management charges. Alternatively, where this is not possible, the Manager will rebate management charges to the Fund. The Fund will not be subject to any preliminary/initial sales fee in respect of investments made in any other investment fund whose manager is an affiliate of the Manager, although it may be subject to duties and charges in respect of subscriptions and redemptions in such investment funds.

Significant investors

As at 28 February 2026 and 28 February 2025 the following unitholders are:

(i) funds managed by the BlackRock Group or are affiliates of BlackRock Inc. ("BlackRock Related Investors") or

(ii) investors, (other than those included in (i) above), who held 51% or more of the voting units in issue in the Fund and are as a result, considered to be a related party to the Fund ("Significant Investors").

Total % of units held by Affiliated Funds	Number of investors holding 51% or more of the voting units in issue who are not Affiliated Funds	Total % of units held by unitholders holding 51% or more of the voting units in issue who are not Affiliated Funds
Nil	1	89%

As at 28 February 2025:

Total % of units held by Affiliated Funds	Number of investors holding 51% or more of the voting units in issue who are not Affiliated Funds	Total % of units held by unitholders holding 51% or more of the voting units in issue who are not Affiliated Funds
Nil	1	91%

No provisions have been recognised by the Fund against amounts due from related parties at the financial year (28 February 2025: Nil).

No amounts have been written off during the financial year in respect of amounts due to or from related parties (28 February 2025: Nil).

No commitments secured or unsecured or guarantees have been entered into with related parties during the financial year (28 February 2025: Nil).

NOTES TO THE FINANCIAL STATEMENTS continued

15. Credit Facility

The Fund entered into a credit facility with JPMorgan Chase Bank, N.A. ("JPMorgan"), whereby JPMorgan, together with other syndicated lenders, made a portion of a USD 600 million credit facility available to the Fund. This portion of the USD 600 million credit facility will be allocated to the Fund based on the credit facility agreement dated 16 April 2026. This credit facility may be utilised by the Fund for temporary funding purposes, including, without limitation, the funding of investor redemptions.

Any interest and commitment fees in relation to drawdowns from such credit facility are paid out of the assets of the Fund.

A loan commitment fee is charged on a daily basis in relation to this credit facility which is included in the Statement of Total Return under caption "Expenses". The loan commitment fee is charged at 0.10% per annum on the undrawn portion of the loan commitment.

No portion of the credit facility was used during the financial year ended 28 February 2026 (and during the financial year ended 28 February 2025).

16. Portfolio Transaction Costs

For the financial year ended 28 February 2026

		Direct Transaction Costs			
Purchases (excluding derivatives)	Transaction Value £000's	Commissions £000's	%	Taxes £000's	%
Collective investment schemes	985	–	–	–	–
Total purchases	**985**	**–**		**–**	
Total purchases including transaction costs	**985**				

		Direct Transaction Costs			
Sales (excluding derivatives)	Transaction Value £000's	Commissions £000's	%	Taxes £000's	%
Collective investment schemes	8,673	–	–	–	–
Total sales	**8,673**	**–**		**–**	
Total sales net of transaction costs	**8,673**				
Derivative transaction costs		**2**		**–**	
Total transaction costs		**2**		**–**	
Total transaction costs as a % of average net assets		**0.00%**		**0.00%**	

NOTES TO THE FINANCIAL STATEMENTS continued

16. Portfolio Transaction Costs continued

For the financial year ended 28 February 2025

		Direct Transaction Costs			
Purchases (excluding derivatives)	Transaction Value £000's	Commissions £000's	%	Taxes £000's	%
Collective investment schemes	684	–	–	–	–
Total purchases	**684**	**–**		**–**	
Total purchases including transaction costs	**684**				

		Direct Transaction Costs			
Sales (excluding derivatives)	Transaction Value £000's	Commissions £000's	%	Taxes £000's	%
Collective investment schemes	6,363	–	–	–	–
Total sales	**6,363**	**–**		**–**	
Total sales net of transaction costs	**6,363**				
Derivative transaction costs		**2**		**–**	
Total transaction costs		**2**		**–**	
Total transaction costs as a % of average net assets		**0.00%**		**0.00%**	

The above analysis covers direct transaction costs incurred by the Fund during the year. However it is important to understand the nature of other transaction costs associated with different investment asset classes and instruments types.

For the Fund's investment transactions in money market instruments any applicable transaction charges form part of the dealing spread for these instruments. Transactions in money market instruments to manage the Fund's daily liquidity position are excluded from the analysis.

For the Fund's investment in collective investment scheme holdings there will potentially be dealing spread costs applicable to purchases and sales. However additionally there are indirect transaction costs incurred in those underlying funds, throughout the holding period for the instruments, which are not separately identifiable and do not form part of the analysis above.

During the year the Fund utilised FDIs including futures. The settlement values for opening and closing derivative positions are not comparable to principal values for transactions in direct holding investments and therefore purchase and sale amounts for derivative transactions are not quantified in the analysis above.

Transaction costs for derivatives positions will be either incurred as direct costs or form part of the dealing spread for the instruments. Any direct costs are identified in the analysis above.

NOTES TO THE FINANCIAL STATEMENTS continued

16. Portfolio Transaction Costs continued

Dealing spread costs incurred by the Fund vary considerably for the different asset/instrument types depending on a number of factors including transaction value and market sentiment.

At the Balance Sheet date the average portfolio dealing spread (difference between bid and offer prices of all investments expressed as a percentage of the offer price value) was 0.00% (28 February 2025: 0.00%).

17. Units in Issue

Revenue is allocated each day pro rata to the capital value of assets attributable to each class and taxation is computed by reference to the net revenue after expenses attributable to each class. The distribution per unit class is given in the distribution table. All unit classes have the same rights on winding up.

The movement in units in issue for the financial year ended 28 February 2026 is as follows:

	C Accumulation Units
Balance at the beginning of the year	22,406,927
Issued during the year	384,661
Cancelled during the year	(4,779,477)
Balance at the end of the year	**18,012,111**

18. Subsequent Events

In accordance with the rules of the FCA, it was decided to wind up the Fund on 9 April 2026 on the basis that it is no longer commercially viable.

There have been no other significant events subsequent to the year end, which, in the opinion of the Manager, may have had an impact on the Financial Statements for the financial year ended 28 February 2026.

BLACKROCK MANAGED VOLATILITY FUND IV

ABOUT THE FUND

The Fund is a sub-fund of BlackRock Non-UCITS Retail Funds, a non-UCITS retail scheme under the COLL Sourcebook. The Fund was authorised by the FCA on 5 February 2015 and was established on 16 September 2015. The Fund's FCA product reference number is 718609.

BLACKROCK MANAGED VOLATILITY FUND IV

COMPARATIVE TABLE

	C Accumulation Units		
	For the year to 28.2.2026	For the year to 28.2.2025	For the year to 29.2.2024
	Pence per unit	Pence per unit	Pence per unit
Change in net assets per unit			
Opening net asset value per unit	242.1	211.8	191.7
Return before operating charges	32.40	30.95	20.62
Operating charges	(0.70)	(0.66)	(0.57)
Return after operating charges	31.70	30.29	20.05
Distributions	(7.48)	(7.48)	(3.67)
Retained distributions on accumulation units	7.48	7.48	3.67
Closing net asset value per unit	273.8	242.1	211.8
After direct transaction costs of	(0.04)	(0.03)	(0.03)
Performance			
Return after charges[1]	13.09%	14.30%	10.46%
Other information			
Closing net asset value (£000's)	137,605	144,994	153,962
Closing number of units	50,256,603	59,891,783	72,707,780
Operating charges[2]	0.29%	0.29%	0.29%
Direct transaction costs[3]	0.01%	0.01%	0.02%
Prices	Pence per unit	Pence per unit	Pence per unit
Highest offer unit price	273.1	246.8	211.9
Lowest bid unit price	207.6	211.3	183.8

[1] The return after charges figures are based on the net asset value reported for financial statements purposes and are not the same as the performance returns figures quoted in the Investment Manager's Report which are returns based on NAV per unit as at 12 noon for dealing purposes.

[2] Operating charges are annualised and exclude portfolio trade-related costs, except costs paid to the custodian/depositary and entry/exit charges paid to an underlying collective investment scheme (if any).

[3] Direct transaction costs are annualised and principally comprise commissions and taxes, attributable to the Fund's purchase and sale of . See note 16 for further details.

BLACKROCK MANAGED VOLATILITY FUND IV

DISTRIBUTION TABLES

for the financial year ended 28 February 2026

Final Distribution in Pence per Unit

Group 1 – Units purchased prior to 1 September 2025

Group 2 – Units purchased 1 September 2025 to 28 February 2026

	C Accumulation Units	
	Group 1	Group 2
Net revenue (dividend)	1.8009	0.5543
Equalisation†	–	1.2466
Distribution paid 30.4.2026	**1.8009**	**1.8009**
Distribution paid 30.4.2025	**2.1811**	**2.1811**

Interim Distribution in Pence per Unit

Group 1 – Units purchased prior to 1 March 2025

Group 2 – Units purchased 1 March 2025 to 31 August 2025

	C Accumulation Units	
	Group 1	Group 2
Net revenue (dividend)	5.6766	1.4569
Equalisation†	–	4.2197
Distribution paid 31.10.2025	**5.6766**	**5.6766**
Distribution paid 31.10.2024	**5.2952**	**5.2952**

† Equalisation occurs to reflect the pro rata payment of distributions based on the time period over which shares have been owned by an investor. Equalisation applies only to units purchased during the distribution period (Group 2 units). It is the average amount of revenue included in the purchase price of all Group 2 units and is refunded to holders of these units as a return of capital. Being capital, it is not liable to income tax but must be deducted from the cost of units for capital gains tax purposes.

BLACKROCK MANAGED VOLATILITY FUND IV

STATEMENT OF TOTAL RETURN

for the financial year ended 28 February 2026

	Notes	£000's	For the year to 28.2.2026 £000's	£000's	For the year to 28.2.2025 £000's
Income					
Net capital gains	3		11,681		14,932
Revenue	4	5,717		6,776	
Expenses	5	(351)		(391)	
Interest payable and similar charges	6	–		(7)	
Net revenue before taxation		5,366		6,378	
Taxation	7	(1,073)		(1,276)	
Net revenue after taxation			4,293		5,102
Total return before distributions			15,974		20,034
Distributions	8		(4,293)		(5,102)
Change in net assets attributable to unitholders from investment activities			**11,681**		**14,932**

STATEMENT OF CHANGE IN NET ASSETS ATTRIBUTABLE TO UNITHOLDERS

for the financial year ended 28 February 2026

	£000's	For the year to 28.2.2026 £000's	£000's	For the year to 28.2.2025 £000's
Opening net assets attributable to unitholders		144,994		153,962
Amounts receivable on issue of units	7,859		4,718	
Amounts payable on cancellation of units	(31,004)		(33,397)	
		(23,145)		(28,679)
Change in net assets attributable to unitholders from investment activities		11,681		14,932
Retained distribution on accumulation units		4,075		4,779
Closing net assets attributable to unitholders		**137,605**		**144,994**

BLACKROCK MANAGED VOLATILITY FUND IV

BALANCE SHEET

as at 28 February 2026

	Notes	28.2.2026 £000's	28.2.2025 £000's
Assets:			
Fixed assets			
– Investment assets		110,054	116,151
Current assets			
– Debtors	9	163	268
– Cash and bank balances	10	25,360	26,228
– Cash equivalents	11	6,943	7,723
Total assets		**142,520**	**150,370**
Liabilities:			
Investment liabilities		(892)	(2,915)
Creditors			
– Amounts due to futures clearing houses and brokers		(2,815)	(1,543)
– Other creditors	12	(1,208)	(918)
Total liabilities		**(4,915)**	**(5,376)**
Net assets attributable to unitholders		**137,605**	**144,994**

On behalf of the Directors

A Hoctor-Duncan
Director
29 May 2026

A Lewis
Director
29 May 2026

BLACKROCK MANAGED VOLATILITY FUND IV

PORTFOLIO STATEMENT

as at 28 February 2026

Holding or Nominal Value	Investment	Market Value £000's	% of Total Net Assets
COLLECTIVE INVESTMENT SCHEMES – 73.60%; 28.2.2025 76.84%			
Short-term Money Market Funds – 73.60%; 28.2.2025 76.84%			
298,814	BlackRock ICS Sterling Government Liquidity Fund	35,001	25.44
194,400	BlackRock ICS Sterling Liquid Environmentally Aware Fund - Agency Income Class	19,442	14.13
127,298	BlackRock ICS Sterling Ultra Short Bond Fund	20,240	14.71
35,750,396	BlackRock ICS US Dollar Liquidity Fund - Agency Income Class	26,591	19.32
		101,274	**73.60**

Holding or Nominal Value	Investment	Market Value £000's	% of Total Net Assets
DERIVATIVES – 5.73%; 28.2.2025 1.26%			
Forward Currency Contracts – (0.47%); 28.2.2025 (0.23%)			
AU$9,603,048	Australian Dollar vs UK Sterling	217	0.16
€10,897,188	Euro vs UK Sterling	(20)	(0.04)
¥1,098,668,414	Japanese Yen vs UK Sterling	(110)	(0.07)
£2,675,777	UK Sterling vs Australian Dollar	(44)	(0.03)
£5,727,084	UK Sterling vs Euro	(25)	0.00
£3,052,805	UK Sterling vs Japanese Yen	28	0.02
£26,842,946	UK Sterling vs US Dollar	(85)	(0.07)
US$71,476,508	US Dollar vs UK Sterling	(608)	(0.44)
		(647)	**(0.47)**
Futures – 6.20%; 28.2.2025 1.49%			
302	Euro Stoxx 50 March 2026	1,008	0.73
502	FTSE 100 Index March 2026	5,734	4.17
33	KOSPI SPI 200 Index March 2026	236	0.17
30	MSCI Emerging Markets Index March 2026	244	0.18
201	S&P 500 E-Mini Index March 2026	24	0.02

PORTFOLIO STATEMENT continued

Holding or Nominal Value	Investment	Market Value £000's	% of Total Net Assets
46	TOPIX Index March 2026	1,289	0.93
		8,535	**6.20**
Portfolio of investments		**109,162**	**79.33**
CASH EQUIVALENTS			
Short-term Money Market Funds – 5.05%; 28.2.2025 5.33%			
6,943,361	BlackRock ICS Sterling Liquidity Fund - Agency Income Class	**6,943**	**5.05**
Net other assets		21,500	15.62
Total net assets		**137,605**	**100.00**

Unless otherwise stated, all securities are either listed on a recognised exchange, traded on an eligible securities market or are permitted collective investment schemes.

The counterparties for the forward currency contracts are Citigroup Global Markets Limited, Goldman Sachs International, Morgan Stanley & Co. International Plc, Nomura International Plc, Royal Bank of Scotland Plc and State Street Global Advisors Limited.

All underlying funds are managed by a related party.

NOTES TO THE FINANCIAL STATEMENTS

for the financial year ended 28 February 2026

1. Accounting and Distribution Policies

The accounting and distribution policies are set out on pages 149 to 153.

2. Financial Instruments and Risks

The financial instruments and risks are set out on pages 153 to 170.

3. Net Capital Gains

	For the year to 28.2.2026 £000's	For the year to 28.2.2025 £000's
The net capital gains comprise:		
(Losses)/gains on non-derivative securities	(1,753)	686
Gains on derivative securities	13,236	14,610
Currency gains/(losses)	207	(355)
Custodian transaction costs	(9)	(9)
Net capital gains	**11,681**	**14,932**

Net gains (excluding Manager's charge rebates and transaction costs) listed above of £11,690,000 comprise net realised gains of £6,793,000 and net unrealised gains of £4,897,000 (28 February 2025: £14,941,000 comprising net realised gains of £20,515,000 and net unrealised losses of £(5,574,000)). Certain realised gains and losses in the current year were unrealised in the prior year.

4. Revenue

	For the year to 28.2.2026 £000's	For the year to 28.2.2025 £000's
Interest from UK bank deposits	245	384
Interest on balances held at futures clearing houses and brokers	303	379
Revenue from short-term money market funds	5,169	6,013
Total revenue	**5,717**	**6,776**

NOTES TO THE FINANCIAL STATEMENTS continued

5. Expenses

	For the year to 28.2.2026 £000's	For the year to 28.2.2025 £000's
Payable to the Manager or associates of the Manager:		
– Annual Management charge	334	374
	334	374
Other expenses:		
– Audit fee	8	8
– Legal and other professional fees	1	1
– Trustee's fees	8	8
	17	17
Total expenses	**351**	**391**

6. Interest Payable and Similar Charges

	For the year to 28.2.2026 £000's	For the year to 28.2.2025 £000's
Interest on bank overdrafts	–	7
Total interest payable and similar charges	**–**	**7**

7. Taxation

7.1 Analysis of tax charge

	For the year to 28.2.2026 £000's	For the year to 28.2.2025 £000's
Corporation tax	1,073	1,276
Total tax charge [see note 7.2]	**1,073**	**1,276**

NOTES TO THE FINANCIAL STATEMENTS continued

7. Taxation continued

7.2 Factors affecting the tax charge

The tax assessed for the year is equal to the standard rate of corporation tax in the UK for an authorised unit trust. The differences are explained below:

	For the year to 28.2.2026 £000's	For the year to 28.2.2025 £000's
Net revenue before taxation	5,366	6,378
Corporation tax at 20% (28 February 2025: 20%)	1,073	1,276
Effects of:		
Total tax charge [see note 7.1]	**1,073**	**1,276**

8. Distributions

	For the year to 28.2.2026 £000's	For the year to 28.2.2025 £000's
Interim distribution	3,170	3,473
Final distribution	905	1,306
	4,075	4,779
Add: Amounts deducted on cancellation of units	319	365
Deduct: Amounts received on issue of units	(101)	(42)
Distributions	**4,293**	**5,102**

Details of the interim and final distributions per unit are set out in the tables on page 87.

9. Debtors

	28.2.2026 £000's	28.2.2025 £000's
Accrued revenue	153	219
Amounts receivable for issue of units	10	49
Total debtors	**163**	**268**

10. Cash and Bank Balances

	28.2.2026 £000's	28.2.2025 £000's
Amount held at futures clearing houses and brokers	4,088	7,733
Cash and bank balances	21,272	18,495
Total cash and bank balances	**25,360**	**26,228**

NOTES TO THE FINANCIAL STATEMENTS continued

11. Cash Equivalents

	28.2.2026 £000's	28.2.2025 £000's
Investment in short-term money market funds	6,943	7,723
Total cash equivalents	**6,943**	**7,723**

12. Other Creditors

	28.2.2026 £000's	28.2.2025 £000's
Accrued annual management charge	54	28
Accrued audit fee	8	8
Accrued trustee's fee	2	3
Amounts payable for cancellation of units	715	342
Corporation tax payable	428	535
Custodian transaction costs	1	2
Total other creditors	**1,208**	**918**

13. Contingent Assets and Contingent Liabilities

There were no significant capital commitments or contingent liabilities as at 28 February 2026 and 28 February 2025.

14. Related Parties

Parties are considered to be related if one party has the ability to control the other party or exercise significant influence over the other party in making financial or operational decisions.

The following entities were related parties to the Fund during the financial year ended 28 February 2026:

Manager/Registrar: BlackRock Fund Managers Limited
Investment Manager: BlackRock Investment Management (UK) Limited

The ultimate holding company of the Manager, Registrar and Investment Manager is BlackRock Inc. ("BlackRock"), a company incorporated in Delaware, USA.

