



Precision insights: Emerging markets

Updated May 2025

Going local: EM through a country lens

We outline our latest views on emerging market (EM) single countries, updated regularly to reflect the latest macro and political developments in this complex and dynamic asset class.

Latest changes:

- **Positioning for increased trade uncertainty:** while we stay mixed on Mexico, valuations remain reasonable and we look to increase conviction on any trade progress. We continue to turn to India as an insular approach to increased trade uncertainty.

Click on the regions below to explore our precision emerging market views in detail.



Region	Market	View	Global ETP flows		Outlook
			2024	2025 YTD	
LatAm equity	<u>Brazil</u>		-\$3.2B	\$0.0B	We further lower our conviction on Brazil. Valuations have rebounded alongside weaker earnings estimates, while an unfavourable trade balance with the US translates into vulnerability against tariff risks. Political uncertainty keeps BRL/USD and debt servicing costs in focus.
	<u>Mexico</u>		-\$0.8B	\$0.6B	We keep a mixed view on Mexican equities – now our preferred exposure within LatAm. Valuations have come down as the market has been impacted by tariff uncertainty. Limited scope for further monetary stimulus is balanced by improvements in the fiscal position.
APAC equity	<u>China</u>		\$155.1B	\$12.8B	We shift to a mixed view on Chinese equities. Enthusiasm around AI and tech may continue to support the market, potentially diminishing the need for substantial government stimulus. However, structural headwinds and tariff uncertainties warrant caution.
	<u>Korea</u>		\$2.4B	\$0.8B	We keep a mixed view on Korean equities. Cheaper valuations balance the broader risks that we see, such as tariffs, domestic political risk and geopolitical risk.
	<u>India</u>		\$10.5B	\$0.1B	We see opportunity in large caps following the country's cyclical downturn, supported by resilient domestic inflows. A lower correlation to global equities and high domestic revenue exposure add to diversification benefits.
GCC equity	<u>UAE</u>		\$0.0B	\$0.0B	We keep a mixed view on GCC markets, with a relative preference for the UAE, given its tilt towards real estate and Saudi Arabia's sensitivity to oil prices. Both markets are under structural change, which has provided opportunities.
	<u>Saudi Arabia</u>		-\$0.1B	\$0.2B	
Africa	<u>South Africa</u>		\$0.3B	\$0.0B	We introduce a mixed view on South Africa, given exporter tailwinds, although ongoing domestic political uncertainty remains a headwind.
Debt	<u>EMD</u>		\$11.0B	\$10.0B	We stay neutral on emerging market debt (EMD) across hard and local currency. Overall, we still look to the asset class for income and diversification.

Source: BlackRock and Markit, as of 19 May 2025. **Past flows into global ETPs are not a guide to current or future flows and should not be the sole factor of consideration when selecting a product.** Figures are in US dollars, unless stated otherwise. There is no guarantee that any forecasts made will come to pass.

Five-year total returns (%)	2020	2021	2022	2023	2024	2025 YTD
MSCI Emerging Markets	18.31	-2.54	-20.09	9.83	7.50	9.59
MSCI Brazil	-19.02	-17.40	14.15	32.69	-29.77	24.51
MSCI Mexico	-1.85	22.53	-2.02	40.92	-27.13	28.87
MSCI China	43.20	3.20	-25.90	-13.47	11.70	1.13
MSCI India	33.98	-1.56	-26.44	23.90	-13.69	6.46
MSCI Korea 25-50	44.64	-8.39	-29.36	23.16	-23.40	13.68
MSCI Saudi Arabia 20/35	0.71	37.70	-5.09	10.67	0.60	-1.59
MSCI UAE	-0.93	50.18	-6.18	0.57	19.62	16.36
MSCI South Africa	-3.96	3.58	-3.88	1.50	6.72	23.20
J.P. Morgan GBI-EM Global	2.67	-9.74	-10.57	12.60	-2.77	8.44
J.P. Morgan EMBI Global Core Index	5.77	-2.05	-18.37	10.81	6.23	2.83

The figures shown relate to past performance. Past performance is not a reliable indicator of current or future results. Index performance returns do not reflect any management fees, transaction costs or expenses. Indices are unmanaged and one cannot invest directly in an index. Figures are net total returns, in US dollars. Source: BlackRock and Bloomberg, as of 21 May 2025.

To view our full range of EM equity and fixed income products, please visit [BlackRock.com](https://www.blackrock.com).

LATIN AMERICA



BRAZIL: IDIOSYNCRATIC SLUMP

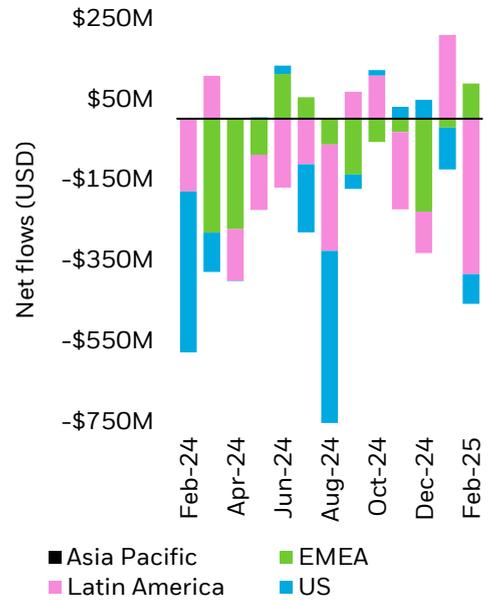
We further dial down our conviction on Brazilian equities.

Valuations have rebounded since December last year, despite consensus EPS estimates trending 18.8% lower in the last 12 months.¹ Growth has been weaker than expected, with real GDP flat in Q4, dropping from 1.0% QoQ growth in Q3.² Although real activity has benefited from fiscal stimulus – namely, federal transfers to its households and generous revisions to the minimum wage – it remains weaker than consensus. Meanwhile, retail sales declined 0.9% YoY in March.³ Services activity has also slumped.⁴ Brazil has not been subject to the higher tariff levels imposed by the US on some other countries, in the first instance. However, we still screen the country as high risk for persistent tariffs (versus LatAm peers) given its trade barriers, and government subsidies to support industrialisation.⁵ Moreover, as President Lula’s approval rating declines, investors are on pause. The market is left unsure whether to brace for more populist measures. As a result, the BRL/USD exchange rate has become a key factor guiding market sentiment. This also has implications for debt servicing costs, which now appear more in line with developed market levels – when measured as a percentage of GDP – than with those of emerging market peers, as the appetite for implementing spending cuts may be diminishing.

Amid slowing economic activity, Brazil’s inflation expectations have continued to rise – reaching 5.6% for the end of 2025 and 4.4% for the end of 2026.⁶ This adds complexity to the monetary policy picture, with the balance of risks leading to a more hawkish Copom. We expect it will continue raising rates by 75-100bps.

