

THIS DOCUMENT IS IMPORTANT AND REQUIRES YOUR ATTENTION.

If you are in any doubt about the content you should consult your relationship manager or other professional adviser.

BlackRock Global Funds

2 August 2021

Dear Shareholder

We continually review our fund range to ensure that the investment characteristics and positioning of our funds remain both relevant and consistent with the current investment environment and expectations of our clients. After careful consideration, the board of directors (the "Directors") of BlackRock Global Funds (the "Company") is writing to notify you of changes that will be made to the US Government Mortgage Fund (ISINs as listed in the Appendix to this letter) (the "Fund").

The changes set out in this letter will take effect from 16 September 2021 (the "Effective Date") and this letter forms notice to shareholders of the facts set out below.

Terms not defined herein shall have the same meaning as set out in the Prospectus currently in force (available at www.blackrock.com).

Changes to the statement of investment policy and benchmark of the Fund

From the Effective Date, the investment strategy of the Fund will change to seek a positive social and/or environmental impact, and adopt Environmental, Social and Governance (ESG) principles. The Fund will continue to seek a high level of income by investing in transferable securities issued or guaranteed by the United States Government, but going forward will focus on those issues which have a positive social and/or environmental impact.

As part of the change of strategy, the Fund will apply the BlackRock EMEA Baseline Screens. From the Effective Date, the Fund may invest in fixed income transferable securities issued or guaranteed by the United States Government, its agencies or instrumentalities, including Government National Mortgage Association ("GNMA") mortgage-backed certificates and other US Government securities representing ownership interests in mortgage pools, such as mortgage-backed securities issued by Fannie Mae and Freddie Mac which have social and/or environmental impact characteristics that the Investment Adviser has at its discretion deemed to be impactful, including (without limitation) rural housing, manufactured housing, housing pools issued by State Housing Finance Authorities and bespoke impact MBS pools. To undertake this analysis, the Investment Adviser may use data provided by external ESG Providers, proprietary models and local intelligence and may undertake site visits.

The benchmark of the Fund will be changed from the "FTSE Mortgage Index" to the "Bloomberg Barclays US MBS Index" as the Investment Adviser believes the Bloomberg Barclays US MBS Index is better suited to the Fund (following the changes) and because it is more commonly used by market participants.

The changes are not expected to materially impact income generation opportunities for the Fund. It is intended that the changes to this Fund will be beneficial to shareholders (and attractive to new investors) by providing a social and/or environmental impact focused investment strategy with no material change to the risk and return profile of the Fund. The Fund will however be subject to ESG Investment Policy Risk, which again is not expected to affect the overall risk profile of the Fund.

The exact changes to the Fund's investment policy and benchmark are shown in the Appendix to this letter.

The trading costs of the transition are not expected to exceed 0.03%. Except for the trading costs, the amendments described in this letter will not result in any change in the fees and expenses borne by the Fund and/or its shareholders and the associated fees and

expenses will be paid by the Management Company out of the Annual Service Charge charged to the Fund. The changes will not materially prejudice the rights or interests of the shareholders of the Fund. Apart from the changes described above, the operation and/or manner in which the Fund is being managed will remain unchanged.

Change to the name of the Fund

From the Effective Date the Fund will be renamed the "US Government Mortgage Impact Fund".

Action to be taken by you

Shareholders are not required to take any action in relation to the changes described in this letter. If, however, you do not agree with them you may redeem your Shares free of any redemption charges at any time prior to the Effective Date, in accordance with the provisions of the Prospectus.

If you have any questions regarding the redemption process, please contact your local representative or the Investor Services Team (see details below). Any redemption of your Shares may affect your tax position and you should consult your own professional advisers as to the implications of disposing of Shares under the laws of the jurisdictions in which you may be subject to tax.

Redemption proceeds will be paid to shareholders within three Business Days of the relevant Dealing Day, provided that the relevant documents (as described in the Prospectus) have been received.

General Information

Updated versions of the Prospectus will be available to download from our website (www.blackrock.com) and in hard copy format free of charge from the Effective Date. Copies of the Company's articles of incorporation, annual and semi-annual reports are also available from our website and free of charge upon request from your local representative or the Investor Services Team at: Investor.services@blackrock.com, telephone: 00 44 (0)207 743 3300.

