

2017 ANNUAL REPORT



iShares Trust

- ▶ iShares Short Treasury Bond ETF | SHV | NYSE Arca
- ▶ iShares 1-3 Year Treasury Bond ETF | SHY | NYSE Arca
- ▶ iShares 3-7 Year Treasury Bond ETF | IEI | NYSE Arca
- ▶ iShares 7-10 Year Treasury Bond ETF | IEF | NYSE Arca
- ▶ iShares 10-20 Year Treasury Bond ETF | TLH | NYSE Arca
- ▶ iShares 20+ Year Treasury Bond ETF | TLT | NASDAQ

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Management's Discussion of Fund Performance

iSHARES[®] TRUST

U.S. TREASURY BOND MARKET OVERVIEW

U.S. Treasury securities declined modestly for the 12-month period ended February 28, 2017 (the "reporting period"). The ICE U.S. Treasury Core Bond Index returned -1.27% for the reporting period, while the Bloomberg Barclays U.S. Aggregate Bond Index, a broad measure of U.S. bond market performance, returned 1.42%.

Overall, the U.S. economy grew by 1.6% in 2016, down from 2.6% in 2015 and the slowest calendar-year growth rate since 2011. Job growth remained robust as the unemployment rate stayed at or below 5%, and retail sales grew by 5.7% during the reporting period, led by vehicle sales and internet retailers. However, other segments of the economy continued to struggle. For example, industrial production and business productivity were relatively flat for the reporting period, registering gains of 0.3% and 0.2%, respectively.

Despite the modest overall level of economic growth, inflation picked up during the reporting period. The consumer price index rose by 2.7% for the reporting period, the highest inflation rate since March 2012. The increase in the inflation rate reflected a recovery in energy prices after they bottomed in February 2016.

Uneven economic data kept the U.S. Federal Reserve Bank (the "Fed") on hold for most of the reporting period. However, improving growth in the third quarter of 2016 and rising inflation led the Fed to raise its short-term interest rate target to a range of 0.50%-0.75% in December 2016.

U.S. Treasury bond yields generally declined during the first half of the reporting period, reflecting the uncertain economic environment. In addition, geopolitical turmoil — including the "Brexit" referendum (an affirmative vote for the U.K. to leave the European Union), terrorist attacks in France, and an attempted coup in Turkey — resulted in a flight to quality, boosting demand for U.S. Treasury securities. However, U.S. Treasury yields began to reverse course during the third quarter of 2016 and rose sharply following the outcome of the U.S. presidential election in November 2016. The election of Donald Trump fueled expectations that new fiscal policies aimed at stimulating economic growth would lead to rising inflation and more Fed interest rate hikes in 2017.

As a result, U.S. Treasury bond yields rose overall for the reporting period. Intermediate-term Treasury bond yields rose the most as the seven-year U.S. Treasury bond yield increased from 1.52% to 2.19% for the reporting period, while the 10-year U.S. Treasury bond yield rose from 1.74% to 2.36%.

The rise in long-term bond yields was more limited than the intermediate-term maturity sector — the 20-year Treasury bond yield increased from 2.19% to 2.70%, while the 30-year Treasury bond yield rose from 2.61% to 2.97%.

Short-term U.S. Treasury yields generally tracked the December Fed interest rate hike as the three-month Treasury bill yield rose from 0.33% to 0.53%. However, other short-term U.S. Treasury yield movements reflected expectations of further Fed interest rate hikes in 2017. For example, the two-year U.S. Treasury note yield rose from 0.78% to 1.22% for the reporting period, and the three-year U.S. Treasury bond yield rose from 0.91% to 1.49%.

Although U.S. Treasury yields rose across the board, short-term U.S. Treasury securities (those maturing in three years or less) posted positive returns for the reporting period as interest income offset their modest price declines. In contrast, intermediate- and long-term U.S. Treasury securities generated negative overall returns.

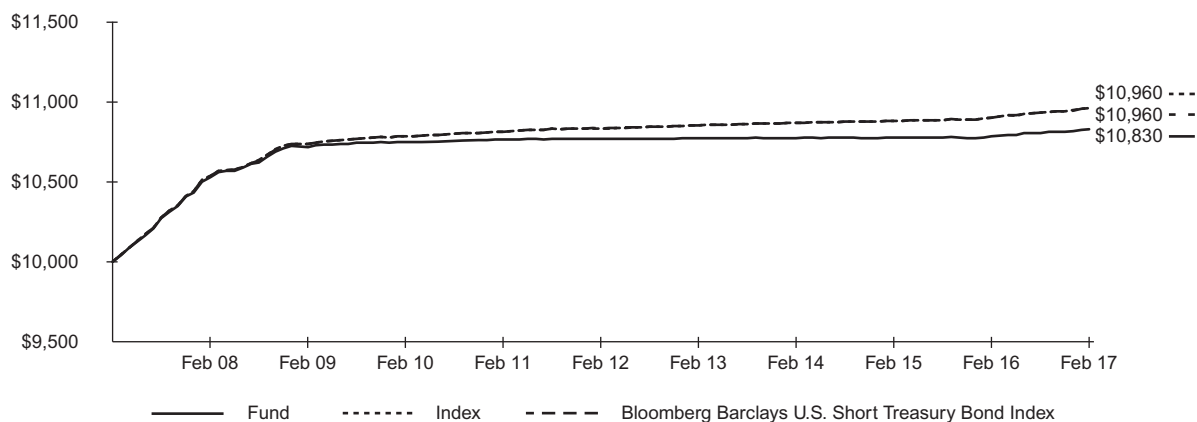
Management's Discussion of Fund Performance

iSHARES® SHORT TREASURY BOND ETF

Performance as of February 28, 2017

	Average Annual Total Returns			Cumulative Total Returns		
	1 Year	5 Years	10 Years	1 Year	5 Years	10 Years
Fund NAV	0.44%	0.12%	0.80%	0.44%	0.59%	8.30%
Fund Market Index ^a	0.42%	0.12%	0.80%	0.42%	0.59%	8.25%
Bloomberg Barclays U.S. Short Treasury Bond Index	0.55%	0.23%	0.92%	0.55%	1.17%	9.60%
ICE U.S. Treasury Short Bond Index ^b	0.54%	0.23%	0.92%	0.54%	1.16%	9.60%
ICE U.S. Treasury Short Bond Index ^b	0.63%	n/a	n/a	0.63%	n/a	n/a

GROWTH OF \$10,000 INVESTMENT (AT NET ASSET VALUE)



^a Index performance through June 30, 2016 reflects the performance of the Bloomberg Barclays U.S. Short Treasury Bond Index (formerly the Barclays U.S. Short Treasury Bond Index). Index performance beginning on July 1, 2016 reflects the performance of the ICE U.S. Treasury Short Bond Index, which, effective as of July 1, 2016, replaced the Bloomberg Barclays U.S. Short Treasury Bond Index as the underlying index of the Fund.

^b The inception date for the ICE U.S. Treasury Short Bond Index was December 31, 2015.

Past performance is no guarantee 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. See "About Fund Performance" on page 18 for more information.

Shareholder Expenses

Actual			Hypothetical 5% Return			
Beginning Account Value (9/1/16)	Ending Account Value (2/28/17)	Expenses Paid During Period ^a	Beginning Account Value (9/1/16)	Ending Account Value (2/28/17)	Expenses Paid During Period ^a	Annualized Expense Ratio
\$ 1,000.00	\$ 1,002.20	\$ 0.74	\$ 1,000.00	\$ 1,024.10	\$ 0.75	0.15%

^a Expenses are calculated using the Fund's annualized expense ratio (as disclosed in the table), multiplied by the average account value for the period, multiplied by the number of days in the period (181 days) and divided by the number of days in the year (365 days). See "Shareholder Expenses" on page 18 for more information.

Management's Discussion of Fund Performance (Continued)

iSHARES® SHORT TREASURY BOND ETF

The **iShares Short Treasury Bond ETF** (the "Fund") seeks to track the investment results of an index composed of U.S. Treasury bonds with remaining maturities between one month and one year, as represented by the ICE U.S. Treasury Short Bond Index ("the Index"). The Fund invests in a representative sample of securities included in the Index that collectively has an investment profile similar to the Index. Due to the use of representative sampling, the Fund may or may not hold all of the securities that are included in the Index. For the 12-month reporting period ended February 28, 2017, the total return for the Fund was 0.44%, net of fees, while the total return for the Index was 0.55%.

ALLOCATION BY INVESTMENT TYPE

As of 2/28/17

<i>Investment Type</i>	<i>Percentage of Total Investments*</i>
U.S. Government Obligations	<u>100.00%</u>
TOTAL	<u>100.00%</u>

FIVE LARGEST FUND HOLDINGS

As of 2/28/17

<i>Security</i>	<i>Percentage of Total Investments*</i>
U.S. Treasury Note/Bond, 0.63%, 05/31/17	16.97%
U.S. Treasury Note/Bond, 1.88%, 10/31/17	8.54
U.S. Treasury Bill, 0.00% , 06/01/17	7.44
U.S. Treasury Note/Bond, 1.00%, 09/15/17	6.45
U.S. Treasury Note/Bond, 1.00%, 03/31/17	<u>5.99</u>
TOTAL	<u>45.39%</u>

* Excludes money market funds.

