

BlackRock Strategic Funds – BlackRock Systematic US Equity Absolute Return Fund

April 2026

BlackRock Asset Management North Asia Limited 貝萊德資產管理北亞有限公司

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

Quick facts

Management Company:	BlackRock (Luxembourg) S.A.			
Investment Adviser(s) and/or Sub-Adviser(s):	Internal delegation to one or more Investment Adviser(s) and/or their sub-delegate(s) (if applicable) as described in “The Investment Advisers” section of the Information For Residents of Hong Kong*			
	* <i>Details of the relevant Investment Adviser(s) and sub-delegates(s) responsible for the Fund will be listed in the interim report and annual report and will be available from the Hong Kong Representative upon request.</i>			
Depository:	State Street Bank International GmbH, Luxembourg Branch			
Ongoing charges over a year:		Exclusive of performance fee	Inclusive of performance fee [#]	
	Class A2	USD	1.93%	2.21%
	Class A2	EUR	1.93%	2.21%
	Class A2	AUD	1.93%	1.99%
	Class A2	GBP	1.91%	2.26%
	Class A2	EUR Hedged	1.93%	2.33%
	Class A2	SEK Hedged	1.93%	2.26%
	Class A2	HKD Hedged [^]	1.93%	2.21%
	Class A2	AUD Hedged [^]	1.93%	2.21%
	Class A2	CNH Hedged [^]	1.93%	2.21%
	Class A2	JPY Hedged [^]	1.93%	2.21%
	Class A2	CHF Hedged [^]	1.93%	2.21%
	Class D2	USD	1.43%	1.75%
	Class D2	EUR Hedged	1.43%	1.91%
	Class D2	CHF Hedged	1.43%	3.76%
	Class D2	GBP Hedged	1.65%	1.65%
	The ongoing charges figure for a class is based on the costs and expenses of that class with reference to the annual report of the Fund for the year ended 31 May 2025. The figure may vary from year to year.			
	For a share class which is newly launched/not yet launched (marked [^]) the ongoing charges figure represents the Management Company’s best estimate of the ongoing charges based on the information available in respect of other active share classes with a similar fee structure.			
	[#] <i>Calculated based on the performance fee of the relevant class being accrued for the relevant financial period (for the year ended 31 May 2025).</i>			

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Dealing frequency:	Daily	Financial year end:	31 May
Base currency:	USD		
Dividend policy:	Non-Distributing Shares: No dividends will be declared or paid ▶ Class A2, Class D2 The Directors may amend the above dividend policy subject to the SFC's prior approval (if required) and by giving one month's prior notice to investors.		
Minimum investment:	US\$5,000 initial, US\$1,000 additional for Class A Shares US\$100,000 initial, US\$1,000 additional for Class D Shares		

What is this product?

BlackRock Systematic US Equity Absolute Return Fund (the “**Fund**”) is a sub-fund of BlackRock Strategic Funds (“**BSF**”), an open-ended variable capital investment company established under the laws of Luxembourg. Its home regulator is the Commission de Surveillance du Secteur Financier (CSSF).

Objectives and Investment Strategy

The Fund aims to achieve a positive absolute return through a combination of capital growth and income regardless of market conditions. In the context of this Fund, it seeks to provide a return for investors in any market conditions over a 5-year period (or for the duration of an entire market cycle). However, this does not mean a return over this period or over any period is guaranteed. The Fund's capital is at risk.

The Fund will seek to invest at least 70% of its total assets, including long, synthetic long and synthetic short positions, in equities and equity-related securities (including derivatives) of, or giving exposure to, companies incorporated or listed in the United States. Investment may also be made, for up to 30% of the Fund's total assets, in the equity and equity-related securities (including derivatives) of, or giving exposure to, companies incorporated or listed in Canada and Latin America. The Fund will be highly diversified across the universe of equities in the Americas, and it has no particular focus in terms of industry/sector or market capitalisation in the selection of any of its investments.