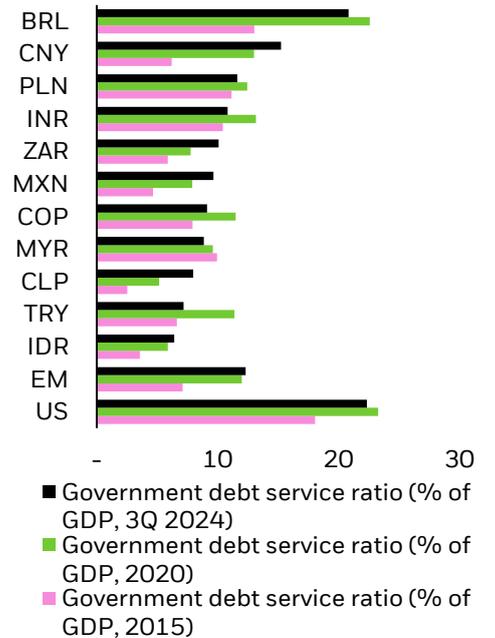
However, the bottom-up case for Brazilian equities looks more balanced. The profitability of financials remains strong as net interest margins and asset quality have trended higher this year, and the sector has a 25.5% weighting in the Ibovespa index.⁷ On the other hand, exports of materials – the second-largest sector – could face challenges from lower base metal prices, Chinese demand remaining subdued, BRL/USD continuing to appreciate, or tariffs materialising. Investor sentiment has remained relatively muted: Brazilian equity ETPs have continued their 2024 trend, with flat flows YTD.⁸

Chart 1: Flows into Brazil equity ETPs, split by listing region, February 2024 – February 2025



Source: BlackRock and Markit, as of 26 February 2025.

Chart 2: Debt service ratio for EM governments versus US



Source: HSBC calculations, IIF, Bloomberg, as of 30 September 2024.

There is no guarantee that any forecasts made will come to pass.

1, 6, 7 Source: Bloomberg, as of 25 March 2025. **2,4** Source: Goldman Sachs, as of 17 February 2025. **3** Source: Bloomberg, as of 14 May 2025. **5** Source: Goldman Sachs, as of 21 February 2025. **8** Source: BlackRock and Markit, as of 19 May 2025.

LATIN AMERICA



MEXICO: LINGERING UNCERTAINTY

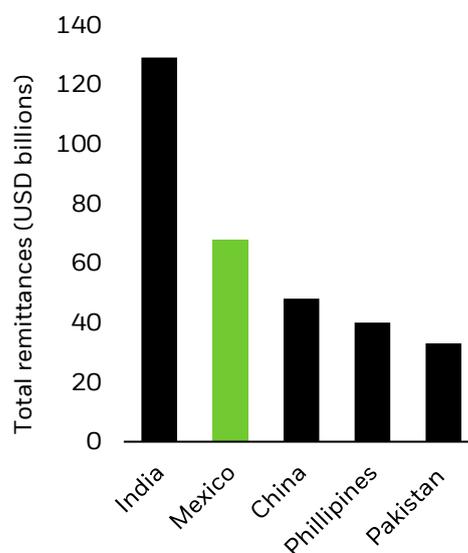
We keep our mixed view on Mexican equities: the relatively accommodative central bank backdrop – with several rate cuts since Q1 2024 – is balanced by equity valuations having already risen to be back in-line with broad EM averages. Fiscal consolidation and trade uncertainties also add complexity to the picture. However, recent news of China-US de-escalation creates room to turn more constructive, particularly as both equities and the Mexican peso have paid the price for tariff uncertainty. Our Fundamental Equities EM team believes the tariff concerns are somewhat overdone, but the rhetoric may well continue, providing buying opportunities.

Mexico is now our preferred equity exposure within Latin America, partly due to more realistic valuations. The market's P/E ratio currently stands at 12.7x – within its five-year average range of 11.68x to 13.73x.⁹ The central bank's decision to accelerate monetary easing, with another 50-basis point rate cut in March 2025, reflects a dovish stance. While this approach may stimulate economic activity, it also carries risks, given global trade uncertainties and potential limitations for further rate cuts by the US Federal Reserve (Fed). Mexico's Monetary Policy Committee remains constrained by the US policy rate to avoid unintended pressure on MXN/USD. Inflation dynamics present mixed signals, with headline inflation at 3.90% year-over-year in April, influenced by declining non-core components, while core services inflation remains persistent.¹⁰

President Sheinbaum's administration is on track to meet its fiscal deficit target of 3.9% of GDP for 2025, a notable improvement from the 5.7% deficit recorded in 2024, largely attributable to the completion of major infrastructure projects initiated by the previous administration.¹¹ However, consensus forecasts see GDP growth remaining flat in 2025 – below the government's 1.5-2.3% projection. Coupled with an anticipated peso depreciation to 20.50 MXN/USD, this could result in a deficit of 4.2% of GDP, slightly overshooting the target.¹² These concerns have been amplified by the central bank's downward revision of the 2025 growth forecast to 0.6%, indicating possible economic headwinds.

Although the defensive composition of the Mexican stock market – which has over 40% in consumer staples and communication services – may offer some resilience,¹³ uncertainty surrounding the implementation of US tariffs could introduce volatility. Changes in US immigration policies have also fallen into the shadow of tariff policy. We think there are multiple channels through which this could feed into the real economy in 2025, including changes in remittance volumes, which totalled \$67B in 2024.¹⁴

Chart 3: Highest remittance receiving economies globally in USD



Source: World Bank, as of 18 December 2024.

There is no guarantee that any forecasts made will come to pass.

9, 10, 13, 14 Source: Bloomberg, as of 14 May 2025. **11, 12** Source: Goldman Sachs, as of 25 February 2025 and Bloomberg, as of 14 May 2025.

ASIA PACIFIC



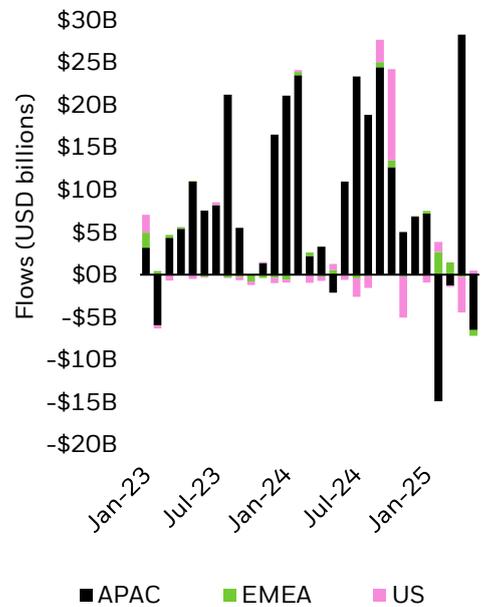
CHINA: THE POLICY PARADIGM

We turn mixed on Chinese stocks on a tactical basis, upgrading from neutral. Muted growth and tariff uncertainty, alongside anticipation for potential fiscal stimulus, present a complex picture for investors. We take note of the 90-day reduction in tariffs by China and the US to 10% and 30%, from 125% and 145% previously, following productive negotiations in May. We remain cautious against heavy extrapolation, as agreement details remain tentative.

In May, the PBoC and Chinese financial regulators also announced a 10-measure package intended to step up macro policy adjustment. While this is not the fiscal ‘bazooka’ markets have been waiting for to solve China’s economic woes, the measures did beat market expectations for the pre-scheduled meeting. Materials measures which included cutting the reserve requirement ratio (RRR) by 0.5ppt, effective 15 May; cutting the seven-day reverse repo rate by 10bps to 1.4%, effective tomorrow; increasing the relending fund for tech, agriculture, and SMEs; and setting up CNY 500B of relending tool for consumption and elderly care – have made China’s 5% growth target very achievable despite weakness in consumer inflation in particular at the start of 2025.

We favour A-shares given higher exposure to domestic policy compared to H shares, and 18.6% underperformance vs. offshore peers opening up attractive value.¹⁵ Additional support comes from heavier retail participation onshore and support from the national team. Domestic sentiment also appears more reflective of the policy commitment. High-yielding companies and financials are clear beneficiaries of the recently-announced stock market support policies: for high-yielding companies, the 1.75% funding cost from the RMB 300B relending facilities may provide arbitrage opportunities to buy high-dividend stocks. Financials are more likely to borrow money to buy back their own shares as the stabilisation fund comes online. We continue to like banks, given high dividend yields. However, as the government works to address property sector issues, including lowering mortgage rates – even for existing mortgages – which could potentially hurt banks’ earnings stability, we shift our preference from banks to insurance firms. The latter may do well in a strengthening consumption environment and could face lower risk from falling rates. We also add exposure to the consumer, particularly segments that could benefit from household income improvement and increasing liquidity. We were previously cautious on this sector, given macro headwinds and continuous earnings downgrades. We’re now looking at everyday consumption, including beverages such as beer, fiscal policy beneficiaries such as home appliances, as well as consumer internet sectors, such as online travel agencies.