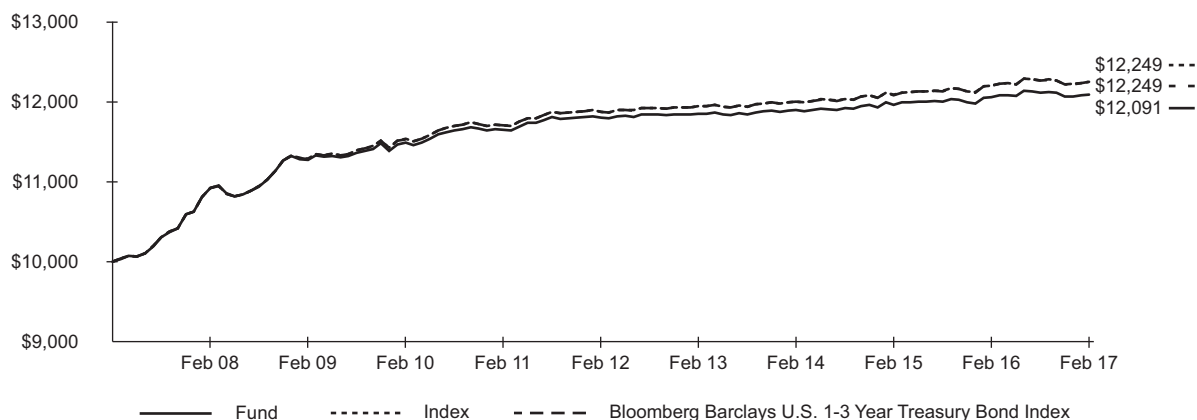
Management's Discussion of Fund Performance

iSHARES® 1-3 YEAR TREASURY BOND ETF

Performance as of February 28, 2017

	Average Annual Total Returns			Cumulative Total Returns		
	1 Year	5 Years	10 Years	1 Year	5 Years	10 Years
Fund NAV	0.26%	0.49%	1.92%	0.26%	2.46%	20.91%
Fund Market Index ^a	0.25%	0.48%	1.91%	0.25%	2.42%	20.87%
Bloomberg Barclays U.S. 1-3 Year Treasury Bond Index	0.37%	0.62%	2.05%	0.37%	3.14%	22.49%
ICE U.S. Treasury 1-3 Year Bond Index ^b	0.37%	n/a	n/a	0.37%	n/a	n/a

GROWTH OF \$10,000 INVESTMENT (AT NET ASSET VALUE)



^a Index performance through March 31, 2016 reflects the performance of the Bloomberg Barclays U.S. 1-3 Year Treasury Bond Index (formerly the Barclays U.S. 1-3 Year Treasury Bond Index). Index performance beginning on April 1, 2016 reflects the performance of the ICE U.S. Treasury 1-3 Year Bond Index, which effective as of April 1, 2016, replaced the Bloomberg Barclays U.S. 1-3 Year Treasury Bond Index as the underlying index of the Fund.

^b The inception date for the ICE U.S. Treasury 1-3 Year Bond Index was December 31, 2015.

Past performance is no guarantee 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. See "About Fund Performance" on page 18 for more information.

Shareholder Expenses

Actual			Hypothetical 5% Return			
Beginning Account Value (9/1/16)	Ending Account Value (2/28/17)	Expenses Paid During Period ^a	Beginning Account Value (9/1/16)	Ending Account Value (2/28/17)	Expenses Paid During Period ^a	Annualized Expense Ratio
\$ 1,000.00	\$ 998.30	\$ 0.74	\$ 1,000.00	\$ 1,024.10	\$ 0.75	0.15%

^a Expenses are calculated using the Fund's annualized expense ratio (as disclosed in the table), multiplied by the average account value for the period, multiplied by the number of days in the period (181 days) and divided by the number of days in the year (365 days). See "Shareholder Expenses" on page 18 for more information.

Management's Discussion of Fund Performance (Continued)

iSHARES® 1-3 YEAR TREASURY BOND ETF

The iShares 1-3 Year Treasury Bond ETF (the "Fund") seeks to track the investment results of an index composed of U.S. Treasury bonds with remaining maturities between one and three years, as represented by the ICE U.S. Treasury 1-3 Year Bond Index ("the Index"). The Fund invests in a representative sample of securities included in the Index that collectively has an investment profile similar to the Index. Due to the use of representative sampling, the Fund may or may not hold all of the securities that are included in the Index. For the 12-month reporting period ended February 28, 2017, the total return for the Fund was 0.26%, net of fees, while the total return for the Index was 0.37%.

ALLOCATION BY MATURITY

As of 2/28/17

<i>Maturity</i>	<i>Percentage of Total Investments*</i>
0-1 Year	7.65%
1-2 Years	40.70
2-3 Years	50.90
3-4 Years	<u>0.75</u>
TOTAL	<u>100.00%</u>

FIVE LARGEST FUND HOLDINGS

As of 2/28/17

<i>Security</i>	<i>Percentage of Total Investments*</i>
U.S. Treasury Note/Bond, 1.63%, 04/30/19	7.66%
U.S. Treasury Note/Bond, 1.00%, 03/15/19	4.89
U.S. Treasury Note/Bond, 1.50%, 12/31/18	4.37
U.S. Treasury Note/Bond, 1.50%, 02/28/19	3.87
U.S. Treasury Note/Bond, 1.63%, 03/31/19	<u>3.84</u>
TOTAL	<u>24.63%</u>

* Excludes money market funds.

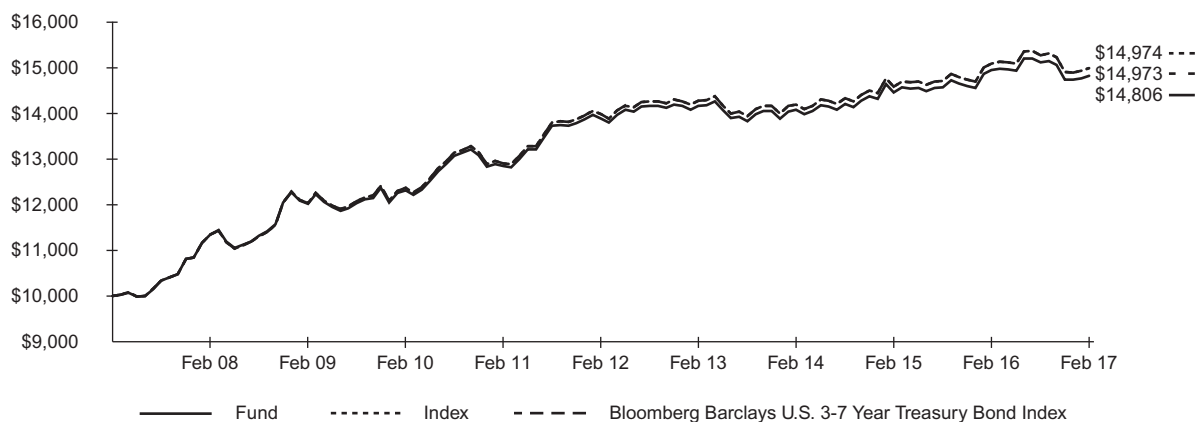
Management's Discussion of Fund Performance

iSHARES® 3-7 YEAR TREASURY BOND ETF

Performance as of February 28, 2017

	Average Annual Total Returns			Cumulative Total Returns		
	1 Year	5 Years	10 Years	1 Year	5 Years	10 Years
Fund NAV	(0.85)%	1.31%	4.00%	(0.85)%	6.70%	48.06%
Fund Market	(0.90)%	1.30%	4.00%	(0.90)%	6.67%	48.03%
Index ^a	(0.73)%	1.40%	4.12%	(0.73)%	7.22%	49.74%
Bloomberg Barclays U.S. 3-7 Year Treasury Bond Index	(0.73)%	1.40%	4.12%	(0.73)%	7.22%	49.73%
ICE U.S. Treasury 3-7 Year Bond Index ^b	(0.74)%	n/a	n/a	(0.74)%	n/a	n/a

GROWTH OF \$10,000 INVESTMENT (AT NET ASSET VALUE)



^a Index performance through March 31, 2016 reflects the performance of the Bloomberg Barclays U.S. 3-7 Year Treasury Bond Index (formerly the Barclays U.S. 3-7 Year Treasury Bond Index). Index performance beginning on April 1, 2016 reflects the performance of the ICE U.S. Treasury 3-7 Year Bond Index, which effective as of April 1, 2016, replaced the Bloomberg Barclays U.S. 3-7 Year Treasury Bond Index as the underlying index of the Fund.

^b The inception date for the ICE U.S. Treasury 3-7 Year Bond Index was December 31, 2015.

Past performance is no guarantee 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. See "About Fund Performance" on page 18 for more information.

Shareholder Expenses

Actual			Hypothetical 5% Return			
Beginning Account Value (9/1/16)	Ending Account Value (2/28/17)	Expenses Paid During Period ^a	Beginning Account Value (9/1/16)	Ending Account Value (2/28/17)	Expenses Paid During Period ^a	Annualized Expense Ratio
\$ 1,000.00	\$ 980.50	\$ 0.74	\$ 1,000.00	\$ 1,024.10	\$ 0.75	0.15%

^a Expenses are calculated using the Fund's annualized expense ratio (as disclosed in the table), multiplied by the average account value for the period, multiplied by the number of days in the period (181 days) and divided by the number of days in the year (365 days). See "Shareholder Expenses" on page 18 for more information.

Management's Discussion of Fund Performance (Continued)

iSHARES® 3-7 YEAR TREASURY BOND ETF

The iShares 3-7 Year Treasury Bond ETF (the "Fund") seeks to track the investment results of an index composed of U.S. Treasury bonds with remaining maturities between three and seven years, as represented by the ICE U.S. Treasury 3-7 Year Bond Index ("the Index"). The Fund invests in a representative sample of securities included in the Index that collectively has an investment profile similar to the Index. Due to the use of representative sampling, the Fund may or may not hold all of the securities that are included in the Index. For the 12-month reporting period ended February 28, 2017, the total return for the Fund was -0.85%, net of fees, while the total return for the Index was -0.73%.

ALLOCATION BY MATURITY

As of 2/28/17

<i>Maturity</i>	<i>Percentage of Total Investments*</i>
2-3 Years	0.25%
3-4 Years	33.21
4-5 Years	30.61
5-6 Years	14.43
6-7 Years	18.95
7-8 Years	2.55
TOTAL	<u>100.00%</u>

FIVE LARGEST FUND HOLDINGS

As of 2/28/17

<i>Security</i>	<i>Percentage of Total Investments*</i>
U.S. Treasury Note/Bond, 2.25%, 04/30/21	11.35%
U.S. Treasury Note/Bond, 2.75%, 02/15/24	7.67
U.S. Treasury Note/Bond, 1.75%, 05/15/23	5.24
U.S. Treasury Note/Bond, 1.88%, 08/31/22	4.25
U.S. Treasury Note/Bond, 1.63%, 11/15/22	4.16
TOTAL	<u>32.67%</u>

* Excludes money market funds.

