

6 October 2016

Market Announcements Office
ASX Limited

FOR RELEASE TO ALL FUNDS LISTED BELOW

ANNOUNCEMENT: SUPPLEMENTARY PROSPECTUS – MANAGEMENT FEE REDUCTION

BlackRock Investment Management (Australia) Limited (**BIMAL**), on behalf of iShares Trust, makes this announcement regarding the following iShares® exchange traded funds.

ASX Code	Fund
IVV	iShares S&P 500 ETF
IJH	iShares S&P Mid-Cap ETF
IJR	iShares S&P Small-Cap ETF

Attached is a Supplementary Prospectus No. 1 for the iShares Trust Australian Prospectus No. 2 relating to the above Funds, which are quoted on ASX. The Supplementary Prospectus No. 1 has today been lodged with the Australian Securities & Investments Commission (**ASIC**).

The Supplementary Prospectus No. 1 sets out the following change to each Fund, which is effective 5 October 2016 (U.S. Eastern Time).

Fund Name	Current management fee	New management fee
iShares S&P 500 ETF	0.07% p.a.	0.04% p.a.
iShares S&P Mid-Cap ETF	0.12% p.a.	0.07% p.a.
iShares S&P Small-Cap ETF	0.12% p.a.	0.07% p.a.

Important Notice

Before investing in an iShares ETF, you should carefully consider whether such products are appropriate for you, read the applicable prospectus or product disclosure statement (PDS) available at www.blackrock.com.au and consult an investment adviser.

An iShares ETF is not sponsored, endorsed, issued, sold or promoted by the provider of the index which a particular fund seeks to track. No index provider makes any representation regarding the advisability of investing in the iShares ETFs. Further information on the index providers can be found on BIMAL's website terms and conditions at www.blackrock.com.au.

For more information about iShares ETFs go to www.blackrock.com/au/ishares or call 1300 474 273.

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Supplementary Prospectus No. 1 to the Prospectus dated 2 August 2016

iShares Trust Australian Prospectus No. 2

Dated 6 October 2016

iShares Trust ARBN 125 632 411

This Supplementary Prospectus No. 1 supplements the iShares Trust Australian Prospectus No. 2 dated 2 August 2016 (**Prospectus**). The Prospectus is issued by iShares Trust (**Trust**) and relates to the following classes of shares of the Trust (**Funds**) and CDIs over such shares.

iShares Asia 50 ETF (ASX: IAA)
iShares Europe ETF (ASX: IEU)
iShares Global 100 ETF (ASX: IOO)
iShares Global Consumer Staples ETF (ASX: IXI)
iShares Global Healthcare ETF (ASX: IXJ)
iShares Global Telecom ETF (ASX: IXP)
iShares Russell 2000 ETF (ASX: IRU)
iShares S&P 500 ETF (ASX: IVV)
iShares S&P Mid-Cap ETF (ASX: IJH)
iShares S&P Small-Cap ETF (ASX: IJR)

This Supplementary Prospectus No. 1 must be read together with the Prospectus.

A copy of this Supplementary Prospectus No. 1 has been lodged with the Australian Securities and Investments Commission (**ASIC**) and released to the Australian Securities Exchange (**ASX**). Neither ASIC nor ASX take any responsibility for the contents of this Supplementary Prospectus No. 1.

The Trust does not consider the modifications in this Supplementary Prospectus No. 1 to be materially adverse from the point of view of an investor.

This Supplementary Prospectus No. 1 is dated 6 October 2016 and was lodged with ASIC on that date and sets out the following changes in respect of the Funds.

Purpose of this Supplementary Prospectus No. 1

This Supplementary Prospectus No. 1 sets out changes to the U.S. Prospectus of iShares S&P 500 ETF, iShares S&P Mid-Cap ETF and iShares S&P Small-Cap ETF and to the Trust's Statement of Additional Information in respect of the Funds (**SAI**), lodged with ASIC and referred to in the Prospectus.

A. MANAGEMENT FEE REDUCTION

Effective 5 October 2016 (U.S. Eastern Time) the management fee of iShares S&P 500 ETF, iShares S&P Mid-Cap ETF and iShares S&P Small-Cap ETF is reduced as follows:

Fund Name	Previous management fee	New management fee
iShares S&P 500 ETF	0.07%	0.04%
iShares S&P Mid-Cap ETF	0.12%	0.07%
iShares S&P Small-Cap ETF	0.12%	0.07%

As a result of this change, the U.S. Prospectus of each Fund and the SAI is amended as follows:

Changes to each Fund's U.S. Prospectus

1. The table titled "Annual Fund Operating Expenses" and the fee example that follows each table, under the heading "Fees and Expenses" is deleted and replaced with the following:

iShares S&P 500 ETF

Annual Fund Operating Expenses
(ongoing expenses that you pay each year as a percentage of the value of your investments)¹

Management Fees	Distribution and Service (12b-1) Fees	Other Expenses	Total Annual Fund Operating Expenses
0.04%	None	None	0.04%

1. The expense information in the table has been restated to reflect current fees.

Example. This Example is intended to help you compare the cost of owning shares of the Fund with the cost of investing in other funds. The Example assumes that you invest \$10,000 in the Fund for the time periods indicated and then sell all of your shares at the end of those periods. The Example also assumes that your investment has a 5% return each year and that the Fund's operating expenses remain the same. Although your actual costs may be higher or lower, based on these assumptions, your costs would be:

1 Year	3 Years	5 Years	10 Years
\$4	\$13	\$23	\$51

iShares S&P Mid-Cap ETF**Annual Fund Operating Expenses**
(ongoing expenses that you pay each year as a percentage of the value of your investments)¹