Chart 4: monthly flows into China equity ETPs, split by listing region, 2022-2025 YTD



Source: BlackRock and Markit, as of 25 March 2025.

There is no guarantee that any forecasts made will come to pass.

¹⁵ Source: Bloomberg, as of 13 March 2025. ¹⁶ Source: BlackRock and Markit, as of 11 March 2025.

ASIA PACIFIC



SOUTH KOREA: A MIXED OUTLOOK

Our view on the South Korean equity market remains mixed, with cheaper valuations offset by broader tariff and political (both domestic and geopolitical) risk. Korean equities trade at a significant discount to global and EM equities – just 8.6x forward P/E versus 14.4x for MSCI EM.¹⁷ At the same time, earnings expectations have recovered, with revisions now pointing sideways after declining earlier in the year – although tariff uncertainty makes guidance beyond Q2 hazy. The market’s c.17% revenue exposure to the US remains a risk, especially as it relates to goods exports, which are heavily represented in the equity market.¹⁸ Tech exports may also face cyclical headwinds, which could weigh on earnings. At the macro level, we see room for improvement in consumption, with retail sales now picking up after significantly lagging for most of 2024. However, real consumption has been squeezed by a higher cost of living. We see room for the Bank of Korea to continue to cut rates this year after surprising the market with the start of its cutting cycle in Q4 2024. Domestic politics remain uncertain, given the imposition – and swift removal – of martial law late last year, leading to a change in leadership and shifting sands under the leading party. Structural tailwinds for the bond market are likely to emerge, though, with the inclusion of Korean bonds in the FTSE WGBI index.

Chart 5: Foreign revenue exposure for key EM markets

Business Origin	Foreign DM exposure		Foreign EM exposure	
	North America	DM Europe	China	India
S. Korea	17.3%	10.2%	9.1%	1.0%
Japan	16.5%	6.9%	4.4%	1.1%
India	9.0%	7.9%	0.9%	N/A
China	3.7%	2.7%	N/A	0.5%

Source: MSCI, March as of 2024. Chart shows geographic revenue exposure by region/country.

There is no guarantee that any forecasts made will come to pass.

17 Source: BlackRock and Bloomberg, as of 28 April 2025. **18** Source: MSCI, as of March 2024.

ASIA PACIFIC



INDIA: CHEAPER, BUT STRUCTURALLY SOUND

While Indian equities came under pressure earlier this year, this didn't come as a huge surprise, given the run-up in valuations last year and general consensus expectations for a cyclical earnings downturn in Q1. More recently, Indian assets have remained well anchored amid geopolitical headlines in the region.

Indian equities have cheapened significantly, trading at 23.4x forward P/E.¹⁹ However, this is still more expensive than broad EM equities and we acknowledge that it's a structurally expensive trade. Our Fundamental Equities EM team believes that the correction has some way to go, noting that the recent earnings season has been disappointing and consumption is weaker. Meanwhile, the shift in international investors' preferred emerging market between India and China appears to be turning. That said, we saw the most froth in the mid and small-cap portions of the market and remain comfortable leaning into the dip in Indian large cap equities, especially with earnings revisions for MSCI India levelling out after this downgrade period (see chart). With this cyclical downturn in mind, we saw a little rotation out of Indian equity ETPs at the start of the year, but this turned more positive from March, driven again by international investors: EMEA-listed flows are at \$0.5B YTD, and US-listed flows have started to retrace the outflows from January and February. This supports our assessment that there hasn't been a broad-based rotation out of Indian equities so far this year.²⁰

At a macro level, we expect the Reserve Bank of India (RBI) to remain supportive. In fixed income, a more stable fiscal backdrop, attractive yields and, crucially, the ongoing index inclusion process remain structurally supportive for INR government bonds, in our view. We also like India given the domestic nature of the equity market – with over 70% of revenue generated domestically – insulating the equity market from direct trade risks relative to other EM equity markets.²¹

We see Indian equities supported by increased domestic investor participation, which has outpaced foreign flows by a wide margin. Monthly inflows into Indian equities via Systematic Investment Plans (SIPs) reached \$2.3B a month in 2024 – building on the \$80B added through this vehicle since 2021.²² At the same time, the total number of dematerialised accounts has hit 150m,²³ with an average of 5.3k accounts created per day since 1996.²⁴ With domestic ownership of Indian equities at 35.6% versus 16% for foreign ownership,²⁵ the make-up of the equity market is shifting: we see this as net positive for the market's long-term attractiveness. Our analysis shows that EMEA investor portfolios are strategically under-allocated to Indian equities in terms of free-float market cap and compared to global indices. This historical under-allocation has led to missing out on potential returns and diversification benefits. Analysis based on forward-looking (ex-ante) correlations shows MSCI India has a lower correlation (0.39) to global equity indices versus the MSCI EM (0.56) and MSCI Latin America (0.57), and can act as a powerful diversifier to traditional EMEA portfolio building blocks such as European and US equities, rates and credit.²⁶

There is no guarantee that any forecasts made will come to pass.

19 Source: Bloomberg, as of 14 May 2025. **20** Source: BlackRock and Markit, as of 13 March 2025. **21** Source: MSCI, March 2024. **22** Source: Goldman Sachs, as of 21 May 2024. **23** Source: Business Standard, April 2024. **24** Source: National Security Depository Limited, as of 30 April 2024. **25** Source: Reuters, February 2024. **26** Source: BlackRock Investment Strategy EMEA, BlackRock Aladdin, Morningstar. Portfolio average allocation based on 294 moderate multi-asset portfolios collected by between 02/01/2024 – 28/03/2024. Currency: EUR. Correlations data, as of 21 May 2024. For illustrative purposes only, and subject to change. **This information is not intended as a recommendation to invest in any particular asset class or strategy or as a promise - or even estimate - of future performance.**

Chart 6: Earnings revisions for MSCI India, December 2024 – March 2025



Source: BlackRock and Bloomberg, as of 13 March 2025.



THE GULF COOPERATION COUNCIL (GCC)

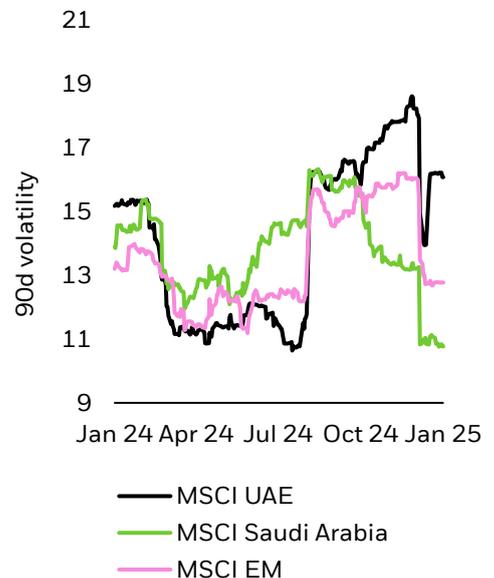
Two things stand out when considering our GCC views within an EM equity allocation. The first is the sensitivity of GCC equity markets to oil prices, given oil's role in driving the underlying economies. The second is an acknowledgement that this dynamic is undergoing a structural change: financials are now the largest sector tilt within both the Emirati and Saudi equity markets, for example.²⁷ The shifts towards economic diversification taking place across both Saudi Arabia and the UAE offer potential for structural growth. President Trump's recent trip to Gulf countries and strategic partnerships such as the \$600B commitment from Saudi Arabia, including spending on AI infrastructure,²⁸ signifies strong diplomatic positioning and puts the region at the centre of mega forces driving global economies. While we remain neutral on GCC equities in the near term – set against a backdrop of our neutral view on broader EM equities – we see pockets of opportunity. GCC markets, in general, have the lowest correlation among constituents to MSCI EM, and represent a commodity exporter play. Saudi Arabia, for example, has over five times the oil exports-to-GDP ratio of any other EM country.²⁹ Taking a step back, we see room for GDP growth to slow across the board.