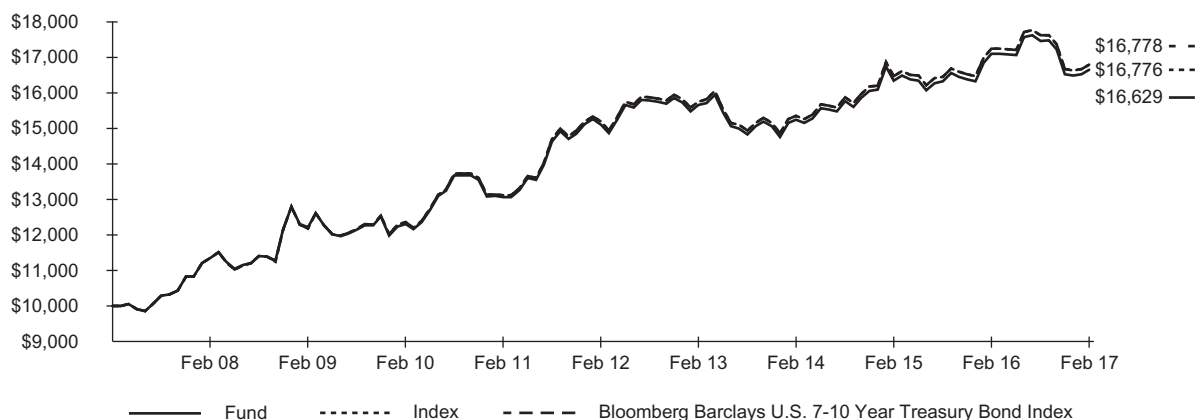
Management's Discussion of Fund Performance

iSHARES® 7-10 YEAR TREASURY BOND ETF

Performance as of February 28, 2017

	Average Annual Total Returns			Cumulative Total Returns		
	1 Year	5 Years	10 Years	1 Year	5 Years	10 Years
Fund NAV	(2.68)%	1.96%	5.22%	(2.68)%	10.17%	66.29%
Fund Market Index ^a	(2.75)%	1.95%	5.21%	(2.75)%	10.15%	66.21%
Bloomberg Barclays U.S. 7-10 Year Treasury Bond Index	(2.61)%	2.03%	5.31%	(2.61)%	10.58%	67.76%
ICE U.S. Treasury 7-10 Year Bond Index ^b	(2.60)%	2.03%	5.31%	(2.60)%	10.60%	67.78%
	(2.63)%	n/a	n/a	(2.63)%	n/a	n/a

GROWTH OF \$10,000 INVESTMENT (AT NET ASSET VALUE)



^a Index performance through March 31, 2016 reflects the performance of the Bloomberg Barclays U.S. 7-10 Year Treasury Bond Index (formerly the Barclays U.S. 7-10 Year Treasury Bond Index). Index performance beginning on April 1, 2016 reflects the performance of the ICE U.S. Treasury 7-10 Year Bond Index, which effective as of April 1, 2016, replaced the Bloomberg Barclays U.S. 7-10 Year Treasury Bond Index as the underlying index of the Fund.

^b The inception date for the ICE U.S. Treasury 7-10 Year Bond Index was December 31, 2015.

Past performance is no guarantee 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. See "About Fund Performance" on page 18 for more information.

Shareholder Expenses

Actual			Hypothetical 5% Return			
Beginning Account Value (9/1/16)	Ending Account Value (2/28/17)	Expenses Paid During Period ^a	Beginning Account Value (9/1/16)	Ending Account Value (2/28/17)	Expenses Paid During Period ^a	Annualized Expense Ratio
\$ 1,000.00	\$ 952.80	\$ 0.73	\$ 1,000.00	\$ 1,024.10	\$ 0.75	0.15%

^a Expenses are calculated using the Fund's annualized expense ratio (as disclosed in the table), multiplied by the average account value for the period, multiplied by the number of days in the period (181 days) and divided by the number of days in the year (365 days). See "Shareholder Expenses" on page 18 for more information.

Management's Discussion of Fund Performance (Continued)

iSHARES® 7-10 YEAR TREASURY BOND ETF

The iShares 7-10 Year Treasury Bond ETF (the "Fund") seeks to track the investment results of an index composed of U.S. Treasury bonds with remaining maturities between seven and ten years, as represented by the ICE U.S. Treasury 7-10 Year Bond Index ("the Index"). The Fund invests in a representative sample of securities included in the Index that collectively has an investment profile similar to the Index. Due to the use of representative sampling, the Fund may or may not hold all of the securities that are included in the Index. For the 12-month reporting period ended February 28, 2017, the total return for the Fund was -2.68%, net of fees, while the total return for the Index was -2.61%.

ALLOCATION BY MATURITY

As of 2/28/17

<i>Maturity</i>	<i>Percentage of Total Investments*</i>
7-8 Years	34.42%
8-9 Years	53.45
9-10 Years	11.90
10-11 Years	<u>0.23</u>
TOTAL	<u>100.00%</u>

FIVE LARGEST FUND HOLDINGS

As of 2/28/17

<i>Security</i>	<i>Percentage of Total Investments*</i>
U.S. Treasury Note/Bond, 1.63%, 02/15/26	18.39%
U.S. Treasury Note/Bond, 2.38%, 08/15/24	15.75
U.S. Treasury Note/Bond, 2.25%, 11/15/25	15.48
U.S. Treasury Note/Bond, 2.00%, 08/15/25	10.07
U.S. Treasury Note/Bond, 1.63%, 05/15/26	<u>9.28</u>
TOTAL	<u>68.97%</u>

* Excludes money market funds.

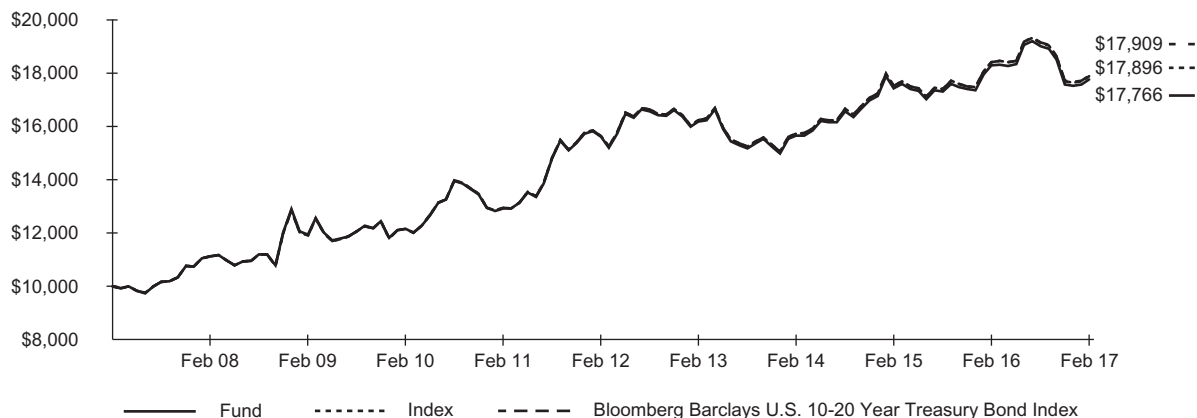
Management's Discussion of Fund Performance

iSHARES® 10-20 YEAR TREASURY BOND ETF

Performance as of February 28, 2017

	Average Annual Total Returns			Cumulative Total Returns		
	1 Year	5 Years	10 Years	1 Year	5 Years	10 Years
Fund NAV	(2.91)%	2.63%	5.92%	(2.91)%	13.86%	77.66%
Fund Market Index ^a	(2.99)%	2.65%	5.92%	(2.99)%	13.96%	77.69%
Bloomberg Barclays U.S. 10-20 Year Treasury Bond Index	(2.87)%	2.73%	5.99%	(2.87)%	14.41%	78.96%
ICE U.S. Treasury 10-20 Year Bond Index ^b	(2.80)%	2.74%	6.00%	(2.80)%	14.49%	79.09%
	0.54%	n/a	n/a	0.54%	n/a	n/a

GROWTH OF \$10,000 INVESTMENT (AT NET ASSET VALUE)



^a Index performance through June 30, 2016 reflects the performance of the Bloomberg Barclays U.S. 10-20 Year Treasury Bond Index (formerly the Barclays U.S. 10-20 Year Treasury Bond Index). Index performance beginning on July 1, 2016 reflects the performance of the ICE U.S. Treasury 10-20 Year Bond Index, which, effective as of July 1, 2016, replaced the Bloomberg Barclays U.S. 10-20 Treasury Bond Index as the underlying index of the Fund.

^b The inception date for the ICE U.S. Treasury 10-20 Year Bond Index was December 31, 2015.

Past performance is no guarantee 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. See "About Fund Performance" on page 18 for more information.

Shareholder Expenses

Actual			Hypothetical 5% Return			
Beginning Account Value (9/1/16)	Ending Account Value (2/28/17)	Expenses Paid During Period ^a	Beginning Account Value (9/1/16)	Ending Account Value (2/28/17)	Expenses Paid During Period ^a	Annualized Expense Ratio
\$ 1,000.00	\$ 934.30	\$ 0.72	\$ 1,000.00	\$ 1,024.10	\$ 0.75	0.15%

^a Expenses are calculated using the Fund's annualized expense ratio (as disclosed in the table), multiplied by the average account value for the period, multiplied by the number of days in the period (181 days) and divided by the number of days in the year (365 days). See "Shareholder Expenses" on page 18 for more information.

Management's Discussion of Fund Performance (Continued)

iSHARES® 10-20 YEAR TREASURY BOND ETF

The iShares 10-20 Year Treasury Bond ETF (the "Fund") seeks to track the investment results of an index composed of U.S. Treasury bonds with remaining maturities between ten and twenty years, as represented by the ICE U.S. Treasury 10-20 Year Bond Index ("the Index"). The Fund invests in a representative sample of securities included in the Index that collectively has an investment profile similar to the Index. Due to the use of representative sampling, the Fund may or may not hold all of the securities that are included in the Index. For the 12-month reporting period ended February 28, 2017, the total return for the Fund was -2.91%, net of fees, while the total return for the Index was -2.87%.

ALLOCATION BY MATURITY

As of 2/28/17

<i>Maturity</i>	<i>Percentage of Total Investments*</i>
9-10 Years	1.88%
10-11 Years	13.54
11-12 Years	26.29
12-13 Years	11.81
13-14 Years	22.50
18-19 Years	16.72
20-21 Years	<u>7.26</u>
TOTAL	<u>100.00%</u>

FIVE LARGEST FUND HOLDINGS

As of 2/28/17

<i>Security</i>	<i>Percentage of Total Investments*</i>
U.S. Treasury Note/Bond, 4.50%, 02/15/36	16.72%
U.S. Treasury Note/Bond, 6.13%, 08/15/29	11.82
U.S. Treasury Note/Bond, 6.25%, 05/15/30	11.40
U.S. Treasury Note/Bond, 6.13%, 11/15/27	11.21
U.S. Treasury Note/Bond, 5.38%, 02/15/31	<u>11.10</u>
TOTAL	<u>62.25%</u>

* Excludes money market funds.