In order to achieve an absolute return, the Fund will employ a market neutral strategy which seeks to minimise the impact of the overall equity markets within the Americas on the Fund's performance. This involves the Fund first assessing the relative performance of the individual equity securities and then taking a relatively even split of long and short equity positions in the same or adjacent sector of the market, such that gains and losses from the general market movements are offset, and the Fund's investment return will mainly be driven by the relative performance of the individual securities, rather than the direction of the market as a whole. As the Fund seeks to achieve a high degree of diversification by gaining exposure to a large number of underlying securities, it will make extensive use of derivatives, including total return swaps specifically to create these long and short positions synthetically without fully funding each position. Under such swaps, the Fund may either receive or pay the total return, including coupons plus capital gains or losses, of the specified reference equities and equity-related securities, without owning them. In return, the Fund will make or receive regular payments to or from another party, which can be at a fixed or variable rate. The Fund's exposure to derivatives (specifically, total return swaps) is expected to be 500% of its NAV, with a maximum exposure of 800% of its NAV.

The Fund will use quantitative (i.e. mathematical or statistical) models designed and built by the Investment Adviser in order to achieve a systematic (i.e. rule based) approach to security selection. This means that the models will utilise including but not limited to artificial intelligence and machine learning tools to analyse various data sources to predict the securities' contribution to portfolio returns against their risk and transaction cost forecasts, to optimize the allocation of securities, including the long and short positions, within the Fund's target risk limits, e.g. the maximum long/short position weights and portfolio-level volatility, with the aim of achieving the highest risk-adjusted returns.

The Fund may invest up to 30% of its total assets in financial instruments, such as equities and equity-related securities (including derivatives), of companies or issuers of any size in any sector of the economy globally and cash and near-cash instruments for meeting any payment obligations arising from the Fund's use of derivatives or to achieve the investment objective.

The Fund has no current intention to conduct securities lending or invest in instruments with loss-absorption features, urban investment bonds (城投債), collateralised and/or securitised products such as asset backed securities, mortgage backed securities and asset backed commercial papers, or engage in sale and repurchase transactions or reverse repurchase transactions.

Use of Derivatives/Investment in Derivatives

The Fund's net derivative exposure may be more than 100% of the Fund's NAV.

What are the key risks?

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

1. Investment Risks

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

By adopting an absolute return strategy, the Fund aims to improve the efficiency of the alpha that can be generated, creating excess returns, which are not dependent on the direction of movement of the underlying market. This does not mean or imply that return is guaranteed, as there can be circumstances where negative returns are generated.

2. Equity Risk

The Fund's investment in equity securities is subject to general market risks, and its value may fluctuate due to many factors at the individual company level, as well as by broader economic and political developments, including changes in investment sentiment, trends in economic growth, inflation and interest rates, issuer-specific factors, corporate earnings reports, demographic trends and catastrophic events.

3. Derivatives Risks

Risks associated with derivatives include counterparty/credit risk, liquidity risk, valuation risk, volatility risk and over-the-counter transaction risk. The leverage effect of derivatives can result in a loss significantly greater than the amount invested and extensive exposure to derivatives may lead to a significant loss by the Fund.

The Fund may have a net derivative exposure of more than 100% of its NAV. This may magnify any potential impact of any negative change in the value of the underlying assets on the Fund and may also increase the volatility of the Fund's price and may lead to significant losses.

The Fund will invest in total return swaps, which typically involve a combination of liquidity risk, counterparty risk and legal risk. A total return swap is a bilateral agreement that involves a counterparty which may, for any reason, not be in a position to fulfil its obligations under the total return swap. Each total return swap is a bespoke transaction, including with respect to its reference obligation, duration, and contractual terms. Such a lack of standardisation may adversely affect the price or conditions under which a total return swap can be sold, liquidated or closed out. Over-the-counter (OTC) markets, in which total return swaps are traded, are subject to less governmental regulation and supervision of transactions than organised exchanges. Many of the protections afforded to participants on some organised exchanges, such as the performance guarantee of an exchange clearing house, may not be available in connection with transactions carried out on OTC markets.

Synthetic short positions expose the Fund to the risk that the value of the underlying asset increases, resulting in potentially unlimited losses, as there is no cap on the price appreciation of the asset. In addition, synthetic short positions may be subject to heightened counterparty risk, as the Fund relies on the ability and willingness of the counterparty to fulfil its obligations. The use of synthetic short positions can also increase the Fund's exposure to liquidity risk, as it may be difficult to close out or unwind such positions at favourable prices, particularly in stressed market conditions.

