

Important Information for your attention: BlackRock Luxembourg Fund Ranges – Retrocession Payment Fee Calculation Error

Dear All,

We are writing to you in your capacity as a third-party fund distribution partner/intermediary contracted with BlackRock that has been appointed as principal distributor or sub-distributor of BlackRock funds (“**BlackRock**”). In this capacity and under the terms of your agreement with BlackRock, you are authorised to market, promote, sell or otherwise distribute BlackRock funds to receive remuneration thereunder.

We are writing to inform you that there have been inaccurate retrocession payments for Q2 2022 (“**Affected Period**”) resulting from a failed system update that has led to an incorrect computation of your retrocession calculation which caused an over/under payment. To prevent a reoccurrence of this issue, we are working with our third-party providers to implement additional control measures.

For retrocession payments that were underpaid, there will be an additional payment run made by September 9, 2022. This payment will be subject to a standard minimum threshold of USD\$50 (or 50 in the equivalent currency) for all payments which would apply. Any underpaid amount that is below this standard minimum threshold will be paid in the Q3 2022 payment cycle.

For retrocession payments that were overpaid, the excess amount will be offset against the Q3 2022 payment cycle in October 2022. In the event the full excess amount exceeds the Q3 2022 payment amount in October 2022, the excess amount will rollover and be deducted in Q4 2022 (or in the future payment runs until the full excess amount is recouped.)

Please be reassured that this letter relates solely to the retrocession payment fee calculation for the BlackRock funds only. Should there be any other funds/investment in scope under your contract with Blackrock, these remain unimpacted.

Please accept our apologies for the inconvenience this may have caused. If, you would like any further information or you have any questions, please contact your BlackRock Relationship Manager.

Yours faithfully,

Blackrock Client Experience Management