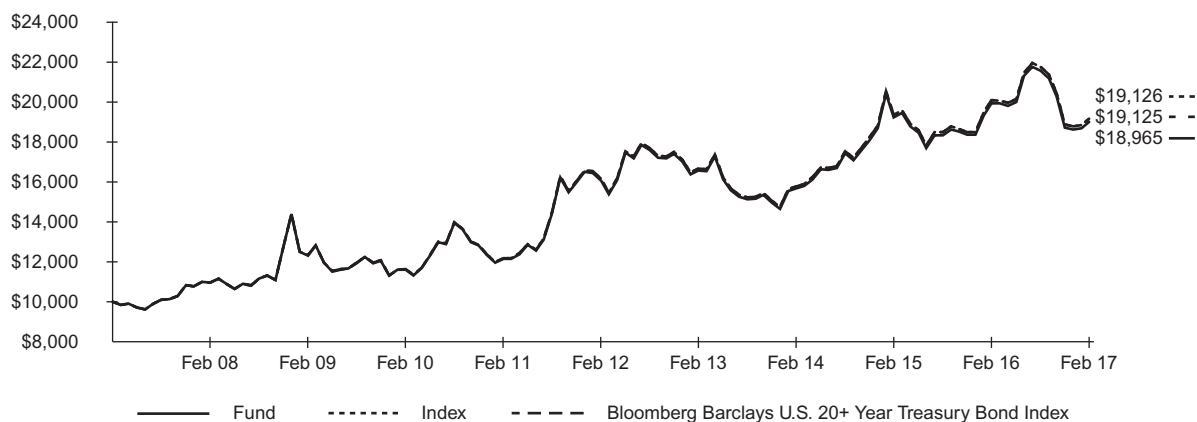
Management's Discussion of Fund Performance

iSHARES® 20+ YEAR TREASURY BOND ETF

Performance as of February 28, 2017

	Average Annual Total Returns			Cumulative Total Returns		
	1 Year	5 Years	10 Years	1 Year	5 Years	10 Years
Fund NAV	(4.70)%	3.41%	6.61%	(4.70)%	18.23%	89.65%
Fund Market	(4.68)%	3.47%	6.62%	(4.68)%	18.62%	89.82%
Index ^a	(4.63)%	3.48%	6.70%	(4.63)%	18.68%	91.26%
Bloomberg Barclays U.S. 20+ Year Treasury Bond Index	(4.64)%	3.48%	6.70%	(4.64)%	18.67%	91.25%
ICE U.S. Treasury 20+ Year Bond Index ^b	(4.67)%	n/a	n/a	(4.67)%	n/a	n/a

GROWTH OF \$10,000 INVESTMENT (AT NET ASSET VALUE)



^a Index performance through March 31, 2016 reflects the performance of the Bloomberg Barclays U.S. 20+ Year Treasury Bond Index (formerly the Barclays U.S. 20+ Year Treasury Bond Index). Index performance beginning on April 1, 2016, reflects the performance of the ICE U.S. Treasury 20+ Year Bond Index, which effective as of April 1, 2016, replaced the Bloomberg Barclays U.S. 20+ Year Treasury Bond Index as the underlying index of the Fund.

^b The inception date for the ICE U.S. Treasury 20+ Year Bond Index was December 31, 2015.

Performance for the ICE U.S. Treasury 20+ Year Bond Index is not shown in the Growth of \$10,000 Investment chart as the index did not commence until December 31, 2015.

Past performance is no guarantee 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. See "About Fund Performance" on page 18 for more information.

Shareholder Expenses

Actual			Hypothetical 5% Return			
Beginning Account Value (9/1/16)	Ending Account Value (2/28/17)	Expenses Paid During Period ^a	Beginning Account Value (9/1/16)	Ending Account Value (2/28/17)	Expenses Paid During Period ^a	Annualized Expense Ratio
\$ 1,000.00	\$ 880.40	\$ 0.70	\$ 1,000.00	\$ 1,024.10	\$ 0.75	0.15%

^a Expenses are calculated using the Fund's annualized expense ratio (as disclosed in the table), multiplied by the average account value for the period, multiplied by the number of days in the period (181 days) and divided by the number of days in the year (365 days). See "Shareholder Expenses" on page 18 for more information.

Management's Discussion of Fund Performance (Continued)

iSHARES® 20+ YEAR TREASURY BOND ETF

The iShares 20+ Year Treasury Bond ETF (the "Fund") seeks to track the investment results of an index composed of U.S. Treasury bonds with remaining maturities greater than twenty years, as represented by the ICE U.S. Treasury 20+ Year Bond Index ("the Index"). The Fund invests in a representative sample of securities included in the Index that collectively has an investment profile similar to the Index. Due to the use of representative sampling, the Fund may or may not hold all of the securities that are included in the Index. For the 12-month reporting period ended February 28, 2017, the total return for the Fund was -4.70%, net of fees, while the total return for the Index was -4.63%.

ALLOCATION BY MATURITY

As of 2/28/17

<i>Maturity</i>	<i>Percentage of Total Investments*</i>
11-20 Years	0.34%
21-30 Years	<u>99.66</u>
TOTAL	<u>100.00%</u>

FIVE LARGEST FUND HOLDINGS

As of 2/28/17

<i>Security</i>	<i>Percentage of Total Investments*</i>
U.S. Treasury Note/Bond, 2.50%, 02/15/45	8.87%
U.S. Treasury Note/Bond, 3.13%, 08/15/44	7.96
U.S. Treasury Note/Bond, 3.38%, 05/15/44	7.47
U.S. Treasury Note/Bond, 2.88%, 05/15/43	6.99
U.S. Treasury Note/Bond, 3.00%, 11/15/45	<u>6.87</u>
TOTAL	<u>38.16%</u>

* Excludes money market funds.

About Fund Performance

Past performance is no guarantee of future results. Current performance may be lower or higher than the performance data quoted. Performance data current to the most recent month-end is available at www.ishares.com. Performance results assume reinvestment of all dividends and capital gain distributions and do not reflect the deduction of taxes that a shareholder would pay on fund distributions or on the redemption or sale of fund shares. The investment return and principal value of shares will vary with changes in market conditions. Shares may be worth more or less than their original cost when they are redeemed or sold in the market. Performance for certain funds may reflect a waiver of a portion of investment advisory fees. Without such a waiver, performance would have been lower.

Net asset value or “NAV” is the value of one share of a fund as calculated in accordance with the standard formula for valuing mutual fund shares. The price used to calculate market return (“Market Price”) is determined by using the midpoint between the highest bid and the lowest offer on the primary stock exchange on which shares of a fund are listed for trading, as of the time that such fund’s NAV is calculated. Certain funds may have a NAV which is determined prior to the opening of regular trading on its listed exchange and their market returns are calculated using the midpoint of the bid/ask spread as of the opening of regular trading on the exchange. Market and NAV returns assume that dividends and capital gain distributions have been reinvested at Market Price and NAV, respectively.

An index is a statistical composite that tracks a specified financial market or sector. Unlike a fund, an index does not actually hold a portfolio of securities and therefore does not incur the expenses incurred by a fund. These expenses negatively impact fund performance. Also, market returns do not include brokerage commissions that may be payable on secondary market transactions. If brokerage commissions were included, market returns would be lower.

Shareholder Expenses

As a shareholder of a Fund, you incur two types of costs: (1) transaction costs, including brokerage commissions on purchases and sales of fund shares and (2) ongoing costs, including management fees and other fund expenses. The expense example, which is based on an investment of \$1,000 invested on September 1, 2016 and held through February 28, 2017, is intended to help you understand your ongoing costs (in dollars and cents) of investing in a Fund and to compare these costs with the ongoing costs of investing in other funds.

Actual Expenses — The table provides information about actual account values and actual expenses. Annualized expense ratios reflect contractual and voluntary fee waivers, if any. To estimate the expenses that you paid on your account over the period, simply divide your account value by \$1,000 (for example, an \$8,600 account value divided by \$1,000 = 8.6), then multiply the result by the number under the heading entitled “Expenses Paid During Period.”

Hypothetical Example for Comparison Purposes — The table also provides information about hypothetical account values and hypothetical expenses based on each Fund’s actual expense ratio and an assumed rate of return of 5% per year before expenses. You may use this information to compare the ongoing costs of investing in your Fund and other funds. To do so, compare this 5% hypothetical example with the 5% hypothetical examples that appear in the shareholder reports of the other funds.

Please note that the expenses shown in the table are meant to highlight your ongoing costs only and do not reflect any transactional costs, such as brokerage commissions paid on purchases and sales of fund shares. Therefore, the hypothetical examples are useful in comparing ongoing costs only and will not help you determine the relative total costs of owning different funds. In addition, if these transactional costs were included, your costs would have been higher.

Schedule of Investments

iSHARES® SHORT TREASURY BOND ETF

February 28, 2017

Security	Principal (000s)	Value	Security	Principal or Shares (000s)	Value
U.S. GOVERNMENT OBLIGATIONS — 99.79%			2.50%, 06/30/17	\$108,849	\$ 109,546,178
U.S. Treasury Bill			2.63%, 01/31/18	80,000	81,193,760
0.00%, 03/02/17	\$ 5,487	\$ 5,486,934	2.75%, 05/31/17	208,598	209,762,811
0.00%, 03/09/17	1,562	1,561,853	2.75%, 12/31/17	139,176	141,339,769
0.00%, 06/01/17	330,875	330,437,252	4.25%, 11/15/17	17,948	18,383,383
U.S. Treasury Note/Bond			TOTAL U.S. GOVERNMENT OBLIGATIONS		
0.50%, 03/31/17	94,307	94,314,733	(Cost: \$4,438,379,200)		4,438,561,242
0.63%, 05/31/17	752,851	753,063,304	MONEY MARKET FUNDS — 6.26%		
0.63%, 08/31/17	57,348	57,321,104	BlackRock Cash Funds: Treasury,		
0.63%, 11/30/17	147,480	147,272,643	SL Agency Shares		
0.75%, 10/31/17	115,606	115,578,948	0.47% ^{a,b}	278,392	278,392,281
0.75%, 12/31/17	195,862	195,678,282	TOTAL MONEY MARKET FUNDS		
0.88%, 04/15/17	49,169	49,194,125	(Cost: \$278,392,281)		278,392,281
0.88%, 04/30/17	153,575	153,675,131	TOTAL INVESTMENTS		
0.88%, 06/15/17	130,362	130,494,318	IN SECURITIES — 106.05%		
0.88%, 10/15/17	142,376	142,476,090	(Cost: \$4,716,771,481)^c		4,716,953,523
0.88%, 01/15/18	59,898	59,893,328	Other Assets, Less Liabilities — (6.05%)		(269,281,357)
0.88%, 01/31/18	15,000	14,987,115	NET ASSETS — 100.00%		<u>\$4,447,672,166</u>
1.00%, 03/31/17	265,555	265,685,919			
1.00%, 09/15/17	286,019	286,443,452			
1.00%, 12/15/17	173,837	174,033,957			
1.88%, 08/31/17	254,773	256,216,034			
1.88%, 09/30/17	58,700	59,089,827			
1.88%, 10/31/17	376,157	378,904,827			
2.25%, 11/30/17	41,968	42,410,637			
2.38%, 07/31/17	162,976	164,115,528			

^a Affiliated money market fund.