4. Risks Associated with Market Neutral Strategy

A market neutral strategy is not risk neutral and does not imply low volatility. It is subject to risks associated with price differentials and volatility, as well as the robustness of the models used by the Investment Adviser. The success of a market neutral strategy depends on the ability to assess and predict the relative performance of the individual securities, such that the long positions outperform the short positions. There is no assurance that the models employed by the Investment Adviser will be able to accurately assess or predict the relative performance of securities, or that the long positions will outperform the short positions as intended. A market neutral strategy also involves investing in derivatives that can be riskier and more volatile than traditional investments, particularly in falling markets. The use of a market neutral strategy may also result in greater portfolio turnover and, consequently, greater transaction costs for the Fund.

5. Model and Data Risks

The Fund seeks to pursue its investment objective by using proprietary models that incorporate quantitative analysis. Investments selected using these models may perform differently than as forecasted due to the factors incorporated into the models and the weighting of each factor, changes from historical trends, and issues in the construction and implementation of the models (including, but not limited to, software issues and other technological issues). There is no guarantee that the use of these models will result in effective investment decisions for the Fund. The information and data used in the models may be supplied by third parties. Inaccurate or incomplete data may limit the effectiveness of the models. In addition, some of the data that the Investment Adviser uses may be historical data, which may not accurately predict future market movement. There is a risk that the models will not be successful in selecting investments or in determining the weighting of investment positions that will enable the Fund to achieve its investment objective.

6. Currency Risks

The Fund may invest in assets denominated in a currency other than the base currency of the Fund. Also, a class of Shares may be designated in a currency other than the base currency of the Fund. Changes in exchange rates between such currency and the base currency and changes in exchange rate controls may adversely affect the value of the Fund's assets.

7. Foreign Investments Restrictions Risks

Some countries prohibit or restrict investment, or the repatriation of income, capital or the proceeds from sale of securities. The Fund may incur higher costs investing in these countries. Such restrictions may delay the investment or repatriation of capital of the Fund.

8. Geographical Concentration Risks

The Fund's investments are concentrated in the United States. This may result in greater volatility than more broad-based investments. The value of the Fund may be more susceptible to adverse economic, political, policy, foreign exchange, liquidity, tax, sustainability related, legal or regulatory event affecting the United States.

9. Small/mid Cap Companies Risks

The stocks of small/mid-capitalisation companies may have lower liquidity and their prices are more volatile and susceptible to adverse economic developments than those of larger capitalisation companies in general.

10. Liquidity Risks

The size and trading volume of securities in some markets relevant to the Fund may be substantially smaller than developed markets. This may lead to investments in such securities becoming less liquid, making it difficult to dispose of them which may reduce the Fund's returns/lead to losses for investors.

11. Risks Associated with Performance Fee Charged by the Fund

Performance fees may encourage the Investment Adviser to make riskier investments than would be the case in the absence of a performance-based incentive system.

Given there is no equalisation arrangement for the calculation of the performance fee, a redeeming investor may still incur a performance fee in respect of his investments, even though he has suffered a loss of investment capital. In addition, performance fees may be paid on unrealised gains which may never be realised by the Fund.