UAE: PROPERTY TAILWINDS

We maintain our relative preference for UAE equities within the GCC, given their tilt towards real estate. As highlighted above, GCC capital markets are undergoing structural change, and 2024 was a pivotal year with UAE market capitalisation surpassing \$1T – the 15th largest globally.³⁰ While 2024 was a strong year for UAE equities, delivering 19% returns and outperforming broader EM, valuations look fairly valued, in our view, trading at just over 9x forward P/E on a net total return basis.³¹ Concerns over the length of the current property cycle remain a tail risk, but we see little catalyst for this to shift in the first half of the year. Dubai property sales alone surpassed \$100B in 2024,³² supported by high net wealth migration. Taking a step back to the broader economy: while, as noted above, sensitivity to oil prices can't be ignored, non-oil economic growth remains supportive and points to a less volatile economy overall. The lower breakeven oil price for the UAE versus the broader GCC is also a plus (IMF estimates put it at half the price of Saudi Arabia, for example).³³ Despite being the second-largest exporter of energy in the GCC, the economy appears sufficiently diversified to reduce oil dependence, although the downwards pressure on oil YTD has approached the breakeven levels for the UAE.³⁴ From a macro perspective, the UAE benefits from a large working-age population and high labour force participation rate, with youth unemployment at 9.3% in 2022 compared to the 16.7% global average.³⁵ The twin surpluses across the budget and capital account also point to a solid underlying economy. As one of the emerging block of multi-aligned countries, alongside India, the UAE looks relatively well-positioned in a geopolitically fragmenting world.

Chart 7: 90-day vol of UAE, Saudi Arabia and EM equities, January 2024 – January 2025



Source: BlackRock and Bloomberg, as of 19 March 2025.

There is no guarantee that any forecasts made will come to pass.

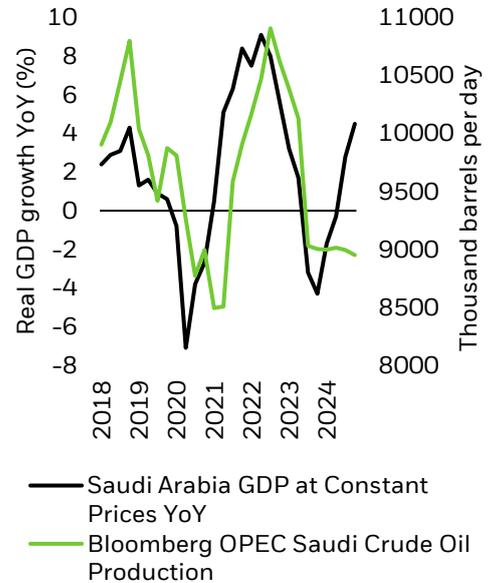
27 Source: Bloomberg, as of 1 February 2024. Based on MSCI Indices. **28** Source: Reuters, as of 13 May 2025. **29** Source: WTO, as of December 2023. **30** Source: Morgan Stanley, as of 27 January 2025. **31** Source: Bloomberg, as of 28 April 2025. **32** Source: DXB Interest, Morgan Stanley Research, as of 27 January 2025. **33** Source: IMF, as of January 2025. **34** Source: HSBC, as of 28 January 2025, and Morgan Stanley, as of 27 January 2025. **35** Source: The World Bank, as of 11 December 2023.



SAUDI ARABIA: STILL MOVING IN HAND WITH ENERGY

Saudi Arabia remains an intriguing investment prospect, but we think that the sensitivity of the broader equity market to the oil price has been a deterrent to international interest, especially this year. As the sixth-largest emerging market, direct international investor allocation to Saudi Arabia remains low, at c.3.5% of overall equity market capitalisation.³⁶ While the market has diversified, there is a perception that performance still depends on oil sentiment. With that in mind, we keep an eye on the oil price this year. With an estimated breakeven cost of \$80 per barrel, we think this will impact the budget deficit, but not become a longer-term cause for concern. Overall, we continue to like the structural case for Saudi Arabia as it moves towards a more diversified economy, with a sharp increase in the female labour force participation rate acting as a strong support for growth and a positive supply-side shock. From a fundamental perspective, high valuations kept us from going overweight last year, and they still do look lofty, at 16x forward P/E, although this has come down from as high as 18x at the start of the year.³⁷ Saudi Arabian equities continue to trade at a historic premium and we think there is some room for cheapening. This could spur us to adopt a more tactically constructive stance. Saudi Arabian equities' relationship with emerging market foreign exchange (EM FX) is important to our view: when EM FX sells off, Saudi Arabian equities have tended to hold up.

Chart 8: Saudi Arabia real GDP and crude production, 2018-2024



Source: Bloomberg, as of 31 December 2024.

There is no guarantee that any forecasts made will come to pass.

36 Source: Bloomberg, as of 1 February 2024. Based on MSCI Indices. **37** Source: Bloomberg, as of 28 April 2025.

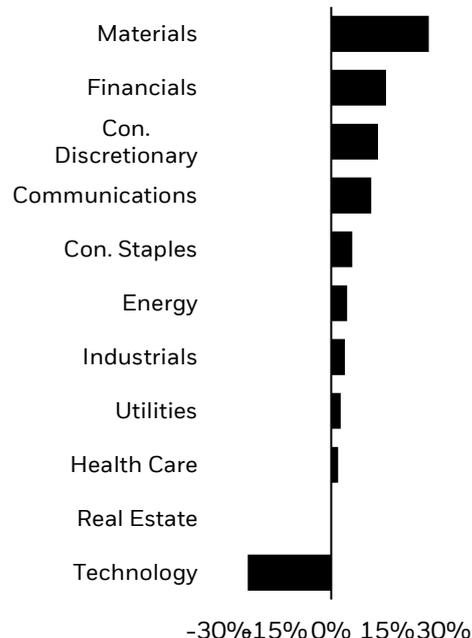
Africa



SOUTH AFRICA

We introduce a mixed view on South African equities. Despite a strong start to 2025, carrying on from momentum in late 2024, valuations are cheaper than broader EM equities, at 10.2x forward P/E.³⁸ This has been driven by the export-heavy materials sector – the second-biggest weighting in the MSCI South Africa Index, behind financials. A supportive central bank – which cut rates in January – is a tailwind, with financial conditions easing. We look to the new coalition government for greater clarity on the fiscal outlook. At the same time, we note that the administration’s own review in 2024 highlighted that government debt is expected to peak this year at just over 75% of GDP, as will debt servicing costs as a share of revenue.³⁹ The delaying of the national budget has also been a sign of ongoing domestic political uncertainty. While the value added tax (VAT) proposal that caused the original budget to be delayed was watered down, we’re keeping a close eye on the ability of the two coalition parties to work closely together. Structural challenges remain, particularly around sustainable growth drivers for the economy. While at first glance, the equity market may appear to move in lockstep with activity indicators like PMIs, over the long term, equities are effectively uncorrelated to the monthly shifts in economic activity.