^b The rate quoted is the annualized seven-day yield of the fund at period end.

^c The cost of investments for federal income tax purposes was \$4,716,772,854. Net unrealized appreciation was \$180,669, of which \$325,601 represented gross unrealized appreciation on securities and \$144,932 represented gross unrealized depreciation on securities.

Schedule 1 — Fair Value Measurements

Various inputs are used in determining the fair value of financial instruments. For description of the input levels and information about the Fund's policy regarding valuation of financial instruments, see Note 1.

The following table summarizes the value of the Fund's investments according to the fair value hierarchy as of February 28, 2017. The breakdown of the Fund's investments into major categories is disclosed in the schedule of investments above.

	Level 1	Level 2	Level 3	Total
Investments:				
Assets:				
U.S. government obligations	\$ —	\$4,438,561,242	\$ —	\$4,438,561,242
Money market funds	278,392,281	—	—	278,392,281
Total	<u>\$278,392,281</u>	<u>\$4,438,561,242</u>	<u>\$ —</u>	<u>\$4,716,953,523</u>

See notes to financial statements.

Schedule of Investments

iSHARES® 1-3 YEAR TREASURY BOND ETF

February 28, 2017

<i>Security</i>	<i>Principal (000s)</i>	<i>Value</i>	<i>Security</i>	<i>Principal (000s)</i>	<i>Value</i>
U.S. GOVERNMENT OBLIGATIONS — 101.24%			1.25%, 12/31/18	\$159,342	\$ 159,522,534
U.S. Treasury Note/Bond			1.25%, 04/30/19	139,740	139,652,662
0.63%, 11/30/17	\$ 5,451	\$ 5,443,336	1.25%, 01/31/20	9,098	9,042,202
0.63%, 04/30/18	224,224	223,251,765	1.25%, 02/29/20	18,000	17,823,510
0.75%, 10/31/17	4,031	4,030,057	1.38%, 06/30/18	17,487	17,566,234
0.75%, 12/31/17	2,036	2,034,090	1.38%, 07/31/18	225,304	226,324,852
0.75%, 02/28/18	299,476	298,879,444	1.38%, 09/30/18	148,999	149,610,194
0.75%, 03/31/18	13,932	13,898,257	1.38%, 12/31/18	152,922	153,429,701
0.75%, 04/15/18	160,926	160,504,857	1.38%, 02/28/19	268,094	268,858,604
0.75%, 02/15/19	3,410	3,378,829	1.38%, 12/15/19	66,330	66,218,566
0.75%, 07/15/19	230,742	227,641,289	1.38%, 01/15/20	220,762	220,261,753
0.75%, 08/15/19	294,746	290,555,007	1.38%, 02/29/20	129,988	129,520,823
0.88%, 10/15/17	2,018	2,019,419	1.50%, 08/31/18	212,516	213,802,382
0.88%, 11/15/17	2,127	2,128,329	1.50%, 12/31/18	485,951	488,703,426
0.88%, 01/15/18	4,782	4,781,627	1.50%, 01/31/19	260,348	261,751,536
0.88%, 01/31/18	5,470	5,468,075	1.50%, 02/28/19	430,304	432,572,993
0.88%, 03/31/18	217,483	217,253,555	1.50%, 05/31/19	376,538	378,288,149
0.88%, 07/15/18	83,965	83,761,637	1.50%, 10/31/19	40,050	40,147,001
0.88%, 10/15/18	35,508	35,367,921	1.50%, 11/30/19	47,413	47,500,050
0.88%, 04/15/19	271,419	269,213,721	1.63%, 03/31/19	426,339	429,569,797
0.88%, 05/15/19	206,228	204,391,333	1.63%, 04/30/19	850,913	857,261,662
0.88%, 06/15/19	113,824	112,703,516	1.63%, 06/30/19	92,142	92,771,883
0.88%, 07/31/19	45,496	45,000,185	1.63%, 07/31/19	278,668	280,518,634
0.88%, 09/15/19	132,483	130,857,963	1.63%, 08/31/19	120,393	121,173,628
1.00%, 12/15/17	4,772	4,777,407	1.63%, 12/31/19	155,990	156,739,532
1.00%, 02/15/18	105,665	105,731,041	1.75%, 10/31/18	10,821	10,930,898
1.00%, 03/15/18	26,198	26,209,265	1.75%, 09/30/19	227,415	229,555,885
1.00%, 05/15/18	40,838	40,841,185	2.38%, 05/31/18	81,052	82,419,752
1.00%, 05/31/18	31,063	31,061,789	2.38%, 06/30/18	85,058	86,569,736
1.00%, 08/15/18	241,280	241,034,560	2.63%, 01/31/18	9,426	9,571,811
1.00%, 09/15/18	47,708	47,631,572	2.63%, 04/30/18	4,862	4,953,352
1.00%, 03/15/19	550,079	547,414,417	2.75%, 12/31/17	5,411	5,495,125
1.00%, 06/30/19	68,844	68,343,779	2.75%, 02/28/18	309,765	315,185,887
1.00%, 08/31/19	127,566	126,449,797	2.88%, 03/31/18	210,449	214,715,433
1.00%, 09/30/19	115,844	114,744,409	3.13%, 05/15/19	52,700	54,785,339
1.00%, 10/15/19	89,904	89,001,454	3.38%, 11/15/19	24,309	25,585,222
1.13%, 06/15/18	198,142	198,420,588	3.50%, 02/15/18	87,713	89,847,584
1.13%, 01/15/19	117,088	116,927,941	3.50%, 05/15/20	79,540	84,371,419
1.13%, 05/31/19	23,892	23,799,610	3.63%, 08/15/19	44,222	46,652,485
1.13%, 12/31/19	72,375	71,741,719	3.63%, 02/15/20	19,000	20,128,866
1.25%, 11/15/18	86,262	86,403,556	8.13%, 08/15/19	7,110	8,272,876
1.25%, 11/30/18	234,150	234,506,610			
1.25%, 12/15/18	20,928	20,954,976			
			TOTAL U.S. GOVERNMENT OBLIGATIONS		
			(Cost: \$11,235,083,389)		11,186,233,865

Schedule of Investments (Continued)

iSHARES® 1-3 YEAR TREASURY BOND ETF

February 28, 2017

<i>Security</i>	<i>Shares (000s)</i>	<i>Value</i>
SHORT-TERM INVESTMENTS — 0.12%		
MONEY MARKET FUNDS — 0.12%		
BlackRock Cash Funds: Treasury,		
SL Agency Shares		
0.47% ^{a,b}	13,743	\$ 13,743,269
		<u>13,743,269</u>
TOTAL SHORT-TERM INVESTMENTS		
(Cost: \$13,743,269)		<u>13,743,269</u>
TOTAL INVESTMENTS		
IN SECURITIES — 101.36%		
(Cost: \$11,248,826,658)^c		11,199,977,134
Other Assets, Less Liabilities — (1.36)%		<u>(150,361,198)</u>
NET ASSETS — 100.00%		<u>\$11,049,615,936</u>

^a Affiliated money market fund.

^b The rate quoted is the annualized seven-day yield of the fund at period end.

^c The cost of investments for federal income tax purposes was \$11,249,247,259. Net unrealized depreciation was \$49,270,125, of which \$685,587 represented gross unrealized appreciation on securities and \$49,955,712 represented gross unrealized depreciation on securities.

Schedule 1 — Fair Value Measurements

Various inputs are used in determining the fair value of financial instruments. For description of the input levels and information about the Fund's policy regarding valuation of financial instruments, see Note 1.

The following table summarizes the value of the Fund's investments according to the fair value hierarchy as of February 28, 2017. The breakdown of the Fund's investments into major categories is disclosed in the schedule of investments above.

	<i>Level 1</i>	<i>Level 2</i>	<i>Level 3</i>	<i>Total</i>
Investments:				
Assets:				
U.S. government obligations	\$ —	\$11,186,233,865	\$ —	\$11,186,233,865
Money market funds	13,743,269	—	—	13,743,269
Total	<u>\$13,743,269</u>	<u>\$11,186,233,865</u>	<u>\$ —</u>	<u>\$11,199,977,134</u>

See notes to financial statements.