12. Currency Conversion Risk for Renminbi (“RMB”) Denominated Classes

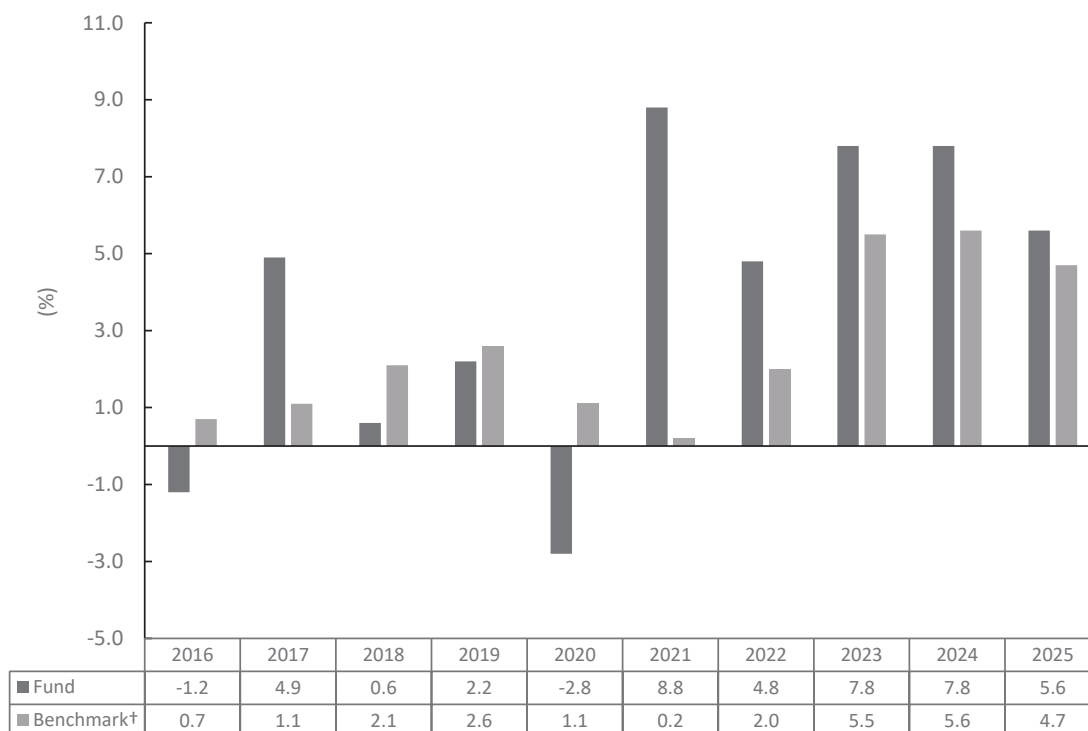
The Fund offers RMB denominated share classes. RMB is currently not freely convertible and is subject to exchange controls and restrictions.

Under exceptional circumstances, payment of realisation proceeds and/or dividend payment (if any) in RMB may be delayed due to the exchange controls and restrictions applicable to RMB.

RMB is **traded** in both the onshore and offshore markets. While both onshore RMB (“**CNY**”) and offshore RMB (“**CNH**”) represent the same currency, they are traded in different and separate markets which operate independently. The Management Company will apply the CNH rate for currency conversion of RMB denominated share classes. Any divergence between CNH and CNY may adversely impact investors.

How has the fund performed?

Historic performance to 31 December 2025



Notes:

Past performance information is not indicative of future performance. You may not get back the full amount invested. The computation of the performance is based on the calendar year end, NAV-To-NAV, with dividend reinvested expressed as a % change. These figures show by how much the share class increased or decreased in value during the calendar year shown. Performance data has been calculated in USD, including ongoing charges and taxes and excluding subscription and redemption fees, if applicable. The past performance information reflects the performance of the Class A2 USD Shares which the Investment Adviser(s) views as the most appropriate representative share class. Please refer to the website www.blackrock.com/hk for performance information regarding other share classes. This website has not been reviewed by the SFC. Where no past performance is shown there was insufficient data available in that year to provide performance.

† The benchmark of the Fund is 3 Month Secured Overnight Financing Rate (SOFR) compounded in arrears plus 26.1 basis point spread. The performance benchmark information set out above prior to 15 December 2021 is that of the 3 Month London Interbank Offered Rate (LIBOR). The benchmark was changed on 15 December 2021 as the UK Financial Conduct Authority required a transition from LIBOR to Alternative Reference Rates (ARRs) for all investment instruments. The original benchmark adopts LIBOR related rates and was therefore required to change and be replaced by the current benchmark which adopts the appropriate ARR.

Fund launch date: 17 February 2012

Share class launch date: 17 February 2012

Is there any guarantee?

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

What are the fees and charges?

Charges which may be payable by you

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

Fee	What you pay
Subscription Fee (Initial Charge)	Class A and Class D Shares: up to 5% of the price of Shares
Switching Fee (Conversion Charge)	Nil [^] , except a delayed Initial Charge of up to 5% of the price of Class A or Class D Shares may be payable
Redemption Fee	Nil [^]

[^] A 2% charge on redemptions/conversions may be levied where excessive trading by a shareholder is suspected.