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NOTES TO THE FINANCIAL STATEMENTS continued

14. Related Parties continued

The Directors as at 28 February 2026 are presented in the table below:

Director	Employee of the BlackRock Group	Director of BlackRock affiliates and/or other funds managed by BlackRock
G D Bamping (Resigned 19 December 2025)	No	Yes
D Edgar	Yes	Yes
T S Hale	Yes	Yes
A Hoctor-Duncan (Appointed 1 October 2025)	No	Yes
T Hodgson (Appointed 1 November 2025)	Yes	Yes
A M Lawrence (Resigned 30 April 2025)	Yes	Yes
A Lewis	No	Yes
S Sabin	Yes	Yes
M Seymour	Yes	Yes
M T Zemek (Resigned 31 December 2025)	No	Yes

The Directors who are also employees of the BlackRock Group are not entitled to receive Directors' fees. Director fees for the independent directors are paid by BlackRock Investment Management (UK) Limited.

The Manager acts as either principal or agent for the Trustee in respect of all transactions of units of the Fund. The aggregate monies received through issue and paid through cancellation of units are disclosed in the Statement of Change in Net Assets Attributable to Unitholders and note 8. Any amounts due to or from the Manager at the year end are disclosed in notes 9 and 12. Management fees and registration fees paid to the Manager are shown in note 5. The balances due at the year end in respect of these fees are shown in note 12.

Holdings in other funds managed by BlackRock

For holdings in Institutional Cash Series plc ("ICS"), there will be no initial charges or redemption charges payable on investments in the Fund, however, duties and charges may apply. ICS will be subject to fees and expenses which may include fixed management fees, performance fees, administration fees and custodial fees.

The Fund may invest in other Collective Investment Schemes ("CIS"), which may or may not be operated and/or managed by an affiliate of the Manager. As an investor in such other CIS, in addition to the fees, costs and expenses payable by a unitholder in the Fund, each unitholder may also indirectly bear a portion of the fees, costs and expenses of the underlying CIS, including management, investment management and administration and other expenses. However, in respect of investments made in any other investment fund whose manager is an affiliate of the Manager, the Fund will invest, where possible,

NOTES TO THE FINANCIAL STATEMENTS continued

14. Related Parties continued

in classes of the underlying funds which are not subject to any management charges. Alternatively, where this is not possible, the Manager will rebate management charges to the Fund. The Fund will not be subject to any preliminary/initial sales fee in respect of investments made in any other investment fund whose manager is an affiliate of the Manager, although it may be subject to duties and charges in respect of subscriptions and redemptions in such investment funds.

Significant investors

As at 28 February 2026 and 28 February 2025 the following unitholders are:

(i) funds managed by the BlackRock Group or are affiliates of BlackRock Inc. ("BlackRock Related Investors") or

(ii) investors, (other than those included in (i) above), who held 51% or more of the voting units in issue in the Fund and are as a result, considered to be a related party to the Fund ("Significant Investors").

Total % of units held by Affiliated Funds	Number of investors holding 51% or more of the voting units in issue who are not Affiliated Funds	Total % of units held by unitholders holding 51% or more of the voting units in issue who are not Affiliated Funds
Nil	1	93%

As at 28 February 2025:

Total % of units held by Affiliated Funds	Number of investors holding 51% or more of the voting units in issue who are not Affiliated Funds	Total % of units held by unitholders holding 51% or more of the voting units in issue who are not Affiliated Funds
Nil	1	93%

No provisions have been recognised by the Fund against amounts due from related parties at the financial year (28 February 2025: Nil).

No amounts have been written off during the financial year in respect of amounts due to or from related parties (28 February 2025: Nil).

No commitments secured or unsecured or guarantees have been entered into with related parties during the financial year (28 February 2025: Nil).

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NOTES TO THE FINANCIAL STATEMENTS continued

15. Credit Facility

The Fund entered into a credit facility with JPMorgan Chase Bank, N.A. ("JPMorgan"), whereby JPMorgan, together with other syndicated lenders, made a portion of a USD 600 million credit facility available to the Fund. This portion of the USD 600 million credit facility will be allocated to the Fund based on the credit facility agreement dated 16 April 2026. This credit facility may be utilised by the Fund for temporary funding purposes, including, without limitation, the funding of investor redemptions.

Any interest and commitment fees in relation to drawdowns from such credit facility are paid out of the assets of the Fund.

A loan commitment fee is charged on a daily basis in relation to this credit facility which is included in the Statement of Total Return under caption "Expenses". The loan commitment fee is charged at 0.10% per annum on the undrawn portion of the loan commitment.

No portion of the credit facility was used during the financial year ended 28 February 2026 (and during the financial year ended 28 February 2025).

16. Portfolio Transaction Costs

For the financial year ended 28 February 2026

		Direct Transaction Costs			
Purchases (excluding derivatives)	**Transaction Value £000's**	**Commissions £000's**	**%**	**Taxes £000's**	**%**
Collective investment schemes	–	–	–	–	–
Total purchases	**–**	**–**		**–**	
Total purchases including transaction costs	**–**				

		Direct Transaction Costs			
Sales (excluding derivatives)	**Transaction Value £000's**	**Commissions £000's**	**%**	**Taxes £000's**	**%**
Collective investment schemes	–	–	–	–	–
Total sales	**–**	**–**		**–**	
Total sales net of transaction costs	**–**				
Derivative transaction costs		**19**		**–**	
Total transaction costs		**19**		**–**	
Total transaction costs as a % of average net assets		**0.01%**		**0.00%**	

NOTES TO THE FINANCIAL STATEMENTS continued

16. Portfolio Transaction Costs continued

For the financial year ended 28 February 2025

		Direct Transaction Costs			
Purchases (excluding derivatives)	Transaction Value £000's	Commissions £000's	%	Taxes £000's	%
Collective investment schemes	–	–	–	–	–
Total purchases	**–**	**–**		**–**	
Total purchases including transaction costs	**–**				

		Direct Transaction Costs			
Sales (excluding derivatives)	Transaction Value £000's	Commissions £000's	%	Taxes £000's	%
Collective investment schemes	–	–	–	–	–
Total sales	**–**	**–**		**–**	
Total sales net of transaction costs	**–**				
Derivative transaction costs		**22**		**–**	
Total transaction costs		**22**		**–**	
Total transaction costs as a % of average net assets		**0.01%**		**0.00%**	

The above analysis covers direct transaction costs incurred by the Fund during the year. However it is important to understand the nature of other transaction costs associated with different investment asset classes and instruments types.

For the Fund's investment transactions in money market instruments any applicable transaction charges form part of the dealing spread for these instruments. Transactions in money market instruments to manage the Fund's daily liquidity position are excluded from the analysis.

During the year the Fund utilised FDIs including futures. The settlement values for opening and closing derivative positions are not comparable to principal values for transactions in direct holding investments and therefore purchase and sale amounts for derivative transactions are not quantified in the analysis above.

Transaction costs for derivatives positions will be either incurred as direct costs or form part of the dealing spread for the instruments. Any direct costs are identified in the analysis above.

Dealing spread costs incurred by the Fund vary considerably for the different asset/instrument types depending on a number of factors including transaction value and market sentiment.

At the Balance Sheet date the average portfolio dealing spread (difference between bid and offer prices of all investments expressed as a percentage of the offer price value) was 0.00% (28 February 2025: 0.00%).

NOTES TO THE FINANCIAL STATEMENTS continued

17. Units in Issue

Revenue is allocated each day pro rata to the capital value of assets attributable to each class and taxation is computed by reference to the net revenue after expenses attributable to each class. The distribution per unit class is given in the distribution table. All unit classes have the same rights on winding up.

The movement in units in issue for the financial year ended 28 February 2026 is as follows:

	C Accumulation Units
Balance at the beginning of the year	59,891,783
Issued during the year	3,343,531
Cancelled during the year	(12,978,711)
Balance at the end of the year	**50,256,603**

18. Subsequent Events

There have been no significant events subsequent to the year end, which, in the opinion of the Manager, may have had an impact on the Financial Statements for the financial year ended 28 February 2026.

BLACKROCK UK MANAGED VOLATILITY FUND I

ABOUT THE FUND

The Fund is a sub-fund of BlackRock Non-UCITS Retail Funds, a non-UCITS retail scheme under the COLL Sourcebook. The Fund was established on 14 October 2013 and was authorised by the FCA on 27 September 2013. The Fund's FCA product reference number is 637735.

BLACKROCK UK MANAGED VOLATILITY FUND I

COMPARATIVE TABLE

	C Accumulation Units		
	For the year to 28.2.2026	For the year to 28.2.2025	For the year to 29.2.2024
	Pence per unit	Pence per unit	Pence per unit
Change in net assets per unit			
Opening net asset value per unit	129.3	120.1	119.8
Return before operating charges	15.20	9.45	0.52
Operating charges	(0.29)	(0.28)	(0.26)
Return after operating charges	14.91	9.17	0.26
Distributions	(3.98)	(4.66)	(3.36)
Retained distributions on accumulation units	3.98	4.66	3.36
Closing net asset value per unit	144.2	129.3	120.1
After direct transaction costs of	(0.01)	(0.01)	(0.01)
Performance			
Return after charges[1]	11.53%	7.64%	0.22%
Other information			
Closing net asset value (£000's)	26,706	29,282	36,556
Closing number of units	18,519,348	22,652,790	30,447,287
Operating charges[2]	0.22%	0.22%	0.22%
Direct transaction costs[3]	0.01%	0.00%	0.01%
Prices	Pence per unit	Pence per unit	Pence per unit
Highest offer unit price	154.1	138.3	130.4
Lowest bid unit price	122.8	120.4	112.6

[1] The return after charges figures are based on the net asset value reported for financial statements purposes and are not the same as the performance returns figures quoted in the Investment Manager's Report which are returns based on NAV per unit as at 12 noon for dealing purposes.

[2] Operating charges are annualised and exclude portfolio trade-related costs, except costs paid to the custodian/depositary and entry/exit charges paid to an underlying collective investment scheme (if any).

[3] Direct transaction costs are annualised and principally comprise commissions and taxes, attributable to the Fund's purchase and sale of collective investment schemes. See note 16 for further details.

BLACKROCK UK MANAGED VOLATILITY FUND I

DISTRIBUTION TABLES

for the financial year ended 28 February 2026

Final Distribution in Pence per Unit

Group 1 – Units purchased prior to 1 September 2025

Group 2 – Units purchased 1 September 2025 to 28 February 2026

	C Accumulation Units	
	Group 1	Group 2
Net revenue (dividend)	2.1553	0.4615
Equalisation†	–	1.6938
Distribution paid 30.4.2026	**2.1553**	**2.1553**
Distribution paid 30.4.2025	**2.3526**	**2.3526**

Interim Distribution in Pence per Unit

Group 1 – Units purchased prior to 1 March 2025

Group 2 – Units purchased 1 March 2025 to 31 August 2025

	C Accumulation Units	
	Group 1	Group 2
Net revenue (dividend)	1.8214	0.1324
Equalisation†	–	1.6890
Distribution paid 31.10.2025	**1.8214**	**1.8214**
Distribution paid 31.10.2024	**2.3030**	**2.3030**

† Equalisation occurs to reflect the pro rata payment of distributions based on the time period over which shares have been owned by an investor. Equalisation applies only to units purchased during the distribution period (Group 2 units). It is the average amount of revenue included in the purchase price of all Group 2 units and is refunded to holders of these units as a return of capital. Being capital, it is not liable to income tax but must be deducted from the cost of units for capital gains tax purposes.

BLACKROCK UK MANAGED VOLATILITY FUND I

STATEMENT OF TOTAL RETURN

for the financial year ended 28 February 2026

	Notes	£000's	For the year to 28.2.2026 £000's	£000's	For the year to 28.2.2025 £000's
Income					
Net capital gains	3		1,955		1,214
Revenue	4	1,035		1,357	
Expenses	5	(55)		(69)	
Interest payable and similar charges	6	(17)		(2)	
Net revenue before taxation		963		1,286	
Taxation	7	(121)		–	
Net revenue after taxation			842		1,286
Total return before distributions			2,797		2,500
Distributions	8		(842)		(1,286)
Change in net assets attributable to unitholders from investment activities			**1,955**		**1,214**

STATEMENT OF CHANGE IN NET ASSETS ATTRIBUTABLE TO UNITHOLDERS

for the financial year ended 28 February 2026

	£000's	For the year to 28.2.2026 £000's	£000's	For the year to 28.2.2025 £000's
Opening net assets attributable to unitholders		29,282		36,556
Amounts receivable on issue of units	37		61	
Amounts payable on cancellation of units	(5,341)		(9,687)	
		(5,304)		(9,626)
Change in net assets attributable to unitholders from investment activities		1,955		1,214
Retained distribution on accumulation units		773		1,138
Closing net assets attributable to unitholders		**26,706**		**29,282**

BLACKROCK UK MANAGED VOLATILITY FUND I

BALANCE SHEET

as at 28 February 2026

	Notes	28.2.2026 £000's	28.2.2025 £000's
Assets:			
Fixed assets			
– Investment assets		24,693	26,986
Current assets			
– Debtors	9	1,107	20
– Cash and bank balances	10	229	255
– Cash equivalents	11	940	2,045
Total assets		**26,969**	**29,306**
Liabilities:			
Investment liabilities		(8)	(4)
Creditors			
– Other creditors	12	(255)	(20)
Total liabilities		**(263)**	**(24)**
Net assets attributable to unitholders		**26,706**	**29,282**

On behalf of the Directors

A Hoctor-Duncan
Director
29 May 2026

A Lewis
Director
29 May 2026

BLACKROCK UK MANAGED VOLATILITY FUND I

PORTFOLIO STATEMENT

as at 28 February 2026

Holding or Nominal Value	Investment	Market Value £000's	% of Total Net Assets
COLLECTIVE INVESTMENT SCHEMES – 92.46%; 28.2.2025 92.13%			
Equity Funds – 29.38%; 28.2.2025 32.84%			
2,434,336	iShares 100 UK Equity Index Fund (UK)	**7,846**	**29.38**
Exchange Traded Funds – 13.84%; 28.2.2025 6.90%			
16,778	iShares Core FTSE 100 UCITS ETF GBP Acc[Ø]	**3,696**	**13.84**
Fixed Income Funds – 43.82%; 28.2.2025 45.88%			
439,208	iShares Core UK Gilts UCITS ETF	4,462	16.71
6,407,028	iShares UK Gilts All Stocks Index Fund (UK)	7,240	27.11
		11,702	**43.82**
Short-term Money Market Funds – 5.42%; 28.2.2025 6.51%			
9,113	BlackRock ICS Sterling Ultra Short Bond Fund	**1,449**	**5.42**
DERIVATIVES – (0.03%); 28.2.2025 0.02%			
Futures – (0.03%); 28.2.2025 0.02%			
(2)	FTSE 100 Index March 2026	(6)	(0.02)
(2)	Long Gilt June 2026	(2)	(0.01)
		(8)	**(0.03)**
Portfolio of investments		**24,685**	**92.43**
CASH EQUIVALENTS			
Short-term Money Market Funds – 3.52%; 28.2.2025 6.98%			
940,246	BlackRock ICS Sterling Liquidity Fund - Agency Income Class	**940**	**3.52**
	Net other assets	1,081	4.05
Total net assets		**26,706**	**100.00**

Unless otherwise stated, all securities are either listed on a recognised exchange, traded on an eligible securities market or are permitted collective investment schemes.
All underlying funds are managed by a related party.
[Ø] All or a portion of this investment represents a security on loan, see note 3.4.3 for further details.

BLACKROCK UK MANAGED VOLATILITY FUND I

NOTES TO THE FINANCIAL STATEMENTS

for the financial year ended 28 February 2026

1. Accounting and Distribution Policies

The accounting and distribution policies are set out on pages 149 to 153.

2. Financial Instruments and Risks

The financial instruments and risks are set out on pages 153 to 170.

3. Net Capital Gains

	For the year to 28.2.2026 £000's	For the year to 28.2.2025 £000's
The net capital gains comprise:		
Gains on non-derivative securities	2,619	1,575
Losses on derivative securities	(662)	(359)
Custodian transaction costs	(3)	(2)
Custodian transaction costs rebate	1	–
Net capital gains	**1,955**	**1,214**

Net gains (excluding Manager's charge rebates and transaction costs) listed above of £1,957,000 comprise net realised losses of £(387,000) and net unrealised gains of £2,344,000 (28 February 2025: £1,216,000 comprising net realised losses of £(331,000) and net unrealised gains of £1,547,000). Certain realised gains and losses in the current year were unrealised in the prior year.

4. Revenue

	For the year to 28.2.2026 £000's	For the year to 28.2.2025 £000's
Equity distributions on CIS holdings	284	381
Interest distributions on CIS holdings	304	320
Interest from UK bank deposits	5	9
Interest on balances held at futures clearing houses and brokers	10	7
Manager's charge rebates	5	4
Overseas dividends	258	235
Returns from bond futures	3	21
Revenue from short-term money market funds	165	377
Securities lending revenue	1	3
Total revenue	**1,035**	**1,357**

NOTES TO THE FINANCIAL STATEMENTS continued

5. Expenses

	For the year to 28.2.2026 £000's	For the year to 28.2.2025 £000's
Payable to the Manager or associates of the Manager:		
– Annual Management charge	54	66
– Expense rebate due from the Manager[1]	(12)	(11)
	42	55
Other expenses:		
– Audit fee	9	9
– Safe custody fees	2	3
– Trustee's fees	2	2
	13	14
Total expenses	**55**	**69**

[1] The Fund receives rebates from the Manager to ensure that the Operating Charge does not exceed 0.22%.

6. Interest Payable and Similar Charges

	For the year to 28.2.2026 £000's	For the year to 28.2.2025 £000's
Interest on bank overdrafts	1	–
Returns from short position bond futures	16	2
Total interest payable and similar charges	**17**	**2**

7. Taxation

7.1 Analysis of tax charge

	For the year to 28.2.2026 £000's	For the year to 28.2.2025 £000's
Corporation tax	121	–
Total tax charge [see note 7.2]	**121**	**–**

NOTES TO THE FINANCIAL STATEMENTS continued

7. Taxation continued

7.2 Factors affecting the tax charge

The tax assessed for the year is lower than the standard rate of corporation tax in the UK for an authorised unit trust. The differences are explained below:

	For the year to 28.2.2026 £000's	For the year to 28.2.2025 £000's
Net revenue before taxation	963	1,286
Corporation tax at 20% (28 February 2025: 20%)	193	257
Effects of:		
Revenue not subject to tax	(72)	(91)
Tax deductible interest distributions	–	(166)
Total tax charge [see note 7.1]	**121**	**–**

8. Distributions

	For the year to 28.2.2026 £000's	For the year to 28.2.2025 £000's
Interim distribution	374	605
Final distribution	399	533
	773	1,138
Add: Amounts deducted on cancellation of units	69	149
Deduct: Amounts received on issue of units	–	(1)
Distributions	**842**	**1,286**

Details of the interim and final distributions per unit are set out in the tables on page 103.

9. Debtors

	28.2.2026 £000's	28.2.2025 £000's
Accrued Manager's charge rebates	1	–
Accrued revenue	4	9
Expense rebate due from the Manager	24	11
Sales awaiting settlement	1,078	–
Total debtors	**1,107**	**20**

NOTES TO THE FINANCIAL STATEMENTS continued

10. Cash and Bank Balances

	28.2.2026 £000's	28.2.2025 £000's
Amount held at futures clearing houses and brokers	22	49
Cash and bank balances	207	206
Total cash and bank balances	**229**	**255**

11. Cash Equivalents

	28.2.2026 £000's	28.2.2025 £000's
Investment in short-term money market funds	940	2,045
Total cash equivalents	**940**	**2,045**

12. Other Creditors

	28.2.2026 £000's	28.2.2025 £000's
Accrued annual management charge	9	4
Accrued audit fee	9	9
Accrued trustee's fee	–	1
Amounts payable for cancellation of units	116	6
Corporation tax payable	121	–
Total other creditors	**255**	**20**

13. Contingent Assets and Contingent Liabilities

There were no significant capital commitments or contingent liabilities as at 28 February 2026 and 28 February 2025.