Schedule of Investments

iSHARES® 3-7 YEAR TREASURY BOND ETF

February 28, 2017

<i>Security</i>	<i>Principal (000s)</i>	<i>Value</i>	<i>Security</i>	<i>Principal or Shares (000s)</i>	<i>Value</i>
U.S. GOVERNMENT OBLIGATIONS — 99.89%			2.00%, 08/31/21	\$ 50,195	\$ 50,522,422
U.S. Treasury Note/Bond			2.00%, 10/31/21	183,372	184,410,619
1.13%, 03/31/20	\$ 4,626	\$ 4,573,777	2.00%, 07/31/22	23,195	23,214,020
1.13%, 02/28/21	23,575	23,005,876	2.00%, 11/30/22	10,360	10,336,928
1.25%, 02/29/20	2,073	2,058,748	2.00%, 02/15/23	4,480	4,463,899
1.25%, 03/31/21	23,656	23,173,630	2.13%, 08/31/20	217,648	221,354,763
1.38%, 02/29/20	11,182	11,141,812	2.13%, 01/31/21	189,618	192,491,343
1.38%, 03/31/20	74,713	74,397,786	2.13%, 06/30/21	60,320	61,109,753
1.38%, 05/31/20	167,146	166,146,968	2.13%, 08/15/21	180,759	182,940,761
1.38%, 08/31/20	79,768	79,088,299	2.13%, 09/30/21	64,680	65,422,886
1.38%, 09/30/20	18,508	18,328,694	2.13%, 12/31/22	9,408	9,446,215
1.38%, 01/31/21	35,554	35,071,770	2.25%, 03/31/21	124,326	126,720,270
1.38%, 04/30/21	86,431	85,019,755	2.25%, 04/30/21	703,568	717,034,995
1.38%, 06/30/23	63,592	60,792,585	2.25%, 07/31/21	61,912	63,002,704
1.38%, 08/31/23	8,628	8,227,273	2.25%, 12/31/23	59,042	59,353,328
1.50%, 01/31/22	147,073	144,332,589	2.25%, 01/31/24	19,798	19,890,021
1.50%, 02/28/23	31,796	30,758,910	2.25%, 02/29/24	61,874	61,639,559
1.50%, 03/31/23	18,720	18,088,200	2.38%, 12/31/20	78,234	80,189,645
1.63%, 06/30/20	25,056	25,089,274	2.50%, 05/15/24	158,264	161,330,365
1.63%, 07/31/20	37,341	37,361,426	2.63%, 08/15/20	50,037	51,739,409
1.63%, 11/30/20	124,521	124,219,410	2.63%, 11/15/20	214,922	222,259,135
1.63%, 11/15/22	268,890	262,976,571	2.75%, 11/15/23	59,872	62,065,770
1.63%, 04/30/23	75,604	73,521,552	2.75%, 02/15/24	467,778	484,862,656
1.63%, 05/31/23	2,277	2,212,069	3.13%, 05/15/21	23,012	24,256,995
1.63%, 10/31/23	15,720	15,209,100	3.50%, 05/15/20	195,521	207,396,806
1.75%, 10/31/20	17,482	17,535,268	3.63%, 02/15/20	2,074	2,203,221
1.75%, 12/31/20	46,260	46,319,629	3.63%, 02/15/21	9,995	10,725,495
1.75%, 02/28/22	119,802	118,851,970	8.13%, 05/15/21	1,478	1,856,622
1.75%, 03/31/22	10,797	10,704,211	8.75%, 05/15/20	14,504	17,761,729
1.75%, 05/15/22	258,048	255,397,073	TOTAL U.S. GOVERNMENT OBLIGATIONS		
1.75%, 09/30/22	4,908	4,838,022	(Cost: \$6,408,759,805)		
1.75%, 01/31/23	4,811	4,726,432			
1.75%, 05/15/23	338,430	331,397,086	SHORT-TERM INVESTMENTS — 0.24%		
1.88%, 06/30/20	6,234	6,294,881	MONEY MARKET FUNDS — 0.24%		
1.88%, 11/30/21	7,104	7,104,277	BlackRock Cash Funds: Treasury,		
1.88%, 05/31/22	2,795	2,784,083	SL Agency Shares		
1.88%, 08/31/22	270,169	268,374,808	0.47% ^{a,b}		
1.88%, 10/31/22	24,203	23,997,831	15,292	15,292,272	
2.00%, 07/31/20	76,356	77,352,217			
2.00%, 09/30/20	46,168	46,748,701	TOTAL SHORT-TERM INVESTMENTS		
2.00%, 11/30/20	255,199	258,079,739	(Cost: \$15,292,272)		
2.00%, 02/28/21	54,408	54,960,669			
2.00%, 05/31/21	77,859	78,512,860			

Schedule of Investments (Continued)

iSHARES® 3-7 YEAR TREASURY BOND ETF

February 28, 2017

	<i>Value</i>
TOTAL INVESTMENTS	
IN SECURITIES — 100.13%	
(Cost: \$6,424,052,077) ^c	\$6,334,070,437
Other Assets, Less Liabilities — (0.13)%	<u>(8,220,041)</u>
NET ASSETS — 100.00%	<u>\$6,325,850,396</u>

^a Affiliated money market fund.

^b The rate quoted is the annualized seven-day yield of the fund at period end.

^c The cost of investments for federal income tax purposes was \$6,424,884,200. Net unrealized depreciation was \$90,813,763, of which \$1,110,774 represented gross unrealized appreciation on securities and \$91,924,537 represented gross unrealized depreciation on securities.

Schedule 1 — Fair Value Measurements

Various inputs are used in determining the fair value of financial instruments. For description of the input levels and information about the Fund's policy regarding valuation of financial instruments, see Note 1.

The following table summarizes the value of the Fund's investments according to the fair value hierarchy as of February 28, 2017. The breakdown of the Fund's investments into major categories is disclosed in the schedule of investments above.

	<i>Level 1</i>	<i>Level 2</i>	<i>Level 3</i>	<i>Total</i>
Investments:				
Assets:				
U.S. government obligations	\$ —	\$6,318,778,165	\$ —	\$6,318,778,165
Money market funds	<u>15,292,272</u>	<u>—</u>	<u>—</u>	<u>15,292,272</u>
Total	<u>\$15,292,272</u>	<u>\$6,318,778,165</u>	<u>\$ —</u>	<u>\$6,334,070,437</u>

See notes to financial statements.

Schedule of Investments

iSHARES® 7-10 YEAR TREASURY BOND ETF

February 28, 2017

Security	Principal (000s)	Value
U.S. GOVERNMENT OBLIGATIONS — 99.44%		
U.S. Treasury Note/Bond		
1.50%, 08/15/26	\$ 135,227	\$ 125,259,283
1.63%, 02/15/26	1,376,164	1,294,669,132
1.63%, 05/15/26	696,329	653,733,162
2.00%, 02/15/25	580,293	568,051,908
2.00%, 08/15/25	727,057	708,681,699
2.00%, 11/15/26	22,965	22,221,324
2.13%, 05/15/25	661,492	652,345,184
2.25%, 11/15/24	593,626	592,999,725
2.25%, 11/15/25	1,098,135	1,090,112,627
2.38%, 08/15/24	1,098,549	1,108,976,528
2.50%, 05/15/24	150,453	153,368,435
6.13%, 11/15/27	12,195	16,470,396
6.50%, 11/15/26	13,396	18,209,143
6.63%, 02/15/27	7,020	9,597,105
6.75%, 08/15/26	6,542	8,987,072
6.88%, 08/15/25	12,930	17,513,582
TOTAL U.S. GOVERNMENT OBLIGATIONS		
(Cost: \$7,275,116,366)		7,041,196,305

Security	Shares (000s)	Value
SHORT-TERM INVESTMENTS — 1.04%		
MONEY MARKET FUNDS — 1.04%		
BlackRock Cash Funds: Treasury, SL Agency Shares		
0.47% ^{a,b}	73,802	\$ 73,801,779
		<u>73,801,779</u>
TOTAL SHORT-TERM INVESTMENTS		
(Cost: \$73,801,779)		<u>73,801,779</u>
TOTAL INVESTMENTS		
IN SECURITIES — 100.48%		
(Cost: \$7,348,918,145)^c		7,114,998,084
Other Assets, Less Liabilities — (0.48)%		
		<u>(34,153,657)</u>
NET ASSETS — 100.00%		
		<u><u>\$7,080,844,427</u></u>

^a Affiliated money market fund.

^b The rate quoted is the annualized seven-day yield of the fund at period end.

^c The cost of investments for federal income tax purposes was \$7,360,447,002. Net unrealized depreciation was \$245,448,918, of which \$100,422 represented gross unrealized appreciation on securities and \$245,549,340 represented gross unrealized depreciation on securities.

Schedule 1 — Fair Value Measurements

Various inputs are used in determining the fair value of financial instruments. For description of the input levels and information about the Fund's policy regarding valuation of financial instruments, see Note 1.

The following table summarizes the value of the Fund's investments according to the fair value hierarchy as of February 28, 2017. The breakdown of the Fund's investments into major categories is disclosed in the schedule of investments above.

	Level 1	Level 2	Level 3	Total
Investments:				
Assets:				
U.S. government obligations	\$ —	\$7,041,196,305	\$ —	\$7,041,196,305
Money market funds	73,801,779	—	—	73,801,779
Total	<u>\$73,801,779</u>	<u>\$7,041,196,305</u>	<u>\$ —</u>	<u>\$7,114,998,084</u>

See notes to financial statements.

Schedule of Investments

iSHARES® 10-20 YEAR TREASURY BOND ETF

February 28, 2017

Security	Principal (000s)	Value
U.S. GOVERNMENT OBLIGATIONS — 99.29%		
U.S. Treasury Note/Bond		
6.75%, 08/15/26	\$ 167	\$ 229,691
6.50%, 11/15/26	1,049	1,425,359
6.63%, 02/15/27	6,096	8,401,725
6.38%, 08/15/27	9,103	12,450,538
6.13%, 11/15/27	44,441	60,020,717
5.50%, 08/15/28	22,363	29,153,756
5.25%, 11/15/28	42,365	54,352,725
5.25%, 02/15/29	44,450	57,220,321
6.13%, 08/15/29	45,485	63,252,161
6.25%, 05/15/30	42,868	61,019,371
5.38%, 02/15/31	44,280	59,430,314
4.50%, 02/15/36	70,030	89,498,900
5.00%, 05/15/37	28,668	38,860,821
TOTAL U.S. GOVERNMENT OBLIGATIONS		
(Cost: \$569,064,782)		535,316,399

Security	Shares (000s)	Value
SHORT-TERM INVESTMENTS — 1.25%		
MONEY MARKET FUNDS — 1.25%		
BlackRock Cash Funds: Treasury, SL Agency Shares		
0.47% ^{a,b}	6,759	\$ 6,759,129
		<u>6,759,129</u>
TOTAL SHORT-TERM INVESTMENTS		
(Cost: \$6,759,129)		<u>6,759,129</u>
TOTAL INVESTMENTS		
IN SECURITIES — 100.54%		
(Cost: \$575,823,911)^c		542,075,528
Other Assets, Less Liabilities — (0.54)%		
		<u>(2,912,113)</u>
NET ASSETS — 100.00%		<u><u>\$539,163,415</u></u>

^a Affiliated money market fund.

^b The rate quoted is the annualized seven-day yield of the fund at period end.

^c The cost of investments for federal income tax purposes was \$576,023,386. Net unrealized depreciation was \$33,947,858, of which \$135,955 represented gross unrealized appreciation on securities and \$34,083,813 represented gross unrealized depreciation on securities.