Ongoing fees payable by the Fund

The following expenses paid by the Fund affect you because they reduce the return on your investments:

Fee	Annual rate
Management Fee	1.50% of the NAV of the relevant Class A Shares 1.00% of the NAV of the relevant Class D Shares
Depository Fees*	Safekeeping fees: 0.0073% to 0.5062% per annum of the value of the securities Transactional fees: US\$1.73 to US\$111.36 per transaction

Performance Fee 20% of the outperformance of the NAV per Share (which includes accrual of the performance fee up to the previous day but before any performance fee accrual for the current day) during a performance period over the Reference NAV. Outperformance means the amount by which the NAV per Share during the performance period exceeds the Reference NAV.

Reference NAV is the higher of (i) the High Watermark and (ii) the Money Weighted Price, in each case as adjusted by the Benchmark Return, and as reduced by the rate of any distribution in respect of Shares made during the relevant performance period. Where the Benchmark Return is positive, the Reference NAV will be adjusted upwards by an amount equal to the Benchmark Return; where the Benchmark Return is negative, the Reference NAV will be adjusted downwards by an amount equal to the Benchmark Return (although any such decrease will be capped at the value of High Watermark). Where a distribution is made during the relevant performance period (if applicable), the Reference NAV will be adjusted downwards by the rate of such distribution.

Benchmark of the Fund is the 3 Month Secured Overnight Financing Rate (SOFR) compounded in arrears plus 26.1 basis point spread. Benchmark Return is the arithmetic mean on each Valuation Day of the offered quotations of this Benchmark. For hedged share classes, this Benchmark shall be a substitute Benchmark as further specified in Appendix E of the Prospectus.

The High Water Mark is (i) for the first performance period of a class, the initial NAV per Share; or (ii) in subsequent performance periods, the NAV per Share at the end of the last performance period where and after a performance fee has been paid. Where a performance fee is payable for a performance period, the NAV per Share (after payment of the performance fee for that performance period) on the last Valuation Day of that performance period will be set as the High Water Mark for the next performance period.

The Money Weighted Price is:

- (i) the launch NAV; or

- (ii) on the first day of a subsequent performance period, the higher of:
 - (a) the previous day’s Money Weighted Price; and
 - (b) the previous day’s NAV per Share if and after a performance fee has been paid out for the last performance period; or
- (iii) in respect of any other Valuation Day, the previous day’s Money Weighted Price adjusted by subscriptions or switches into the class on that Valuation Day.

The Money Weighted Price will be:

- higher than the High Watermark when the average value of subscriptions and/or switches into the relevant share class are at a NAV per Share that is higher than the High Watermark;
- lower than the High Watermark when the average value of subscriptions and/or switches into the relevant share class are at a NAV per Share that is lower than the High Watermark.

Performance fee accrues on each Valuation Day if the NAV per Share exceeds the Reference NAV. On each Valuation Day, the performance fee accrual made (if any) on the previous Valuation Day will be reversed and a new performance fee accrual will be calculated. If the NAV per Share is lower than or equal to the Reference NAV, any performance fee accrual will be reversed and no performance fee will be accrued.

Each performance period corresponds to the financial year of the Fund. There is no equalisation arrangement for the calculation of the performance fee, which means that a redeeming investor may still incur a performance fee in respect of his investments, even though he has suffered a loss of investment capital.

For details and illustrative examples of the performance fee calculation, please refer to Appendix E of the Prospectus.

Annual Service Charge	Up to 0.30% of the NAV of the relevant share class
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Distribution Fee	Class A and Class D Shares: Nil
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* Subject to change without prior notice (for fee changes below the disclosed upper limit)

Other fees
You may have to pay other fees and charges when dealing in the Shares of the Fund.

Additional Information

- ▶ You generally buy and redeem Shares at the Fund’s next-determined price as long as the Transfer Agent receives your request in good order before the cut-off time of 12:00 p.m. (Luxembourg time) on the relevant Dealing Day. Please check whether your distributor has an internal cut-off time which is earlier than this.
- ▶ The NAV of the Fund is calculated daily. Prices of shares are published each business day on www.blackrock.com/hk. This website has not been reviewed by the SFC.
- ▶ The updated list of currently available shares is available from the Hong Kong Representative.

Important

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

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