

# iShares MSCI EAFE Index Fund

**EFA**  
NYSE ARCA

**PRICE** (AS OF CLOSE) **\$54.68** 09/30/2009 | **TODAY'S CHANGE** **\$0.00 (0.00%)**

## HISTORICAL PRICE PERFORMANCE



## FUND STRATEGY

The investment seeks investment results that correspond generally to the price and yield performance, before fees and expenses, of the MSCI EAFE index (the underlying index). The fund invests at least 90% of assets in the securities of its underlying index or in ADRs, GDRs or EDRs representing securities in the underlying index. The underlying index has been developed by MSCI as an equity benchmark for its international stock performance. The underlying index includes stocks from Europe, Australasia and the Far East. The fund is nondiversified.

## PERFORMANCE RETURNS

This section contrasts the iShares MSCI EAFE Index Fund EFA to its benchmarks.

as of 08/31/2009

	Cumulative Returns %				Annualized Returns %			
	YTD	1 MO	3 MO	6 MO	1 YR	5 YR	10 YR	SINCE INCEP.
● iShares MSCI EAFE Index Fund (EFA)	+19.8	+4.5	+13.3	+55.0	-14.4	+5.4	-	+4.8
(EFA) NAV	+23.8	+5.3	+14.2	+53.2	-14.9	+5.7	-	+4.8
● Foreign Large Blend Morningstar Category	+27.9	+5.2	+15.2	+66.3	-14.3	+5.1	-	-
● MSCI EAFE NR USD Broad-Based Index	+24.2	+5.4	+14.4	+53.5	-14.9	+5.8	+2.3	+9.4
● MSCI EAFE NR USD Best Fit Index	+24.2	+5.4	+14.4	+53.5	-14.9	+5.8	+2.3	+9.4

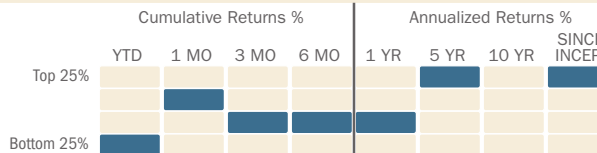
## TAX ANALYSIS

as of 08/31/2009

	Cumulative Returns %				Annualized Returns %			
	YTD	1 MO	3 MO	6 MO	1 YR	5 YR	10 YR	SINCE INCEP.
Load Adjusted Total Returns	+23.8	+5.3	+14.2	+53.2	-14.9	+5.7	-	+4.8
SEC Pre-Liquidation Market Returns	+19.0	+4.5	+12.5	+53.9	-15.3	+4.4	-	+4.1
SEC Post-Liquidation Market Returns	+12.8	+2.9	+8.6	+35.7	-9.4	+4.1	-	+3.7
Tax Cost Ratio Market Returns	-	-	-	-	+1.1	+0.9	-	-

## RANK WITHIN CATEGORY FOR ANNUAL TOTAL RETURN %

Rank within Category compares this fund's total annual return to that of other funds in the same category, and its figures are not adjusted for load, sales charge, or taxes.



## QUOTE SUMMARY

as of close 09/30/2009

Day's Range	\$0.00 - 0.00
52 Week Range	\$31.56 - 56.42
Average Volume (10 Day)	19,799,840
SEC Yield	3.06%
Distribution Yield	2.82%
Previous Ex-Date	06/23/2009
Previous Pay Date	06/29/2009

## FUND PROFILE

Inception Date	08/14/2001
Category	Foreign Large Blend
Fund Family	iShares
Total Assets	\$32.0 Billion
Gross Expense Ratio	0.34%

## MARKET EDGE SECOND OPINION®

rating as of 04/06/2009

Market Edge Second Opinion®

AVOID | NEUTRAL | **LONG**

CONFIDENCE RATING: 0.0

Market Edge Power Rating

-60 | 0 | 100

WEAKER | STRONGER

Market Edge Score

-4 | -3 | -2 | **-1** | 0 | 1 | 2 | 3 | 4

DETERIORATING | IMPROVING

Stock is a Buy. Stock is Oversold; Good entry point.