Schedule 1 — Fair Value Measurements

Various inputs are used in determining the fair value of financial instruments. For description of the input levels and information about the Fund's policy regarding valuation of financial instruments, see Note 1.

The following table summarizes the value of the Fund's investments according to the fair value hierarchy as of February 28, 2017. The breakdown of the Fund's investments into major categories is disclosed in the schedule of investments above.

	Level 1	Level 2	Level 3	Total
Investments:				
Assets:				
U.S. government obligations	\$ —	\$535,316,399	\$ —	\$535,316,399
Money market funds	6,759,129	—	—	6,759,129
Total	<u>\$6,759,129</u>	<u>\$535,316,399</u>	<u>\$ —</u>	<u>\$542,075,528</u>

See notes to financial statements.

Schedule of Investments

iSHARES® 20+ YEAR TREASURY BOND ETF

February 28, 2017

Security	Principal (000s)	Value	Security	Principal or Shares (000s)	Value
U.S. GOVERNMENT OBLIGATIONS — 99.01%					
U.S. Treasury Note/Bond					
2.25%, 08/15/46	\$ 4,100	\$ 3,506,459	4.38%, 11/15/39	\$ 64,369	\$ 80,480,833
2.50%, 02/15/45	508,821	461,416,747	4.38%, 05/15/40	99,143	123,986,473
2.50%, 02/15/46	166,453	150,646,547	4.50%, 02/15/36	13,831	17,676,512
2.50%, 05/15/46	69,728	63,079,296	4.50%, 05/15/38	32,241	41,215,700
2.75%, 08/15/42	174,108	167,245,803	4.63%, 02/15/40	162,871	210,720,191
2.75%, 11/15/42	225,517	216,452,440	4.75%, 02/15/41	577	761,064
2.88%, 05/15/43	370,233	363,420,963	5.00%, 05/15/37	33,430	45,316,478
2.88%, 08/15/45	260,929	255,486,086	TOTAL U.S. GOVERNMENT OBLIGATIONS		
2.88%, 11/15/46	27,494	26,960,232	(Cost: \$5,751,240,434)		5,203,198,859
3.00%, 05/15/42	54,568	54,987,397	SHORT-TERM INVESTMENTS — 0.96%		
3.00%, 11/15/44	263,702	264,742,304	MONEY MARKET FUNDS — 0.96%		
3.00%, 05/15/45	285,829	286,811,479	BlackRock Cash Funds: Treasury,		
3.00%, 11/15/45	356,405	357,644,220	SL Agency Shares		
3.00%, 02/15/47	8,377	8,428,703	0.47% ^{a,b}		
3.13%, 11/15/41	19,939	20,550,410		50,337	50,336,588
3.13%, 02/15/42	1,505	1,551,459			50,336,588
3.13%, 02/15/43	159,423	163,956,877	TOTAL SHORT-TERM INVESTMENTS		
3.13%, 08/15/44	402,840	414,343,405	(Cost: \$50,336,588)		50,336,588
3.38%, 05/15/44	361,158	388,752,746	TOTAL INVESTMENTS		
3.50%, 02/15/39	647	716,685	IN SECURITIES — 99.97%		
3.63%, 08/15/43	218,794	245,843,709	(Cost: \$5,801,577,022)^c		
3.63%, 02/15/44	104,995	118,003,949	Other Assets, Less Liabilities — 0.03%		
3.75%, 08/15/41	6,049	6,909,810			1,780,613
3.75%, 11/15/43	65,672	75,427,789	NET ASSETS — 100.00%		<u>\$5,255,316,060</u>
3.88%, 08/15/40	153,182	178,373,472			
4.25%, 05/15/39	59,506	73,185,541			
4.25%, 11/15/40	206,065	253,427,681			
4.38%, 02/15/38	48,621	61,169,399			

^a Affiliated money market fund.

^b The rate quoted is the annualized seven-day yield of the fund at period end.

^c The cost of investments for federal income tax purposes was \$5,812,489,292. Net unrealized depreciation was \$558,953,845, of which \$59,330 represented gross unrealized appreciation on securities and \$559,013,175 represented gross unrealized depreciation on securities.

Schedule 1 — Fair Value Measurements

Various inputs are used in determining the fair value of financial instruments. For description of the input levels and information about the Fund's policy regarding valuation of financial instruments, see Note 1.

The following table summarizes the value of the Fund's investments according to the fair value hierarchy as of February 28, 2017. The breakdown of the Fund's investments into major categories is disclosed in the schedule of investments above.

	Level 1	Level 2	Level 3	Total
Investments:				
Assets:				
U.S. government obligations	\$ —	\$5,203,198,859	\$ —	\$5,203,198,859
Money market funds	50,336,588	—	—	50,336,588
Total	<u>\$50,336,588</u>	<u>\$5,203,198,859</u>	<u>\$ —</u>	<u>\$5,253,535,447</u>

See notes to financial statements.

Statements of Assets and Liabilities

iSHARES® TRUST

February 28, 2017

	iShares Short Treasury Bond ETF	iShares 1-3 Year Treasury Bond ETF	iShares 3-7 Year Treasury Bond ETF
ASSETS			
Investments, at cost:			
Unaffiliated	\$4,438,379,200	\$11,235,083,389	\$6,408,759,805
Affiliated (Note 2)	<u>278,392,281</u>	<u>13,743,269</u>	<u>15,292,272</u>
Total cost of investments	<u>\$4,716,771,481</u>	<u>\$11,248,826,658</u>	<u>\$6,424,052,077</u>
Investments in securities, at fair value (Note 1):			
Unaffiliated	\$4,438,561,242	\$11,186,233,865	\$6,318,778,165
Affiliated (Note 2)	<u>278,392,281</u>	<u>13,743,269</u>	<u>15,292,272</u>
Total fair value of investments	4,716,953,523	11,199,977,134	6,334,070,437
Receivables:			
Investment securities sold	240,451,230	191,390,636	87,911,109
Dividends and interest	<u>12,624,250</u>	<u>32,456,608</u>	<u>26,617,239</u>
Total Assets	<u>4,970,029,003</u>	<u>11,423,824,378</u>	<u>6,448,598,785</u>
LIABILITIES			
Payables:			
Investment securities purchased	521,846,808	372,694,967	121,853,582
Capital shares redeemed	—	237,503	170,729
Investment advisory fees (Note 2)	<u>510,029</u>	<u>1,275,972</u>	<u>724,078</u>
Total Liabilities	<u>522,356,837</u>	<u>374,208,442</u>	<u>122,748,389</u>
NET ASSETS	<u>\$4,447,672,166</u>	<u>\$11,049,615,936</u>	<u>\$6,325,850,396</u>
Net assets consist of:			
Paid-in capital	\$4,445,816,077	\$11,099,306,239	\$6,436,557,503
Undistributed net investment income	1,870,473	7,593,622	6,528,718
Accumulated net realized loss	(196,426)	(8,434,401)	(27,254,185)
Net unrealized appreciation (depreciation)	<u>182,042</u>	<u>(48,849,524)</u>	<u>(89,981,640)</u>
NET ASSETS	<u>\$4,447,672,166</u>	<u>\$11,049,615,936</u>	<u>\$6,325,850,396</u>
Shares outstanding ^a	<u>40,300,000</u>	<u>130,700,000</u>	<u>51,400,000</u>
Net asset value per share	<u>\$ 110.36</u>	<u>\$ 84.54</u>	<u>\$ 123.07</u>

^a No par value, unlimited number of shares authorized.

See notes to financial statements.

Statements of Assets and Liabilities (Continued)

iSHARES® TRUST

February 28, 2017

	iShares 7-10 Year Treasury Bond ETF	iShares 10-20 Year Treasury Bond ETF	iShares 20+ Year Treasury Bond ETF
ASSETS			
Investments, at cost:			
Unaffiliated	\$7,275,116,366	\$569,064,782	\$5,751,240,434
Affiliated (Note 2)	<u>73,801,779</u>	<u>6,759,129</u>	<u>50,336,588</u>
Total cost of investments	<u>\$7,348,918,145</u>	<u>\$575,823,911</u>	<u>\$5,801,577,022</u>
Investments in securities, at fair value (Note 1):			
Unaffiliated	\$7,041,196,305	\$535,316,399	\$5,203,198,859
Affiliated (Note 2)	<u>73,801,779</u>	<u>6,759,129</u>	<u>50,336,588</u>
Total fair value of investments	7,114,998,084	542,075,528	5,253,535,447
Receivables:			
Investment securities sold	82,360,101	23,953,300	54,632,821
Dividends and interest	23,329,159	3,173,291	27,785,144
Capital shares sold	<u>787,503</u>	<u>173,744</u>	<u>119,316</u>
Total Assets	<u>7,221,474,847</u>	<u>569,375,863</u>	<u>5,336,072,728</u>
LIABILITIES			
Payables:			
Investment securities purchased	137,790,846	30,153,584	76,480,233
Capital shares redeemed	2,016,145	—	3,652,159
Investment advisory fees (Note 2)	<u>823,429</u>	<u>58,864</u>	<u>624,276</u>
Total Liabilities	<u>140,630,420</u>	<u>30,212,448</u>	<u>80,756,668</u>
NET ASSETS	<u>\$7,080,844,427</u>	<u>\$539,163,415</u>	<u>\$5,255,316,060</u>
Net assets consist of:			
Paid-in capital	\$7,400,379,259	\$575,842,952	\$5,896,815,368
Undistributed net investment income	10,009,384	658,204	10,225,557
Accumulated net realized loss	(95,624,155)	(3,589,358)	(103,683,290)
Net unrealized depreciation	<u>(233,920,061)</u>	<u>(33,748,383)</u>	<u>(548,041,575)</u>
NET ASSETS	<u>\$7,080,844,427</u>	<u>\$539,163,415</u>	<u>\$5,255,316,060</u>
Shares outstanding ^a	<u>67,000,000</u>	<u>4,000,000</u>	<u>43,200,000</u>
Net asset value per share	<u>\$ 105.68</u>	<u>\$ 134.79</u>	<u>\$ 121.65</u>

^a No par value, unlimited number of shares authorized.

See notes to financial statements.

