

BLACKROCK COMMODITIES SECURITIES INCOME COMPANY LIMITED

**FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 NOVEMBER 2013**

TUESDAY



A35DW7WQ

A34

08/04/2014

#34

COMPANIES HOUSE

BLACKROCK COMMODITIES SECURITIES INCOME COMPANY LIMITED

DIRECTORS' REPORT

The Directors present their report and financial statements for the year ended 30 November 2013.

Incorporation

The Company was incorporated on 9 November 2005.

Results

The profit for the year after tax amounted to £2,016,831 (2012: £1,726,682) and is dealt with as shown in the revenue statement.

In the year, the Company paid the following dividends:-

28 February 2013	£800,000
30 August 2013	£1,000,000
26 November 2013	£400,000
29 November 2013	£50,000

Activity

The Company acts as an investment company.

Directors

The directors of the Company at 30 November 2013 were:

	Appointment date
Mr A Hodson	15 November 2005
Mr J Ruck Keene	13 March 2009
Mr H van der Klugt	15 November 2005
Mr M Merton	29 November 2010
Mr E W Warner	1 July 2013

Directors' Interests

None of the Directors had an interest in the share capital of the Company at 30 November 2013. All of the Directors are also directors of the Company's parent company and their interests in that company are declared in its financial statements.

No Director has a contract or a material interest in any contract with the Company, however as a managing director of BlackRock Investment Management (UK) Limited, the Investment Manager of the Company's parent company, Mr Ruck Keene is deemed to be interested in the management agreement with the Company's parent.

Share Capital

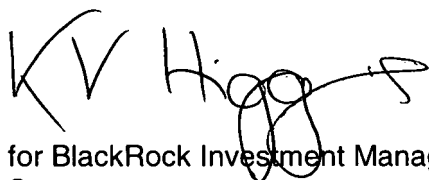
Changes in the Company's share capital are detailed in note 5 to the financial statements.

BLACKROCK COMMODITIES SECURITIES INCOME COMPANY LIMITED
DIRECTORS' REPORT continued

Auditors

In accordance with section 386 of the Companies Act 1985 the Company has resolved to dispense with the obligation to appoint auditors annually. Accordingly, Ernst & Young LLP are deemed to be reappointed as auditors from 1 December 2013.

By order of the Board,

A handwritten signature in black ink, appearing to read 'KV Higgs', with a stylized flourish at the end.

for BlackRock Investment Management (UK) Limited
Secretary

27 January 2014

Registered Office:
12 Throgmorton Avenue
London EC2N 2DL
Registered Number: 5607323

BLACKROCK COMMODITIES SECURITIES INCOME COMPANY LIMITED

DIRECTORS' RESPONSIBILITIES IN RESPECT OF FINANCIAL STATEMENTS

The directors are responsible for preparing the Directors' Report and the financial statements in accordance with applicable law and regulations.

Company law requires the directors to prepare financial statements for each financial year. Under that law the directors have elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). Under company law the directors must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the company and of the profit or loss of the company for that period. In preparing these financial statements, the directors are required to:

- select suitable accounting policies and then apply them consistently;
- make judgments and accounting estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The directors are responsible for keeping adequate accounting records that are sufficient to show and explain the company's transactions and disclose with reasonable accuracy at any time the financial position of the company and enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

The Directors, to the best of their knowledge, state that:

- the financial statements, prepared in accordance with United Kingdom Generally Accepted Accounting Practice, give a true and fair view of the assets, liabilities, financial position and profit of the Company.

The Directors confirm that, so far as they are each aware, there is no relevant audit information of which the Company's auditors is unaware; and each Director has all the steps that ought to have been taken as a Director to make himself aware of any relevant audit information and to establish that the Company's auditors are aware of that information.

By order of the Board
Alan Hodson
Chairman
27 January 2014
Registered Number: 5607323



INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF BLACKROCK COMMODITIES SECURITIES INCOME COMPANY LIMITED

We have audited the financial statements of BlackRock Commodities Securities Income Company Limited for the year ended 30 November 2013 which comprise Revenue Statement, Balance sheet and the related notes 1 to 8. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

This report is made solely to the company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the company's members those matters we are required to state in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the company and the company's members as a body, for our audit work, for this report, or for the opinions we have formed.

Respective responsibilities of directors and auditor

As explained more fully in the Directors' Responsibilities Statement set out on page 3, the directors are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view. Our responsibility is to audit and express an opinion on the financial statements in accordance with applicable law and International Standards on Auditing (UK and Ireland). Those standards require us to comply with the Auditing Practices Board's Ethical Standards for Auditors.

Scope of the audit of the financial statements

An audit involves obtaining evidence about the amounts and disclosures in the financial statements sufficient to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or error. This includes an assessment of: whether the accounting policies are appropriate to the company's circumstances and have been consistently applied and adequately disclosed; the reasonableness of significant accounting estimates made by the directors; and the overall presentation of the financial statements. In addition, we read all the financial and non-financial information in the Directors' Report to identify material inconsistencies with the audited financial statements. If we become aware of any apparent material misstatements or inconsistencies we consider the implications for our report.

Opinion on financial statements

In our opinion the financial statements:

- give a true and fair view of the state of the company's affairs as at 30 November 2013 and of its profit for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

Opinion on other matter prescribed by the Companies Act 2006

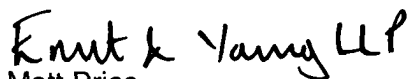
In our opinion the information given in the Directors' Report for the financial year for which the financial statements are prepared is consistent with the financial statements.

**INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF BLACKROCK
COMMODITIES SECURITIES INCOME COMPANY LIMITED** continued

Matters on which we are required to report by exception

We have nothing to report in respect of the following matters where the Companies Act 2006 requires us to report to you if, in our opinion:

- adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of directors' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit.



Matt Price

Senior Statutory Auditor

for and on behalf of Ernst & Young LLP, Statutory Auditor

London

27 January 2014

BLACKROCK COMMODITIES SECURITIES INCOME COMPANY LIMITED
REVENUE STATEMENT FOR THE YEAR ENDED 30 NOVEMBER 2013

	Notes	2013 £	2012 £
Gross income on investments and deposits		1	938
Option premium income		2,187,058	1,894,300
Gross income		<u>2,187,059</u>	<u>1,895,238</u>
Currency Loss		1,941	-
Finance Costs		4,871	419
Profit on ordinary activities before taxation		<u>2,180,247</u>	<u>1,894,819</u>
Taxation	2	<u>163,416</u>	<u>168,137</u>
Profit on ordinary activities after taxation		<u>2,016,831</u>	<u>1,726,682</u>

There are no recognised gains and losses other than the profit for the year of £2,016,831 (2012: £1,726,682).

The notes on pages 8 to 10 form part of the financial statements.

BLACKROCK COMMODITIES SECURITIES INCOME COMPANY LIMITED
BALANCE SHEET AS AT 30 NOVEMBER 2013

	Notes	2013 £	2012 £
Current assets			
Intercompany		1	1
Cash		<u>1,564,996</u>	<u>1,928,897</u>
		<u>1,564,997</u>	<u>1,928,898</u>
 Creditors-amount falling due within one year			
Corporation taxation payable		<u>163,416</u>	<u>294,148</u>
		<u>163,416</u>	<u>294,148</u>
 Total assets less current liabilities		<u><u>1,401,581</u></u>	<u><u>1,634,750</u></u>
 Financed by:			
Share capital	5	1	1
Revenue reserve	6	<u>1,401,580</u>	<u>1,634,749</u>
 Equity shareholders' funds		<u><u>1,401,581</u></u>	<u><u>1,634,750</u></u>

These financial statements were approved by the Board of Directors on 27 January 2014 and signed on its behalf by Mr A Hodson, Chairman.



The notes on pages 8 and 10 form part of the financial statements.

BLACKROCK COMMODITIES SECURITIES INCOME COMPANY LIMITED

NOTES TO THE FINANCIAL STATEMENTS

1. Accounting policies

(i) Basis of preparation

The financial statements have been prepared under the historical cost convention, modified to include the revaluation of investments, and are in accordance with applicable accounting standards.

(ii) Income

Income from equity investments is included in revenue by reference to the date on which the investment is quoted ex-dividend. Foreign income is converted at the exchange rate applicable at the time of receipt.

Premia from options written are recognised on a receipts basis. Interest receivable and payable is accounted for on an accruals basis.

(iii) Investments

Listed investments are valued at closing bid market prices ruling on the balance sheet date.

(iv) Deferred taxation

Deferred taxation is provided using the liability method on all material timing differences to the extent that it is probable that a liability or asset will crystallise, calculated at the rate at which it is anticipated the timing differences will reverse.

(v) Foreign currency translation

All transactions in foreign currencies are translated into sterling at the rates of exchange ruling on the dates of such transactions.

Foreign currency assets and liabilities at the balance sheet date are translated into sterling at the rates of exchange ruling at that date.

Exchange differences arising on the revaluation of investments held as current assets are included in unrealised gains/losses on investments. Exchange differences arising on the translation of other foreign currency assets and liabilities are taken to the revenue statement.

(vi) Operating expenses

All of the Company's operating expenses are borne by its parent undertaking.

Notes to the Financial Statements continued

2. Taxation

	2013 £	2012 £
The charge, based on the results for the year, comprise:		
Corporation tax	<u>163,416</u>	<u>168,137</u>

3. Dividend

In the year, the Company paid the following dividends:-

28 February 2013	£800,000
30 August 2013	£1,000,000
26 November 2013	£400,000
29 November 2013	£50,000

4. Directors' emoluments

None of the directors received any emoluments for their services to the Company during the year (2012: £nil).

5. Share capital

The authorised share capital of the Company is £100 divided into 100 shares of £1, of which 1 ordinary share of £1 has been allotted, issued and fully paid up.

6. Reconciliation of movement in shareholders' funds

	2013 £	2012 £
<i>Distributable profits</i>		
Opening revenue reserve	1,634,749	1,558,067
Revenue available for distribution	2,016,831	1,726,682
Dividends paid	(2,250,000)	(1,650,000)
Closing revenue reserve	<u>1,401,580</u>	<u>1,634,749</u>
<i>Financing</i>		
Share capital	1	1
Profit & loss account	<u>1,401,580</u>	<u>1,634,749</u>
Closing shareholders' funds	<u>1,401,581</u>	<u>1,634,750</u>

7. Contingent liabilities

There were no contingent liabilities outstanding at 30 November 2013 (2012: £nil).

8. Ultimate holding company

The ultimate holding company is BlackRock Commodities Income Investment Trust plc, which is incorporated in England and Wales. BlackRock Commodities Income Investment Trust plc has included this Company in its group accounts, copies of which may be obtained from 12 Throgmorton Avenue, London EC2N 2DL.