

iShares Morningstar Small-Cap Value ETF

ISCV | NYSE Arca

Annual Shareholder Report — April 30, 2025



This annual shareholder report contains important information about iShares Morningstar Small-Cap Value 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 Value ETF	\$6	0.06%

How did the Fund perform last year?

- For the reporting period ended April 30, 2025, the Fund returned 1.28%.
- For the same period, the Morningstar US Market Index returned 11.51% and the Morningstar® US Small Cap Broad Value Extended IndexSM returned 1.34%.

What contributed to performance?

Value-oriented small-capitalization financials stocks registered solid performance during the reporting period, contributing to the Fund’s return. Overall, these firms were supported by robust earnings, growing trading volumes, and the prospects of a loosening regulatory regime under the new presidential administration. Regional banks witnessed increases in loan growth, asset-management revenue, and capital market activity. Insurance companies also contributed, as property and casualty firms experienced a surge in premium growth and a favorable underwriting environment. Utilities stocks also benefited performance, driven primarily by a substantial rise in electricity demand. This increase in power consumption was largely fueled by the rapid expansion of data centers and the accelerated adoption of artificial intelligence (“AI”) technologies, both of which require significant computational power and energy.

What detracted from performance?

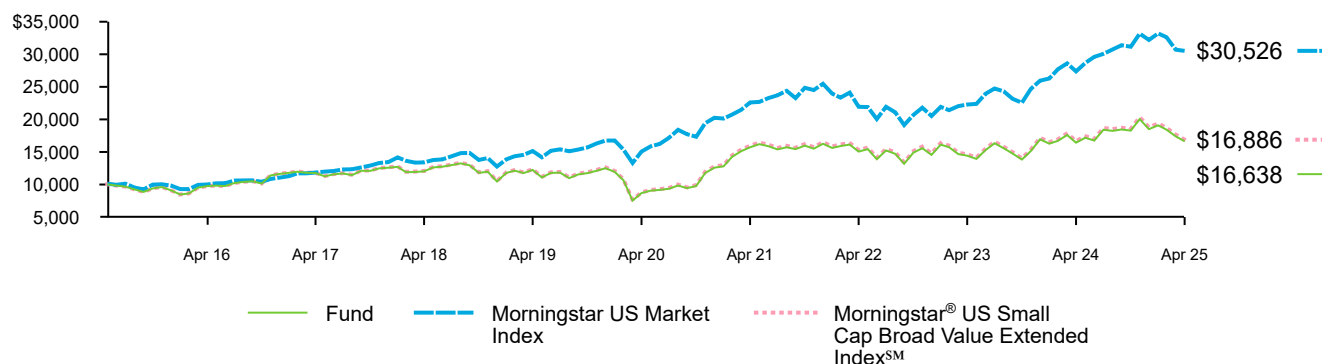
Energy stocks faced several headwinds during the reporting period. The oil and gas environment was marked by significant volatility as OPEC+, a coalition of the Organization of the Petroleum Exporting Countries and 10 non-OPEC oil-producing nations, announced production increases amid slowing energy demand in major economies and trade uncertainty. In this landscape, the largest detractor from the Fund’s return were companies within the oil and gas exploration and production subsector, pressured by falling crude prices, which reduced profit margins and investor confidence. Consumer discretionary stocks also detracted, weighed down by weak performance from the consumer durables segment.

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.....	1.28%	13.87%	5.22%
Morningstar US Market Index.....	11.51	15.18	11.81
Morningstar® US Small Cap Broad Value Extended Index SM	1.34	13.93	5.38

Key Fund statistics

Net Assets.....	\$419,324,586
Number of Portfolio Holdings.....	1,115
Net Investment Advisory Fees.....	\$257,001
Portfolio Turnover Rate.....	38%

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

The performance of the Morningstar® US Small Cap Broad Value Extended IndexSM in this report reflects the performance of the Morningstar® US Small Value IndexSM through March 21, 2021 and, beginning on March 22, 2021, the performance of the Morningstar® US Small Cap Broad Value 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.....	27.1%
Consumer Discretionary.....	16.0
Industrials.....	13.5
Real Estate.....	7.3
Health Care.....	6.0
Information Technology.....	5.8
Utilities.....	5.5
Materials.....	5.5
Energy.....	5.4
Consumer Staples.....	4.0
Communication Services.....	3.9

Ten largest holdings

Security	Percent of Total Investments ^(a)
Tapestry, Inc.....	0.7%
Rivian Automotive, Inc., Class A.....	0.5
Annaly Capital Management, Inc.....	0.5
Pinnacle West Capital Corp.....	0.5
Globe Life, Inc.....	0.5
Essential Utilities, Inc.....	0.5
LKQ Corp.....	0.5
Assurant, Inc.....	0.5
Molson Coors Beverage Co., Class B.....	0.5
Talen Energy Corp.....	0.5

^(a) Excludes money market funds.

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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