14. Related Parties

Parties are considered to be related if one party has the ability to control the other party or exercise significant influence over the other party in making financial or operational decisions.

The following entities were related parties to the Fund during the financial year ended 28 February 2026:

Manager/Registrar:	BlackRock Fund Managers Limited
Investment Manager:	BlackRock Investment Management (UK) Limited
Securities Lending Agent:	BlackRock Advisors (UK) Limited

The ultimate holding company of the Manager, Registrar and Investment Manager is BlackRock Inc. ("BlackRock"), a company incorporated in Delaware, USA.

NOTES TO THE FINANCIAL STATEMENTS continued

14. Related Parties continued

The Directors as at 28 February 2026 are presented in the table below:

Director	Employee of the BlackRock Group	Director of BlackRock affiliates and/or other funds managed by BlackRock
G D Bamping (Resigned 19 December 2025)	No	Yes
D Edgar	Yes	Yes
T S Hale	Yes	Yes
A Hoctor-Duncan (Appointed 1 October 2025)	No	Yes
T Hodgson (Appointed 1 November 2025)	Yes	Yes
A M Lawrence (Resigned 30 April 2025)	Yes	Yes
A Lewis	No	Yes
S Sabin	Yes	Yes
M Seymour	Yes	Yes
M T Zemek (Resigned 31 December 2025)	No	Yes

The Directors who are also employees of the BlackRock Group are not entitled to receive Directors' fees. Director fees for the independent directors are paid by BlackRock Investment Management (UK) Limited.

The Manager acts as either principal or agent for the Trustee in respect of all transactions of units of the Fund. The aggregate monies received through issue and paid through cancellation of units are disclosed in the Statement of Change in Net Assets Attributable to Unitholders and note 8. Any amounts due to or from the Manager at the year end are disclosed in notes 9 and 12. Management fees and registration fees paid to the Manager are shown in note 5. The balances due at the year end in respect of these fees are shown in note 12.

Holdings in other funds managed by BlackRock

For holdings in Institutional Cash Series plc ("ICS"), there will be no initial charges or redemption charges payable on investments in the Fund, however, duties and charges may apply. ICS will be subject to fees and expenses which may include fixed management fees, performance fees, administration fees and custodial fees.

The Fund may invest in other Collective Investment Schemes ("CIS"), which may or may not be operated and/or managed by an affiliate of the Manager. As an investor in such other CIS, in addition to the fees, costs and expenses payable by a unitholder in the Fund, each unitholder may also indirectly bear a portion of the fees, costs and expenses of the underlying CIS, including management, investment management and administration and other expenses. However, in respect of investments made in any other investment fund whose manager is an affiliate of the Manager, the Fund will invest, where possible,

14. Related Parties continued

in classes of the underlying funds which are not subject to any management charges. Alternatively, where this is not possible, the Manager will rebate management charges to the Fund. The Fund will not be subject to any preliminary/initial sales fee in respect of investments made in any other investment fund whose manager is an affiliate of the Manager, although it may be subject to duties and charges in respect of subscriptions and redemptions in such investment funds.

Significant investors

As at 28 February 2026 and 28 February 2025 the following unitholders are:

(i) funds managed by the BlackRock Group or are affiliates of BlackRock Inc. ("BlackRock Related Investors") or

(ii) investors, (other than those included in (i) above), who held 51% or more of the voting units in issue in the Fund and are as a result, considered to be a related party to the Fund ("Significant Investors").

Total % of units held by Affiliated Funds	Number of investors holding 51% or more of the voting units in issue who are not Affiliated Funds	Total % of units held by unitholders holding 51% or more of the voting units in issue who are not Affiliated Funds
Nil	1	64%

As at 28 February 2025:

Total % of units held by Affiliated Funds	Number of investors holding 51% or more of the voting units in issue who are not Affiliated Funds	Total % of units held by unitholders holding 51% or more of the voting units in issue who are not Affiliated Funds
Nil	1	64%

Securities lending

All revenue generated from securities lending activities during the financial year net of the securities lending agent's fee will be returned to the relevant Fund. If there is securities lending revenue generated, the securities lending agent will receive a fee of 37.5% of such securities lending revenue and will pay any third party operational and administrative costs associated with, and incurred in respect of, such activity, out of its fee. To the extent that the securities lending costs payable to third parties exceed the fee received by the securities lending agent, the securities lending agent will discharge any excess amounts out of its own assets.

Securities lending revenue earned by the Fund is disclosed in note 4.

NOTES TO THE FINANCIAL STATEMENTS continued

14. Related Parties continued

No provisions have been recognised by the Fund against amounts due from related parties at the financial year (28 February 2025: Nil).

No amounts have been written off during the financial year in respect of amounts due to or from related parties (28 February 2025: Nil).

No commitments secured or unsecured or guarantees have been entered into with related parties during the financial year (28 February 2025: Nil).

15. Credit Facility

The Fund entered into a credit facility with JPMorgan Chase Bank, N.A. ("JPMorgan"), whereby JPMorgan, together with other syndicated lenders, made a portion of a USD 600 million credit facility available to the Fund. This portion of the USD 600 million credit facility will be allocated to the Fund based on the credit facility agreement dated 16 April 2026. This credit facility may be utilised by the Fund for temporary funding purposes, including, without limitation, the funding of investor redemptions.

Any interest and commitment fees in relation to drawdowns from such credit facility are paid out of the assets of the Fund.

A loan commitment fee is charged on a daily basis in relation to this credit facility which is included in the Statement of Total Return under caption "Expenses". The loan commitment fee is charged at 0.10% per annum on the undrawn portion of the loan commitment.

No portion of the credit facility was used during the financial year ended 28 February 2026 (and during the financial year ended 28 February 2025).

NOTES TO THE FINANCIAL STATEMENTS continued

16. Portfolio Transaction Costs

For the financial year ended 28 February 2026

		Direct Transaction Costs			
Purchases (excluding derivatives)	Transaction Value £000's	Commissions £000's	%	Taxes £000's	%
Collective investment schemes	2,238	–	–	–	–
Total purchases	**2,238**	**–**		**–**	
Total purchases including transaction costs	**2,238**				

		Direct Transaction Costs			
Sales (excluding derivatives)	Transaction Value £000's	Commissions £000's	%	Taxes £000's	%
Collective investment schemes	7,365	–	–	–	–
Total sales	**7,365**	**–**		**–**	
Total sales net of transaction costs	**7,365**				
Derivative transaction costs		**2**		**–**	
Total transaction costs		**2**		**–**	
Total transaction costs as a % of average net assets		**0.01%**		**0.00%**	

NOTES TO THE FINANCIAL STATEMENTS continued

16. Portfolio Transaction Costs continued

For the financial year ended 28 February 2025

		Direct Transaction Costs			
Purchases (excluding derivatives)	Transaction Value £000's	Commissions £000's	%	Taxes £000's	%
Collective investment schemes	962	–	–	–	–
Total purchases	**962**	**–**		**–**	
Total purchases including transaction costs	**962**				

		Direct Transaction Costs			
Sales (excluding derivatives)	Transaction Value £000's	Commissions £000's	%	Taxes £000's	%
Collective investment schemes	6,243	–	–	–	–
Total sales	**6,243**	**–**		**–**	
Total sales net of transaction costs	**6,243**				
Derivative transaction costs		**1**		**–**	
Total transaction costs		**1**		**–**	
Total transaction costs as a % of average net assets		**0.00%**		**0.00%**	

The above analysis covers direct transaction costs incurred by the Fund during the year. However it is important to understand the nature of other transaction costs associated with different investment asset classes and instruments types.

For the Fund's investment transactions in money market instruments any applicable transaction charges form part of the dealing spread for these instruments. Transactions in money market instruments to manage the Fund's daily liquidity position are excluded from the analysis.

For the Fund's investment in collective investment scheme holdings there will potentially be dealing spread costs applicable to purchases and sales. However additionally there are indirect transaction costs incurred in those underlying funds, throughout the holding period for the instruments, which are not separately identifiable and do not form part of the analysis above.

During the year the Fund utilised FDIs including futures. The settlement values for opening and closing derivative positions are not comparable to principal values for transactions in direct holding investments and therefore purchase and sale amounts for derivative transactions are not quantified in the analysis above.

Transaction costs for derivatives positions will be either incurred as direct costs or form part of the dealing spread for the instruments. Any direct costs are identified in the analysis above.

NOTES TO THE FINANCIAL STATEMENTS continued

16. Portfolio Transaction Costs continued

Dealing spread costs incurred by the Fund vary considerably for the different asset/instrument types depending on a number of factors including transaction value and market sentiment.

At the Balance Sheet date the average portfolio dealing spread (difference between bid and offer prices of all investments expressed as a percentage of the offer price value) was 0.02% (28 February 2025: 0.03%).

17. Units in Issue

Revenue is allocated each day pro rata to the capital value of assets attributable to each class and taxation is computed by reference to the net revenue after expenses attributable to each class. The distribution per unit class is given in the distribution table. All unit classes have the same rights on winding up.

The movement in units in issue for the financial year ended 28 February 2026 is as follows:

	C Accumulation Units
Balance at the beginning of the year	22,652,790
Issued during the year	28,464
Cancelled during the year	(4,161,906)
Balance at the end of the year	**18,519,348**

18. Subsequent Events

There have been no significant events subsequent to the year end, which, in the opinion of the Manager, may have had an impact on the Financial Statements for the financial year ended 28 February 2026.

BLACKROCK UK MANAGED VOLATILITY FUND II

ABOUT THE FUND

The Fund is a sub-fund of BlackRock Non-UCITS Retail Funds, a non-UCITS retail scheme under the COLL Sourcebook. The Fund was established on 14 October 2013 and was authorised by the FCA on 27 September 2013. The Fund's FCA product reference number is 637736.

BLACKROCK UK MANAGED VOLATILITY FUND II

COMPARATIVE TABLE

	C Accumulation Units		
	For the year to 28.2.2026	For the year to 28.2.2025	For the year to 29.2.2024
	Pence per unit	Pence per unit	Pence per unit
Change in net assets per unit			
Opening net asset value per unit	121.4	109.6	111.9
Return before operating charges	18.54	12.01	(2.10)
Operating charges	(0.27)	(0.26)	(0.24)
Return after operating charges	18.27	11.75	(2.34)
Distributions	(3.87)	(3.57)	(2.98)
Retained distributions on accumulation units	3.87	3.57	2.98
Closing net asset value per unit	139.7	121.4	109.6
After direct transaction costs of	(0.01)	(0.01)	(0.01)
Performance			
Return after charges[1]	15.05%	10.72%	(2.09)%
Other information			
Closing net asset value (£000's)	56,710	61,032	66,527
Closing number of units	40,602,257	50,293,853	60,723,051
Operating charges[2]	0.22%	0.22%	0.22%
Direct transaction costs[3]	0.01%	0.01%	0.01%
Prices	Pence per unit	Pence per unit	Pence per unit
Highest offer unit price	149.3	129.9	120.7
Lowest bid unit price	111.7	110.0	102.5

[1] The return after charges figures are based on the net asset value reported for financial statements purposes and are not the same as the performance returns figures quoted in the Investment Manager's Report which are returns based on NAV per unit as at 12 noon for dealing purposes.

[2] Operating charges are annualised and exclude portfolio trade-related costs, except costs paid to the custodian/depositary and entry/exit charges paid to an underlying collective investment scheme (if any).

[3] Direct transaction costs are annualised and principally comprise commissions and taxes, attributable to the Fund's purchase and sale of collective investment schemes. See note 16 for further details.

BLACKROCK UK MANAGED VOLATILITY FUND II

DISTRIBUTION TABLES

for the financial year ended 28 February 2026

Final Distribution in Pence per Unit

Group 1 – Units purchased prior to 1 September 2025

Group 2 – Units purchased 1 September 2025 to 28 February 2026

	C Accumulation Units	
	Group 1	Group 2
Net revenue (dividend)	2.5026	0.9754
Equalisation†	–	1.5272
Distribution paid 30.4.2026	**2.5026**	**2.5026**
Distribution paid 30.4.2025	**2.2740**	**2.2740**

Interim Distribution in Pence per Unit

Group 1 – Units purchased prior to 1 March 2025

Group 2 – Units purchased 1 March 2025 to 31 August 2025

	C Accumulation Units	
	Group 1	Group 2
Net revenue (dividend)	1.3708	0.0000
Equalisation†	–	1.3708
Distribution paid 31.10.2025	**1.3708**	**1.3708**
Distribution paid 31.10.2024	**1.2987**	**1.2987**

† Equalisation occurs to reflect the pro rata payment of distributions based on the time period over which shares have been owned by an investor. Equalisation applies only to units purchased during the distribution period (Group 2 units). It is the average amount of revenue included in the purchase price of all Group 2 units and is refunded to holders of these units as a return of capital. Being capital, it is not liable to income tax but must be deducted from the cost of units for capital gains tax purposes.

BLACKROCK UK MANAGED VOLATILITY FUND II

STATEMENT OF TOTAL RETURN

for the financial year ended 28 February 2026

	Notes	£000's	For the year to 28.2.2026 £000's	£000's	For the year to 28.2.2025 £000's
Income					
Net capital gains	3		5,818		4,546
Revenue	4	2,152		2,342	
Expenses	5	(115)		(133)	
Interest payable and similar charges	6	(79)		(14)	
Net revenue before taxation		1,958		2,195	
Taxation	7	(171)		(210)	
Net revenue after taxation			1,787		1,985
Total return before distributions			7,605		6,531
Distributions	8		(1,787)		(1,985)
Change in net assets attributable to unitholders from investment activities			**5,818**		**4,546**

STATEMENT OF CHANGE IN NET ASSETS ATTRIBUTABLE TO UNITHOLDERS

for the financial year ended 28 February 2026

	£000's	For the year to 28.2.2026 £000's	£000's	For the year to 28.2.2025 £000's
Opening net assets attributable to unitholders		61,032		66,527
Amounts receivable on issue of units	264		196	
Amounts payable on cancellation of units	(12,048)		(12,091)	
		(11,784)		(11,895)
Change in net assets attributable to unitholders from investment activities		5,818		4,546
Retained distribution on accumulation units		1,644		1,854
Closing net assets attributable to unitholders		**56,710**		**61,032**

BLACKROCK UK MANAGED VOLATILITY FUND II

BALANCE SHEET

as at 28 February 2026

	Notes	28.2.2026 £000's	28.2.2025 £000's
Assets:			
Fixed assets			
– Investment assets		53,775	55,168
Current assets			
– Debtors	9	1,487	34
– Cash and bank balances	10	490	545
– Cash equivalents	11	1,336	5,576
Total assets		**57,088**	**61,323**
Liabilities:			
Investment liabilities		(109)	–
Creditors			
– Other creditors	12	(269)	(291)
Total liabilities		**(378)**	**(291)**
Net assets attributable to unitholders		**56,710**	**61,032**

On behalf of the Directors

A Hoctor-Duncan
Director
29 May 2026

A Lewis
Director
29 May 2026

BLACKROCK UK MANAGED VOLATILITY FUND II

PORTFOLIO STATEMENT

as at 28 February 2026

Holding or Nominal Value	Investment	Market Value £000's	% of Total Net Assets
COLLECTIVE INVESTMENT SCHEMES – 94.81%; 28.2.2025 90.28%			
Equity Funds – 33.38%; 28.2.2025 31.63%			
5,872,918	iShares 100 UK Equity Index Fund (UK)	**18,929**	**33.38**
Exchange Traded Funds – 31.11%; 28.2.2025 21.11%			
80,101	iShares Core FTSE 100 UCITS ETF GBP Acc[Ø]	**17,646**	**31.11**
Fixed Income Funds – 26.08%; 28.2.2025 30.36%			
13,087,264	iShares UK Gilts All Stocks Index Fund (UK)	**14,788**	**26.08**
Short-term Money Market Funds – 4.24%; 28.2.2025 7.18%			
15,124	BlackRock ICS Sterling Ultra Short Bond Fund	**2,405**	**4.24**

Holding or Nominal Value	Investment	Market Value £000's	% of Total Net Assets
DERIVATIVES – (0.18%); 28.2.2025 0.11%			
Futures – (0.18%); 28.2.2025 0.11%			
1	FTSE 100 Index March 2026	7	0.01
(152)	Long Gilt June 2026	(109)	(0.19)
		(102)	**(0.18)**
Portfolio of investments		**53,666**	**94.63**
CASH EQUIVALENTS			
Short-term Money Market Funds – 2.36%; 28.2.2025 9.14%			
1,336,460	BlackRock ICS Sterling Liquidity Fund - Agency Income Class	**1,336**	**2.36**
	Net other assets	1,708	3.01
Total net assets		**56,710**	**100.00**

Unless otherwise stated, all securities are either listed on a recognised exchange, traded on an eligible securities market or are permitted collective investment schemes.
All underlying funds are managed by a related party.
[Ø] All or a portion of this investment represents a security on loan, see note 3.4.3 for further details.

NOTES TO THE FINANCIAL STATEMENTS

for the financial year ended 28 February 2026

1. Accounting and Distribution Policies

The accounting and distribution policies are set out on pages 149 to 153.

2. Financial Instruments and Risks

The financial instruments and risks are set out on pages 153 to 170.

3. Net Capital Gains

	For the year to 28.2.2026 £000's	For the year to 28.2.2025 £000's
The net capital gains comprise:		
Gains on non-derivative securities	7,494	4,327
(Losses)/gains on derivative securities	(1,675)	222
Other reimbursements	2	–
Custodian transaction costs	(4)	(3)
Custodian transaction costs rebate	1	–
Net capital gains	**5,818**	**4,546**

Net gains (excluding Manager's charge rebates and transaction costs) listed above of £5,821,000 comprise net realised losses of £(1,791,000) and net unrealised gains of £7,612,000 (28 February 2025: £4,549,000 comprising net realised gains of £224,000 and net unrealised gains of £4,325,000). Certain realised gains and losses in the current year were unrealised in the prior year.

4. Revenue

	For the year to 28.2.2026 £000's	For the year to 28.2.2025 £000's
Equity distributions on CIS holdings	632	727
Interest distributions on CIS holdings	676	590
Interest from UK bank deposits	6	11
Interest on balances held at futures clearing houses and brokers	33	18
Manager's charge rebates	10	8
Overseas dividends	470	417
Returns from bond futures	8	4
Revenue from short-term money market funds	311	566
Securities lending revenue	6	1
Total revenue	**2,152**	**2,342**

NOTES TO THE FINANCIAL STATEMENTS continued

5. Expenses

	For the year to 28.2.2026 £000's	For the year to 28.2.2025 £000's
Payable to the Manager or associates of the Manager:		
– Annual Management charge	112	127
– Expense rebate due from the Manager[1]	(15)	(11)
	97	116
Other expenses:		
– Audit fee	9	10
– Safe custody fees	5	4
– Trustee's fees	4	3
	18	17
Total expenses	**115**	**133**

[1] The Fund receives rebates from the Manager to ensure that the Operating Charge does not exceed 0.22%.

