

iSharesSM
S&P 100[®]
Index Fund
(Ticker symbol: **OEF**)



To learn more, visit
www.cboe.com/icontact or
call 1-877-THE-CBOE.

iSharesSM S&P 100[®] (ticker symbol OEF) are exchange-traded funds that behave like mutual funds. iShares S&P 100 are designed to correspond to the composition and performance of the underlying index, the S&P 100 Index.

OEF trades like an individual stock, but offers the investment diversification of an index. Like a stock, you can buy and sell OEF intra-day or hold it over the long term and receive dividends (the holder receives quarterly payments equal to accrued stock dividends minus accrued trust expenses). And, you can buy iShares S&P 100 on margin.

iShares S&P 100 can be created and redeemed only in "creation units" of 50,000 iShares each. All OEF transactions of less than 50,000 must take place in the secondary market. This creation/redemption feature, which permits the exchange of OEF for a S&P 100 Stock Index portfolio on any business day, helps deter OEF from trading at large discounts or premiums to the net asset value¹.

iShares S&P 100 trades exclusively on the CBOE and is supported by Wolverine Trading L.P. The price of each iShare will be close to 1/10th the level of the S&P 100. OEF will be quoted over the Consolidated Tape Association (CTA) and cleared through the National Stock Clearing Corporation (NSCC), subject to 3-day settlement.

¹BGI believes that institutional investors (market makers) will take advantage of differences between the NAV and the trading price of iShares through arbitrage opportunities; but cannot guarantee that they will.



iShares S&P 100 Index Fund

Target Features

Flexibility.

Like stock, you can buy and sell iShares S&P 100 (OEF) at any time during the trading day. Yet, unlike most stock, you can sell OEF short on a down-tick, making them a useful tool in both rising and falling markets².

Liquidity.

You can trade an entire market in a single transaction.

Intra-day Pricing.

Since OEF trades like stock, you can obtain real-time quotes.

Leverage.

Like ordinary stock and unlike open-end mutual funds, you can buy OEF shares on margin³.

Tax Efficiencies.

Unlike mutual funds, OEF investors do not incur capital gains as a result of activity by other shareholders⁴.

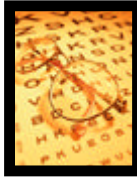
Lower Administrative Costs.

As a passive indexed investment, iShares S&P 100 has lower administrative costs than most alternative, actively managed investments. There are no sales loads, although brokerage commissions will apply.

²With short sales, you risk paying more for a security than you received from its sale.

³Margin investing involves special risk: you may be called upon to deposit additional cash or securities if your account equity, including that which is attributable to iShares, declines.

⁴Distribution of portfolio gains and iShares trading will generate tax consequences and transaction expenses. Certain traditional mutual funds, such as municipal bond funds, can also be tax efficient.



iShares S&P 100 Index Fund

*Stats-at-a-Glance**

TOP 10 HOLDINGS

1	GE	General Electric Co.	8.33%
2	CSCO	Cisco Systems, Inc.	6.66%
3	INTC	Intel Corp.	6.29%
4	MSFT	Microsoft Corp.	5.02%
5	XOM	Exxon Mobil Corp.	4.49%
6	C	Citigroup, Inc.	3.58%
7	EMC	EMC Corp.	3.37%
8	ORCL	Oracle Corp.	3.34%
9	IBM	International Business Machines	3.25%
10	WMT	Wal-Mart Stores, Inc.	3.21%

INDUSTRY GROUPS

1	Technology	38.93%
2	Financial	14.16%
3	Capital Goods	12.12%
4	Consumer Cyclical	9.34%
5	Health Care	7.56%
6	Energy	5.78%
7	Consumer Staples	5.13%
8	Communications Services	3.43%
9	Basic Materials	1.62%
10	Utilities	1.23%
		99.29%

TRUST DETAILS

Ticker Symbol	OEF
Expense Ratio	0.20%
Trading Increment	0.01 (\$0.01)
Minimum Trade Size	1 Share
Marginable	Yes
Short Selling (Uptick exempt)	Yes
Trustee	Barclays Global Fund Advisors
Administrator	Investors Bank & Trust Company
Distributor	SEI Investments Distribution Co.