## MORNINGSTAR RATING

rating as of 08/31/2009

Category: Foreign Large Blend

Overall rating: **★★★★** OUT OF 7 FUNDS

3 year rating: **★★★★** OUT OF 7 FUNDS

5 year rating: **★★★★** OUT OF 2 FUNDS

10 year rating: RATING NOT AVAILABLE OUT OF 0 FUNDS

Historical Return: AVERAGE RETURN

Historical Risk: BELOW AVERAGE RISK

Past performance is no guarantee of future results. The ratings reflect historical risk-adjusted performance, and the overall rating is derived from a weighted average of the fund's 3, 5 and 10 year Morningstar Rating metrics.

Performance data quoted represents past performance and does not indicate future results. Visit Schwab.com for month-end performance information. Current performance may be lower or higher. Investment value will fluctuate, and shares, when redeemed may be worth less than original cost.

For each fund with at least a three-year history, Morningstar calculates a Morningstar Rating<sup>SM</sup> based on a Morningstar Risk-Adjusted Return measure that accounts for variation in a fund's monthly performance (including the effects of sales charges, loads and redemption fees), placing more emphasis on downward variations and rewarding consistent performance. (Each share class is counted as a fraction of one fund within this scale and rated separately, which may cause slight variations in the distribution percentages.) The top 10% of the funds in an investment category receive 5 stars, 22.5% receive 4 stars, 35% receive 3 stars, the next 22.5% receive 2 stars, and the bottom 10% receive 1 star.

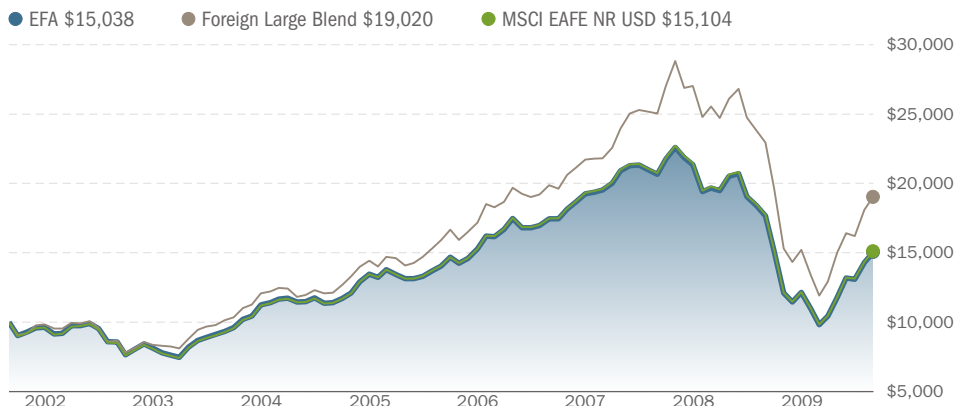
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**PRICE** (AS OF CLOSE) | **TODAY'S CHANGE**  
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## CUMULATIVE GROWTH OF \$10,000 INVESTMENT

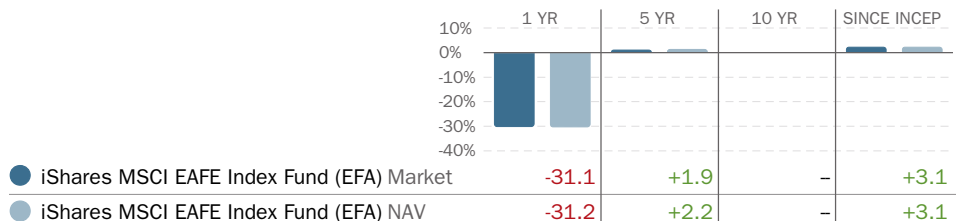
as of 08/31/2009



This graph represents the growth of a hypothetical investment of \$10,000. It assumes reinvestment of dividends and capital gains, and does not reflect sales loads, redemption fees or the effects of taxes on any capital gains and/or distributions.