6. Interest Payable and Similar Charges

	For the year to 28.2.2026 £000's	For the year to 28.2.2025 £000's
Interest on bank overdrafts	–	1
Returns from short position bond futures	79	13
Total interest payable and similar charges	**79**	**14**

7. Taxation

7.1 Analysis of tax charge

	For the year to 28.2.2026 £000's	For the year to 28.2.2025 £000's
Corporation tax	171	210
Total tax charge [see note 7.2]	**171**	**210**

NOTES TO THE FINANCIAL STATEMENTS continued

7. Taxation continued

7.2 Factors affecting the tax charge

The tax assessed for the year is lower than the standard rate of corporation tax in the UK for an authorised unit trust. The differences are explained below:

	For the year to 28.2.2026 £000's	For the year to 28.2.2025 £000's
Net revenue before taxation	1,958	2,195
Corporation tax at 20% (28 February 2025: 20%)	392	439
Effects of:		
Revenue not subject to tax	(221)	(229)
Total tax charge [see note 7.1]	**171**	**210**

8. Distributions

	For the year to 28.2.2026 £000's	For the year to 28.2.2025 £000's
Interim distribution	628	710
Final distribution	1,016	1,144
	1,644	1,854
Add: Amounts deducted on cancellation of units	146	133
Deduct: Amounts received on issue of units	(3)	(2)
Distributions	**1,787**	**1,985**

Details of the interim and final distributions per unit are set out in the tables on page 119.

9. Debtors

	28.2.2026 £000's	28.2.2025 £000's
Accrued Manager's charge rebates	2	1
Accrued revenue	6	22
Expense rebate due from the Manager	26	11
Sales awaiting settlement	1,453	–
Total debtors	**1,487**	**34**

NOTES TO THE FINANCIAL STATEMENTS continued

10. Cash and Bank Balances

	28.2.2026 £000's	28.2.2025 £000's
Amount held at futures clearing houses and brokers	373	343
Cash and bank balances	117	202
Total cash and bank balances	**490**	**545**

11. Cash Equivalents

	28.2.2026 £000's	28.2.2025 £000's
Investment in short-term money market funds	1,336	5,576
Total cash equivalents	**1,336**	**5,576**

12. Other Creditors

	28.2.2026 £000's	28.2.2025 £000's
Accrued annual management charge	18	9
Accrued audit fee	9	9
Accrued safe custody fees	1	–
Accrued trustee's fee	1	1
Amounts payable for cancellation of units	187	194
Corporation tax payable	53	77
Custodian transaction costs	–	1
Total other creditors	**269**	**291**

13. Contingent Assets and Contingent Liabilities

There were no significant capital commitments or contingent liabilities as at 28 February 2026 and 28 February 2025.

14. Related Parties

Parties are considered to be related if one party has the ability to control the other party or exercise significant influence over the other party in making financial or operational decisions.

The following entities were related parties to the Fund during the financial year ended 28 February 2026:

Manager/Registrar:	BlackRock Fund Managers Limited
Investment Manager:	BlackRock Investment Management (UK) Limited
Securities Lending Agent:	BlackRock Advisors (UK) Limited

The ultimate holding company of the Manager, Registrar, Investment Manager and securities lending agent is BlackRock Inc. ("BlackRock"), a company incorporated in Delaware, USA.

NOTES TO THE FINANCIAL STATEMENTS continued

14. Related Parties continued

The Directors as at 28 February 2026 are presented in the table below:

Director	Employee of the BlackRock Group	Director of BlackRock affiliates and/or other funds managed by BlackRock
G D Bamping (Resigned 19 December 2025)	No	Yes
D Edgar	Yes	Yes
T S Hale	Yes	Yes
A Hoctor-Duncan (Appointed 1 October 2025)	No	Yes
T Hodgson (Appointed 1 November 2025)	Yes	Yes
A M Lawrence (Resigned 30 April 2025)	Yes	Yes
A Lewis	No	Yes
S Sabin	Yes	Yes
M Seymour	Yes	Yes
M T Zemek (Resigned 31 December 2025)	No	Yes

The Directors who are also employees of the BlackRock Group are not entitled to receive Directors' fees. Director fees for the independent directors are paid by BlackRock Investment Management (UK) Limited.

The Manager acts as either principal or agent for the Trustee in respect of all transactions of units of the Fund. The aggregate monies received through issue and paid through cancellation of units are disclosed in the Statement of Change in Net Assets Attributable to Unitholders and note 8. Any amounts due to or from the Manager at the year end are disclosed in notes 9 and 12. Management fees and registration fees paid to the Manager are shown in note 5. The balances due at the year end in respect of these fees are shown in note 12.

Holdings in other funds managed by BlackRock

For holdings in Institutional Cash Series plc ("ICS"), there will be no initial charges or redemption charges payable on investments in the Fund, however, duties and charges may apply. ICS will be subject to fees and expenses which may include fixed management fees, performance fees, administration fees and custodial fees.

The Fund may invest in other Collective Investment Schemes ("CIS"), which may or may not be operated and/or managed by an affiliate of the Manager. As an investor in such other CIS, in addition to the fees, costs and expenses payable by a unitholder in the Fund, each unitholder may also indirectly bear a portion of the fees, costs and expenses of the underlying CIS, including management, investment management and administration and other expenses. However, in respect of investments made in any other investment fund whose manager is an affiliate of the Manager, the Fund will invest, where possible,

NOTES TO THE FINANCIAL STATEMENTS continued

14. Related Parties continued

in classes of the underlying funds which are not subject to any management charges. Alternatively, where this is not possible, the Manager will rebate management charges to the Fund. The Fund will not be subject to any preliminary/initial sales fee in respect of investments made in any other investment fund whose manager is an affiliate of the Manager, although it may be subject to duties and charges in respect of subscriptions and redemptions in such investment funds.

Significant investors

As at 28 February 2026 and 28 February 2025 the following unitholders are:

(i) funds managed by the BlackRock Group or are affiliates of BlackRock Inc. ("BlackRock Related Investors") or

(ii) investors, (other than those included in (i) above), who held 51% or more of the voting units in issue in the Fund and are as a result, considered to be a related party to the Fund ("Significant Investors").

Total % of units held by Affiliated Funds	Number of investors holding 51% or more of the voting units in issue who are not Affiliated Funds	Total % of units held by unitholders holding 51% or more of the voting units in issue who are not Affiliated Funds
Nil	1	62%

As at 28 February 2025:

Total % of units held by Affiliated Funds	Number of investors holding 51% or more of the voting units in issue who are not Affiliated Funds	Total % of units held by unitholders holding 51% or more of the voting units in issue who are not Affiliated Funds
Nil	1	63%

Securities lending

All revenue generated from securities lending activities during the financial year net of the securities lending agent's fee will be returned to the relevant Fund. If there is securities lending revenue generated, the securities lending agent will receive a fee of 37.5% of such securities lending revenue and will pay any third party operational and administrative costs associated with, and incurred in respect of, such activity, out of its fee. To the extent that the securities lending costs payable to third parties exceed the fee received by the securities lending agent, the securities lending agent will discharge any excess amounts out of its own assets.

Securities lending revenue earned by the Fund is disclosed in note 4.

NOTES TO THE FINANCIAL STATEMENTS continued

14. Related Parties continued

Other reimbursements

During the financial year, the Fund received reimbursements from a BlackRock Group affiliated entity for penalties charged to the Fund by Central Securities Depositories for delays in security settlements. Such reimbursements received during the financial year by the Fund are disclosed within 'other reimbursements' in the Net capital gains note.

No provisions have been recognised by the Fund against amounts due from related parties at the financial year (28 February 2025: Nil).

No amounts have been written off during the financial year in respect of amounts due to or from related parties (28 February 2025: Nil).

No commitments secured or unsecured or guarantees have been entered into with related parties during the financial year (28 February 2025: Nil).

15. Credit Facility

The Fund entered into a credit facility with JPMorgan Chase Bank, N.A. ("JPMorgan"), whereby JPMorgan, together with other syndicated lenders, made a portion of a USD 600 million credit facility available to the Fund. This portion of the USD 600 million credit facility will be allocated to the Fund based on the credit facility agreement dated 16 April 2026. This credit facility may be utilised by the Fund for temporary funding purposes, including, without limitation, the funding of investor redemptions.

Any interest and commitment fees in relation to drawdowns from such credit facility are paid out of the assets of the Fund.

A loan commitment fee is charged on a daily basis in relation to this credit facility which is included in the Statement of Total Return under caption "Expenses". The loan commitment fee is charged at 0.10% per annum on the undrawn portion of the loan commitment.

No portion of the credit facility was used during the financial year ended 28 February 2026 (and during the financial year ended 28 February 2025).

NOTES TO THE FINANCIAL STATEMENTS continued

16. Portfolio Transaction Costs

For the financial year ended 28 February 2026

		Direct Transaction Costs			
Purchases (excluding derivatives)	Transaction Value £000's	Commissions £000's	%	Taxes £000's	%
Collective investment schemes	2,153	–	–	–	–
Total purchases	**2,153**	**–**		**–**	
Total purchases including transaction costs	**2,153**				

		Direct Transaction Costs			
Sales (excluding derivatives)	Transaction Value £000's	Commissions £000's	%	Taxes £000's	%
Collective investment schemes	10,841	–	–	–	–
Total sales	**10,841**	**–**		**–**	
Total sales net of transaction costs	**10,841**				
Derivative transaction costs		**5**		**–**	
Total transaction costs		**5**		**–**	
Total transaction costs as a % of average net assets		**0.01%**		**0.00%**	

NOTES TO THE FINANCIAL STATEMENTS continued

16. Portfolio Transaction Costs continued

For the financial year ended 28 February 2025

		Direct Transaction Costs			
Purchases (excluding derivatives)	Transaction Value £000's	Commissions £000's	%	Taxes £000's	%
Collective investment schemes	1,526	–	–	–	–
Total purchases	**1,526**	**–**		**–**	
Total purchases including transaction costs	**1,526**				

		Direct Transaction Costs			
Sales (excluding derivatives)	Transaction Value £000's	Commissions £000's	%	Taxes £000's	%
Collective investment schemes	6,738	–	–	–	–
Total sales	**6,738**	**–**		**–**	
Total sales net of transaction costs	**6,738**				
Derivative transaction costs		**4**		**–**	
Total transaction costs		**4**		**–**	
Total transaction costs as a % of average net assets		**0.01%**		**0.00%**	

The above analysis covers direct transaction costs incurred by the Fund during the year. However it is important to understand the nature of other transaction costs associated with different investment asset classes and instruments types.

For the Fund's investment transactions in money market instruments any applicable transaction charges form part of the dealing spread for these instruments. Transactions in money market instruments to manage the Fund's daily liquidity position are excluded from the analysis.

For the Fund's investment in collective investment scheme holdings there will potentially be dealing spread costs applicable to purchases and sales. However additionally there are indirect transaction costs incurred in those underlying funds, throughout the holding period for the instruments, which are not separately identifiable and do not form part of the analysis above.

During the year the Fund utilised FDIs including futures. The settlement values for opening and closing derivative positions are not comparable to principal values for transactions in direct holding investments and therefore purchase and sale amounts for derivative transactions are not quantified in the analysis above.

Transaction costs for derivatives positions will be either incurred as direct costs or form part of the dealing spread for the instruments. Any direct costs are identified in the analysis above.

NOTES TO THE FINANCIAL STATEMENTS continued

16. Portfolio Transaction Costs continued

Dealing spread costs incurred by the Fund vary considerably for the different asset/instrument types depending on a number of factors including transaction value and market sentiment.

At the Balance Sheet date the average portfolio dealing spread (difference between bid and offer prices of all investments expressed as a percentage of the offer price value) was 0.01% (28 February 2025: 0.02%).

17. Units in Issue

Revenue is allocated each day pro rata to the capital value of assets attributable to each class and taxation is computed by reference to the net revenue after expenses attributable to each class. The distribution per unit class is given in the distribution table. All unit classes have the same rights on winding up.

The movement in units in issue for the financial year ended 28 February 2026 is as follows:

	C Accumulation Units
Balance at the beginning of the year	50,293,853
Issued during the year	226,715
Cancelled during the year	(9,918,311)
Balance at the end of the year	**40,602,257**

18. Subsequent Events

There have been no significant events subsequent to the year end, which, in the opinion of the Manager, may have had an impact on the Financial Statements for the financial year ended 28 February 2026.

BLACKROCK UK MANAGED VOLATILITY FUND III

ABOUT THE FUND

The Fund is a sub-fund of BlackRock Non-UCITS Retail Funds, a non-UCITS retail scheme under the COLL Sourcebook. The Fund was established on 14 October 2013 and was authorised by the FCA on 27 September 2013. The Fund's FCA product reference number is 637737.

BLACKROCK UK MANAGED VOLATILITY FUND III

COMPARATIVE TABLE

	C Accumulation Units		
	For the year to 28.2.2026	For the year to 28.2.2025	For the year to 29.2.2024
	Pence per unit	Pence per unit	Pence per unit
Change in net assets per unit			
Opening net asset value per unit	127.8	111.1	112.9
Return before operating charges	21.87	16.99	(1.59)
Operating charges	(0.28)	(0.26)	(0.24)
Return after operating charges	21.59	16.73	(1.83)
Distributions	(3.92)	(4.09)	(3.56)
Retained distributions on accumulation units	3.92	4.09	3.56
Closing net asset value per unit	149.4	127.8	111.1
After direct transaction costs of	(0.01)	(0.01)	(0.01)
Performance			
Return after charges[1]	16.89%	15.06%	(1.62)%
Other information			
Closing net asset value (£000's)	24,162	23,474	23,389
Closing number of units	16,173,650	18,364,016	21,057,772
Operating charges[2]	0.22%	0.22%	0.22%
Direct transaction costs[3]	0.01%	0.01%	0.01%
Prices	Pence per unit	Pence per unit	Pence per unit
Highest offer unit price	159.6	136.8	122.2
Lowest bid unit price	114.4	111.0	102.8

[1] The return after charges figures are based on the net asset value reported for financial statements purposes and are not the same as the performance returns figures quoted in the Investment Manager's Report which are returns based on NAV per unit as at 12 noon for dealing purposes.

[2] Operating charges are annualised and exclude portfolio trade-related costs, except costs paid to the custodian/depositary and entry/exit charges paid to an underlying collective investment scheme (if any).

[3] Direct transaction costs are annualised and principally comprise commissions and taxes, attributable to the Fund's purchase and sale of collective investment schemes. See note 16 for further details.

BLACKROCK UK MANAGED VOLATILITY FUND III

DISTRIBUTION TABLES

for the financial year ended 28 February 2026

Final Distribution in Pence per Unit

Group 1 – Units purchased prior to 1 September 2025

Group 2 – Units purchased 1 September 2025 to 28 February 2026

	C Accumulation Units	
	Group 1	Group 2
Net revenue (dividend)	2.8065	1.4633
Equalisation†	–	1.3432
Distribution paid 30.4.2026	**2.8065**	**2.8065**
Distribution paid 30.4.2025	**2.9847**	**2.9847**

Interim Distribution in Pence per Unit

Group 1 – Units purchased prior to 1 March 2025

Group 2 – Units purchased 1 March 2025 to 31 August 2025

	C Accumulation Units	
	Group 1	Group 2
Net revenue (dividend)	1.1134	0.1499
Equalisation†	–	0.9635
Distribution paid 31.10.2025	**1.1134**	**1.1134**
Distribution paid 31.10.2024	**1.1092**	**1.1092**

† Equalisation occurs to reflect the pro rata payment of distributions based on the time period over which shares have been owned by an investor. Equalisation applies only to units purchased during the distribution period (Group 2 units). It is the average amount of revenue included in the purchase price of all Group 2 units and is refunded to holders of these units as a return of capital. Being capital, it is not liable to income tax but must be deducted from the cost of units for capital gains tax purposes.

BLACKROCK UK MANAGED VOLATILITY FUND III

STATEMENT OF TOTAL RETURN

for the financial year ended 28 February 2026

	Notes	£000's	For the year to 28.2.2026 £000's	£000's	For the year to 28.2.2025 £000's
Income					
Net capital gains	3		2,858		2,512
Revenue	4	806		912	
Expenses	5	(45)		(49)	
Interest payable and similar charges	6	(28)		(1)	
Net revenue before taxation		733		862	
Taxation	7	(51)		(63)	
Net revenue after taxation			682		799
Total return before distributions			3,540		3,311
Distributions	8		(682)		(799)
Change in net assets attributable to unitholders from investment activities			**2,858**		**2,512**

STATEMENT OF CHANGE IN NET ASSETS ATTRIBUTABLE TO UNITHOLDERS

for the financial year ended 28 February 2026

	£000's	For the year to 28.2.2026 £000's	£000's	For the year to 28.2.2025 £000's
Opening net assets attributable to unitholders		23,474		23,389
Amounts receivable on issue of units	272		111	
Amounts payable on cancellation of units	(3,093)		(3,303)	
		(2,821)		(3,192)
Change in net assets attributable to unitholders from investment activities		2,858		2,512
Retained distribution on accumulation units		651		765
Closing net assets attributable to unitholders		**24,162**		**23,474**

BLACKROCK UK MANAGED VOLATILITY FUND III

BALANCE SHEET

as at 28 February 2026

	Notes	28.2.2026 £000's	28.2.2025 £000's
Assets:			
Fixed assets			
– Investment assets		20,435	19,120
Current assets			
– Debtors	9	37	28
– Cash and bank balances	10	225	253
– Cash equivalents	11	3,571	4,392
Total assets		**24,268**	**23,793**
Liabilities:			
Investment liabilities		(27)	(4)
Creditors			
– Other creditors	12	(79)	(315)
Total liabilities		**(106)**	**(319)**
Net assets attributable to unitholders		**24,162**	**23,474**

On behalf of the Directors

A Hoctor-Duncan
Director
29 May 2026

A Lewis
Director
29 May 2026

BLACKROCK UK MANAGED VOLATILITY FUND III

PORTFOLIO STATEMENT

as at 28 February 2026

Holding or Nominal Value	Investment	Market Value £000's	% of Total Net Assets
COLLECTIVE INVESTMENT SCHEMES – 83.47%; 28.2.2025 80.50%			
Equity Funds – 33.10%; 28.2.2025 33.20%			
2,481,212	iShares 100 UK Equity Index Fund (UK)	**7,997**	**33.10**
Exchange Traded Funds – 33.08%; 28.2.2025 30.48%			
36,282	iShares Core FTSE 100 UCITS ETF GBP Acc[Ø]	**7,993**	**33.08**
Fixed Income Funds – 16.45%; 28.2.2025 15.98%			
3,516,787	iShares UK Gilts All Stocks Index Fund (UK)	**3,974**	**16.45**
Short-term Money Market Funds – 0.84%; 28.2.2025 0.84%			
1,286	BlackRock ICS Sterling Ultra Short Bond Fund	**204**	**0.84**
DERIVATIVES – 0.99%; 28.2.2025 0.93%			
Futures – 0.99%; 28.2.2025 0.93%			
30	FTSE 100 Index March 2026	267	1.10
(38)	Long Gilt June 2026	(27)	(0.11)
		240	**0.99**
Portfolio of investments		**20,408**	**84.46**
CASH EQUIVALENTS			
Short-term Money Market Funds – 14.78%; 28.2.2025 18.71%			
3,571,290	BlackRock ICS Sterling Liquidity Fund - Agency Income Class	**3,571**	**14.78**
	Net other assets	183	0.76
Total net assets		**24,162**	**100.00**

Unless otherwise stated, all securities are either listed on a recognised exchange, traded on an eligible securities market or are permitted collective investment schemes.

Ø All or a portion of this investment represents a security on loan, see note 3.4.3 for further details.

All underlying funds are managed by a related party.

BLACKROCK UK MANAGED VOLATILITY FUND III

NOTES TO THE FINANCIAL STATEMENTS

for the financial year ended 28 February 2026

1. Accounting and Distribution Policies

The accounting and distribution policies are set out on pages 149 to 153.

2. Financial Instruments and Risks

The financial instruments and risks are set out on pages 153 to 170.