Chart 9: MSCI South Africa sector tilts versus MSCI EM



Source: Bloomberg, as of 19 March 2025.

There is no guarantee that any forecasts made will come to pass.

38 Source: Blackrock and Bloomberg, as of 28 April 2025. **39** Source: National Treasury 2024 Budget Review.

EM DEBT

EMD EMD: CAUTIOUS OPTIMISM

The case for EMD has brightened since the start of the year, although challenges remain, including the non-negligible risk of a meaningful US growth slowdown and tariff risks for broader EM, which come hand in hand with risks for USD. With this in mind, we maintain a mixed stance on emerging market debt, continuing to like the exposure for diversification and income, particularly in regions like Brazil, as the Brazilian central bank continues to hike rates. The asset class has navigated a challenging landscape in 2025 so far, characterised by shifting growth expectations, evolving monetary policy and risks to global trade. Despite these challenges, both hard and local currency EM bonds have demonstrated resilience year to date with gains of 7.2% for local currency and 2.8% for hard currency.⁴¹ We prefer local currency exposure with trade concerns more than effectively priced in in LatAm, for example (see section on Mexican equities), and broader downside risks to USD in the first half of the year.

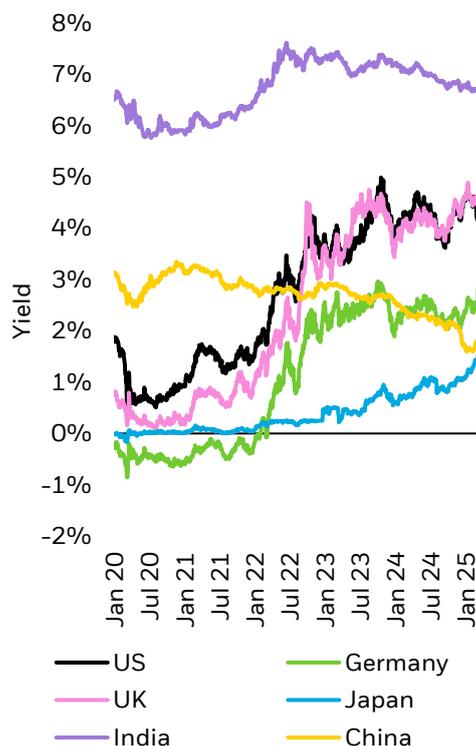
EM bond ETPs have had inflows of \$10.0B YTD, driven by APAC-listed inflows, with EMEA and US-listed EMD ETPs recording net outflows for the year so far.⁴² The recent rally in EM rates has supported total returns, though sentiment remains cautious amid softening US data and uncertainty around tariff implications. Meanwhile, inflation surprises and FX stability concerns have led to more measured rate cut pricing across local bond markets.

While EM growth expectations have been revised lower since November, downside risks have yet to materialise fully, which has played a role in sustaining a more hawkish repricing in European rates. The resilience of front-end local rates reflects the continued policy support from EM central banks, but growth concerns persist as rate cuts must be weighed against FX pressures that could constrain further easing.

India serves as an example, where downward rate adjustments must be carefully managed against potential currency depreciation, in our view. Meanwhile, Mexico's outperformance so far, coupled with increased sensitivity to inflation and trade-related headlines, has reduced our conviction in the near-term outlook.

The yield advantage of hard currency EM debt remains a key draw for investors, particularly in the face of heightened geopolitical risks and global market volatility.

Chart 10: Yields of select DM and EM government bonds, 2020-2025



Source: BlackRock and Bloomberg, as of 11 March 2025. Based on 10y tenors.

There is no guarantee that any forecasts made will come to pass.

41 Source: BlackRock and Bloomberg, as of 14 May 2025. **42** Source: BlackRock and Markit, as of 11 March 2025.

This document is marketing material: Before investing please read the Prospectus and the PRIIPs KID available on www.ishares.com/it, which contain a summary of investors' rights.

Risk warnings

Capital at risk. The value of investments and the income from them can fall as well as rise and are not guaranteed. Investors may not get back the amount originally invested.

Regulatory Information

This material is for distribution to Professional Clients (as defined by the Financial Conduct Authority or MiFID Rules) only and should not be relied upon by any other persons.

In the UK and Non-European Economic Area (EEA) countries: this is issued by BlackRock Advisors (UK) Limited, which is authorised and regulated by the Financial Conduct Authority. Registered office: 12 Throgmorton Avenue, London, EC2N 2DL, Tel: +44 (0)20 7743 3000. Registered in England and Wales No. 00796793. For your protection, calls are usually recorded. Please refer to the Financial Conduct Authority website for a list of authorised activities conducted by BlackRock.

In the European Economic Area (EEA): this is issued by BlackRock (Netherlands) B.V. is authorised and regulated by the Netherlands Authority for the Financial Markets. Registered office Amstelplein 1, 1096 HA, Amsterdam, Tel: 020 – 549 5200, Tel: 31-20-549-5200. Trade Register No. 17068311 For your protection telephone calls are usually recorded.

In Italy: For information on investor rights and how to raise complaints please go to <https://www.blackrock.com/corporate/compliance/investor-right> available in Italian.

In Israel and South Africa: this is issued by BlackRock Investment Management (UK) Limited, authorised and regulated by the Financial Conduct Authority. Registered office: 12 Throgmorton Avenue, London, EC2N 2DL. Tel: + 44 (0)20 7743 3000. Registered in England and Wales No. 02020394. For your protection telephone calls are usually recorded. Please refer to the Financial Conduct Authority website for a list of authorised activities conducted by BlackRock.

For investors in Bahrain

The information contained in this document is intended strictly for sophisticated institutions.

The information contained in this document, does not constitute and should not be construed as an offer of, invitation or proposal to make an offer for, recommendation to apply for or an opinion or guidance on a financial product, service and/or strategy. Whilst great care has been taken to ensure that the information contained in this document is accurate, no responsibility can be accepted for any errors, mistakes or omissions or for any action taken in reliance thereon.

You may only reproduce, circulate and use this document (or any part of it) with the consent of BlackRock.

The information contained in this document is for information purposes only. It is not intended for and should not be distributed to, or relied upon by, members of the public.

The information contained in this document, may contain statements that are not purely historical in nature but are “forward looking statements”. These include, amongst other things, projections, forecasts or estimates of income. These forward looking statements are based upon certain assumptions, some of which are described in other relevant documents or materials. If you do not understand the contents of this document, you should consult an authorised financial adviser.

For investors in Dubai (DIFC)

BlackRock Advisors (UK) Limited -Dubai Branch is a DIFC Foreign Recognised Company registered with the DIFC Registrar of Companies (DIFC Registered Number 546), with its office at Unit L15 - 01A, ICD Brookfield Place, Dubai International Financial Centre, PO Box 506661, Dubai, UAE, and is regulated by the DFSA to engage in the regulated activities of ‘Advising on Financial Products’ and ‘Arranging Deals in Investments’ in or from the DIFC, both of which are limited to units in a collective investment fund (DFSA Reference Number F000738).

The information contained in this document is intended strictly for Professional Clients as defined under the Dubai Financial Services Authority (“DFSA”) Conduct of Business (COB) Rules.

The information contained in this document, does not constitute and should not be construed as an offer of, invitation or proposal to make an offer for, recommendation to apply for or an opinion or guidance on a financial product, service and/or strategy. Whilst great care has been taken to ensure that the information contained in this document is accurate, no responsibility can be accepted for any errors, mistakes or omissions or for any action taken in reliance thereon. You may only reproduce, circulate and use this document (or any part of it) with the consent of BlackRock.

The information contained in this document is for information purposes only. It is not intended for and should not be distributed to, or relied upon by, members of the public.

