

iShares Short-Term California Muni Active ETF

CALI | NASDAQ

Annual Shareholder Report — July 31, 2025



This annual shareholder report contains important information about iShares Short-Term California Muni Active ETF (the “Fund”) (formerly known as BlackRock Short-Term California Muni Bond ETF) for the period of August 1, 2024 to July 31, 2025. You can find additional information about the Fund at blackrock.com/fundreports. You can also request this information by contacting us at (800) 474-2737.

This report describes changes to the Fund that occurred during the reporting period.

What were the Fund costs for the last year?

(based on a hypothetical \$10,000 investment)

Fund name	Costs of a \$10,000 investment	Costs paid as a percentage of a \$10,000 investment
iShares Short-Term California Muni Active ETF	\$20	0.20%

How did the Fund perform last year?

- For the reporting period ended July 31, 2025, the Fund returned 3.26%.
- For the same period, the Bloomberg Municipal Bond Index returned 0.00%, and the Bloomberg California Municipal 0-2 Year Index returned 3.24%.

What contributed to performance?

Holdings in longer-dated securities—those with maturities of up to five years—in the corporate, prepaid gas, and transportation sectors contributed to performance, as did select holdings in the school district, tax-backed state, and tax-backed local categories. A focus on variable rate demand notes (VRDNs) and tender option bond floaters (TOBs) as core holdings, which in the adviser’s view featured both attractive yields and price stability, also contributed. Select commercial paper purchases, which offered additional yield and short maturity profiles, further helped results in a volatile interest rate environment. In terms of credit tiers, holdings in AA and A rated bonds had the strongest influence on the Fund’s performance.

What detracted from performance?

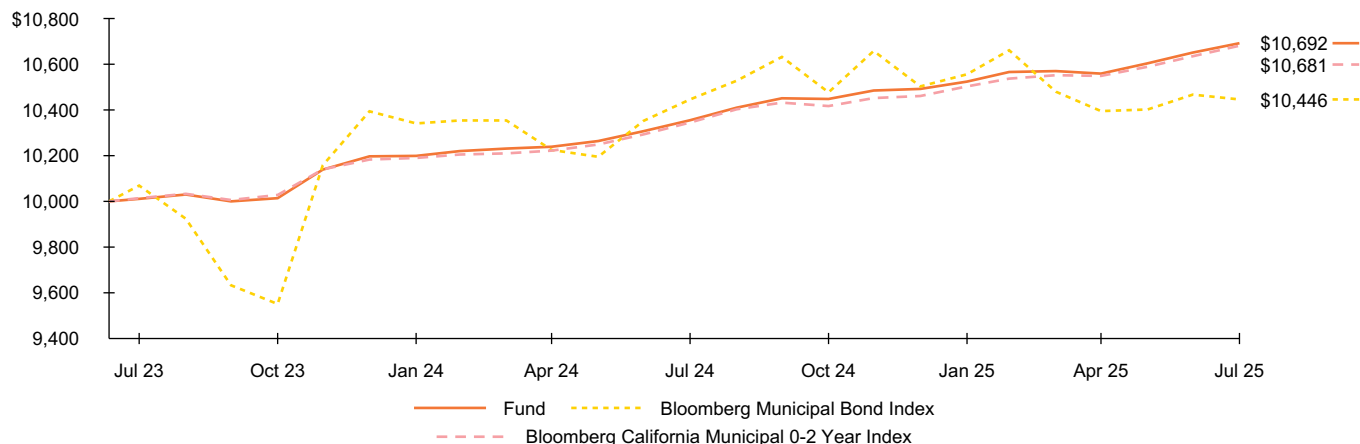
At a time of positive return for the California municipal market, there were no meaningful detractors from absolute returns.

The views expressed reflect the opinions of BlackRock as of the date of this report and are subject to change based on changes in market, economic or other conditions. These views are not intended to be a forecast of future events and are no guarantee of future results.

Fund performance

Cumulative performance: July 11, 2023 through July 31, 2025

Initial investment of \$10,000



See “Average annual total returns” for additional information on fund performance.