3. Net Capital Gains

	For the year to 28.2.2026 £000's	For the year to 28.2.2025 £000's
The net capital gains comprise:		
Gains on non-derivative securities	3,187	2,103
(Losses)/gains on derivative securities	(328)	410
Custodian transaction costs	(2)	(2)
Custodian transaction costs rebate	1	1
Net capital gains	**2,858**	**2,512**

Net gains (excluding Manager's charge rebates and transaction costs) listed above of £2,859,000 comprise net realised gains of £235,000 and net unrealised gains of £2,624,000 (28 February 2025: £2,513,000 comprising net realised gains of £678,000 and net unrealised gains of £1,835,000). Certain realised gains and losses in the current year were unrealised in the prior year.

4. Revenue

	For the year to 28.2.2026 £000's	For the year to 28.2.2025 £000's
Equity distributions on CIS holdings	252	269
Interest distributions on CIS holdings	145	112
Interest from UK bank deposits	5	9
Interest on balances held at futures clearing houses and brokers	16	14
Manager's charge rebates	5	5
Overseas dividends	225	279
Returns from bond futures	–	9
Revenue from short-term money market funds	157	214
Securities lending revenue	1	1
Total revenue	**806**	**912**

NOTES TO THE FINANCIAL STATEMENTS continued

5. Expenses

	For the year to 28.2.2026 £000's	For the year to 28.2.2025 £000's
Payable to the Manager or associates of the Manager:		
– Annual Management charge	46	47
– Expense rebate due from the Manager[1]	(13)	(12)
	33	35
Other expenses:		
– Audit fee	9	10
– Safe custody fees	2	3
– Trustee's fees	1	1
	12	14
Total expenses	**45**	**49**

[1] The Fund receives rebates from the Manager to ensure that the Operating Charge does not exceed 0.22%.

6. Interest Payable and Similar Charges

	For the year to 28.2.2026 £000's	For the year to 28.2.2025 £000's
Returns from short position bond futures	28	1
Total interest payable and similar charges	**28**	**1**

7. Taxation

7.1 Analysis of tax charge

	For the year to 28.2.2026 £000's	For the year to 28.2.2025 £000's
Corporation tax	51	63
Total tax charge [see note 7.2]	**51**	**63**

NOTES TO THE FINANCIAL STATEMENTS continued

7. Taxation continued

7.2 Factors affecting the tax charge

The tax assessed for the year is lower than the standard rate of corporation tax in the UK for an authorised unit trust. The differences are explained below:

	For the year to 28.2.2026 £000's	For the year to 28.2.2025 £000's
Net revenue before taxation	733	862
Corporation tax at 20% (28 February 2025: 20%)	147	172
Effects of:		
Revenue not subject to tax	(96)	(109)
Total tax charge [see note 7.1]	**51**	**63**

8. Distributions

	For the year to 28.2.2026 £000's	For the year to 28.2.2025 £000's
Interim distribution	197	217
Final distribution	454	548
	651	765
Add: Amounts deducted on cancellation of units	33	35
Deduct: Amounts received on issue of units	(2)	(1)
Distributions	**682**	**799**

Details of the interim and final distributions per unit are set out in the tables on page 135.

9. Debtors

	28.2.2026 £000's	28.2.2025 £000's
Accrued Manager's charge rebates	1	–
Accrued revenue	10	15
Expense rebate due from the Manager	26	13
Total debtors	**37**	**28**

NOTES TO THE FINANCIAL STATEMENTS continued

10. Cash and Bank Balances

	28.2.2026 £000's	28.2.2025 £000's
Amount held at futures clearing houses and brokers	23	140
Cash and bank balances	202	113
Total cash and bank balances	**225**	**253**

11. Cash Equivalents

	28.2.2026 £000's	28.2.2025 £000's
Investment in short-term money market funds	3,571	4,392
Total cash equivalents	**3,571**	**4,392**

12. Other Creditors

	28.2.2026 £000's	28.2.2025 £000's
Accrued annual management charge	8	4
Accrued audit fee	9	9
Accrued trustee's fee	–	1
Amounts payable for cancellation of units	11	238
Corporation tax payable	51	63
Total other creditors	**79**	**315**

13. Contingent Assets and Contingent Liabilities

There were no significant capital commitments or contingent liabilities as at 28 February 2026 and 28 February 2025.

14. Related Parties

Parties are considered to be related if one party has the ability to control the other party or exercise significant influence over the other party in making financial or operational decisions.

The following entities were related parties to the Fund during the financial year ended 28 February 2026:

Manager/Registrar:	BlackRock Fund Managers Limited
Investment Manager:	BlackRock Investment Management (UK) Limited
Securities Lending Agent:	BlackRock Advisors (UK) Limited

The ultimate holding company of the Manager, Registrar, Investment Manager and securities lending agent is BlackRock Inc. ("BlackRock"), a company incorporated in Delaware, USA.

NOTES TO THE FINANCIAL STATEMENTS continued

14. Related Parties continued

The Directors as at 28 February 2026 are presented in the table below:

Director	Employee of the BlackRock Group	Director of BlackRock affiliates and/or other funds managed by BlackRock
G D Bamping (Resigned 19 December 2025)	No	Yes
D Edgar	Yes	Yes
T S Hale	Yes	Yes
A Hoctor-Duncan (Appointed 1 October 2025)	No	Yes
T Hodgson (Appointed 1 November 2025)	Yes	Yes
A M Lawrence (Resigned 30 April 2025)	Yes	Yes
A Lewis	No	Yes
S Sabin	Yes	Yes
M Seymour	Yes	Yes
M T Zemek (Resigned 31 December 2025)	No	Yes

The Directors who are also employees of the BlackRock Group are not entitled to receive Directors' fees. Director fees for the independent directors are paid by BlackRock Investment Management (UK) Limited.

The Manager acts as either principal or agent for the Trustee in respect of all transactions of units of the Fund. The aggregate monies received through issue and paid through cancellation of units are disclosed in the Statement of Change in Net Assets Attributable to Unitholders and note 8. Any amounts due to or from the Manager at the year end are disclosed in notes 9 and 12. Management fees and registration fees paid to the Manager are shown in note 5. The balances due at the year end in respect of these fees are shown in note 12.

Holdings in other funds managed by BlackRock

For holdings in Institutional Cash Series plc ("ICS"), there will be no initial charges or redemption charges payable on investments in the Fund, however, duties and charges may apply. ICS will be subject to fees and expenses which may include fixed management fees, performance fees, administration fees and custodial fees.

The Fund may invest in other Collective Investment Schemes ("CIS"), which may or may not be operated and/or managed by an affiliate of the Manager. As an investor in such other CIS, in addition to the fees, costs and expenses payable by a unitholder in the Fund, each unitholder may also indirectly bear a portion of the fees, costs and expenses of the underlying CIS, including management, investment management and administration and other expenses. However, in respect of investments made in any other investment fund whose manager is an affiliate of the Manager, the Fund will invest, where possible,

NOTES TO THE FINANCIAL STATEMENTS continued

14. Related Parties continued

in classes of the underlying funds which are not subject to any management charges. Alternatively, where this is not possible, the Manager will rebate management charges to the Fund. The Fund will not be subject to any preliminary/initial sales fee in respect of investments made in any other investment fund whose manager is an affiliate of the Manager, although it may be subject to duties and charges in respect of subscriptions and redemptions in such investment funds.

Significant investors

As at 28 February 2026 and 28 February 2025 the following unitholders are:

(i) funds managed by the BlackRock Group or are affiliates of BlackRock Inc. ("BlackRock Related Investors") or

(ii) investors, (other than those included in (i) above), who held 51% or more of the voting units in issue in the Fund and are as a result, considered to be a related party to the Fund ("Significant Investors").

Total % of units held by Affiliated Funds	Number of investors holding 51% or more of the voting units in issue who are not Affiliated Funds	Total % of units held by unitholders holding 51% or more of the voting units in issue who are not Affiliated Funds
Nil	1	100%

As at 28 February 2025:

Total % of units held by Affiliated Funds	Number of investors holding 51% or more of the voting units in issue who are not Affiliated Funds	Total % of units held by unitholders holding 51% or more of the voting units in issue who are not Affiliated Funds
Nil	1	100%

Securities lending

All revenue generated from securities lending activities during the financial year net of the securities lending agent's fee will be returned to the relevant Fund. If there is securities lending revenue generated, the securities lending agent will receive a fee of 37.5% of such securities lending revenue and will pay any third party operational and administrative costs associated with, and incurred in respect of, such activity, out of its fee. To the extent that the securities lending costs payable to third parties exceed the fee received by the securities lending agent, the securities lending agent will discharge any excess amounts out of its own assets.

Securities lending revenue earned by the Fund is disclosed in note 4.

NOTES TO THE FINANCIAL STATEMENTS continued

14. Related Parties continued

No provisions have been recognised by the Fund against amounts due from related parties at the financial year (28 February 2025: Nil).

No amounts have been written off during the financial year in respect of amounts due to or from related parties (28 February 2025: Nil).

No commitments secured or unsecured or guarantees have been entered into with related parties during the financial year (28 February 2025: Nil).

15. Credit Facility

The Fund entered into a credit facility with JPMorgan Chase Bank, N.A. ("JPMorgan"), whereby JPMorgan, together with other syndicated lenders, made a portion of a USD 600 million credit facility available to the Fund. This portion of the USD 600 million credit facility will be allocated to the Fund based on the credit facility agreement dated 16 April 2026. This credit facility may be utilised by the Fund for temporary funding purposes, including, without limitation, the funding of investor redemptions.

Any interest and commitment fees in relation to drawdowns from such credit facility are paid out of the assets of the Fund.

A loan commitment fee is charged on a daily basis in relation to this credit facility which is included in the Statement of Total Return under caption "Expenses". The loan commitment fee is charged at 0.10% per annum on the undrawn portion of the loan commitment.

No portion of the credit facility was used during the financial year ended 28 February 2026 (and during the financial year ended 28 February 2025).

NOTES TO THE FINANCIAL STATEMENTS continued

16. Portfolio Transaction Costs

For the financial year ended 28 February 2026

		Direct Transaction Costs			
Purchases (excluding derivatives)	Transaction Value £000's	Commissions £000's	%	Taxes £000's	%
Collective investment schemes	662	–	–	–	–
Total purchases	**662**	**–**		**–**	
Total purchases including transaction costs	**662**				

		Direct Transaction Costs			
Sales (excluding derivatives)	Transaction Value £000's	Commissions £000's	%	Taxes £000's	%
Collective investment schemes	3,208	–	–	–	–
Total sales	**3,208**	**–**		**–**	
Total sales net of transaction costs	**3,208**				
Derivative transaction costs		**2**		**–**	
Total transaction costs		**2**		**–**	
Total transaction costs as a % of average net assets		**0.01%**		**0.00%**	

NOTES TO THE FINANCIAL STATEMENTS continued

16. Portfolio Transaction Costs continued

For the financial year ended 28 February 2025

		Direct Transaction Costs			
Purchases (excluding derivatives)	Transaction Value £000's	Commissions £000's	%	Taxes £000's	%
Collective investment schemes	1,070	–	–	–	–
Total purchases	**1,070**	**–**		**–**	
Total purchases including transaction costs	**1,070**				

		Direct Transaction Costs			
Sales (excluding derivatives)	Transaction Value £000's	Commissions £000's	%	Taxes £000's	%
Collective investment schemes	3,972	–	–	–	–
Total sales	**3,972**	**–**		**–**	
Total sales net of transaction costs	**3,972**				
Derivative transaction costs		**2**		**–**	
Total transaction costs		**2**		**–**	
Total transaction costs as a % of average net assets		**0.01%**		**0.00%**	

The above analysis covers direct transaction costs incurred by the Fund during the year. However it is important to understand the nature of other transaction costs associated with different investment asset classes and instruments types.

For the Fund's investment transactions in money market instruments any applicable transaction charges form part of the dealing spread for these instruments. Transactions in money market instruments to manage the Fund's daily liquidity position are excluded from the analysis.

For the Fund's investment in collective investment scheme holdings there will potentially be dealing spread costs applicable to purchases and sales. However additionally there are indirect transaction costs incurred in those underlying funds, throughout the holding period for the instruments, which are not separately identifiable and do not form part of the analysis above.

During the year the Fund utilised FDIs including futures. The settlement values for opening and closing derivative positions are not comparable to principal values for transactions in direct holding investments and therefore purchase and sale amounts for derivative transactions are not quantified in the analysis above.

Transaction costs for derivatives positions will be either incurred as direct costs or form part of the dealing spread for the instruments. Any direct costs are identified in the analysis above.

NOTES TO THE FINANCIAL STATEMENTS continued

16. Portfolio Transaction Costs continued

Dealing spread costs incurred by the Fund vary considerably for the different asset/instrument types depending on a number of factors including transaction value and market sentiment.

At the Balance Sheet date the average portfolio dealing spread (difference between bid and offer prices of all investments expressed as a percentage of the offer price value) was 0.02% (28 February 2025: 0.03%).

17. Units in Issue

Revenue is allocated each day pro rata to the capital value of assets attributable to each class and taxation is computed by reference to the net revenue after expenses attributable to each class. The distribution per unit class is given in the distribution table. All unit classes have the same rights on winding up.

The movement in units in issue for the financial year ended 28 February 2026 is as follows:

	C Accumulation Units
Balance at the beginning of the year	18,364,016
Issued during the year	224,957
Cancelled during the year	(2,415,323)
Balance at the end of the year	**16,173,650**

18. Subsequent Events

There have been no significant events subsequent to the year end, which, in the opinion of the Manager, may have had an impact on the Financial Statements for the financial year ended 28 February 2026.

NOTES TO THE FINANCIAL STATEMENTS

1. Material accounting policies

1.1 Basis of preparation

The financial statements are prepared in accordance with the Statement of Recommended Practice ("SORP") issued by the Investment Management Association (now known as the Investment Association) in May 2014 and amended in June 2017 and in accordance with United Kingdom Generally Accepted Accounting Practice, including the Financial Reporting Standard 102 (applicable in the UK and Republic of Ireland).

The BlackRock Managed Volatility Fund, BlackRock Managed Volatility Fund I, BlackRock Managed Volatility Fund II and the BlackRock Managed Volatility Fund III closed on 9 April 2026. As a result, the financial statements for these Funds have not been prepared on a going concern basis, but are prepared on a basis other than going concern. Under this basis, all assets are recorded at their estimated realisable amount and all liabilities at their estimated settlement amount. The liquidation costs are borne by the Manager.

The financial statements for the other Funds are prepared on a going concern basis under the historical cost convention as modified by the revaluation of investment assets and investment liabilities held at fair value through profit or loss. The Funds are able to meet all of their liabilities from their assets. The performance, marketability and risks of the Funds are reviewed on a regular basis throughout the financial period. Therefore, the Directors of the Manager believe that the Funds will continue in operational existence for a period of one year from the date of approval of the financial statements and are financially sound. The Directors of the Manager are satisfied that, at the time of approving the financial statements, it is appropriate to continue to adopt the going concern basis in preparing the financial statements of the Funds.

The principal accounting policies and notes are set out below, all of which are applied for the financial year ended 28 February 2026.

The financial statements are presented in Sterling, which is the functional currency of the Funds and the currency of the primary economic environment which the Funds operate in.

All amounts have been rounded to the nearest thousand, unless otherwise indicated. Amounts which are less than £500 have been rounded down to zero.

1.2 Financial instruments

Financial instruments are recognised, measured and disclosed in accordance with FRS 102 as applied by the SORP for the Financial Statements of UK Authorised Funds. In accordance with the SORP, investments are measured at fair value, with changes in fair value recognised in the Statement of Total Return.

1.2.1 Classification and measurement:

The Trust classifies its investments in CIS and derivatives as investment assets or investment liabilities at fair value from inception. All other investment assets and investment liabilities including cash, receivables and payables are classified at amortised cost using the effective interest method.

1.2.2 Recognition and derecognition:

The Trust recognises an investment asset or an investment liability when it becomes a party to the contractual provisions of the instrument. Purchases and sales of investments are recognised on the day the trade takes place.

1. Material accounting policies continued

1.2. Financial instruments continued

1.2.2. Recognition and derecognition: continued

For instruments held long, realised gains and losses on disposals represent the difference between the initial carrying amount and disposal amount. For instruments held short, they represent the difference between the proceeds received and the opening value.

For derivative contracts, they represent the cash payments or receipts made on derivative contracts (excluding those on collateral or margin accounts for such instruments). Investment assets are derecognised when the rights to receive cash flows from the asset have expired or the risks and rewards of ownership have all been substantially transferred. Investment liabilities are derecognised when the obligation under the liability is discharged, cancelled, or expired.

1.2.3 Fair value estimation:

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. The estimation of fair value, after initial recognition, is determined as follows:

- Investments in exchange traded derivatives which are quoted, listed, traded or dealt on a market or exchange are valued based on quoted market prices which, for the purposes of the financial statements is in line with the valuation methodology prescribed in the Trust's Prospectus.
- Investments in exchange traded funds ("ETFs") which are quoted, listed, traded or dealt on a market or exchange are valued based on quoted market prices.
- Investments in centrally cleared and over-the counter ("OTC") derivatives and investee collective investment schemes ("CIS"), are valued using valuation techniques. Investment in dual priced CIS are valued at quoted bid prices.

Investments in liquidity instruments are valued at amortised cost, this method is deemed equivalent to the fair value, given the short-term nature of such investments.

In the case of an investment which is not quoted, listed or dealt on a recognised market, or in respect of which a listed, traded or dealt price or quotation is not available at the time of valuation, the fair value of such investment shall be estimated with care and in good faith by a competent professional person, body, firm or corporation (appointed for such purpose by the Directors in consultation with the Investment Manager and approved for the purpose by the Trustee), and such fair value shall be determined using valuation techniques. The Trust uses a variety of methods and makes assumptions that are based on market conditions existing at each reporting date.

Valuation techniques used for non-standardised financial instruments such as OTC derivatives include those detailed in valuation of financial instruments note, and those used by market participants making the maximum use of market inputs and relying as little as possible on Fund-specific inputs.

1.2.4 Financial derivative and other specific instruments

1.2.4.1 Futures contracts

A futures contract is a contract, traded on an exchange, to buy or sell a certain underlying instrument at a certain date in the future, at a specified price.

Initial margin deposits are made to relevant brokers upon entering into futures contracts and are included in margin cash.

1. Material accounting policies continued

1.2. Financial instruments continued

1.2.4. Financial derivative and other specific instruments continued

1.2.4.2 Forward currency contracts

A forward currency contract is an agreement, in the OTC market, between two parties to buy or sell a certain underlying currency at a certain date in the future, at a specified price.

1.3 Critical accounting estimates and judgements

The preparation of the financial statements in conformity with FRS 102 requires the use of certain critical accounting estimates. It also requires the Directors to exercise their judgement in the process of applying the Trust's accounting policies. Changes in assumptions may have a significant impact on the financial statements in the period the assumptions changed. The Directors believe that the underlying assumptions are appropriate and that the Trust's financial statements, therefore, present the Trust's financial position and its results fairly. The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised if the revision affects only that period or in the period of the revision and future years if the revision affects both current and future years. The areas involving a higher degree of judgement or complexity, or areas where assumptions and estimates are significant to the financial statements, are disclosed below.

1.3.1 Assumptions and estimation uncertainties

1.3.1.1 Fair value of OTC derivative financial instruments

OTC financial derivative instruments are valued using valuation techniques, as detailed in the fair value hierarchy note to the financial statements. Where valuation techniques are used to determine fair values, they are validated and periodically reviewed and compared to the price provided by an independent pricing service provider, where available.