The information contained in this document, may contain statements that are not purely historical in nature but are “forward-looking statements”. These include, amongst other things, projections, forecasts or estimates of income. These forward-looking statements are based upon certain assumptions, some of which are described in other relevant documents or materials. If you do not understand the contents of this document, you should consult an authorised financial adviser.

For investors in Israel

BlackRock Investment Management (UK) Limited is not licensed under Israel's Regulation of Investment Advice, Investment Marketing and Portfolio Management Law, 5755-1995 (the "Advice Law"), nor does it carry insurance thereunder.

For investors in Kuwait

The information contained in this document is intended strictly for sophisticated institutions that are 'Professional Clients' as defined under the Kuwait Capital Markets Law and its Executive Bylaws.

The information contained in this document, does not constitute and should not be construed as an offer of, invitation or proposal to make an offer for, recommendation to apply for or an opinion or guidance on a financial product, service and/or strategy. Whilst great care has been taken to ensure that the information contained in this document is accurate, no responsibility can be accepted for any errors, mistakes or omissions or for any action taken in reliance thereon. You may only reproduce, circulate and use this document (or any part of it) with the consent of BlackRock.

The information contained in this document is for information purposes only. It is not intended for and should not be distributed to, or relied upon by, members of the public.

The information contained in this document, may contain statements that are not purely historical in nature but are "forward-looking statements". These include, amongst other things, projections, forecasts or estimates of income. These forward-looking statements are based upon certain assumptions, some of which are described in other relevant documents or materials. If you do not understand the contents of this document, you should consult an authorised financial adviser.

For investors in Oman

The information contained in this document is intended strictly for sophisticated institutions.

The information contained in this document, does not constitute and should not be construed as an offer of, invitation or proposal to make an offer for, recommendation to apply for or an opinion or guidance on a financial product, service and/or strategy. Whilst great care has been taken to ensure that the information contained in this document is accurate, no responsibility can be accepted for any errors, mistakes or omissions or for any action taken in reliance thereon. You may only reproduce, circulate and use this document (or any part of it) with the consent of BlackRock.

The information contained in this document is for information purposes only. It is not intended for and should not be distributed to, or relied upon by, members of the public.

The information contained in this document, may contain statements that are not purely historical in nature but are "forward-looking statements". These include, amongst other things, projections, forecasts or estimates of income. These forward-looking statements are based

upon certain assumptions, some of which are described in other relevant documents or materials. If you do not understand the contents of this document, you should consult an authorised financial adviser.

For investors in Qatar

The information contained in this document is intended strictly for sophisticated institutions.

The information contained in this document, does not constitute and should not be construed as an offer of, invitation or proposal to make an offer for, recommendation to apply for or an opinion or guidance on a financial product, service and/or strategy. Whilst great care has been taken to ensure that the information contained in this document is accurate, no responsibility can be accepted for any errors, mistakes or omissions or for any action taken in reliance thereon. You may only reproduce, circulate and use this document (or any part of it) with the consent of BlackRock.

The information contained in this document is for information purposes only. It is not intended for and should not be distributed to, or relied upon by, members of the public.

The information contained in this document, may contain statements that are not purely historical in nature but are "forward-looking statements". These include, amongst other things, projections, forecasts or estimates of income. These forward-looking statements are based upon certain assumptions, some of which are described in other relevant documents or materials. If you do not understand the contents of this document, you should consult an authorised financial adviser.

For investors in Saudi Arabia

The information contained in this document is intended strictly for sophisticated institutions.

The information contained in this document, does not constitute and should not be construed as an offer of, invitation or proposal to make an offer for, recommendation to apply for or an opinion or guidance on a financial product, service and/or strategy. Whilst great care has been taken to ensure that the information contained in this document is accurate, no responsibility can be accepted for any errors, mistakes or omissions or for any action taken in reliance thereon. You may only reproduce, circulate and use this document (or any part of it) with the consent of BlackRock.

The information contained in this document is for information purposes only. It is not intended for and should not be distributed to, or relied upon by, members of the public.

The information contained in this document, may contain statements that are not purely historical in nature but are “forward looking statements”. These include, amongst other things, projections, forecasts or estimates of income. These forward-looking statements are based upon certain assumptions, some of which are described in other relevant documents or materials. If you do not understand the contents of this document, you should consult an authorised financial adviser.

For investors in Switzerland

This document is marketing material.

This document shall be exclusively made available to, and directed at, qualified investors as defined in Article 10 (3) of the CISA of 23 June 2006, as amended, at the exclusion of qualified investors with an opting-out pursuant to Art. 5 (1) of the Swiss Federal Act on Financial Services (“FinSA”).

For information on art. 8 / 9 Financial Services Act (FinSA) and on your client segmentation under art. 4 FinSA, please see the following website: www.blackrock.com/finsa.

For investors in United Arab Emirates

The information contained in this document is intended strictly for non-natural Qualified Investors as defined in the UAE Securities and Commodities Authority’s Board Decision No. 3/R.M of 2017 concerning Promoting and Introducing Regulations.

The information contained in this document, does not constitute and should not be construed as an offer of, invitation or proposal to make an offer for, recommendation to apply for or an opinion or guidance on a financial product, service and/or strategy. Whilst great care has been taken to ensure that the information contained in this document is accurate, no responsibility can be accepted for any errors, mistakes or omissions or for any action taken in reliance thereon. You may only reproduce, circulate and use this document (or any part of it) with the consent of BlackRock.

The information contained in this document is for information purposes only. It is not intended for and should not be distributed to, or relied upon by, members of the public. The information contained in this document, may contain statements that are not purely historical in nature but are “forward-looking statements”. These include, amongst other things, projections, forecasts or estimates of income. These forward-looking statements are based upon certain assumptions, some of which are described in other relevant documents or materials. If you do not understand the contents of this document, you should consult an authorised financial adviser.

For investors in South Africa

Please be advised that BlackRock Investment Management (UK) Limited is an authorised Financial Services provider with the South African Financial Services Conduct Authority, FSP No. 43288.

For investors in South Africa and Mauritius

The information contained in this document is intended strictly for Sophisticated Investors.

The information contained in this document, does not constitute and should not be construed as an offer of, invitation or proposal to make an offer for, recommendation to apply for or an opinion or guidance on a financial product, service and/or strategy. Whilst great care has been taken to ensure that the information contained in this document is accurate, no responsibility can be accepted for any errors, mistakes or omissions or

for any action taken in reliance thereon. You may only reproduce, circulate and use this document (or any part of it) with the consent of BlackRock.

The information contained in this document is for information purposes only. It is not intended for and should not be distributed to, or relied upon by, members of the public. The information contained in this document, may contain statements that are not purely historical in nature but are “forward looking statements”. These include, amongst other things, projections, forecasts or estimates of income. These forward-looking statements are based upon certain assumptions, some of which are described in other relevant documents or materials. If you do not understand the contents of this document, you should consult an authorised financial adviser.

For investors in Botswana, Namibia, and Kenya

The information contained in this document is intended strictly for Central Banks and Sovereign Investors.

The information contained in this document, does not constitute and should not be construed as an offer of, invitation or proposal to make an offer for, recommendation to apply for or an opinion or guidance on a financial product, service and/or strategy. Whilst great care has been taken to ensure that the information contained in this document is accurate, no responsibility can be accepted for any errors, mistakes or omissions or for any action taken in reliance thereon. You may only reproduce, circulate and use this document (or any part of it) with the consent of BlackRock.

The information contained in this document is for information purposes only. It is not intended for and should not be distributed to, or relied upon by, members of the public. The information contained in this document, may contain statements that are not purely historical in nature but are “forward looking statements”. These include, amongst other things, projections, forecasts or estimates of income. These forward-looking statements are based upon certain assumptions, some of which are described in other relevant documents or materials. If you do not understand the contents of this document, you should consult an authorised financial adviser.