The Directors accept responsibility for the contents of this letter. To the best of the knowledge and belief of the Directors (who have taken all reasonable care to ensure that this is the case) the information contained in this letter is in accordance with the facts and does not omit anything likely to affect the impact of such information.

Yours faithfully



Denise Voss
Chairwoman

APPENDIX

Fund	ISINs	Changes to investment policy and benchmark of the Fund
US Government Mortgage Fund	LU2011139206 LU0277197322 LU0172418690 LU1246652132 LU0424777026 LU0096258446 LU0147385503 LU0147385842 LU0035308682 LU1456639035 LU0147384878 LU0592702145	<p>The US Government Mortgage Impact Fund seeks a high level of income. The Fund invests at least 80% of its total assets in fixed income transferable securities issued or guaranteed by the United States Government <u>which have a positive social and/or environmental impact.</u></p> <p>The Fund may invest in <u>fixed income transferable securities issued or guaranteed by the United States Government</u>, its agencies or instrumentalities, including Government National Mortgage Association (“GNMA”) mortgage-backed certificates and other US Government securities representing ownership interests in mortgage pools, such as mortgage-backed securities issued by Fannie Mae and Freddie Mac <u>which have social and/or environmental impact characteristics that the Investment Adviser has at its discretion deemed to be impactful, including (without limitation) rural housing, manufactured housing, housing pools issued by State Housing Finance Authorities and bespoke impact MBS pools.</u> All securities in which the Fund invests are US dollar-denominated securities.</p> <p><u>“Impact” investments are those which are made with the intention to generate positive, measurable social and/or environmental impact alongside a financial return. Investment decisions for the Fund will be based on agency and program specific research to identify and select the fixed income securities described above that, in the opinion of the Investment Adviser, have the potential to produce attractive income returns whilst having a positive social and/or environmental impact. The team evaluates existing housing programs and initiatives to determine the level of social and/or environmental impact and how the programs or initiatives support increased access to home ownership, savings to borrowers, support the increase affordable housing supply, and / or reduce barriers to the provision of affordable housing credit. To undertake this analysis, the Investment Adviser may use data provided by external ESG Providers, proprietary models and local intelligence and may undertake site visits.</u></p> <p><u>More than 90% of the issuers of securities the Fund invests in are ESG rated or have been analysed for ESG purposes. The Fund will apply the BlackRock EMEA Baseline Screens.</u></p> <p>The Fund may invest up to 100% of its total assets in ABS and MBS whether investment grade or not. The ABS and MBS will generally be issued in the US, the securitised assets will be rated investment grade by at least one of the leading credit rating agencies and agency ABS and MBS will carry the same credit rating as the US Government. These may include asset-backed commercial paper, collateralised debt obligations, collateralised mortgage obligations, commercial mortgage-backed securities, credit-linked notes, real estate mortgage investment conduits, residential mortgage-backed securities and synthetic collateralised debt obligations. The underlying assets of the ABS and MBS may include loans, leases or receivables (such as credit card debt, automobile loans and student loans in the case of ABS and commercial and residential mortgages originating from a regulated and authorised financial institution in the case of MBS). The ABS and MBS in which the Fund invests may use leverage to increase return to investors. Certain ABS may be structured by using a derivative such as a credit default swap or a basket of such derivatives to gain exposure to the performance of securities of various issuers without having to invest in the securities directly.</p> <p>The Fund may use derivatives for investment purposes and for the purposes of efficient portfolio management.</p> <p>Benchmark use</p> <p>The Fund is actively managed, and the Investment Adviser has discretion to select the Fund's investments. In doing so, the Investment Adviser will refer to the FTSE Mortgage <u>Bloomberg Barclays US MBS Index</u> (the “Index”) when constructing the Fund's portfolio, and also for risk management purposes to ensure that the active risk (i.e. degree of deviation from the Index) taken by the Fund remains appropriate given the Fund's investment objective and policy. The Investment Adviser is not bound by the components or weighting of the Index when selecting investments. The Investment Adviser may also use its discretion to invest in securities not included in the Index in order to</p>

Fund	ISINs	Changes to investment policy and benchmark of the Fund
		<p>take advantage of specific investment opportunities. However, the issuer, guarantor and credit rating requirements of the investment objective and policy may have the effect of limiting the extent to which the portfolio holdings will deviate from the Index. The Index should be used by investors to compare the performance of the Fund. <u>The investment strategy reduces the universe of the Fund compared to the Index by at least 20%.</u></p>