Management Fees	Distribution and Service (12b-1) Fees	Other Expenses	Total Annual Fund Operating Expenses
0.07%	None	None	0.07%

1. The expense information in the table has been restated to reflect current fees.

Example. This Example is intended to help you compare the cost of owning shares of the Fund with the cost of investing in other funds. The Example assumes that you invest \$10,000 in the Fund for the time periods indicated and then sell all of your shares at the end of those periods. The Example also assumes that your investment has a 5% return each year and that the Fund's operating expenses remain the same. Although your actual costs may be higher or lower, based on these assumptions, your costs would be:

1 Year	3 Years	5 Years	10 Years
\$7	\$23	\$40	\$90

iShares S&P Small-Cap ETF**Annual Fund Operating Expenses**
(ongoing expenses that you pay each year as a percentage of the value of your investments)¹

Management Fees	Distribution and Service (12b-1) Fees	Other Expenses	Total Annual Fund Operating Expenses
0.07%	None	None	0.07%

1. The expense information in the table has been restated to reflect current fees.

Example. This Example is intended to help you compare the cost of owning shares of the Fund with the cost of investing in other funds. The Example assumes that you invest \$10,000 in the Fund for the time periods indicated and then sell all of your shares at the end of those periods. The Example also assumes that your investment has a 5% return each year and that the Fund's operating expenses remain the same. Although your actual costs may be higher or lower, based on these assumptions, your costs would be:

1 Year	3 Years	5 Years	10 Years
\$7	\$23	\$40	\$90

2. The reference to each Fund's previous management fee, within the third paragraph of the section titled "Investment Adviser" under the heading "Management", is deleted and replaced with each Fund's new management fee.

Changes to the SAI

3. The reference to each Fund's management fee for the fiscal year ended 31 March 2016, within the section titled "Investment Adviser" under the heading "Investment Advisory, Administrative and Distribution Services", is amended to include the following new footnotes:

5. Effective 5 October 2016, the management fee for the iShares Core S&P 500 ETF is 0.04%. Prior to 5 October 2016, the management fee for the iShares Core S&P 500 ETF was 0.07%.
6. Effective 5 October 2016, the management fee for the iShares Core S&P Mid-Cap ETF is 0.07%. Prior to 5 October 2016, the management fee for the iShares Core S&P Mid-Cap ETF was 0.12%.
7. Effective 5 October 2016, the management fee for the iShares Core S&P Small-Cap ETF is 0.07%. Prior to 5 October 2016, the management fee for the iShares Core S&P Small-Cap ETF was 0.12%.

B. iShares Europe ETF primary market creation and redemption process

The iShares Europe ETF typically issues and redeems shares on a T+2 settlement basis. The SAI is amended as follows, to clarify the primary market issuance and redemption process for iShares Europe ETF. This amendment does not effect the trading of Funds on ASX.

1. The first paragraph of the section titled "Issuance of a Creation Unit" under the heading "Creation and Redemption of Creation Units" is deleted and replaced with the following:

Except as provided herein, a Creation Unit will not be issued until the transfer of good title to the applicable Fund of the Deposit Securities and the payment of the Cash Component have been completed. When the subcustodian has confirmed to the custodian that the securities included in the Fund Deposit (or the cash value thereof) have been delivered to the account of the relevant sub-custodian or sub-custodians, the Distributor or its agent and BFA shall be notified of such delivery and the applicable Fund will issue and cause the delivery of the Creation Unit. Typically, Creation Units are issued on a "T+3 basis" (i.e., three Business Days after trade date). For the iShares Europe ETF, Creation Units typically are issued on a "T+2 basis" (i.e., two Business Days after trade date). Each Fund reserves the right to settle Creation Unit transactions on a basis other than T+2 or T+3, including a shorter settlement period, if necessary or appropriate under the circumstances and compliant with applicable law. However, as discussed in Appendix B to this SAI, each Fund reserves the right to settle Creation Unit transactions on a basis other than T+2 or T+3, including a shorter settlement period, as applicable, in order to accommodate non-U.S. market holiday schedules, to account for different treatment among non-U.S. and U.S. markets of dividend record dates and ex-dividend dates (i.e., the last day the holder of a security can sell the security and still receive dividends payable on the security) and in certain other circumstances.

2. The sixth paragraph of the section titled "Placement of Redemption Orders" under the heading "Creation and Redemption of Creation Units" is deleted and replaced with the following:

Deliveries of redemption proceeds by each Fund generally will be made within three Business Days (i.e., "T+3"). However, for the iShares Europe ETF, deliveries of redemption proceeds will be made within two Business Days (i.e., "T+2"). However, as discussed in Appendix B to this SAI, each Fund reserves the right to settle redemption transactions and deliver redemption proceeds on another basis to accommodate non-U.S. market holiday schedules, to account for different treatment among non-U.S. and U.S. markets of dividend record dates and dividend ex-dates (i.e., the last date the holder of a security can sell the security and still receive dividends payable on the security sold) and in certain other circumstances. Appendix B to this SAI identifies the instances, if any, where more than seven days would be needed to deliver redemption proceeds. Pursuant to an order of the SEC, the Trust will make delivery of redemption proceeds within the number of days stated in Appendix B to this SAI to be the maximum number of days necessary to deliver redemption proceeds.

Terms used in this Supplementary Prospectus No. 1 have the same meanings as in the Prospectus. Prior to investing in a Fund, a prospective investor must take into account and accept the foregoing information, as well as the information disclosed in the Prospectus.

This Supplementary Prospectus No. 1 is prepared by, or on behalf of, the Trust.

Signed for the purpose of section 351 of the Corporations Act 2001 (Cth):



Belinda Plotkin - Company Secretary
BlackRock Investment Management (Australia) Limited
Local Agent of iShares Trust