For investors in Egypt

The information contained in this document is intended strictly for Central Banks and Sovereign clients.

The information contained in this document, does not constitute and should not be construed as an offer of, invitation or proposal to make an offer for, recommendation to apply for or an opinion or guidance on a financial product, service and/or strategy. Whilst great care has been taken to ensure that the information contained in this document is accurate, no responsibility can be accepted for any errors, mistakes or omissions or for any action taken in reliance thereon. You may only reproduce, circulate and use this document (or any part of it) with the consent of BlackRock. The information contained in this document is for information purposes only. It is not intended for and should not be distributed to, or relied upon by, members of the public. The information contained in this document, may contain statements that are not purely historical in nature but are “forward looking statements”. These include, amongst other things, projections, forecasts or estimates of income. These forward looking statements are based upon certain assumptions, some of which are described in other relevant documents or materials. If you do not understand the contents of this document, you should consult an authorised financial adviser.

For investors in Azerbaijan, Jordan, Kazakhstan, and Pakistan

The information contained in this document is intended strictly for Central Banks and Sovereign Investors.

The information contained in this document, does not constitute and should not be construed as an offer of, invitation or proposal to make an offer for, recommendation to apply for or an opinion or guidance on a financial product, service and/or strategy. Whilst great care has been taken to ensure that the information contained in this document is accurate, no responsibility can be accepted for any errors, mistakes or omissions or for any action taken in reliance thereon. You may only reproduce, circulate and use this document (or any part of it) with the consent of BlackRock.

The information contained in this document is for information purposes only. It is not intended for and should not be distributed to, or relied upon by, members of the public. The information contained in this document, may contain statements that are not purely historical in nature but are “forward looking statements”. These include, amongst other things, projections, forecasts or estimates of income. These forward looking statements are based upon certain assumptions, some of which are described in other relevant documents or materials. If you do not understand the contents of this document, you should consult an authorised financial adviser.

The information contained in this document is intended for the exclusive use of Central Banks and Sovereign Investors and is not for redistribution or further dissemination.

The information contained in this document, does not constitute and should not be construed as an offer of, invitation or proposal to make an offer for, recommendation to apply for or an opinion or guidance on a financial product, service and/or strategy. Whilst great care has been taken to ensure that the information contained in this document is accurate, no responsibility can be accepted for any errors, mistakes or omissions or for any action taken in reliance thereon. You may only reproduce, circulate and use this document (or any part of it) with the consent of BlackRock. The information contained in this document is for information purposes only. It is not intended for and should not be distributed to, or relied upon by, members of the public. The information contained in this document, may contain statements that are not purely historical in nature but are “forward looking statements”. These include, amongst other things, projections, forecasts or estimates of income. These forward looking statements are based upon certain assumptions, some of which are described in other relevant documents or materials. If you do not understand the contents of this document, you should consult an authorised financial adviser.

BlackRock does not hold any regulatory licenses or registrations in Egypt, Azerbaijan, Jordan, Kazakhstan, and Pakistan and is therefore not licensed to conduct any regulated business activity under the relevant laws and regulations as they apply to any entity intending to carry on business in MEA, nor does BlackRock purport to carry on, any regulated activity in any country in MEA. BlackRock funds, and/or services shall not be offered or sold to any person in any jurisdiction in which such an offer, solicitation, purchase, or sale would be deemed unlawful under the securities laws or any other relevant laws of such jurisdiction(s).

This material is provided to the recipient on a strictly confidential basis and is intended for informational or educational purposes only. Nothing in this document, directly or indirectly, represents to you that BlackRock will provide, or is providing BlackRock products or

Latin America

In Latin America, for institutional investors and financial intermediaries only (not for public distribution). This material is for educational purposes only and does not constitute investment advice or an offer or solicitation to sell or a solicitation of an offer to buy any shares of any fund or security and it is your responsibility to inform yourself of, and to observe, all applicable laws and regulations of your relevant jurisdiction. If any funds are mentioned or inferred in this material, such funds may not be registered with the securities regulators of Argentina, Brazil, Chile, Colombia, Mexico, Panama, Peru, Uruguay or any other securities regulator in any Latin American country and thus, may not be publicly offered in any such countries. The securities regulators of any country within Latin America have not confirmed the accuracy of any information contained herein. No information discussed herein can be provided to the general public in Latin America. The contents of this material are strictly confidential and must not be passed to any third party.

In Argentina, only for use with Qualified Investors under the definition as set by the Comisión Nacional de Valores (CNV).

In Brazil, this private offer does not constitute a public offer, and is not registered with the Brazilian Securities and Exchange Commission, for use only with professional investors as such term is defined by the *Comissão de Valores Mobiliários*.

In Chile, the sale of each fund not registered with the CMF is subject to General Rule No. 336 issued by the SVS (now the CMF). The subject matter of this sale may include securities not registered with the CMF; therefore, such securities are not subject to the supervision of the CMF. Since the securities are not registered in Chile, there is no obligation of the issuer to make publicly available information about the securities in Chile. The securities shall not be subject to public offering in Chile unless registered with the relevant registry of the CMF.

In Colombia, the promotion of each product discussed herein is carried out through the Representative Office of BlackRock Fund Advisors, authorized by the Colombian Financial Superintendence.

The transmission of this information does not constitute a securities public offering in Colombia. The products discussed herein may not be promoted or marketed in Colombia or to Colombian residents unless such promotion and marketing is made in compliance with Decree 2555 of 2010 and other applicable rules and regulations related to the promotion of foreign financial and/or securities related products or services in Colombia.

With the receipt of these materials, and unless the Client contacts BlackRock with additional requests for information, the Client agrees to have been provided the information for due advisory required by the marketing and promotion regulatory regime applicable in Colombia.

IN MEXICO, FOR INSTITUTIONAL AND QUALIFIED INVESTORS USE ONLY. INVESTING INVOLVES RISK, INCLUDING POSSIBLE LOSS OF PRINCIPAL. THIS MATERIAL IS PROVIDED FOR EDUCATIONAL AND INFORMATIONAL PURPOSES ONLY AND DOES NOT CONSTITUTE AN OFFER OR SOLICITATION TO SELL OR A SOLICITATION OF AN OFFER TO BUY ANY SHARES OF ANY FUND OR SECURITY. This information does not consider the investment objectives, risk tolerance or the financial circumstances of any specific investor. This information does not replace the obligation of financial advisor to apply his/her best judgment in making investment decisions or investment recommendations. It is your responsibility to inform yourself of, and to observe, all applicable laws and regulations of Mexico. If any funds, securities or investment strategies are mentioned or inferred in this material, such funds, securities or strategies have not been registered with the Mexican National Banking and Securities Commission (Comisión Nacional Bancaria y de Valores, the “CNBV”) and thus, may not be publicly offered in Mexico. The CNBV has not confirmed the accuracy of any information contained herein. The provision of investment management and investment advisory services (“Investment Services”) is a regulated activity in Mexico, subject to strict rules, and performed under the supervision of the CNBV. These materials are shared for information purposes only, do not constitute investment advice, and are being shared in the understanding that the addressee is an Institutional or Qualified investor as defined under Mexican Securities (*Ley del Mercado de Valores*). Each potential investor shall make its own investment decision based on their own analysis of the available information. Please note that by receiving these materials, it shall be construed as a representation by the receiver that it is an Institutional or Qualified investor as defined under Mexican law. BlackRock México Operadora, S.A. de C.V., Sociedad Operadora de Fondos de Inversión (“BlackRock México Operadora”) is a Mexican subsidiary of BlackRock, Inc., authorized by the CNBV as a Mutual Fund Manager (Operadora de Fondos), and as such, authorized to manage Mexican mutual funds, ETFs and provide Investment Advisory Services. For more information on the Investment Services offered by BlackRock Mexico, please review our Investment