1.4 Revenue

- Bank interest is recognised on an accrual basis.
- The underlying circumstances behind both special dividends and share buy backs are reviewed on acase by case basis in determining whether the amount is revenue or capital in nature. Amountsrecognised as revenue form part of the distribution. Any tax treatment will follow the accountingtreatment of the principal amount.
- All distributions from collective investment schemes ("CIS") are recognised when the securities are quoted ex-dividend. All distributions from holdings in CIS are treated as revenue with the exception of the equalisation element, which is treated as capital.
- Any reported revenue from an offshore fund with reporting status from His Majesty's Revenue & Customs ("HMRC"), in excess of any distribution received in the reporting period, is recognised as revenue no later than the nearest reporting date of the Trust following the date the information is made available.
- The Funds receive Manager's charge rebates from BlackRock related investments in the normal course of business. These are recognised on an accruals basis and are treated as revenue, unless it is the policy of the underlying fund to charge its fees to capital, in which case these rebates will be recognised as capital.

1. Material accounting policies continued

1.4. Revenue continued

- Returns from bond futures are streamed into revenue and capital components.
- All revenue is recognised as a gross amount that takes account of any withholding taxes but excludes any other taxes such as attributable tax credits.

1.5 Other accounting policies

- All expenses, except those relating to the purchase and sale of investments are charged against revenue. All expenses are recognised on an accruals basis.
- Provision for corporation tax is made at the current rate on the excess of taxable revenue over allowable expenses. Provision is made on all material timing differences arising from the different treatment of items for accounting and tax purposes. A deferred tax asset is recognised only to the extent that it is considered more likely than not that there will be taxable profits in the future against which the asset can be offset. Additionally, the Funds incur withholding taxes imposed by certain foreign countries on investment income. Such income is recorded gross of the related withholding taxation, which is shown as a tax expense in the statement of total return.
- Where the end of the accounting year on the balance sheet date is a business day, the valuation point is 12 noon, and where the end of the accounting year on the balance sheet date is a non-business day, the valuation point is end of day. All investments are valued at their fair value as at the end of the accounting period. In the case of an investment which is not quoted, listed or dealt in on a recognised market, or in respect of which a listed, traded or dealt price or quotation is not available at the time of valuation, the fair value of such investment shall be estimated with care and in good faith by a competent professional person, body, firm or corporation including the Manager's pricing committee and such fair value shall be determined on the basis of the probable realisation value of the investment. The Manager shall be entitled to adopt an alternative method of valuing any particular asset if it considers that the methods of valuation set out above do not provide a fair valuation of a particular asset or liability.
- For over the counter derivatives (e.g. credit default swaps, forward currency contracts, interest rate swaps, swaptions, TBA mortgage-backed securities, total return swaps and currency options), fair value is determined based on valuation pricing models which take into account relevant market inputs as well as the time values, liquidity and volatility factors underlying the positions. The fair value of exchange traded and over the counter derivatives represents the price that would be required to close out the contracts at the balance sheet date. Amounts due to and from an individual counterparty which falls under a legally enforceable master netting agreement are netted.
- Investments in dual priced and single priced CIS have been valued at bid values and market values, respectively, also defined as fair value, which is usually the latest available price at the Funds' 12 noon valuation point on the last business day of the accounting period.
- Any transactions in foreign currencies are translated into Sterling at the rates of exchange ruling on the date of any such transaction. Assets and liabilities in foreign currencies are translated into Sterling at the exchange rates ruling at the end of the accounting period. Revenue items in foreign currencies are translated into Sterling at the exchange rate when the revenue is received.

1. Material accounting policies continued

1.5. Other accounting policies continued

- Where appropriate, certain permitted financial instruments such as derivatives are used for efficient portfolio management. Where such financial instruments are used to protect or enhance revenue, the revenue and expenses derived therefrom are included in 'Revenue' in the statement of total return. Where such financial instruments are used to protect or enhance capital, the gains and losses derived therefrom are included in 'Net capital gains/(losses)' in the statement of total return.
- Cash and bank balances consist of deposits held on call with banks and cash held with clearing brokers and counterparties. Cash equivalents are short-term highly liquid investments that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value. Bank overdrafts are classified as liabilities in the balance sheet.

2. Distribution policies

- Returns from bond futures recognised as revenue from long positions form part of the distribution. Amounts recognised as revenue from short positions reduce the amounts available for distribution.
- Special dividends and share buy backs recognised as revenue form part of the distribution.
- The units in the Funds are accumulation units. All of the net revenue available for distribution at the final accounting period end will be distributed to unitholders with the balance attributable to accumulation unitholders retained within the Funds. In order to conduct a controlled dividend flow to unitholders, interim distributions may be made at the Manager's discretion, up to a maximum of the distributable revenue available for the period. Should expenses and taxation together exceed revenue, there will be no distribution and the shortfall will be met from capital.
- The BlackRock Managed Volatility, BlackRock Managed Volatility I and BlackRock UK Managed Volatility I Funds have satisfied the qualifying investment tests as specified in S468L ICTA 1988 at all times throughout their distribution period. As such, any revenue available for distribution will be paid as an interest distribution. All other Funds will pay a dividend distribution.

3. Risk management policies

Introduction and overview

Each Fund's investment activities expose it to the various types of risk which are associated with the financial instruments and markets in which it invests. The following information is not intended to be a comprehensive summary of all risks and investors should refer to the Prospectus for a more detailed discussion of the risks inherent in investing in each Fund.

3.1 Risk management framework

The Directors have delegated the day-to-day administration of the investment programme to the Investment Manager. The Investment Committee of the Manager reviews the performance of the Entity's Funds annually and receives any material developments on the Funds performance and risk profile on a quarterly basis.

The Manager is responsible for the investment performance, product risk monitoring and oversight and the responsibility for the monitoring and oversight of regulatory and operational risk for the Funds. The Manager has appointed a risk manager who has responsibility for the daily risk management process with assistance from key risk management personnel of the Investment Manager, including members of

3. Risk management policies continued

3.1. Risk management framework continued

the BlackRock Risk and Quantitative Analysis Group ("RQA Group") which is a centralised group which performs an independent risk management function. The RQA Group independently identifies, measures and monitors investment risk, including climate-related risk. The RQA Group tracks the actual risk management practices being deployed across each Fund. By breaking down the components of the process, the RQA Group has the ability to determine if the appropriate risk management processes are in place across each Fund. This captures the risk management tools employed, how the levels of risk are controlled, ensuring risk/return is considered in portfolio construction and reviewing outcomes.

The principal risk exposure of the Funds are set out as follows:

3.2 Market risk

Market risk arises mainly from uncertainty about future values of financial instruments influenced by currency, interest rate and price movements. It represents the potential loss each Fund may suffer through holding market positions in the face of market movements.

Each Fund is exposed to market risk by virtue of their investment in CIS instruments and derivatives.

A key metric used by the RQA Group to measure market risk is Value-at-Risk ("VaR") which encompasses currency, interest rate and price risk. VaR is a statistical risk measure that estimates the potential portfolio loss from adverse market movements in an ordinary market environment. VaR analysis reflects the interdependencies between risk variables, unlike a traditional sensitivity analysis.

The VaR calculations are based on an adjusted historical simulation model with a confidence level of 99%, a holding period of one day and a historical observation period of not less than one year (250 days). A VaR number is defined at a specified probability and a specified time horizon. A 99% one day VaR means that the expectation is that 99% of the time over a one-day period each Fund will lose no more than this number in percentage terms. Therefore, higher VaR numbers indicate higher risk. The one-day VaR has a multi-year year look back period which encompasses market volatility caused by political, social and economic events which feed into the model. Significant market disruptions, such as those caused by pandemics, natural or environmental disasters, war, acts of terrorism, or other events, may adversely affect the Funds' VaR.

It is noted that the use of VaR methodology has limitations, namely that the use of historical market data as a basis for estimating future events does not encompass all possible scenarios, particularly those that are of an extreme nature and that the use of a specified confidence level (e.g. 99%) does not take into account losses that occur beyond this level. There is some probability that the loss could be greater than the VaR amounts. These limitations and the nature of the VaR measure mean that each Fund can neither guarantee that losses will not exceed the VaR amounts indicated, nor that losses in excess of the VaR amounts will not occur more frequently.

The one-day VaR based on 99% confidence level is outlined in the table below:

3. Risk management policies continued

3.2. Market risk continued

Fund	28 February 2026 %	28 February 2025 %
BlackRock Managed Volatility Fund	0.57	0.64
BlackRock Managed Volatility Fund I	0.66	0.73
BlackRock Managed Volatility Fund II	0.81	0.81
BlackRock Managed Volatility Fund III	0.92	0.91
BlackRock Managed Volatility Fund IV	1.44	1.26
BlackRock UK Managed Volatility Fund I	0.63	0.66
BlackRock UK Managed Volatility Fund II	0.87	0.95
BlackRock UK Managed Volatility Fund III	1.09	1.28

3.2.1 Market risk arising from foreign currency risk

Foreign currency risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in foreign exchange rates.

Exposure to foreign currency risk

Each Fund may invest in financial instruments denominated in currencies other than its functional currency. Consequently, each Fund is exposed, directly and/or indirectly, to risks that the exchange rate of its functional currency relative to other currencies may change in a manner which has an adverse effect on the value of the portion of each Fund's assets which are denominated in currencies other than its own currency.

The details of the open forward currency contracts in place to hedge foreign currency risk at the financial year end date are disclosed in the portfolio statement.

Management of foreign currency risk

Each Fund may engage in foreign currency hedging to minimise the effect of currency movements between the currencies of the investments held by the Fund and the Fund's functional currency.

The Investment Manager monitors foreign currency risk exposure against pre-determined tolerances and determines when a currency hedge should be reset and the gain or loss arising from such hedge reinvested or settled, while taking into consideration the frequency and associated transaction and reinvestment costs of resetting the currency hedge.

3.2.2 Market risk arising from price risk

Price risk is the risk that the fair value of future cash flows of a financial instrument will fluctuate because of changes in market prices (other than those arising from interest rate risk or currency risk), whether those changes are caused by factors specific to the individual financial instrument or its issuer, or factors affecting similar financial instruments traded in the market. Local, regional or global events such as war, acts of terrorism, the spread of infectious illness or other public health issue, such as the COVID-19 pandemic, recessions, climate change or other events could have a significant impact on each Fund and market prices of its investments.

3. Risk management policies continued

3.2. Market risk continued

3.2.2. Market risk arising from price risk continued

Exposure to price risk

Each Fund is exposed to price risk arising from its investments in financial instruments. The exposure of each Fund to price risk is the fair value of the investments held as shown in the portfolio statement of each Fund.

Management of price risk

By diversifying the portfolio, where this is appropriate and consistent with each Fund's objectives, the risk that a price change of a particular investment will have a material impact on the NAV of each Fund is minimised.

There is a risk that the valuation of each Fund may not fairly reflect the value of the investments held at a specific time due to events outside the control of the Directors, which could result in significant losses or inaccurate pricing for each Fund. To mitigate this risk the Directors may temporarily suspend the determination of the NAV of any Fund until a fair or reasonable valuation of the investments held can be determined.

The price risk inherent in the CIS holdings is monitored by the Investment Manager, at the CIS level, by understanding the investment objectives of the underlying fund's as well as their internal control policies and regular risk and performance reporting. The investments into other CIS include any investments into related party funds. Such CIS are subject to the same control procedures the Investment Manager employs for each Fund.

3.2.3 Market risk arising from interest rate risk

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates.

Exposure to interest rate risk

Each Fund is exposed to interest rate risk through its cash and cash equivalent holdings.

Each Fund also has indirect exposure to interest rate risk through its investments into CIS, whereby the value of an underlying asset may fluctuate as a result of a change in interest rates.

Management of interest rate risk

Interest rate risk exposure is managed by constantly monitoring the position for deviations outside of a pre-determined tolerance level and, when necessary, rebalancing back to the original desired parameters.

3.3 Liquidity risk

Liquidity risk is the risk that each Fund will encounter difficulties in meeting obligations associated with investment liabilities.

Exposure to liquidity risk

Each Fund's principal liquidity risks arise from the ability of investors to effect redemption requests and the liquidity of the underlying investments each Fund has invested in.

3. Risk management policies continued

3.3. Liquidity risk continued

Each Fund's unitholders may redeem their units on the close of any daily dealing deadline for cash equal to a proportionate share of each Fund's' NAV, excluding any duties and charges where applicable. Each Fund is therefore potentially exposed to the liquidity risk of meeting the unitholders' redemptions and may need to sell assets at prevailing market prices to meet liquidity demands.

Each Fund may invest in CIS which can impose notice periods or other restrictions on redemptions, and this may increase the liquidity risk of each Fund. Each Fund is also exposed to liquidity risk associated with daily margin calls on FDIs.

Management of liquidity risk

Liquidity risk is minimised by holding sufficient liquid investments which can be readily realised to meet liquidity demands. Asset disposals may also be required to meet redemption requests. However, timely sale of trading positions can be impaired by many factors including trading volume and increased price volatility. As a result, each Fund may experience difficulties in disposing of assets to satisfy liquidity demands.

Each Fund's liquidity risk is managed by the Investment Manager in accordance with established policies and procedures in place. The portfolio managers review daily forward-looking cash reports which project cash obligations. These reports allow them to manage their cash obligations. If redemption requests from all holders of units in a Fund exceed more than 10% of the NAV of each Fund on any particular dealing day, the Directors shall be entitled, at their discretion, to refuse to redeem such excess numbers of units in issue from each Fund. The units which are not redeemed at any given dealing day shall be redeemed on each subsequent dealing day on a pro-rata basis in priority to any requests received thereafter.

The Funds entered into a credit facility with JPMorgan. This credit facility is available to the Funds for temporary funding purposes, including, without limitation, the funding of investor redemptions.

None of the assets of the Funds are subject to special liquidity arrangements.

3.4 Counterparty credit risk

Counterparty credit risk is the risk that one party to a financial instrument will cause a financial loss for the other party by failing to discharge an obligation.

Exposure to counterparty credit risk

Each Fund is exposed to counterparty credit risk from the parties with which it trades and will bear the risk of settlement default.

Each Fund's exposure is limited to the contracts in which it currently has an investment asset position reduced by any collateral received from the counterparty, or to counterparties who have received collateral from each Fund. The carrying value of investment assets together with cash held with counterparties best represents each Fund's gross maximum exposure to counterparty credit risk at the reporting date, before including the effect of any ISDA Master Agreement or similar agreement, and netting, which would reduce the overall counterparty credit risk exposure. Each Fund only transacts with counterparties that are regulated entities subject to prudential supervision, or with high credit-ratings assigned by international credit-rating agencies. Cash held as security by the counterparty to FDI contracts is subject to the credit risk of the counterparty.

3. Risk management policies continued

3.4. Counterparty credit risk continued

All transactions in listed securities are settled/paid for upon delivery of securities, using approved brokers. Risk relating to unsettled transactions is considered low due to the short settlement period involved and the high credit quality of the brokers used.

Management of counterparty credit risk

Counterparty credit risk is monitored and managed by BlackRock's RQA Counterparty Risk Team. The team is headed by BlackRock's Chief Counterparty Credit Officer who reports to the Global Head of RQA. Credit authority resides with the Chief Counterparty Credit Officer and selected team members to whom specific credit authority has been delegated. As such,counterparty approvals may be granted by the Chief Counterparty Credit Officer, or by identified RQA Credit Risk Officers who have been formally delegated authority by the Chief Counterparty Credit Officer.

The BlackRock RQA Counterparty & Concentration Risk Team completes a formal review of each new counterparty, monitors and reviews all approved counterparties on an ongoing basis and maintains an active oversight of counterparty exposures and the collateral management process.

The Manager maintains a list of approved counterparties. This list is regularly monitored and revised for changes based on the counterparty's creditworthiness, market reputation and expectations of future financial performance. Transactions will only be opened with financial intermediaries on the approved counterparties list.

There were no past due or impaired balances in relation to transactions with counterparties as at 28 February 2026 and 28 February 2025.

3.4.1 Financial derivative instruments ("FDI's")

Each Fund's holdings in exchange traded, centrally cleared and OTC FDIs expose the Fund to counterparty credit risk.

3.4.1.1 Exchange traded and centrally cleared FDIs

The exposure is limited by trading contracts through a clearing house. Each Fund's exposure to credit risk on contracts in which it currently has a gain position is reduced by such gains received in cash from the counterparty under the daily mark-to-market mechanism on exchange traded contracts and centrally cleared swaps (variation margin). Each Fund's exposure to credit risk on contracts in which it currently has a loss position is equal to the amount of margin posted to the counterparty which has not been transferred to the exchange under the daily mark-to-market mechanism.

3.4.1.2 OTC FDIs

The risk in relation to OTC FDIs arises from the failure of the counterparty to perform according to the terms of the contract as these FDI transactions are traded bilaterally except those cleared centrally. All OTC FDI transactions are entered into by each Fund under an ISDA Master Agreement or similar agreement. An ISDA Master Agreement is a bilateral agreement between each Fund and a counterparty that governs OTC FDI transactions entered into by the parties.

The parties' exposures under the ISDA Master Agreement are netted and collateralised together, therefore, any collateral disclosures provided are in respect of all OTC FDI transactions entered into by each Fund under the ISDA Master Agreement. All cash collateral received/posted by each Fund under the ISDA Master Agreement is transferred bilaterally under a title transfer arrangement.

3. Risk management policies continued

3.4. Counterparty credit risk continued

3.4.1. Financial derivative instruments ("FDI's") continued

3.4.1.2. OTC FDIs continued

Each Fund is the legal owner of inbound collateral and can sell the assets and withhold the cash in the case of default. If the counterparty fulfils its obligations in relation to the investment, each Fund will return an equal amount of cash to the counterparty on maturity or sale of the investment. When each Fund return securities collateral to the counterparty, it must be of the same type, nominal value, description and amount as the securities that were transferred to each Fund. Trading in OTC FDIs which have not been collateralised give rise to counterparty exposure.

Each Fund's maximum exposure to counterparty credit risk from holding forward currency contracts will be equal to the notional amount of the currency contract and any net unrealised gains or losses as disclosed in the relevant Fund's portfolio statement.

Forward currency contracts do not require variation margins and the counterparty credit risk is monitored through the BlackRock RQA Counterparty & Concentration Risk Team who monitor the creditworthiness of the counterparty.

Securities pledged as collateral have been annotated on the portfolio statement and separately disclosed on the balance sheets. Collateral received in the form of securities is not reflected on the balance sheets but is reflected in the notes to the financial statements.

Each Fund has the right to reinvest cash collateral received. Cash collateral pledged by each Fund is separately identified on the balance sheets as cash collateral and is not included as a component of cash and cash equivalents. Inbound cash collateral received by each Fund is reflected on the balance sheets as cash collateral payable. Each Fund is also exposed to counterparty risk of rehypothecation of pledged collateral. The value of inbound cash collateral and cash collateral pledged is reflected on the balance sheets of each Fund.

The lowest credit rating of any one counterparty as at 28 February 2026 was BBB+ (28 February 2025: A-).

3. Risk management policies continued

3.4. Counterparty credit risk continued

3.4.1. Financial derivative instruments ("FDI's") continued

3.4.1.2. OTC FDIs continued

The following table details the number of counterparties the Funds are exposed to by OTC FDIs and the maximum exposure (which is calculated on a net basis) to any one counterparty.

