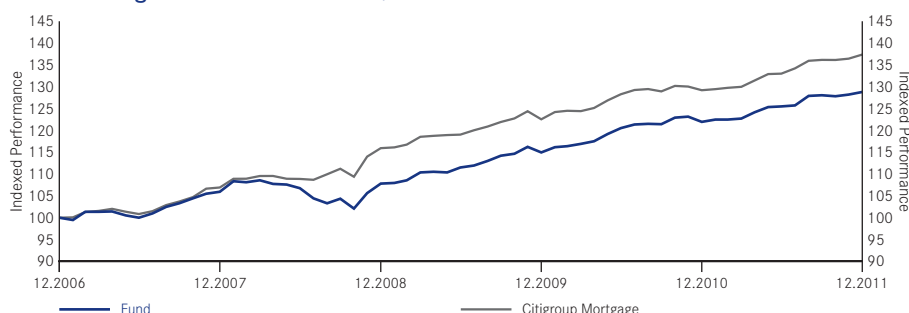


US Government Mortgage Fund

A-Non-distributing Share Performance in US\$



Cumulative Performance	1 Month %	3 Months %	6 Months %	1 Year %	Year to Date %	Annualised (3 Years) %	Annualised (5 years) %	Annualised (Since Launch) %
A Class	0.5	0.6	2.6	5.6	5.6	6.1	5.2	6.2
Citigroup Mortgage	0.7	0.9	3.3	6.4	6.4	5.9	6.6	7.9
Quartile ranking	3	2	4	3	3	1	3	2

Calendar Year Performance	2007 %	2008 %	2009 %	2010 %	2011 %
A Class	5.9	1.8	6.6	6.1	5.6
Citigroup Mortgage	7.0	8.5	5.8	5.5	6.4

Fund Data

Status	Sub-Fund of Luxembourg SICAV
Fund Manager	Akiva Dickstein/ Matthew Kraeger/ Eric Pellicciaro
Launch Date of Fund	02.08.1985
Launch Date of Class A USD	02.08.1985
Base Currency	US\$
Additional Dealing Currencies	-
Benchmark	Citigroup Mortgage
Morningstar Category	USD Government Bond
Total Fund Size (m)	US\$271.0
Average Maturity (years)	3.1
Average Duration (years)	1.1
Average Yield to Maturity (%)	2.0

Codes

CUSIP	L1049L655
ISIN	LU0096258446
Bloomberg Equity Ticker	MERFSA2 LX
Reuters Page Id	BLRKIW
Swiss Valoren Number	829918

Dealing & Prices

Dealing Information	
Trading Frequency	Daily, forward pricing basis
Settlement	Trade date + 3 days
Fees	%
Initial Charge (A shares)	5
Annual Management Fee (A shares)	0.75
NAV	(US\$)
A Class	17.12
12 Months High/Low NAV	(US\$)
A Class	17.12/16.07

Additional Dealing Codes

Currency	CUSIP	ISIN
NA	NA	NA

Base Currency	US Dollar	Bond Fund
Investment Region	USA	
Invest. Universe	Govt/ Supra national Corp.	US Govt Mortgage
High Yield		
Average Duration	>3 years	
Primary Currency Exposure	US Dollar	

Awards & Ratings

S&P Fund Management Rating	AA
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Summary of Investment Objective

The US Government Mortgage 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, 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. All securities in which the Fund invests are US dollar-denominated securities.

Sources: Fund ñ BlackRock Investment Management (UK) Limited (BIM(UK)L), Indices ñ Datastream, BIM(UK)L. Quartiles - © 2007 Morningstar, Inc. All Rights Reserved. ■ BIM(UK)L Risk Grading: Medium Risk (on a scale of Low, Medium, Medium/High and High). This grading applies to Funds with exposure to capital market risk but where any equity exposure is balanced by exposure to high-quality bonds. It should only be used for comparison with other BlackRock Global Funds (BGF) and, in particular, should not be used in comparison with Funds not provided by BIM(UK)L. The grading is indicative of the level of risk of a particular Fund and is not supposed to be a guarantee of likely returns. If you are in any doubt as to the level of risk that you should take, you should seek Independent Advice. ■ This factsheet is available to Qualified Investors and Professionals in some jurisdictions on a limited private placement basis subject to applicable laws and regulations in the country of distribution. The factsheet is confidential and should not be reproduced or distributed to persons other than the recipient. Performance is shown as of the date listed on the top of the sheet on a NAV price basis with income reinvested. Prior to the introduction of single pricing on 4 February 2002, bid prices were used for Funds previously within the Mercury Selected Trust range. Performance figures are calculated net of annual fees. The above Fund data is for information only. The number of shares quoted for each fund are indicative and actual numbers may fall outside of the ranges shown. BGF is an open-ended investment company established in Luxembourg. Subscriptions in BGF are valid only if made on the basis of the current Prospectus, the most recent financial reports and the Simplified Prospectus which are available on our website. Fluctuation may be particularly marked in the case of a higher volatility Fund and the value of an investment may fall suddenly and substantially. Investors should read the fund specific risks in the Simplified Prospectus. Past performance is no guide to future performance. The value of investments and income from them can fluctuate and are not guaranteed. Rates of exchange may cause investments to go up or down. Investors may not get back the amount they invest. BGF is only available for investment by non-US citizens who are not residents of the US. It is not offered for sale or sold in the US, its territories or possessions. The Funds are not registered for sale to the public in all jurisdictions. The Fund Manager's report represents the views of BlackRock (Channel Islands) Limited, the Investment Manager of BGF. The Investment Objective stated above is a summary of the main objectives of the Fund. Please refer to the BGF Simplified Prospectus for further details. BlackRock Investment Management (UK) Limited (authorised and regulated by the Financial Services Authority). Registered office: 12 Throgmorton Avenue, London, EC2N 2DL. Registered in England No. 2020394. For your protection, telephone calls are usually recorded.

