

S&P Latin America 40 Risk Control 18% Index

EXCHANGE-TRADED PRODUCTS:

EXCHANGE-TRADED FUNDS (ETFs)

iShares S&P Latin America 40

Standard & Poor's does not sponsor, endorse, sell or promote any S&P index-based investment product.

Contact Us:

index_services@standardandpoors.com

New York	+1.212.438.2046
Toronto	+1.416.507.3200
London	+44.20.7176.8888
Tokyo	+813.4550.8463
Beijing	+86.10.6569.2919
Sydney	+61.2.9255.9870

For more information, including current data and index performance, visit our Web site:

www.indices.standardandpoors.com

About the Index

The S&P Latin America 40 Risk Control 18% Index offers investors greater stability and a reduction in the overall risk level of the S&P Latin America 40. By integrating a volatility control within the index rules, Standard & Poor's provides a new level of innovation for investors looking to gain exposure to the Latin American equity markets while limiting their risk.

The S&P Latin America 40 is drawn from four major Latin American markets: Argentina, Brazil, Chile, and Mexico. The index constituents are leading, large, liquid, blue chip companies from the Latin American markets, capturing 70% of their total market capitalization.

Index Methodology

The S&P Latin America 40 Risk Control 18% Index utilizes the existing S&P Latin America 40 methodology, plus an overlying mathematical algorithm designed to control the level of risk of the S&P Latin America 40 by establishing a specific volatility target and dynamically adjusting the exposure to the S&P Latin America 40 based on its observed historic volatility. If the risk level reaches a threshold that is too high, the cash level is increased in order to maintain the target volatility. If the risk level is too low, then the index will employ leverage to maintain the targeted level of volatility.

The S&P Latin America 40 Risk Control 18% Index is calculated in United States Dollars. Net total return and excess return versions of the index are available.

S&P LATIN AMERICA 40 INDEX MEMBERSHIP

- **Market Capitalization.** Companies with market cap that falls in the top percentile of each local Latin American exchange.
- **Public Float.** An "Investable Weight Factor" (IWF) is applied to each company's share outstanding. Each company's IWF is adjusted for holdings by governments, corporations, strategic partners, and other private individuals.

- **Liquidity.** Index constituents are ranked according to liquidity, measured by dollar value traded. Generally, a minimum float turnover of 0.30 is necessary for inclusion.
- **Domicile.** A stock's domicile is determined based on a number of criteria that include headquarters of the company, registration, listing of stock, place of operations, and residence of senior officers.
- **Eligible Securities.** All common and preferred shares (which are of an equity and not of a fixed income nature) are eligible. Convertible stock, bonds, warrants, rights, and preferred stock that provide a guaranteed fixed return are not eligible.
- **Share Changes.** All share changes of 5% and over are done at the effective date, or as soon as reliable information is available. Changes of less than 5% are applied on the third Friday of the last month of each calendar quarter.
- **Rebalancing.** Annual review in December.
- **Sector Classification.** Stocks are classified by the Global Industry Classification Standard (GICS®). Standard & Poor's global indices provide geographic and economic balance across the 10 GICS Sectors.

S&P LATIN AMERICA 40 INDEX REMOVALS

- Companies that substantially violate one or more of the criteria for index inclusion.
- Companies involved in merger, acquisition, or significant restructuring such that they no longer meet the inclusion criteria.

S&P Latin America 40 Risk Control 18% Index

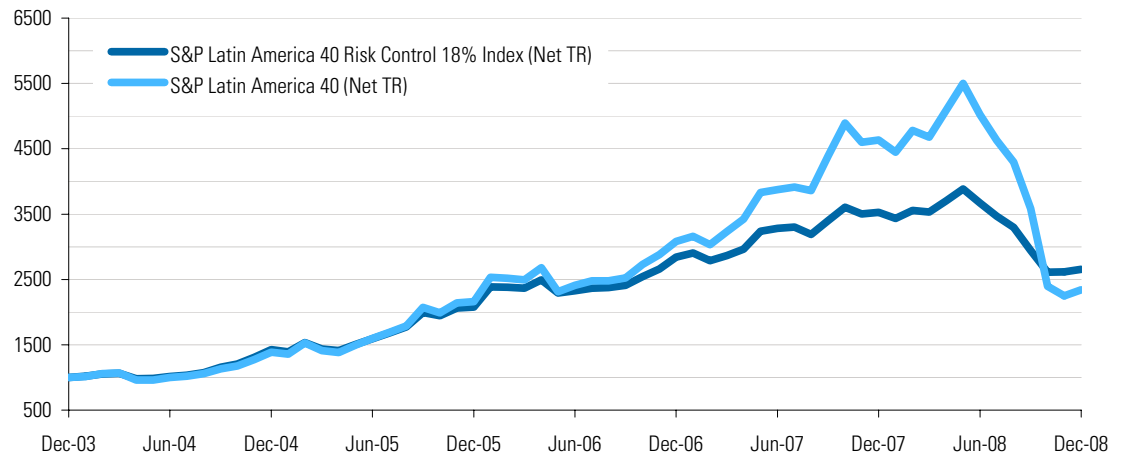
December 31, 2008

Offers investors greater stability and a reduction in the overall risk level of the S&P Latin America 40.

S&P Global Indices



5 Year Historical Performance



Tickers

S&P Latin America 40 Risk Control 18% Index		
Net Total Return		
BLOOMBERG SM	SPTRL18N	USD
Reuters	.SPTRL18N	USD
Excess Return		
BLOOMBERG SM	SPTRL18E	USD
Reuters	.SPTRL18E	USD
S&P Latin America 40		
Price Return		
BLOOMBERG SM	SPLAC	USD
Reuters	.SPLAC	USD
Net Total Return		
BLOOMBERG SM	SPTRL40N	USD
Reuters	.SPLACNTR	USD

Index Performance

		S&P Latin America 40 Risk Control 18% (Net TR)	S&P Latin America 40 (Net TR)
Returns	3 Month	-9.74%	-34.71%
	YTD	-24.75%	-49.46%
Annualized Returns	1 Year	-24.75%	-49.46%
	3 Years	8.49%	2.71%
	5 Years	21.57%	18.56%
Annualized Risk	3 Years Std Dev	18.65%	32.80%
	5 Years Std Dev	18.49%	28.73%
Sharpe Ratio	3 Years	0.3377	0.1480
	5 Years	0.9935	0.6455

Rolling Risk - 3 Years Annualized

