

BlackRock Global Allocation Fund

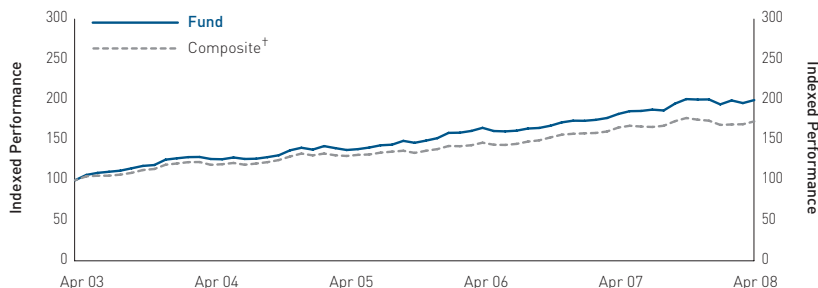
As at 30th April 2008

S&P Fund Management Rating AAA



A-Share Performance in US\$

	6 Months %	1 Year %	3 Years %	5 Years %
Fund	-0.6	+9.4	+45.0	+99.5
Composite†	-2.4	+4.6	+33.0	+73.0

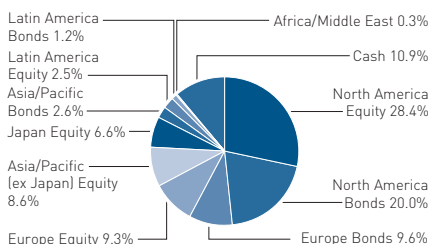


Fund Data

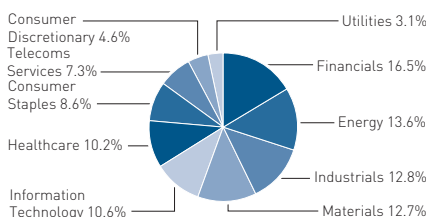
Manager	Dennis Stattman
Inception	01.07.02
Currency	US\$/€/€ hedged
Total Fund Size (m)	US\$17,674.5
Annual Management Fee	1.50%
Initial Charge	5%

Composition of Fund

Regional



Sector



10 Largest Holdings (%)

US Treasury TIPS 2.375% 15 Apr 2011	2.4
US Treasury TIPS 2.0% 15 Jan 2016	1.8
StreetTracks Gold Trust	1.6
US Treasury TIPS 2.5% 15 Jul 2016	1.4
General Electric	1.2
Burlington Northern Santa Fe	1.1
Petrobras	1.1
Microsoft	1.0
United Kingdom 4.25% 7 Mar 2011	1.0
US Treasury TIPS 1.875% 15 Jul 2015	1.0
Total	13.6

Investment Objective

The Global Allocation Fund seeks to maximise total return. The Fund invests globally in equity, debt and short term securities, of both corporate and governmental issuers, with no prescribed limits. In normal market conditions the Fund will invest at least 70% of its total net assets in the securities of corporate and governmental issuers. The Fund generally will seek to invest in securities that are, in the opinion of the Investment Adviser, undervalued. The Fund may also invest in the equity securities of small and emerging growth companies. The Fund may also invest a portion of its debt portfolio in high yield fixed income transferable securities. Currency exposure is flexibly managed.

Fund Manager's Report

Performance

- The Fund underperformed its benchmark over the month.
- Detracting from the Fund's performance was its underweight and stock selection in the UK, in addition to its stock selection in Canada and the US. Contributing favourably to the Fund's performance was its overweight and stock selection in Brazil and Hong Kong, in addition to effective stock selection in the industrials, energy and consumer staples sectors. From a sector perspective, stock selection in the materials sector detracted from performance. Within the fixed income portfolio, the Fund's high quality government securities weighed modestly on returns as a decrease in risk aversion caused underperformance among most sovereign debt markets.

Portfolio Activity

- During the month, the Fund's overall equity allocation increased from 54% to 56% of net assets. Within equities, increases in the US, Asia and Latin America were modestly offset by a slight decrease in Europe. On a sector basis, the Fund increased its weightings in information technology, energy and industrials, while reducing its weightings in materials, consumer staples and consumer discretionary. The Fund's allocation to fixed income decreased from 36% to 33% of net assets due to decreases in the US, notably in US Treasuries and US Treasury Inflation Protected Securities (TIPS). Reflecting the above changes, the Fund's cash equivalent holdings increased from 10% to 11% of net assets.

Current Positioning

- The Fund is modestly underweight equities, underweight fixed income and consequently overweight cash equivalents. Within the equity segment, the Fund is underweight in the US and Europe, while being overweight Asia and maintaining a modest overweight position in Latin America. On a sector basis, the Fund is overweight materials, telecom services, healthcare, industrials and energy, with underweights in financials, consumer discretionary, information technology, utilities and consumer staples.

† 36% S&P 500 Composite; 24% FTSE World (ex-US); 24% 5-year US Treasury Note; 16% Citigroup Non-USD World Government Bond Index

Effective 28 April 2008, Merrill Lynch International Investment Funds (MLIIF) changed its name to BlackRock Global Funds (BGF). Prior to such date the Fund was known as MLIIF Global Allocation Fund. BlackRock Global Allocation Fund is the abbreviated name of BlackRock Global Funds – Global Allocation Fund.

The Fund investment objective was changed on 8 June 2007.

On 23 May 2005, the fund investment objective was changed so that all references to geographical restrictions were removed. Effective 23 January 2004, MLIIF US\$ Triple A 50 Fund and MLIIF US\$ Triple A 70 Fund merged into the MLIIF Global Allocation Fund.

Sources: BlackRock Group Limited and Datastream. Performance is shown as at 30 April 2008 in US\$ on a NAV to NAV price basis with income reinvested. Fund performance figures are calculated net of fees. The above Fund data is for information only.

Investment involves risk. Past performance is not necessarily a guide to future performance. The value of investments and the income from them can fluctuate and is not guaranteed. Rates of exchange may cause the value of investments to go up or down. Investors may not get back the amount they invest. Individual stock price/figure does not represent the return of the Fund. For Hong Kong investors, please refer to the BGF Prospectus for details. Issued in Hong Kong by BlackRock (Hong Kong) Limited.

The Fund invests in certain smaller and emerging markets. The prospects for economic growth in a number of these markets are considerable and equity returns have the potential to exceed those in mature markets as growth is achieved. However, there are risks to the Fund from political, economic, and market factors in smaller and emerging markets which are of particular significance.

In Singapore, this information is issued by BlackRock Investment Management (Singapore) Limited. For the purposes of distribution in Singapore, this document forms part of the prospectus for BGF (which is an information memorandum as defined in the Securities and Futures Act). In Singapore, the fund referred to in this document may be offered to institutional investors under section 304 and accredited investors under section 305 of the Securities and Futures Act only.

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