Average annual total returns

	1 Year	Since Fund Inception
Fund NAV	3.26%	3.30%
Bloomberg Municipal Bond Index	0.00	2.15
Bloomberg California Municipal 0-2 Year Index	3.24	3.26

The inception date of the Fund was July 11, 2023.

Past performance is not an indication of future results. Performance results do not reflect the deduction of taxes that a shareholder would pay on fund distributions or on the redemption or sale of fund shares. Visit [iShares.com](https://www.ishares.com) for more recent performance information.

What did the Fund invest in?

(as of July 31, 2025)

Credit quality allocation

Credit Rating*	Percent of Total Investments ^(a)
AAA/Aaa	4.2%
AA/Aa	64.0
A	30.3
BBB/Baa	1.3
N/R	0.2

(a) Excludes money market funds.

* For purposes of this report, credit quality ratings shown above reflect the highest rating assigned by either S&P Global Ratings or Moody's Investors Service, Inc. if ratings differ. These rating agencies are independent, nationally recognized statistical rating organizations and are widely used. Investment grade ratings are credit ratings of BBB/Baa or higher. Below investment grade ratings are credit ratings of BB/Ba or lower. Investments designated N/R are not rated by either rating agency. Unrated investments do not necessarily indicate low credit quality. Credit quality ratings are subject to change.

Key Fund statistics

Net Assets	\$131,136,615
Number of Portfolio Holdings	138
Net Investment Advisory Fees	\$125,081
Portfolio Turnover Rate	113%

Ten largest holdings

Security	Percent of Total Investments ^(a)
City of Modesto California Water Revenue COP, 1.80%, 08/07/25	4.6%
Metropolitan Water District of Southern California RB, 1.54%, 08/07/25	4.2
San Diego Public Facilities Financing Authority RB, 2.37%, 08/07/25	3.5
Anaheim Housing & Public Improvements Authority RB, 2.60%, 08/01/25	3.4
Orange County Water District COP, VRDN, 2.35%, 08/07/25	3.0
California Community Choice Financing Authority RB, 5.25%, 01/01/30	2.9
San Francisco City & County Airport Comm-San Francisco International Airport RB, 1.00%, 08/07/25	2.3
Tender Option Bond Trust Receipts/Certificates RB, 2.32%, 08/07/25	2.3
University of California RB, 2.25%, 08/01/25	2.2
California Housing Finance Agency RB, 1.00%, 08/07/25 .	1.8

Material Fund changes

This is a summary of certain changes to the Fund since July 31, 2024. For more complete information, you may review the Fund's next prospectus, which we expect to be available approximately 120 days after July 31, 2025 at [blackrock.com/fundreports](https://www.blackrock.com/fundreports) or upon request by contacting us at (800) 474-2737.

On July 30, 2024, the Fund's Board approved a proposal to change the name of the Fund from BlackRock Short-Term California Muni Bond ETF to iShares Short-Term California Muni Active ETF. The Fund's ticker was changed from CALY to CALI. These changes became effective on October 10, 2024.

Additional information

If you wish to view additional information about the Fund, including but not limited to financial statements, the Fund's prospectus, and proxy voting policies and procedures, please visit [blackrock.com/fundreports](https://www.blackrock.com/fundreports). For proxy voting records, visit [blackrock.com/proxyrecords](https://www.blackrock.com/proxyrecords).

Householding

The Fund will mail only one copy of shareholder documents, including prospectuses, annual and semi-annual reports and proxy statements, to shareholders with multiple accounts at the same address. This practice is commonly called "householding" and is intended to reduce expenses and eliminate duplicate mailings of shareholder documents. Mailings of your shareholder documents may be househanded indefinitely unless you instruct us otherwise. If you do not want the mailing of these documents to be combined with those for other members of your household, please call the Fund at (800) 474-2737.

The Fund is not sponsored, endorsed, issued, sold, or promoted by Bloomberg Index Services Limited and its affiliates, nor does this company make any representation regarding the advisability of investing in the Fund. BlackRock is not affiliated with the company listed above.

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