

**XSC**

# iShares Conservative Short Term Strategic Fixed Income ETF

As of 06/30/2016

**iShares**<sup>®</sup>  
by **BLACKROCK**<sup>®</sup>

Seeks to generate income for unitholders by investing primarily in securities of one or more exchange-traded funds managed by BlackRock or an affiliate that provide exposure to Canadian and international fixed income securities, including government bonds, investment grade corporate bonds, high yield securities, emerging market debt and other types of fixed income investments, while adhering to certain portfolio constraints upon rebalancing. In seeking to generate income, XSC will, upon rebalancing, generally: (i) limit its total exposure to high yield securities to 25% of its portfolio; and, (ii) limit its exposure to interest rate risk by maintaining a portfolio duration of less than five years.

## KEY BENEFITS

- 1 XSC attempts to mitigate interest rate volatility and seek higher yields
- 2 Seeks to keep overall portfolio risk in line with the broad Canadian bond market
- 3 Access a variety of Canadian and CAD-hedged global fixed income exposures while limiting non-investment grade credit exposure

## KEY FACTS

<b>Inception Date</b>	01/09/2015
<b>Benchmark</b>	N/A
<b>Stock Exchange</b>	Toronto Stock Exchange
<b>Distribution Frequency</b>	Monthly
<b>Listed Options</b>	No
<b>Eligible for Registered Plans</b>	Yes
<b>Program Eligibility</b>	DRIP
<b>Units Outstanding</b>	1,600,000
<b>Assets Under Management</b>	\$32,062,564
<b>Number of Holdings</b>	8

## FEES AND CHARGES

<b>Management Fee</b>	0.40 %
Management Fee: The annual fee payable by the fund and/or any underlying ETF(s) to BlackRock Canada and/or its affiliates for acting as trustee and/or manager of the fund/ETF(s).	

## TOP HOLDINGS (%)

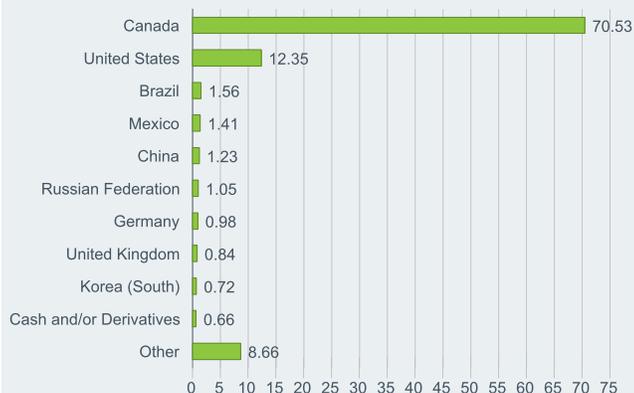
iShares Canadian Short Term Corpor	29.41
iShs Floating Rate Index ETF	22.43
iShs CAD Hybrd Cp Bd Idx ETF (CAD)	16.49
iShares U.S. High Yield Bond Index	11.82
ISHARES \$ EMERGING MARKETS CORP BD	8.90
ISHARES 1-5 YEAR LADDERED CORPORAT	4.09
ISHARES J.P. MORGAN \$ EMER MKTS BD	3.99
ISHARES ADVANTAGED CONV BOND INDEX	2.50
CAD CASH	0.18
GBP CASH	0.15
<b>Total of Portfolio</b>	<b>99.96</b>

Holdings are subject to change.

## PORTFOLIO CHARACTERISTICS

Weighted Average Yield To Maturity	3.10 %
Effective Duration	3.26 yrs
Weighted Average Maturity	4.77 yrs
Distribution Yield	3.21 %
Trailing 12-month Yield	0.00 %

## COUNTRY EXPOSURE (%)



## TOP ISSUERS

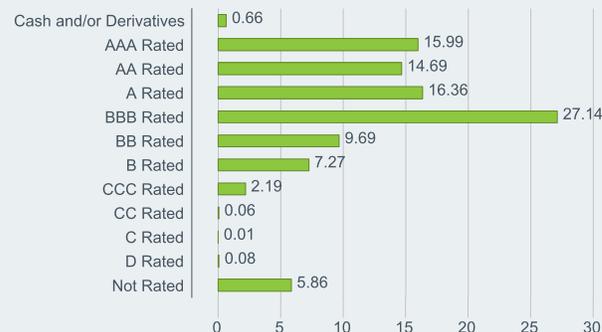
CANADA HOUSING TRUST NO.1	13.60
ROYAL BANK OF CANADA	3.94
BANK OF NOVA SCOTIA	2.82
TORONTO-DOMINION BANK/THE	2.30
BANK OF MONTREAL	2.03
QUEBEC (PROVINCE OF)	2.00
BELL TELEPHONE COMPANY OF CANADA OR BELL CANADA	1.98
CANADIAN IMPERIAL BANK OF COMMERCE	1.96
ONTARIO (PROVINCE OF)	1.91
TELUS CORPORATION	1.45

## SECTOR EXPOSURE (%)

Banking	19.07
Government Guaranteed	13.70
Communications	10.16
Energy	7.81
Local Authority	7.63
Consumer Cyclical	6.83
Owned No Guarantee	5.66
Reits	3.76
Consumer Non-Cyclical	3.69
Sovereign	3.22
Other	18.46

Allocations are subject to change.

## CREDIT RATINGS (%)



## AGGREGATE UNDERLYING HOLDINGS

CANADA HOUSING TRUST NO 1 144A	1.57
CANADA HOUSING TRUST NO 1 144A	1.51
CANADA HOUSING TRUST NO 1 144A	1.48
CANADA HOUSING TRUST NO.1 144A	1.44
CANADA HOUSING TRUST NO 1	1.42
CANADA HOUSING TRUST NO 1 144A	1.37
CANADA HOUSING TRUST NO 1 144A	1.37
CANADA HOUSING TRUST NO 1 144A	1.35
CANADA HOUSING TRUST NO.1 144A	1.16
CANADA HOUSING TRUST NO.1 144A	0.92
	<hr/>
	13.59

Holdings are subject to change.

Want to learn more?

 [www.iShares.ca](http://www.iShares.ca)

 1-866 iSHARES (1-866-474-2737)

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The above results are hypothetical and are intended for illustrative purposes only. The Hypothetical Growth of \$10,000 chart reflects a hypothetical \$10,000 investment and assumes reinvestment of dividends and capital gains. Fund expenses, including management fees and other expenses, were deducted.

Unlike an actual performance record, hypothetical results do not represent actual performance and are generally prepared with the benefit of hindsight. In addition, hypothetical trading does not involve financial risk. There are frequently differences, including material differences, between hypothetical performance results and the actual results subsequently achieved by any particular fund. Since trades have not actually been executed, hypothetical results cannot account for the impact of certain market risks such as lack of liquidity. There are numerous other factors related to the markets in general or the implementation of any specific investment strategy, which cannot be fully accounted for in the preparation of hypothetical results and all of which can adversely affect actual results.

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