Services Guide available in www.blackrock.com/mx. This material represents an assessment at a specific time and its information should not be relied upon by you as research or investment advice regarding the funds, any security or investment strategy in particular. Reliance upon information in this material is at your sole discretion. BlackRock México is not authorized to receive deposits, carry out intermediation activities, or act as a broker dealer, or bank in Mexico. For more information on BlackRock México, please visit: www.blackrock.com/mx. BlackRock receives revenue in the form of advisory fees for our advisory services and management fees for our mutual funds, exchange traded funds and collective investment trusts. Any modification, change, distribution or inadequate use of information of this document is not responsibility of BlackRock or any of its affiliates. Pursuant to the Mexican Data Privacy Law (Ley Federal de Protección de Datos Personales en Posesión de Particulares), to register your personal data you must confirm that you have read and understood the Privacy Notice of BlackRock México Operadora. For the full disclosure, please visit www.blackrock.com/mx and accept that your personal information will be managed according with the terms and conditions set forth therein.

In Peru, this private offer does not constitute a public offer, and is not registered with the Securities Market Public Registry of the Peruvian Securities Market Commission, for use only with institutional investors as such term is defined by the *Superintendencia de Banca, Seguros y AFP*.

In Uruguay, the securities are not and will not be registered with the Central Bank of Uruguay. The Securities are not and will not be offered publicly in or from Uruguay and are not and will not be traded on any Uruguayan stock exchange. This offer has not been and will not be announced to the public and offering materials will not be made available to the general public except in circumstances which do not constitute a public offering of securities in Uruguay, in compliance with the requirements of the Uruguayan Securities Market Law (Law N° 18.627 and Decree 322/011).

For investors in Central America, these securities have not been registered before the Securities Superintendence of the Republic of Panama, nor did the offer, sale or their trading procedures. The registration exemption has made according to numeral 3 of Article 129 of the Consolidated Text containing of the Decree-Law No. 1 of July 8, 1999 (institutional investors). Consequently, the tax treatment set forth in Articles 334 to 336 of the Unified Text containing Decree-Law No. 1 of July 8, 1999, does not apply to them. These securities are not under the supervision of the Securities Superintendence of the Republic of Panama. The information contained herein does not describe any product that is supervised or regulated by the National Banking and Insurance Commission (CNBS) in Honduras. Therefore any investment described herein is done at the investor's own risk. In Costa Rica, any

securities or services mentioned herein constitute an individual and private offer made through reverse solicitation upon reliance on an exemption from registration before the General Superintendence of Securities ("SUGEVAL"), pursuant to articles 7 and 8 of the Regulations on the Public Offering of Securities ("Reglamento sobre Oferta Pública de Valores"). This information is confidential, and is not to be reproduced or distributed to third parties as this is NOT a public offering of securities in Costa Rica. The product being offered is not intended for the Costa Rican public or market and neither is registered or will be registered before the SUGEVAL, nor can be traded in the secondary market. If any recipient of this documentation receives this document in El Salvador, such recipient acknowledges that the same has been delivered upon their request and instructions, and on a private placement basis. In Guatemala, this communication and any accompanying information (the "Materials") are intended solely for informational purposes and do not constitute (and should not be interpreted to constitute) the offering, selling, or conducting of business with respect to such securities, products or services in the jurisdiction of the addressee (this "Jurisdiction"), or the conducting of any brokerage, banking or other similarly regulated activities ("Financial Activities") in the Jurisdiction. Neither BlackRock, nor the securities, products and services described herein, are registered (or intended to be registered) in the Jurisdiction. Furthermore, neither BlackRock, nor the securities, products, services or activities described herein, are regulated or supervised by any governmental or similar authority in the Jurisdiction. The Materials are private, confidential and are sent by BlackRock only for the exclusive use of the addressee. The Materials must not be publicly distributed and any use of the Materials by anyone other than the addressee is not authorized. The addressee is required to comply with all applicable laws in the Jurisdiction, including, without limitation, tax laws and exchange control regulations, if any.

For investors in the Caribbean, any funds mentioned or inferred in this material have not been registered under the provisions of the Investment Funds Act of 2003 of the Bahamas, nor have they been registered with the securities regulators of Bermuda, Dominica, the Cayman Islands, the British Virgin Islands, Grenada, Trinidad & Tobago or any jurisdiction in the Organisation of Eastern Caribbean States, and thus, may not be publicly offered in any such jurisdiction. The shares of any fund mentioned herein may only be marketed in Bermuda by or on behalf of the fund or fund manager only in compliance with the provision of the Investment Business Act 2003 of Bermuda and the Companies Act of 1981. Engaging in marketing, offering or selling any fund from within the Cayman Islands to persons or entities in the Cayman Islands may be deemed carrying on business in the Cayman Islands. As a non-Cayman Islands person, BlackRock may not carry on or engage in any trade or business unless it properly registers and obtains a license for such activities in accordance with the applicable Cayman Islands law. In the Dominican Republic, any securities mentioned or inferred in this material may

only be offered in a private character according to the laws of the Dominican Republic, falling beyond the scope of articles 1 numeral (31), 46 et al of Law 249-17 dated 19 December 2017, as amended and its Regulations. Since no governmental authorizations are required in such offering, any “securities” mentioned or inferred in this material have not been and will not be registered with the Stock Market Superintendency of the Dominican Republic (Superintendencia de Mercado de Valores de la República Dominicana), and these “securities” may only be circulated, offered and sold in the Dominican Republic in a private manner based on the criteria established under Dominican laws and regulations.

For Offshore Wealth Investors, for institutional investors and financial intermediaries only (not for public distribution). The information contained herein is for informational purposes only and is not intended to be relied upon as a forecast, research or investment advice, and is not a recommendation, offer or solicitation to buy or sell any securities or to adopt any investment strategy. An assessment should be made as to whether the information is appropriate for you having regard to your objectives, financial situation, and needs.

This information does not consider the investment objectives, risk tolerance, or the financial circumstances of any specific investor. This information does not replace the obligation of financial advisor to apply his/her best judgment in making investment decisions or investment recommendations.

This material is restricted to distribution to non-U.S. Persons outside the United States within the meaning of Regulation S under the U.S. Securities Act of 1933, as amended (the “Securities Act”). Any securities described herein may not be registered under the Securities Act or with any securities regulatory authority of any state or other jurisdiction and may not be offered, sold, pledged or otherwise transferred except to persons outside the U.S. in accordance with Regulation S under the Securities Act pursuant to the terms of such securities. In particular, any UCITS funds mentioned herein are not available to investors in the U.S. and this material cannot be construed as an offer of any UCITS fund to any investor in the U.S.

Any research in this document has been procured and may have been acted on by BlackRock for its own purpose. The results of such research are being made available only incidentally. The views expressed do not constitute investment or any other advice and are subject to change. They do not necessarily reflect the views of any company in the BlackRock Group or any part thereof and no assurances are made as to their accuracy.

This document is for information purposes only and does not constitute an offer or invitation to anyone to invest in any BlackRock funds and has not been prepared in connection with any such offer.

© 2025 BlackRock, Inc. All Rights reserved. BLACKROCK, BLACKROCK SOLUTIONS and iSHARES are trademarks of BlackRock, Inc. or its subsidiaries in the United States and elsewhere. All other trademarks are those of their respective owners.

Want to know more?



[iShares.com](https://www.ishares.com)



GPSEMEAIvestmentStrategy@blackrock.com

iShares
by BlackRock