28 February 2026

Counterparty BlackRock Managed Volatility Fund	Forwards £000's	Total Exposure £000's
Barclays Bank Plc	34	**34**
Citigroup Global Markets Limited	37	**37**
Goldman Sachs International	(9)	**(9)**
HSBC Bank Plc	1	**1**
J.P. Morgan Securities Plc	(10)	**(10)**
Morgan Stanley & Co. International Plc	32	**32**
Société Générale SA	1	**1**
State Street Global Advisors Limited	(2)	**(2)**
UBS AG	29	**29**

Counterparty BlackRock Managed Volatility Fund I	Forwards £000's	Total Exposure £000's
Barclays Bank Plc	(23)	**(23)**
BNP Paribas Arbitrage SNC	(1)	**(1)**
Citigroup Global Markets Limited	(12)	**(12)**
Goldman Sachs International	(8)	**(8)**
J.P. Morgan Securities Plc	(173)	**(173)**
Morgan Stanley & Co. International Plc	32	**32**
Société Générale SA	(15)	**(15)**
State Street Global Advisors Limited	26	**26**
UBS AG	(45)	**(45)**

3. Risk management policies continued

3.4. Counterparty credit risk continued

3.4.1. Financial derivative instruments ("FDI's") continued

3.4.1.2. OTC FDIs continued

Counterparty BlackRock Managed Volatility Fund II	Forwards £000's	Total Exposure £000's
Bank of New York Mellon International	(10)	**(10)**
Barclays Bank Plc	(10)	**(10)**
Citigroup Global Markets Limited	41	**41**
Goldman Sachs International	(2)	**(2)**
HSBC Bank Plc	24	**24**
J.P. Morgan Securities Plc	30	**30**
Morgan Stanley & Co. International Plc	(14)	**(14)**
Société Générale SA	22	**22**
State Street Global Advisors Limited	(6)	**(6)**
UBS AG	(5)	**(5)**

Counterparty BlackRock Managed Volatility Fund III	Forwards £000's	Total Exposure £000's
Citigroup Global Markets Limited	(22)	**(22)**
Goldman Sachs International	(4)	**(4)**
J.P. Morgan Securities Plc	29	**29**
Morgan Stanley & Co. International Plc	(23)	**(23)**
Société Générale SA	(25)	**(25)**
Standard Chartered Bank	1	**1**
UBS AG	(23)	**(23)**

Counterparty BlackRock Managed Volatility Fund IV	Forwards £000's	Total Exposure £000's
Citigroup Global Markets Limited	(22)	**(22)**
Goldman Sachs International	(3)	**(3)**
Morgan Stanley & Co. International Plc	(159)	**(159)**
Nomura International Plc	(228)	**(228)**
Royal Bank of Scotland Plc	(62)	**(62)**
State Street Global Advisors Limited	(173)	**(173)**

3. Risk management policies continued

3.4. Counterparty credit risk continued

3.4.1. Financial derivative instruments ("FDI's") continued

3.4.1.2. OTC FDIs continued

28 February 2025

Counterparty BlackRock Managed Volatility Fund	Forwards £000's	Total Exposure £000's
Bank of America Merrill Lynch	(9)	**(9)**
Bank of New York Mellon International	103	**103**
Barclays Bank Plc	7	**7**
Goldman Sachs International	4	**4**
HSBC Bank Plc	2	**2**
J.P. Morgan Securities Plc	5	**5**
Morgan Stanley & Co. International Plc	13	**13**
Royal Bank of Canada	(3)	**(3)**
Société Générale SA	(3)	**(3)**
State Street Global Advisors Limited	(2)	**(2)**
Toronto-Dominion Bank	1	**1**
UBS AG	(13)	**(13)**

Counterparty BlackRock Managed Volatility Fund I	Forwards £000's	Total Exposure £000's
Bank of America Merrill Lynch	(17)	**(17)**
Bank of New York Mellon International	(53)	**(53)**
Barclays Bank Plc	(541)	**(541)**
BNP Paribas Arbitrage SNC	(18)	**(18)**
Goldman Sachs International	(35)	**(35)**
HSBC Bank Plc	8	**8**
J.P. Morgan Securities Plc	11	**11**
Morgan Stanley & Co. International Plc	180	**180**
Royal Bank of Canada	20	**20**
Standard Chartered Bank	7	**7**
State Street Global Advisors Limited	16	**16**
Toronto-Dominion Bank	31	**31**

3. Risk management policies continued

3.4. Counterparty credit risk continued

3.4.1. Financial derivative instruments ("FDI's") continued

3.4.1.2. OTC FDIs continued

Counterparty BlackRock Managed Volatility Fund II	Forwards £000's	Total Exposure £000's
Bank of New York Mellon International	(4)	**(4)**
Barclays Bank Plc	13	**13**
Goldman Sachs International	(7)	**(7)**
HSBC Bank Plc	9	**9**
J.P. Morgan Securities Plc	1	**1**
Morgan Stanley & Co. International Plc	1	**1**
Royal Bank of Canada	5	**5**
Société Générale SA	9	**9**
State Street Global Advisors Limited	(349)	**(349)**
Toronto-Dominion Bank	3	**3**
UBS AG	(32)	**(32)**

Counterparty BlackRock Managed Volatility Fund III	Forwards £000's	Total Exposure £000's
Barclays Bank Plc	(4)	**(4)**
Goldman Sachs International	(4)	**(4)**
HSBC Bank Plc	4	**4**
J.P. Morgan Securities Plc	(2)	**(2)**
Société Générale SA	1	**1**
State Street Global Advisors Limited	5	**5**
Toronto-Dominion Bank	1	**1**
UBS AG	(4)	**(4)**

3. Risk management policies continued

3.4. Counterparty credit risk continued

3.4.1. Financial derivative instruments ("FDI's") continued

3.4.1.2. OTC FDIs continued

Counterparty BlackRock Managed Volatility Fund IV	Forwards £000's	Total Exposure £000's
Australia and New Zealand Banking Group	(38)	**(38)**
Citigroup Global Markets Limited	(73)	**(73)**
Goldman Sachs International	(114)	**(114)**
Morgan Stanley & Co. International Plc	12	**12**
Royal Bank of Scotland Plc	(47)	**(47)**
Standard Chartered Bank	(38)	**(38)**
State Street Global Advisors Limited	(44)	**(44)**

3.4.2 Trustee

The majority of the investments are held by the Trustee at the financial year end. Investments are segregated from the assets of the Trustee, with ownership rights remaining with each Fund. Bankruptcy or insolvency of the Trustee may cause the Funds' rights with respect to its investments held by the Trustee to be delayed or limited. The maximum exposure to this risk is the amount of long investments disclosed in the portfolio statement, plus any unsettled trades.

Substantially all of the cash of each Fund is held with the Custodian, The Bank of New York Mellon (International) Limited in its account together with its own cash balances and with those cash balances that are held on behalf of other clients. Each Fund's cash balances are separately identifiable within the records of the Custodian.

In respect of the cash held by the Custodian or other depositaries it appoints, each Fund will be exposed to counterparty credit risk of the Custodian or those depositaries. In the event of the insolvency or bankruptcy of the Custodian or other depositaries, each Fund will be treated as a general creditor of the Custodian or the depositaries.

Management of counterparty credit risk related to the Trustee and Custodian

To mitigate each Fund's exposure to the Trustee and Custodian, the Investment Manager employs specific procedures to ensure that the Trustee and Custodian is a reputable institution and that the counterparty credit risk is acceptable to each Fund. Each Fund only transacts with Trustee's that are regulated entities subject to prudential supervision, or with "high credit ratings" assigned by international credit rating agencies.

The long-term credit rating of the parent company of the Trustee as at 28 February 2026 was A (28 February 2025: A). In order to further mitigate each Fund's counterparty credit risk exposure to the Trustee and Custodian, each Fund may enter into additional arrangements such as the placing of residual cash in a money market fund.

3. Risk management policies continued

3.4. Counterparty credit risk continued

3.4.3 Securities lending

Each Fund's engagement in securities lending activities expose the Fund to counterparty credit risk. The maximum exposure of each Fund is equal to the value of the securities loaned.

All securities lending transactions entered into by each Fund are subject to a written legal agreement between each Fund and the securities lending agent, BlackRock Advisors (UK) Limited, a related party to the Trust, and separately between the securities lending agent and the approved borrowing counterparty. Collateral received in exchange for securities lent is transferred under a title transfer arrangement and is delivered to and held in an account with a tri-party collateral manager in the name of the Trustee on behalf of each Fund. Collateral received is segregated from the assets belonging to each Fund's Trustee or the securities lending agent.

The Funds outlined below engaged in securities lending activities during the financial year. The value of securities on loan and collateral held at the financial year end are shown below:

		28 February 2026		28 February 2025	
Counterparty	Counterparty's country of establishment	Value of securities on loan	Value of title transferred collateral received	Value of securities on loan	Value of title transferred collateral received
BlackRock UK Managed Volatility Fund I		£000's	£000's	£000's	£000's
J.P. Morgan Securities Plc	UK	–	–	541	599
Merrill Lynch International	UK	920	1,005	–	–
Total		**920**	**1,005**	**541**	**599**

At 28 February 2026, collateral received from these borrowing counterparties comprised of 100.00% in debt securities (28 February 2025: 100.00% in equity securities).

		28 February 2026		28 February 2025	
Counterparty	Counterparty's country of establishment	Value of securities on loan	Value of title transferred collateral received	Value of securities on loan	Value of title transferred collateral received
BlackRock UK Managed Volatility Fund II		£000's	£000's	£000's	£000's
Goldman Sachs International	UK	1,534	1,675	–	–
Merrill Lynch International	UK	8	8	–	–
Total		**1,542**	**1,683**	**–**	**–**

At 28 February 2026, collateral received from these borrowing counterparties comprised of 81.16% in debt securities and 18.84% in equity securities (28 February 2025: N/A).

3. Risk management policies continued

3.4. Counterparty credit risk continued

3.4.3. Securities lending continued

		28 February 2026		28 February 2025	
Counterparty	Counterparty's country of establishment	Value of securities on loan	Value of title transferred collateral received	Value of securities on loan	Value of title transferred collateral received
BlackRock UK Managed Volatility Fund III		£000's	£000's	£000's	£000's
BNP Paribas Arbitrage SNC	France	3,287	3,486	–	–
Total		**3,287**	**3,486**	**–**	**–**

At 28 February 2026, collateral received from these borrowing counterparties comprised of 100.00% in equity securities (28 February 2025: N/A).

Management of counterparty credit risk related to securities lending

To mitigate this risk, each Fund receives either cash or securities as collateral equal to a certain percentage in excess of the fair value of the securities loaned. The Investment Manager monitors the fair value of the securities loaned and additional collateral is obtained, if necessary.

Each Fund also benefits from a borrower default indemnity provided by BlackRock, Inc. The indemnity allows for full replacement of securities lent. BlackRock, Inc. bears the cost of indemnification against borrower default.

4. Valuation of financial instruments

Each Fund classifies financial instruments measured at fair value using a fair value hierarchy. The fair value hierarchy has the following categories:

Level 1: The unadjusted quoted price in an active market for identical assets or liabilities that the Fund can access at the measurement date.

Level 2: Inputs other than quoted prices included within level 1 that are observable (i.e. developed using market data) for the asset or liability, either directly or indirectly. This category includes instruments valued using: quoted market prices in active markets for similar instruments; quoted prices for identical or similar instruments in markets that are considered less than active; or other valuation techniques where all significant inputs are directly or indirectly observable from market data.

Level 3: Inputs are unobservable (i.e. for which market data is unavailable) for the asset or liability. This category includes all instruments where the valuation techniques used include inputs not based on market data and these inputs could have a significant impact on the instrument's valuation. This category also includes instruments that are valued based on quoted prices for similar instruments where significant Fund determined adjustments or assumptions are required to reflect differences between the instruments and instruments for which there is no active market.

Specific valuation techniques used to value financial instruments classified as level 2 include:

(i) for investments which are a unit of participation in an investee CIS and investments in ETFs where the Fund typically trades the units held at the latest NAV for that ETF, and where available the

4. Valuation of financial instruments continued

independently audited NAV, on the valuation date of such unit of participation as calculated by the administrator of the investee CIS and ETF and in accordance with the requirements of the scheme of which the relevant investment is a unit of participation. The unaudited NAV of the underlying investee CIS and ETF is reflected gross of any redemption costs which may potentially arise upon redemption from the underlying CIS and ETF. The unaudited NAV of the underlying investee CIS and ETF may be subject to adjustments upon issuance of their respective independently audited financial statements and such adjustments may be material to the Fund's financial statements;

(ii) for foreign currency forwards, present value of future cash flows based on the forward exchange rates at the balance sheet date.

The level in the fair value hierarchy within which the fair value measurement is categorised in its entirety is determined on the basis of the lowest level input that is significant to the fair value measurement in its entirety. For this purpose, the significance of an input is assessed against the fair value measurement in its entirety. If a fair value measurement uses observable inputs that require significant adjustment based on unobservable inputs, that measurement is a level 3 measurement. Assessing the significance of a particular input to the fair value measurement in its entirety requires judgement, considering factors specific to the asset or liability.

The determination of what constitutes 'observable' inputs requires significant judgement. The Directors consider observable inputs to be market data that is readily available, regularly distributed or updated, reliable and verifiable, not proprietary, and provided by independent sources that are actively involved in the relevant market.

The following tables provide an analysis of each Fund's investment assets and investment liabilities measured at fair value at the balance sheet date.

BlackRock Managed Volatility Fund	Level 1 £000's	Level 2 £000's	Level 3 £000's	Total £000's
28 February 2026				
Investment assets	1,019	84,682	–	85,701
Investment liabilities	(1)	(59)	–	(60)
Total	**1,018**	**84,623**	**–**	**85,641**
28 February 2025				
Investment assets	530	95,547	–	96,077
Investment liabilities	(114)	(91)	–	(205)
Total	**416**	**95,456**	**–**	**95,872**

4. Valuation of financial instruments continued

BlackRock Managed Volatility Fund I	Level 1 £000's	Level 2 £000's	Level 3 £000's	Total £000's
28 February 2026				
Investment assets	4,774	388,484	–	393,258
Investment liabilities	(14)	(473)	–	(487)
Total	**4,760**	**388,011**	**–**	**392,771**
28 February 2025				
Investment assets	4,859	432,447	–	437,306
Investment liabilities	(426)	(901)	–	(1,327)
Total	**4,433**	**431,546**	**–**	**435,979**

BlackRock Managed Volatility Fund II	Level 1 £000's	Level 2 £000's	Level 3 £000's	Total £000's
28 February 2026				
Investment assets	1,261	112,005	–	113,266
Investment liabilities	(2)	(113)	–	(115)
Total	**1,259**	**111,892**	**–**	**113,151**
28 February 2025				
Investment assets	1,387	110,183	–	111,570
Investment liabilities	(34)	(412)	–	(446)
Total	**1,353**	**109,771**	**–**	**111,124**

BlackRock Managed Volatility Fund III	Level 1 £000's	Level 2 £000's	Level 3 £000's	Total £000's
28 February 2026				
Investment assets	517	33,676	–	34,193
Investment liabilities	–	(107)	–	(107)
Total	**517**	**33,569**	**–**	**34,086**
28 February 2025				
Investment assets	567	37,451	–	38,018
Investment liabilities	(96)	(19)	–	(115)
Total	**471**	**37,432**	**–**	**37,903**

4. Valuation of financial instruments continued

BlackRock Managed Volatility Fund IV	Level 1 £000's	Level 2 £000's	Level 3 £000's	Total £000's
28 February 2026				
Investment assets	8,535	101,519	–	110,054
Investment liabilities	–	(892)	–	(892)
Total	**8,535**	**100,627**	**–**	**109,162**
28 February 2025				
Investment assets	4,571	111,580	–	116,151
Investment liabilities	(2,405)	(510)	–	(2,915)
Total	**2,166**	**111,070**	**–**	**113,236**

BlackRock UK Managed Volatility Fund I	Level 1 £000's	Level 2 £000's	Level 3 £000's	Total £000's
28 February 2026				
Investment assets	8,158	16,535	–	24,693
Investment liabilities	(8)	–	–	(8)
Total	**8,150**	**16,535**	**–**	**24,685**
28 February 2025				
Investment assets	6,429	20,557	–	26,986
Investment liabilities	(4)	–	–	(4)
Total	**6,425**	**20,557**	**–**	**26,982**

BlackRock UK Managed Volatility Fund II	Level 1 £000's	Level 2 £000's	Level 3 £000's	Total £000's
28 February 2026				
Investment assets	17,653	36,122	–	53,775
Investment liabilities	(109)	–	–	(109)
Total	**17,544**	**36,122**	**–**	**53,666**
28 February 2025				
Investment assets	12,951	42,217	–	55,168
Investment liabilities	–	–	–	–
Total	**12,951**	**42,217**	**–**	**55,168**

4. Valuation of financial instruments continued

BlackRock UK Managed Volatility Fund III	Level 1 £000's	Level 2 £000's	Level 3 £000's	Total £000's
28 February 2026				
Investment assets	8,260	12,175	–	20,435
Investment liabilities	(27)	–	–	(27)
Total	**8,233**	**12,175**	**–**	**20,408**
28 February 2025				
Investment assets	7,379	11,741	–	19,120
Investment liabilities	(4)	–	–	(4)
Total	**7,375**	**11,741**	**–**	**19,116**

BLACKROCK NON-UCITS RETAIL FUNDS

REPORT ON REMUNERATION (unaudited)

The below disclosures are made in respect of the remuneration policies of the BlackRock group ("BlackRock"), as they apply to BlackRock Fund Managers Limited (the "Manager"). The disclosures are made in accordance with the provisions in the UK implementing the Alternative Investment Fund Managers Directive (the "AIFMD"), the European Commission Delegated Regulation supplementing the AIFMD (the "Delegated Regulation") and the "Guidelines on sound remuneration policies under the AIFMD issued by the European Securities and Markets Authority.

The BlackRock AIFM Remuneration Policy (the "AIFM Remuneration Policy") will apply to the EEA entities within the BlackRock group authorised as a manager of alternative investment funds in accordance with the AIFMD, and will ensure compliance with the requirements of Annex II of the AIFMD and to UK entities within the BlackRock group authorised as a manager of a UK alternative investment fund in accordance with the UK version of the Directive.

The Manager has adopted the AIFM Remuneration Policy, a summary of which is set out below.

Remuneration Governance

BlackRock's remuneration governance in EMEA operates as a tiered structure which includes: (a) the Management Development and Compensation Committee ("MDCC") (which is the global, independent remuneration committee for BlackRock, Inc. and (b) the Manager's board of directors (the "Manager's Board"). These bodies are responsible for the determination of BlackRock's remuneration policies which includes reviewing the remuneration policy on a regular basis and being responsible for its implementation.

The implementation of the remuneration policy is annually subject to central and independent review for compliance with policies and procedures for remuneration adopted by the MDCC and by the Manager's Board. The most recent review found no fundamental issues. The remuneration disclosure is produced and owned by the MDCC and the Manager's Board.

No changes were made to the remuneration policy in 2025.

(a) MDCC

The MDCC's purposes include:

- providing oversight of:
  - BlackRock's executive compensation programmes;
  - BlackRock's employee benefit plans; and
  - such other compensation plans as may be established by BlackRock from time to time for which the MDCC is deemed as administrator;
- reviewing and discussing the compensation discussion and analysis included in the BlackRock, Inc. annual proxy statement with management and approving the MDCC's report for inclusion in the proxy statement;
- reviewing, assessing and making reports and recommendations to the BlackRock, Inc. Board of Directors (the "BlackRock, Inc. Board") as appropriate on BlackRock's talent development and succession planning, with the emphasis on performance and succession at the highest management levels; and

REPORT ON REMUNERATION (unaudited) continued

- supporting the boards of the Company's EMEA regulated entities in meeting their remuneration-related obligations by overseeing the design and implementation of EMEA remuneration policy in accordance with applicable regulations.

The MDCC directly retains its own independent compensation consultant, Semler Brossy Consulting Group LLC, who has no relationship with BlackRock Inc. or the BlackRock, Inc. Board that would interfere with its ability to provide independent advice to the MDCC on compensation matters.

