

iShares Morningstar Small-Cap ETF

ISCB | NYSE Arca

Annual Shareholder Report — April 30, 2025



This annual shareholder report contains important information about iShares Morningstar Small-Cap ETF (the “Fund”) for the period of May 1, 2024 to April 30, 2025. You can find additional information about the Fund at blackrock.com/fundreports. You can also request this information by contacting us at 1-800-iShares (1-800-474-2737).

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 Morningstar Small-Cap ETF	\$4	0.04%

How did the Fund perform last year?

- For the reporting period ended April 30, 2025, the Fund returned 2.51%.
- For the same period, the Morningstar US Market Index returned 11.51% and the Morningstar® US Small Cap Extended IndexSM returned 2.48%.

What contributed to performance?

Small-cap financials were the largest contributor to the Fund’s performance during the reporting period. Banks exhibited robust earnings, witnessing increases in advisory fees and deal-making revenues. Within the capital markets space, firms were supported by increased trading activity and solid investment banking revenues. Insurance companies also contributed, as property and casualty firms experienced a surge in premium growth and a favorable underwriting environment. Real estate stocks also provided a modest contribution to performance.

What detracted from performance?

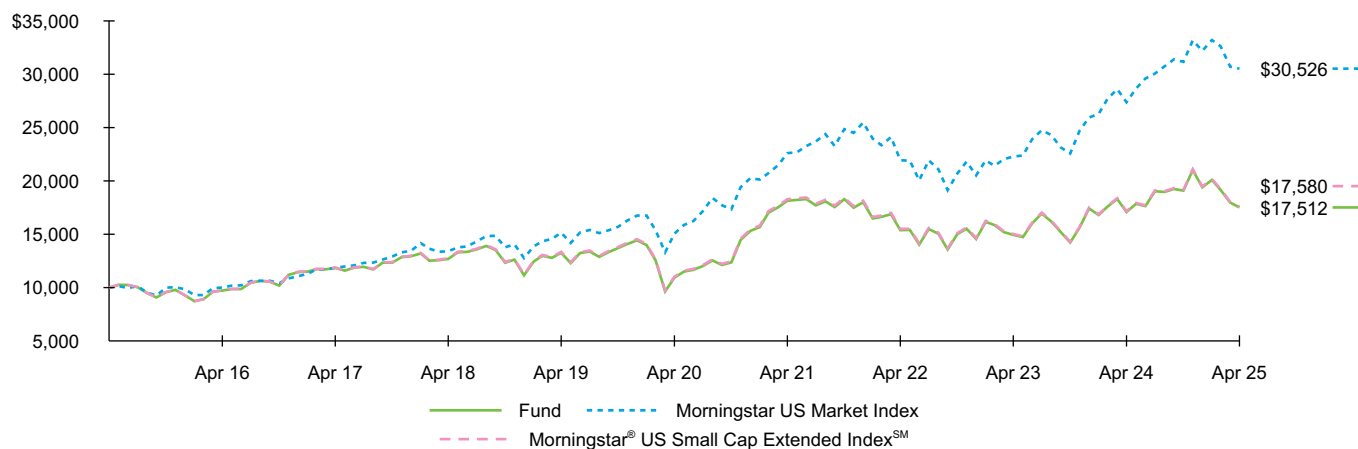
Energy stocks detracted from the Fund’s return during the reporting period, as companies operating within the oil, gas, and consumable fuels segment suffered from falling crude prices, supply increases, as well as reduced profit margins and investor confidence. Within the information technology sector, small-cap semiconductors and semiconductor equipment names detracted. While demand for artificial intelligence chips surged, semiconductor companies exposed to PCs, smartphones, industrial, and automotive sectors faced significant challenges. Weak end-market demand in these segments, coupled with excess inventory from prior overproduction, pressured sales and margins. Geopolitical factors, such as U.S.-China trade restrictions and tariffs further constrained growth by limiting access to key international markets.

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: May 1, 2015 through April 30, 2025

Initial investment of \$10,000



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

Average annual total returns

	1 Year	5 Years	10 Years
Fund NAV	2.51%	9.88%	5.76%
Morningstar US Market Index	11.51	15.18	11.81
Morningstar [®] US Small Cap Extended Index SM	2.48	9.79	5.80

The Fund has added the Morningstar US Market Index in response to new regulatory requirements.

The performance of the Morningstar[®] US Small Cap Extended IndexSM in this report reflects the performance of the Morningstar[®] US Small Core IndexSM through March 21, 2021 and, beginning on March 22, 2021, the performance of the Morningstar[®] US Small Cap Extended IndexSM.

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 April 30, 2025)

Sector allocation

Sector	Percent of Total Investments ^(a)
Financials	18.9%
Industrials	18.3
Consumer Discretionary	13.6
Health Care	12.1
Information Technology	11.3
Real Estate	6.2
Materials	5.1
Communication Services	3.8
Consumer Staples	3.8
Energy	3.7
Utilities	3.2

^(a) Excludes money market funds.

Ten largest holdings

Security	Percent of Total Investments ^(a)
Tapestry, Inc.	0.3%
BJ's Wholesale Club Holdings, Inc.	0.3
Duolingo, Inc., Class A	0.3
SoFi Technologies, Inc.	0.3
Insmed, Inc.	0.3
Royal Gold, Inc.	0.3
Rivian Automotive, Inc., Class A	0.3
Encompass Health Corp.	0.3
Crown Holdings, Inc.	0.3
TKO Group Holdings, Inc., Class A	0.3

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

Householding is an option available to certain fund investors. Householding is a method of delivery, based on the preference of the individual investor, in which a single copy of certain shareholder documents can be delivered to investors who share the same address, even if their accounts are registered under different names. Please contact your broker-dealer if you are interested in enrolling in householding and receiving a single copy of prospectuses and other shareholder documents, or if you are currently enrolled in householding and wish to change your householding status.

The Fund is not sponsored, endorsed, issued, sold, or promoted by Morningstar, Inc., 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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