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BLACKROCK COMMODITIES SECURITIES INCOME COMPANY LIMITED

**FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 NOVEMBER 2009**

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BLACKROCK COMMODITIES SECURITIES INCOME COMPANY LIMITED

DIRECTORS' REPORT

The Directors present their report and financial statements for the year ended 30 November 2009

Incorporation

The Company was incorporated on 9 November 2005

Results

The profit for the year after tax amounted to £1,772,829 (2008 £2,142,835) and is dealt with as shown in the revenue statement. In the year, the Company paid a first interim dividend of £100,000 on 26 March 2009 to shareholders on the register on 13 March 2009, a second interim dividend of £300,000 on 26 June 2009 to shareholders on the register on 16 June 2009, a third interim dividend of £550,000 on 18 September 2009 to shareholders on the register on 11 September 2009 and a fourth interim dividend of £750,000 on 23 November 2009 to shareholders on the register at 20 November 2009. The Directors are not proposing to pay a final dividend.

Activity

The Company acts as an investment company.

Directors

The directors of the Company at 30 November 2009 were

Mr D Gibbs

Mr A Hodson

Mr J Ruck Keene

Mr H van der Klugt

All of the Directors, except Mr Ruck Keene who was appointed on 13 March 2009 having acted as alternate director to Dr Graham Birch since 23 April 2007, have been Directors of the Company since 15 November 2005. Dr Graham Birch retired as a director of the Company on 13 March 2009.

Directors' Interests

None of the Directors had an interest in the share capital of the Company at 30 November 2009. All 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.

Share Capital

Details of the Company's share capital are provided in note 5 to the financial statements.

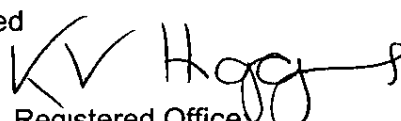
Auditors

In accordance with section 384 of the Companies Act 2006 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 2009.

By order of the Board,

for BlackRock Investment Management (UK) Limited
Secretary

19 January 2010


Registered Office
33 King William Street
London EC4R 9AS
Registered Number 5607323

BLACKROCK COMMODITIES SECURITIES INCOME COMPANY LIMITED
DIRECTORS' RESPONSIBILITIES IN RESPECT OF FINANCIAL STATEMENTS

The Directors are required to ensure that financial statements are prepared which give a true and fair view of the state of affairs of the Company as at the end of each financial year and of the profit and loss of the Company for that period

The Directors consider that in preparing the financial statements on pages 5 to 8 the Company has used appropriate accounting policies, consistently applied (except as disclosed) and supported by reasonable and prudent judgements and estimates and that all accounting standards which they consider to be applicable have been followed

The Directors believe it is appropriate to adopt the going concern basis in preparing the financial statements, as the current assets, which the Company holds from time to time, are either readily realisable assets or cash

The Directors also have responsibility for ensuring that the Company keeps proper accounting records, for safeguarding the assets of the Company and for taking reasonable steps for the prevention and detection of fraud and other irregularities

REPORT OF THE AUDITORS

to the members of BLACKROCK COMMODITIES SECURITIES INCOME COMPANY LIMITED

We have audited the Company's financial statements for the year ended 30 November 2009, which comprise the Revenue Statement, Balance Sheet and the related notes 1 to 8. These financial statements have been prepared on the basis of the accounting policies set out therein.

Respective responsibilities of directors and auditors

As described in the statement of Directors' Responsibilities, the Company's Directors are responsible for the preparation of the financial statements in accordance with applicable United Kingdom law and accounting standards.

Our responsibility is to audit the financial statements in accordance with relevant legal and regulatory requirements and United Kingdom Auditing Standards.

We report to you our opinion as to whether the financial statements give a true and fair view and are properly prepared in accordance with the Companies Act 2006. We also report to you if, in our opinion, the Directors' Report is not consistent with the financial statements, if the Company has not kept proper accounting records, if we have not received all the information and explanations we require for our audit, or if information specified by law regarding directors' remuneration and transactions with the Company is not disclosed.

We read the Directors' Report and consider the implications for our report if we become aware of any apparent misstatements within it.

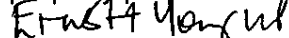
Basis of audit opinion

We conducted our audit in accordance with United Kingdom Auditing Standards issued by the Auditing Practices Board. An audit includes examination, on a test basis, of evidence relevant to the amounts and disclosures in the financial statements. It also includes an assessment of the significant estimates and judgements made by the directors in the preparation of the financial statements, and of whether the accounting policies are appropriate to the Company's circumstances, consistently applied and adequately disclosed.