The BlackRock, Inc. Board has determined that all of the members of the MDCC are "independent" within the meaning of the listing standards of the New York Stock Exchange (NYSE), which requires each meet a "non-employee director" standard.

The MDCC held 9 meetings during 2025. The MDCC charter is available on BlackRock, Inc.'s website (www.blackrock.com).

Through its regular reviews, the MDCC continues to be satisfied with the principles of BlackRock's compensation policy and approach.

(b) The Manager's Board

The Manager's Board has the task of supervising, approving and providing oversight of the AIFM Remuneration Policy as it applies to the Manager and its Identified Staff (as defined below).

The responsibilities of the supervisory function include:

- approve, maintain and oversee the implementation of the AIFM Remuneration Policy;
- determine and oversee the remuneration of the members of the management body, provided that insofar the relevant AIFM does not have a separate supervisory function, the remuneration of the member of the management body is determined by the MDCC;
- approve any subsequent material exemptions or changes to the AIFM Remuneration Policy and carefully consider and monitor their effects;
- take into account the inputs provided by all competent corporate functions (i.e., risk management, compliance, human resources, strategic planning, etc.) in the design and oversight of the AIFM Remuneration Policy;

Decision-making process

Remuneration decisions for employees are made once annually in January following the end of the performance year. This timing allows full-year financial results to be considered along with other non-financial goals and objectives. Although the framework for remuneration decision-making is tied to financial performance, significant discretion is used to determine individual variable remuneration based on achievement of strategic and operating results and other considerations such as management and leadership capabilities.

REPORT ON REMUNERATION (unaudited) continued

No set formulas are established and no fixed benchmarks are used in determining annual incentive awards. In determining specific individual remuneration amounts, a number of factors are considered including non-financial goals and objectives and overall financial and investment performance (including, where relevant, good outcomes for retail customers). These results are viewed in the aggregate without any specific weighting, and there is no direct correlation between any particular performance measure and the resulting annual incentive award. The variable remuneration awarded to any individual(s) for a particular performance year may also be zero.

Annual incentive awards are paid from a bonus pool.

The size of the projected bonus pool, including cash and equity awards, is reviewed throughout the year by the MDCC and the final total bonus pool is approved after year-end. As part of this review, the MDCC receives actual and projected financial information over the course of the year as well as final year-end information. The financial information that the MDCC receives and considers includes the current year projected income statement and other financial measures compared with prior year results and the current year budget. The MDCC additionally reviews other metrics of BlackRock's financial performance (e.g., net inflows of AUM and investment performance) as well as information regarding market conditions and competitive compensation levels.

The MDCC regularly considers management's recommendation as to the percentage of pre-incentive operating income that will be accrued and reflected as a compensation expense throughout the year for the cash portion of the total annual bonus pool (the "accrual rate"). The accrual rate of the cash portion of the total annual bonus pool may be modified by the MDCC during the year based on its review of the financial information described above. The MDCC does not apply any particular weighting or formula to the information it considers when determining the size of the total bonus pool or the accruals made for the cash portion of the total bonus pool.

Following the end of the performance year, the MDCC approves the final bonus pool amount.

As part of the year-end review process the Enterprise Risk and Regulatory Compliance departments report to the MDCC on any activities, incidents or events that warrant consideration in making compensation decisions.

Individuals are not involved in setting their own remuneration.

Control functions

Each of the control functions (Enterprise Risk, Legal & Compliance, Finance, Human Resources and Internal Audit) has its own organisational structure which is independent of the business units and therefore staff members in control functions are remunerated independently of the businesses they oversee. The head of each control function is either a member of the Global Executive Committee ("GEC"), the global management committee, or has a reporting obligation to the board of directors of BlackRock Group Limited, the parent company of all of BlackRock's EMEA regulated entities, including the Manager.

Functional bonus pools are determined with reference to the performance of each individual function. The remuneration of the senior members of control functions is directly overseen by the MDCC.

REPORT ON REMUNERATION (unaudited) continued

Link between pay and performance

There is a clear and well defined pay-for-performance philosophy and compensation programmes which are designed to meet the following key objectives as detailed below:

- appropriately balance BlackRock's financial results between shareholders and employees;
- attract, retain and motivate employees capable of making significant contributions to the long-term success of the business;
- align the interests of senior employees with those of shareholders by awarding BlackRock Inc.'s stock as a significant part of both annual and long-term incentive awards;
- control fixed costs by ensuring that compensation expense varies with profitability;
- link a significant portion of an employee's total compensation to the financial and operational performance of the business;
- promote sound and effective risk management across all risk categories, including sustainability risk;
- discourage excessive risk-taking (sustainability related or otherwise); and
- ensure good outcomes are delivered for retail customers and that that client interests are not negatively impacted by remuneration awarded on a short-term, mid-term and/or long-term basis.

Driving a high-performance culture is dependent on the ability to measure performance against objectives, values and behaviours in a clear and consistent way. Managers use a 5-point rating scale to provide an overall assessment of an employee's performance, and employees also provide a self-evaluation. The overall, final rating is reconciled during each employee's performance appraisal. Employees are assessed on the manner in which performance is attained as well as the absolute performance itself.

In keeping with the pay-for-performance philosophy, ratings are used to differentiate and reward individual performance – but don't pre-determine compensation outcomes. Compensation decisions remain discretionary and are made as part of the year-end compensation process.

When setting remuneration levels other factors are considered, as well as individual performance, which may include:

- the performance of the Manager, the funds managed by the Manager and/or the relevant functional department;
- factors relevant to an employee individually (e.g., relevant working arrangements (including part-time status if applicable); relationships with clients and colleagues; teamwork; skills; any conduct issues; and, subject to any applicable policy, the impact that any relevant leave of absence may have on contribution to the business);
- the management of risk within the risk profiles appropriate for BlackRock's clients;
- strategic business needs, including intentions regarding retention;
- market intelligence;
- criticality to business; and
- supporting the firm's approaches to environmental, social and governance factors and diversity, equity and inclusion.

REPORT ON REMUNERATION (unaudited) continued

A primary product tool is risk management and, while employees are compensated for strong performance in their management of client assets, they are required to manage risk within the risk profiles appropriate for their clients. Therefore, employees are not rewarded for engaging in high-risk transactions outside of established parameters. Remuneration practices do not provide undue incentives for short-term planning or short-term financial rewards, do not reward unreasonable risk and provide a reasonable balance between the many and substantial risks inherent within the business of investment management, risk management and advisory services.

BlackRock operates a total compensation model for remuneration which includes a base salary, which is contractual, and a discretionary bonus scheme.

BlackRock operates an annual discretionary bonus scheme. Although all employees are eligible to be considered for a discretionary bonus, there is no contractual obligation to make any award to an employee under its discretionary bonus scheme. In exercising discretion to award a discretionary bonus, the factors listed above (under the heading "Link between pay and performance") may be taken into account in addition to any other matters which become relevant to the exercise of discretion in the course of the performance year.

Discretionary bonus awards for all employees, including executive officers, are subject to a guideline that determines the portion paid in cash and the portion paid in BlackRock, Inc. stock and subject to additional vesting/clawback conditions. Stock awards are subject to further performance adjustment through variation in BlackRock, Inc.'s share price over the vesting period. As total annual compensation increases, a greater portion is deferred into stock. The MDCC adopted this approach in 2006 to substantially increase the retention value and shareholder alignment of the compensation package for eligible employees, including the executive officers. The portion deferred into stock vests into three equal instalments over the three years following grant.

Supplementary to the annual discretionary bonus as described above, equity awards may be made to select individuals to provide greater linkage with future business results. These long-term incentive awards have been established individually to provide meaningful incentive for continued performance over a multi-year period recognising the scope of the individual's role, business expertise and leadership skills.

Selected senior leaders are eligible to receive performance-adjusted equity-based awards from the "BlackRock Performance Incentive Plan" ("BPIP"). Awards made from the BPIP have a three-year performance period based on a measurement of As Adjusted Operating Margin[1] and Organic Revenue Growth[2]. Determination of pay-out will be made based on the firm's achievement relative to target financial results at the conclusion of the performance period. The maximum number of shares that can be earned is 165% of the award in those situations where both metrics achieve pre-determined financial targets. No shares will be earned where the firm's financial performance in both of the above metrics is below a pre-determined performance threshold. These metrics have been selected as key measures of shareholder value which endure across market cycles.

[1] As Adjusted Operating Margin: As reported in BlackRock's external filings, reflects adjusted Operating Income divided by Total Revenue net of distribution and servicing expenses and amortisation of deferred sales commissions.

[2] Organic Revenue Growth: Equal to net new base fees plus net new Aladdin revenue generated in the year (in dollars).

REPORT ON REMUNERATION (unaudited) continued

A limited number of investment professionals have a portion of their annual discretionary bonus (as described above) awarded as deferred cash that notionally tracks investment in selected products managed by the employee. The intention of these awards is to align investment professionals with the investment returns of the products they manage through the deferral of compensation into those products. Clients and external evaluators have increasingly viewed more favourably those products where key investors have "skin in the game" through significant personal investments.

Identified Staff

"Identified Staff" comprises the following categories of staff whose professional activities have a material impact on the risk profiles of the AIFM or the AIFs which it manages categories of the AIFM's staff, including:

- Board members (Executive and Non-Executive Directors);
- Conducting officers;
- Members of Senior Management; and
- Individuals responsible for internal senior management, risk takers, control functions

The list of Identified Staff will be subject to regular review, being formally reviewed in the event of, but not limited to:

- organisational changes;
- new business initiatives;
- changes in significant influence function lists;
- changes in role responsibilities; and
- revised regulatory direction.

BlackRock applies the proportionality principle in respect of staff identified as "Identified Staff".

BlackRock bases its proportionality approach on a combination of factors that it is entitled to take into account based on relevant guidelines. The application of proportionality has been assessed based on the criteria set down in the ESMA Guidelines - i.e., criteria in terms of size, internal organisation and nature, scope and complexity of the activities; group of persons, who have only collectively a material impact on the risk profile of the management company; and structure of the remuneration of identified staff.

Quantitative Remuneration Disclosure

The Manager is required under the AIFMD to make quantitative disclosures of remuneration. These disclosures are made in line with BlackRock's interpretation of currently available regulatory guidance on quantitative remuneration disclosures. As market or regulatory practice develops BlackRock may consider it appropriate to make changes to the way in which quantitative remuneration disclosures are calculated. Where such changes are made, this may result in disclosures in relation to a fund not being comparable to the disclosures made in the prior year, or in relation to other BlackRock fund disclosures in that same year.

Remuneration information at an individual AIF level is not readily available. Disclosures are provided in relation to (a) the staff of the Manager; (b) staff who are senior management; (c) staff who have the ability to materially affect the risk profile of the Fund; and (d) staff of companies to which portfolio management and risk management has been formally delegated.

REPORT ON REMUNERATION (unaudited) continued

All individuals included in the aggregated figures disclosed are rewarded in line with BlackRock's remuneration policy for their responsibilities across the relevant BlackRock business area. As all individuals have a number of areas of responsibilities, only the portion of remuneration for those individuals' services attributable to the Manager is included in the aggregate figures disclosed.

Members of staff and senior management of the Manager typically provide both AIFMD and non-AIFMD related services in respect of multiple funds, clients and functions of the Manager and across the broader BlackRock group. Conversely, members of staff and senior management of the broader BlackRock group may provide both AIFMD and non-AIFMD related services in respect of multiple funds, clients and functions of the broader BlackRock group and of the Manager. Therefore, the figures disclosed are a sum of individuals' portion of remuneration attributable to the Manager according to an objective apportionment methodology which acknowledges the multiple-service nature of the Manager and the broader BlackRock group. Accordingly, the figures are not representative of any individual's actual remuneration or their remuneration structure.

The amount of the total remuneration awarded to the Manager's staff in respect of the Manager's financial year ending 31 December 2025 is USD 220.0 million. This figure is comprised of fixed remuneration of USD 104.7 million and variable remuneration of USD 115.2 million. There were a total of 4,182 beneficiaries of the remuneration described above.

The amount of the aggregate remuneration awarded by the Manager in respect of the Manager's financial year ending 31 December 2025, to its senior management was USD 13.2 million, and to other members of its staff whose actions potentially have a material impact on the risk profile of the Manager or its funds was USD 7.5 million.

BLACKROCK NON-UCITS RETAIL FUNDS

EFFICIENT PORTFOLIO MANAGEMENT AND SECURITIES FINANCING TRANSACTIONS (unaudited)

Efficient Portfolio Management Techniques

The Manager may, on behalf of certain Funds and subject to the conditions and within the limits laid down by the FCA and the Prospectus, employ techniques and instruments relating to transferable securities, including investments in Over-the-Counter Financial Derivative Instruments (OTC FDIs) provided that such techniques and instruments are used for efficient portfolio management purposes or to provide protection against exchange risk or for direct investment purposes, where applicable.

In addition to the investments in OTC FDIs, the Funds may employ other techniques and instruments relating to transferable securities and money market instruments, subject to the conditions set out in the Trust's Prospectus, as amended from time to time, and the ESMA Guidelines (as adopted by the FCA), such as repurchase / reverse repurchase transactions ("repo transactions") and securities lending.

Securities Lending

The following table details the value of securities on loan as a proportion of the Funds' total lendable assets and NAV as at 28 February 2026. Total lendable assets represents the aggregate value of assets forming part of the Funds' securities lending programme. This excludes any assets held by the Funds that are not considered lendable due to any market, regulatory, investment or other restriction.

	Securities on loan	
Fund	% of lendable assets	% of NAV
BlackRock UK Managed Volatility Fund I	11.31	3.45
BlackRock UK Managed Volatility Fund II	8.74	2.72
BlackRock UK Managed Volatility Fund III	41.22	13.61

If there is securities lending revenue generated, the securities lending agent will receive a fee of 37.5% of such securities lending revenue and will pay any third party operational and administrative costs associated with, and incurred in respect of, such activity, out of its fee. Income earned during the year by the Funds from securities lending transactions is disclosed in the notes to the financial statements.

The value of securities on loan and associated collateral analysed by counterparty, as at 28 February 2026, is disclosed in the notes to the financial statements.

All securities on loan have an open maturity tenor as they are recallable or terminable on a daily basis.

Collateral

The BlackRock UK Managed Volatility Fund I, BlackRock UK Managed Volatility Fund II and BlackRock UK Managed Volatility Fund III engage in activities which may require collateral to be provided to a counterparty ("collateral posted") or may hold collateral received ("collateral received") from a counterparty.

EFFICIENT PORTFOLIO MANAGEMENT AND SECURITIES FINANCING TRANSACTIONS (unaudited) continued

The following table provides an analysis by currency of the cash and underlying non-cash collateral received by way of title transfer collateral arrangement by the Funds, in respect of securities lending transactions, as at 28 February 2026.

Currency	Cash collateral received £000's	Cash collateral posted £000's	Non-cash collateral received £000's	Non-cash collateral posted £000's
BlackRock UK Managed Volatility Fund I				
Securities lending transactions				
USD	–	–	1,005	–
Total	**–**	**–**	**1,005**	**–**

Currency	Cash collateral received £000's	Cash collateral posted £000's	Non-cash collateral received £000's	Non-cash collateral posted £000's
BlackRock UK Managed Volatility Fund II				
Securities lending transactions				
EUR	–	–	53	–
GBP	–	–	847	–
USD	–	–	783	–
Total	**–**	**–**	**1,683**	**–**

Currency	Cash collateral received £000's	Cash collateral posted £000's	Non-cash collateral received £000's	Non-cash collateral posted £000's
BlackRock UK Managed Volatility Fund III				
Securities lending transactions				
CHF	–	–	165	–
DKK	–	–	104	–
EUR	–	–	1,111	–
GBP	–	–	67	–
HKD	–	–	347	–
JPY	–	–	742	–
NOK	–	–	36	–
SEK	–	–	96	–
USD	–	–	818	–
Total	**–**	**–**	**3,486**	**–**

Non-cash collateral received by way of title transfer collateral arrangement in relation to securities lending transactions can be sold, re-invested or pledged.

EFFICIENT PORTFOLIO MANAGEMENT AND SECURITIES FINANCING TRANSACTIONS (unaudited) continued

The following table provides an analysis of the type, quality and maturity tenor of non-cash collateral received/posted by the Funds by way of title transfer collateral arrangement in respect of securities lending transactions as at 28 February 2026.

	Maturity Tenor						
	1 - 7 days £000's	8 - 30 days £000's	31 - 90 days £000's	91 - 365 days £000's	More than 365 days £000's	Open transactions £000's	Total £000's
BlackRock UK Managed Volatility Fund I							
Collateral received - securities lending							
Fixed income							
Investment grade	–	–	–	–	1,005	–	**1,005**
Total	**–**	**–**	**–**	**–**	**1,005**	**–**	**1,005**
BlackRock UK Managed Volatility Fund II							
Collateral received - securities lending							
Fixed income							
Investment grade	–	–	–	–	1,366	–	**1,366**
Equities							
Recognised equity index	–	–	–	–	–	158	**158**
ETFs							
UCITS	–	–	–	–	–	1	**1**
Non-UCITS	–	–	–	–	–	158	**158**
Total	**–**	**–**	**–**	**–**	**1,366**	**317**	**1,683**
BlackRock UK Managed Volatility Fund III							
Collateral received - securities lending							
Equities							
Recognised equity index	–	–	–	–	–	3,123	**3,123**
ETFs							
Non-UCITS	–	–	–	–	–	363	**363**
Total	**–**	**–**	**–**	**–**	**–**	**3,486**	**3,486**

Investment grade securities are those issued by an entity with a minimum investment grade credit rating from at least one globally recognised credit rating agency; Standard & Poor's, Moody's or Fitch.

EFFICIENT PORTFOLIO MANAGEMENT AND SECURITIES FINANCING TRANSACTIONS (unaudited) continued

A recognised equity index contains at least 20 equities where no single equity represents more than 20% of the total index and no five equities combined represent more than 60% of the total index.

The maturity tenor analysis for fixed income securities received or posted as collateral is based on the respective contractual maturity date, while for equity securities and ETFs received or posted as collateral are presented as open transactions as they are not subject to a contractual maturity date.

As at 28 February 2026, all non-cash collateral received by the Funds in respect of securities lending transactions and OTC FDIs is held by the Funds' Trustee (or through their delegates), with the exception of the amounts disclosed in the following table which are held through a securities settlement system.

The following table lists the top ten issuers (or all the issuers if less than ten) of non-cash collateral received by the Fund by way of the title transfer collateral arrangement across securities lending transactions as at 28 February 2026.

	Value £000's	% of the Fund's NAV
BlackRock UK Managed Volatility Fund I		
United States Treasury	1,005	3.76
Total	**1,005**	**3.76**
BlackRock UK Managed Volatility Fund II		
United Kingdom Gilt	847	1.50
United States Treasury	466	0.82
iShares Core S&P 500 ETF	158	0.28
Taiwan Semiconductor Manufacturing Co Ltd	158	0.28
French Republic Government Bond OAT	53	0.09
iShares S&P Small Cap 600 UCITS ETF	1	0.00
iShares BIC 50 UCITS ETF	-	0.00
Republic of Germany	-	0.00
Total	**1,683**	**2.97**
BlackRock UK Managed Volatility Fund III		
iShares Core S&P 500 ETF	363	1.50
AIA Group Ltd	347	1.44
Mitsubishi UFJ Financial Group Inc	347	1.44
Allianz SE	339	1.40
Chubb Ltd	210	0.87
Nordea Bank Abp	174	0.72
ASR Nederland NV	127	0.53
Sompo Holdings Inc	119	0.49
Yokohama Financial Group Inc	115	0.48
KBC Group NV	105	0.43
Other issuers	1,240	5.13
Total	**3,486**	**14.43**

Want to know more?

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