

Tuesday 3 May 2016

Dear Unitholder,

**Notice of Fund Termination:
BlackRock Wholesale Managed Income Fund
ARSN 088 196 801
APIR: PWA0821AU**

BlackRock Investment Management (Australia) Limited (“**Responsible Entity**”, “**our**”, “**we**” or “**us**”) writes to inform you of our intention to wind up the BlackRock Wholesale Managed Income Fund (the “**Fund**”).

At BlackRock, we continually review our product suite and the Responsible Entity has established that the Fund has a pattern of declining funds under management. As such, the Fund no longer retains the scale necessary to remain viable and we will commence winding up the Fund on 8 June 2016 (“**Termination Date**”). We trust this notice period will provide you with sufficient time for you to make alternative arrangements for your investment, including considering transferring your investment to an alternative BlackRock fund.

WHAT DO YOU NEED TO DO?

You do not need to take any action for the Fund’s winding up to occur.

The winding up of the Fund may have implications for your tax position. We therefore recommend that you speak to your tax adviser about your individual circumstances. A tax statement will be sent to you after 30 June 2016. You may also wish to speak to your financial adviser.

BlackRock is committed to Australian investors and we have a number of alternative funds available for you to consider*. For more information about these funds, speak to your Financial Adviser or contact our Client Services Centre on 1300 366 100. You may also like to visit our website at blackrock.com.au for further information on the investment options available to you.

We continue to develop innovative and high-quality strategies which are built for these times and hope you will also consider them in due course.

TERMINATION OF THE FUND

The Fund will, up until the Termination Date, continue to accept application and redemption requests from existing unitholders. Any such requests will be administered in accordance with normal application and redemption processes, as set out in the PDS for the Fund. Please note that the Responsible Entity reserves the right to bring forward the Termination Date without prior notice.

BLACKROCK

From the Termination Date, the Fund will no longer be accepting application and redemption requests. At this time we will also commence the process of realising the assets of the Fund and distributing the net proceeds to unitholders. It is anticipated that the majority of termination proceeds will be distributed to you shortly after the Termination Date and the remainder of the proceeds will be distributed to you as and when they become available.

Termination proceeds will be paid automatically into your nominated bank account. If you would like to change your nominated bank account details or if you have not previously submitted bank details to us please complete the enclosed "Confirmation of Bank Account Details Form" and return this to us using the envelope provided prior to the 8 June 2016. In the event that we do not have bank account details for you, your termination proceeds will be issued to you by cheque.

Investors should be aware that the transaction costs incurred during the termination process will be dependent upon market conditions as at the date of disposal of the Fund's assets, and therefore may be more or less than the transaction costs that would have been incurred had the Sell Spread, as disclosed in the Fund's PDS, been applied.

FURTHER INFORMATION

If you would like further information regarding the termination of the Fund, please telephone the BlackRock Client Services Centre on 1300 366 100.

Yours sincerely



Kate McDermott

Wealth Advisory (Retail) – State Manager

**Please note this is general information only and does not take into account your objectives, financial situation or needs. You should read the Product Disclosure Statement and consider whether such products are appropriate for you before making a decision to invest.*