We planned and performed our audit so as to obtain all the information and explanations which we considered necessary in order to provide us with sufficient evidence to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or other irregularity or error. In forming our opinion we also evaluated the overall adequacy of the presentation of information in the financial statements.

Opinion

In our opinion the financial statements give a true and fair view of the state of affairs of the Company as at 30 November 2009 and of its profit for the year then ended and have been properly prepared in accordance with the Companies Act 2006.



Ratan Engineer (Senior Statutory Auditor)

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

Registered Auditor

London

19 January 2010

BLACKROCK COMMODITIES SECURITIES INCOME COMPANY LIMITED
REVENUE STATEMENT FOR THE YEAR ENDED 30 NOVEMBER 2009

| | Notes | 2009 £ | 2008 £ |
|------------------------------------------------------|--------------|-------------------|-------------------|
| Gross income on investments and deposits | | 4,112 | 116,267 |
| Option premium income | | 2,466,154 | 2,894,777 |
| Gross income | | <u>2,470,266</u> | <u>3,011,044</u> |
| Finance costs | | 8,004 | 7,070 |
| Profit on ordinary activities before taxation | | <u>2,462,262</u> | <u>3,003,974</u> |
| Taxation | 2 | <u>689,433</u> | <u>861,139</u> |
| Profit on ordinary activities after taxation | | <u>1,772,829</u> | <u>2,142,835</u> |

There are no recognised gains and losses other than the profit for the year of £1,772,829
(2008 £2,142,835)

The notes on pages 7 and 8 form part of the financial statements

BLACKROCK COMMODITIES SECURITIES INCOME COMPANY LIMITED
BALANCE SHEET AS AT 30 NOVEMBER 2009

| | Notes | 2009 £ | 2008 £ |
|-----------------------------------------------------|-------|------------------|------------------|
| Current assets | | | |
| Intercompany | | 1 | 1 |
| Cash | | 2,693,465 | 2,567,619 |
| | | <u>2,693,466</u> | <u>2,567,620</u> |
| Creditors-amount falling due within one year | | | |
| Corporation taxation payable | | 358,366 | 305,349 |
| | | <u>358,366</u> | <u>305,349</u> |
| Total assets less current liabilities | | <u>2,335,100</u> | <u>2,262,271</u> |
| Financed by: | | | |
| Share capital | 5 | 1 | 1 |
| Revenue reserve | 6 | 2,335,099 | 2,262,270 |
| Equity shareholders' funds | | <u>2,335,100</u> | <u>2,262,271</u> |

These financial statements were approved by the Board of Directors on 19 January 2010 and signed on its behalf by Mr A Hodson, Chairman



The notes on pages 7 and 8 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

| | 2009 £ | 2008 £ |
|---------------------------------------------------------|----------------|----------------|
| The charge, based on the results for the year, comprise | 689,433 | 861,139 |
| Corporation tax | <u>689,433</u> | <u>861,139</u> |

3. Dividend

In the year, the Company paid a first interim dividend of £100,000 on 26 March 2009 to shareholders on the register on 13 March 2009, a second interim dividend of £300,000 on 26 June 2009 to shareholders on the register on 16 June 2009, a third interim dividend of £550,000 on 18 September 2009 to shareholders on the register on 11 September 2009 and a fourth interim dividend of £750,000 on 23 November 2009 to shareholders on the register at 20 November 2009.

4. Directors' emoluments

None of the directors received any emoluments for their services to the Company during the year (2008 £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

| | 2009 £ | 2008 £ |
|------------------------------------|------------------|------------------|
| <i>Distributable profits</i> | | |
| Opening revenue reserve | 2,262,270 | 1,169,435 |
| Revenue available for distribution | 1,772,829 | 2,142,835 |
| Dividend paid | (1,700,000) | (1,050,000) |
| | <u>2,335,099</u> | <u>2,262,270</u> |
| Closing revenue reserve | | |
| <i>Financing</i> | | |
| Share capital | 1 | 1 |
| Profit & loss account | <u>2,335,099</u> | <u>2,262,270</u> |
| Closing shareholders' funds | <u>2,335,100</u> | <u>2,262,271</u> |

7. Contingent liabilities

There were no contingent liabilities outstanding at 30 November 2009 (2008 £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 33 King William Street, London EC4R 9AS