* As of September 20, 2000



iShares S&P 100 Index Fund

Product Description

Description of iSharesSM S&P 100[®] -

iShares S&P 100 is an exchange-traded fund that represents ownership in the S&P 100 Index Fund. This fund is designed to provide investment returns corresponding to the price and yield performance, before fees and expenses, of the S&P 100 Index[®] as compiled by Standard & Poor's (a division of The McGraw-Hill Companies, Inc.). There is no assurance that the performance of the S&P 100 Index can be fully matched.



Administration – Barclays Global Fund Advisors, a subsidiary of Barclays Global Investors, N.A., is the advisor to the fund. Investors Bank & Trust Company (IBT) is the administrator, custodian, transfer agent and securities lending agent for the fund. SEI Investments Distribution Co. is the distributor for the fund.



Ticker Symbols:

Trading Symbol - **OEF**

Final Dividend Amount - **OEG**

Intra-Day Trading Value - **OEV**

Shares Outstanding - **OES**

Net Asset Value - **OEL**

Estimated Cash Amount - **OEP**

Accrued Dividends - **OEA**

Total Cash Component per CU - **OEK**

Trading Unit – A round lot is 100 shares. Odd lots (i.e., fewer than 100 shares) trade as well.

Price Quotations - iShares prices are quoted in dollars and decimals with minimum increments of 0.01. A quote of 100.01 would represent a price of \$100.01 (or \$10,001.00 for an iShares round lot).

Settlement of Trades – Three business days. All iShares are held in book-entry form only at The Depository Trust Company (DTC).

Dividends and Distributions – The fund pays out dividends to investors at least annually and may pay them on a more frequent basis. The fund distributes its net capital gains, if any, to investors annually.

Net Asset Value – IBT calculates the fund's net asset value (NAV) in accordance with the standard formula for valuing mutual fund shares at the close of regular trading, normally 4 p.m. New York time. The formula calls for deducting all of the fund's liabilities from the total value of its assets and dividing the result by the number of shares outstanding.

Initial Customer Margin and Short Sales –

Regulation T-margin requirements for exchange traded securities apply. Long positions require 50 percent margin; short positions require 150 percent margin. iShares S&P 100 may be sold short on a downtick at any time during trading hours.

Creations and Redemptions – iShares S&P

100 Index Fund shares can be created at NAV in “creation unit” block sizes (50,000 shares) by the deposit of a specified portfolio of stock closely approximating the composition of the relevant index and a specified amount of cash. Conversely, a creation unit (50,000 shares) can be redeemed at NAV for a specific portfolio of stock and a specified cash amount. The shares of component stocks in a “creation unit” are determined by the trustee prior to the opening of trading each business day. The required cash amount is determined on the same day following the close of trading.

Trading Hours – 8:30 a.m. to 3:15 p.m. Chicago time.



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For complete information about iShares, request the prospectus by calling 1-800-iShares (1-800-474-2737). Read it carefully before investing. Equity investments involve risk, including possible loss of principal. Although iShares may be bought or sold on the exchange through any brokerage account, iShares are not individually redeemable from the Fund. Investors may acquire iShares, and tender iShares for redemption, through the Fund in Creation Unit aggregations only.

iShares are distributed by SEI Investments Distribution Co. Barclays Global Fund Advisors serves as an adviser to iShares and is a subsidiary of Barclays Global Investors, N.A., (BGI) neither of which are affiliated with SEI. iShares are not sponsored, endorsed, sold or promoted by Standard & Poor's. Nor does this company make any representation regarding the advisability of investing in iShares. iShares is a servicemark of Barclays Global Investors, N.A. All other trademarks, servicemarks or registered trademarks are the property of their respective owners.

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May Lose Value.

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