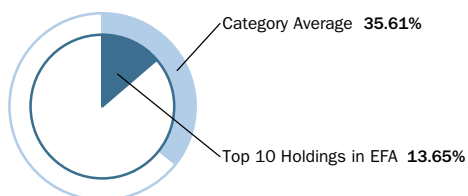
## STANDARDIZED QUARTERLY TOTAL RETURN

as of 06/30/2009



## TOP TEN HOLDINGS

as of 08/31/2009



Top 10 holdings are 13.65% of the total portfolio assets. The Foreign Large Blend category average is 35.61%

COMPANY NAME	S&P SUB INDUSTRY	YEAR TO DATE PERFORMANCE (as of -)	PERCENT OF ASSETS
HSBC Holdings PLC	-	-	2.0%
BP PLC	-	-	1.7%
Nestle	-	-	1.6%
Banco Santander SA	-	+64.3%	1.3%
Total SA	-	-	1.3%
Toyota Motor Corporation	-	-	1.2%
Vodafone Group PLC	-	-	1.2%
Roche Holding AG	-	-	1.2%
Telefonica, S.A.	-	+23.0%	1.1%
BHP Billiton Limited	-	-	1.1%

Fund holdings subject to change

## PORTFOLIO OVERVIEW

as of 08/31/09

Total Number of Holdings	841
Non-Diversified Portfolio	Yes
Portfolio Turnover	12%
Distinct Portfolio	Yes

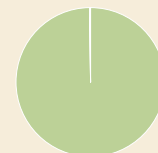
## SECTOR WEIGHTINGS

DATA NOT AVAILABLE

## ASSET BREAKDOWN

as of 08/31/09

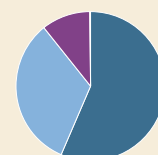
Foreign Stocks	99.8%
Cash	0.1%
Other	0.1%



## MARKET CAPITALIZATION

as of 08/31/09

Giant Cap	56.38%
Large Cap	32.94%
Medium Cap	10.59%
Micro Cap	0.09%



**IMPORTANT INFORMATION REGARDING THIS REPORT**

Investors in ETFs should consider carefully information contained in the prospectus, including investment objectives, risks, charges and expenses. You can request a prospectus by calling 800-435-4000. Please read the prospectus carefully before investing. Investors in Closed-End Funds please note that since these securities are not continuously offered, there may be no prospectus available.

Exchange Traded Funds and Closed-End Funds are subject to market risk. Investment returns will fluctuate and are subject to market volatility, so that an investor's shares, when redeemed or sold, may be worth more or less than their original cost. Investments in foreign investments may incur greater risks than domestic investments. Past performance is no guarantee of future results.

Schwab does not recommend the use of technical analysis as a sole means of investment research.

Sector investing may involve a greater degree of risk than an investment in other funds with broader diversification.

Investors holding leveraged or inverse ETFs for longer than one day should proceed with extreme caution. Leveraged ETFs seek to provide a multiple (e.g., 2x or 3x) of the investment returns of a given index or benchmark on a daily basis. Inverse ETFs, also on a daily basis, seek to provide the opposite of the investment returns of a given index or benchmark (either in whole or by multiples like -2x or -3x). Due to the effects of compounding – i.e., the need to increase or decrease exposure to an index or benchmark each day in order to "re-set" – leveraged and inverse ETFs can experience greater losses than one would expect judging solely from the multiple. Compounding can also cause the differential between ETF performance and underlying index or benchmark performance to expand over time. Consequently, leveraged and inverse ETFs may experience losses even in situations where the underlying index or benchmark has performed as hoped. These products use of leverage and complex derivative instruments may also expose shareholders to substantially increased risk.

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