Statements of Operations

iSHARES® TRUST

Year ended February 28, 2017

	iShares Short Treasury Bond ETF	iShares 1-3 Year Treasury Bond ETF	iShares 3-7 Year Treasury Bond ETF
NET INVESTMENT INCOME			
Dividends — affiliated (Note 2)	\$ 186,624	\$ 71,032	\$ 157,577
Interest — unaffiliated	19,657,708	93,807,552	87,995,602
Securities lending income — affiliated — net (Note 2)	<u>89,726</u>	<u>57,143</u>	<u>486,064</u>
Total investment income	<u>19,934,058</u>	<u>93,935,727</u>	<u>88,639,243</u>
EXPENSES			
Investment advisory fees (Note 2)	<u>5,623,790</u>	<u>16,084,915</u>	<u>9,133,780</u>
Total expenses	<u>5,623,790</u>	<u>16,084,915</u>	<u>9,133,780</u>
Net investment income	<u>14,310,268</u>	<u>77,850,812</u>	<u>79,505,463</u>
NET REALIZED AND UNREALIZED GAIN (LOSS)			
Net realized gain (loss) from:			
Investments — unaffiliated	(121,756)	(3,870,147)	515,746
In-kind redemptions — unaffiliated	900,348	14,258,052	42,205,520
Realized gain distributions from affiliated funds	<u>10,787</u>	<u>268</u>	<u>238</u>
Net realized gain	<u>789,379</u>	<u>10,388,173</u>	<u>42,721,504</u>
Net change in unrealized appreciation/depreciation	<u>1,291,731</u>	<u>(66,694,933)</u>	<u>(176,917,099)</u>
Net realized and unrealized gain (loss)	<u>2,081,110</u>	<u>(56,306,760)</u>	<u>(134,195,595)</u>
NET INCREASE (DECREASE) IN NET ASSETS RESULTING FROM OPERATIONS	<u>\$16,391,378</u>	<u>\$ 21,544,052</u>	<u>\$ (54,690,132)</u>

See notes to financial statements.

Statements of Operations (Continued)

iSHARES® TRUST

Year ended February 28, 2017

	iShares 7-10 Year Treasury Bond ETF	iShares 10-20 Year Treasury Bond ETF	iShares 20+ Year Treasury Bond ETF
NET INVESTMENT INCOME			
Dividends — affiliated (Note 2)	\$ 116,918	\$ 16,094	\$ 160,454
Interest — unaffiliated	165,656,273	14,202,928	185,284,579
Securities lending income — affiliated — net (Note 2)	<u>341,896</u>	<u>198,463</u>	<u>959,439</u>
Total investment income	<u>166,115,087</u>	<u>14,417,485</u>	<u>186,404,472</u>
EXPENSES			
Investment advisory fees (Note 2)	<u>13,315,601</u>	<u>1,114,777</u>	<u>11,221,276</u>
Total expenses	<u>13,315,601</u>	<u>1,114,777</u>	<u>11,221,276</u>
Net investment income	<u>152,799,486</u>	<u>13,302,708</u>	<u>175,183,196</u>
NET REALIZED AND UNREALIZED GAIN (LOSS)			
Net realized gain (loss) from:			
Investments — unaffiliated	(24,399,858)	(1,984,047)	(49,457,537)
In-kind redemptions — unaffiliated	131,066,682	20,890,259	450,242,039
Realized gain distributions from affiliated funds	<u>72</u>	<u>43</u>	<u>1,309</u>
Net realized gain	<u>106,666,896</u>	<u>18,906,255</u>	<u>400,785,811</u>
Net change in unrealized appreciation/depreciation	<u>(484,420,129)</u>	<u>(49,244,013)</u>	<u>(711,940,360)</u>
Net realized and unrealized loss	<u>(377,753,233)</u>	<u>(30,337,758)</u>	<u>(311,154,549)</u>
NET DECREASE IN NET ASSETS RESULTING FROM OPERATIONS	<u><u>\$(224,953,747)</u></u>	<u><u>\$(17,035,050)</u></u>	<u><u>\$(135,971,353)</u></u>

See notes to financial statements.

Statements of Changes in Net Assets

iSHARES® TRUST

	<i>iShares</i> <i>Short Treasury</i> <i>Bond ETF</i>		<i>iShares</i> <i>1-3 Year</i> <i>Treasury</i> <i>Bond ETF</i>	
	Year ended February 28, 2017	Year ended February 29, 2016	Year ended February 28, 2017	Year ended February 29, 2016
INCREASE (DECREASE) IN NET ASSETS				
OPERATIONS:				
Net investment income	\$ 14,310,268	\$ 2,828,992	\$ 77,850,812	\$ 62,837,844
Net realized gain	789,379	765,560	10,388,173	12,843,455
Net change in unrealized appreciation/depreciation	<u>1,291,731</u>	<u>(424,793)</u>	<u>(66,694,933)</u>	<u>11,469,393</u>
Net increase in net assets resulting from operations	<u>16,391,378</u>	<u>3,169,759</u>	<u>21,544,052</u>	<u>87,150,692</u>
DISTRIBUTIONS TO SHAREHOLDERS:				
From net investment income	<u>(13,773,221)</u>	<u>(1,515,512)</u>	<u>(77,242,733)</u>	<u>(58,888,270)</u>
Total distributions to shareholders	<u>(13,773,221)</u>	<u>(1,515,512)</u>	<u>(77,242,733)</u>	<u>(58,888,270)</u>
CAPITAL SHARE TRANSACTIONS:				
Proceeds from shares sold	2,935,917,825	5,513,980,984	4,525,066,186	11,302,414,284
Cost of shares redeemed	<u>(4,358,138,024)</u>	<u>(5,084,247,481)</u>	<u>(6,295,333,052)</u>	<u>(6,272,809,881)</u>
Net increase (decrease) in net assets from capital share transactions	<u>(1,422,220,199)</u>	<u>429,733,503</u>	<u>(1,770,266,866)</u>	<u>5,029,604,403</u>
INCREASE (DECREASE) IN NET ASSETS	<u>(1,419,602,042)</u>	<u>431,387,750</u>	<u>(1,825,965,547)</u>	<u>5,057,866,825</u>
NET ASSETS				
Beginning of year	<u>5,867,274,208</u>	<u>5,435,886,458</u>	<u>12,875,581,483</u>	<u>7,817,714,658</u>
End of year	<u>\$ 4,447,672,166</u>	<u>\$ 5,867,274,208</u>	<u>\$11,049,615,936</u>	<u>\$12,875,581,483</u>
Undistributed net investment income included in net assets at end of year	<u>\$ 1,870,473</u>	<u>\$ 1,322,908</u>	<u>\$ 7,593,622</u>	<u>\$ 6,982,467</u>
SHARES ISSUED AND REDEEMED				
Shares sold	26,600,000	50,000,000	53,300,000	133,300,000
Shares redeemed	<u>(39,500,000)</u>	<u>(46,100,000)</u>	<u>(74,200,000)</u>	<u>(74,000,000)</u>
Net increase (decrease) in shares outstanding	<u>(12,900,000)</u>	<u>3,900,000</u>	<u>(20,900,000)</u>	<u>59,300,000</u>

See notes to financial statements.

Statements of Changes in Net Assets (Continued)

iSHARES® TRUST

	<i>iShares</i> 3-7 Year Treasury Bond ETF		<i>iShares</i> 7-10 Year Treasury Bond ETF	
	Year ended February 28, 2017	Year ended February 29, 2016	Year ended February 28, 2017	Year ended February 29, 2016
INCREASE (DECREASE) IN NET ASSETS				
OPERATIONS:				
Net investment income	\$ 79,505,463	\$ 72,622,434	\$ 152,799,486	\$ 144,764,423
Net realized gain	42,721,504	30,115,278	106,666,896	64,207,480
Net change in unrealized appreciation/depreciation	(176,917,099)	80,751,666	(484,420,129)	174,260,579
Net increase (decrease) in net assets resulting from operations	(54,690,132)	183,489,378	(224,953,747)	383,232,482
DISTRIBUTIONS TO SHAREHOLDERS:				
From net investment income	(79,453,641)	(71,709,852)	(156,573,678)	(142,868,935)
Total distributions to shareholders	(79,453,641)	(71,709,852)	(156,573,678)	(142,868,935)
CAPITAL SHARE TRANSACTIONS:				
Proceeds from shares sold	2,236,760,932	4,005,830,714	3,761,915,658	8,717,019,132
Cost of shares redeemed	(2,504,416,945)	(2,348,073,942)	(6,687,480,097)	(5,939,377,011)
Net increase (decrease) in net assets from capital share transactions	(267,656,013)	1,657,756,772	(2,925,564,439)	2,777,642,121
INCREASE (DECREASE) IN NET ASSETS	(401,799,786)	1,769,536,298	(3,307,091,864)	3,018,005,668
NET ASSETS				
Beginning of year	6,727,650,182	4,958,113,884	10,387,936,291	7,369,930,623
End of year	<u>\$ 6,325,850,396</u>	<u>\$ 6,727,650,182</u>	<u>\$ 7,080,844,427</u>	<u>\$10,387,936,291</u>
Undistributed net investment income included in net assets at end of year	\$ 6,528,718	\$ 6,476,826	\$ 10,009,384	\$ 13,768,909
SHARES ISSUED AND REDEEMED				
Shares sold	17,900,000	32,300,000	34,300,000	81,100,000
Shares redeemed	(20,000,000)	(19,000,000)	(61,300,000)	(55,600,000)
Net increase (decrease) in shares outstanding	(2,100,000)	13,300,000	(27,000,000)	25,500,000

See notes to financial statements.

Statements of Changes in Net Assets (Continued)

iSHARES® TRUST

	<i>iShares</i> 10-20 Year Treasury Bond ETF		<i>iShares</i> 20+ Year Treasury Bond ETF	
	Year ended February 28, 2017	Year ended February 29, 2016	Year ended February 28, 2017	Year ended February 29, 2016
INCREASE (DECREASE) IN NET ASSETS				
OPERATIONS:				
Net investment income	\$ 13,302,708	\$ 10,033,178	\$ 175,183,196	\$ 156,119,729
Net realized gain	18,906,255	4,007,016	400,785,811	135,030,358
Net change in unrealized appreciation/depreciation	<u>(49,244,013)</u>	<u>11,673,153</u>	<u>(711,940,360)</u>	<u>(5,002,927)</u>
Net increase (decrease) in net assets resulting from operations	<u>(17,035,050)</u>	<u>25,713,347</u>	<u>(135,971,353)</u>	<u>286,147,160</u>
DISTRIBUTIONS TO SHAREHOLDERS:				
From net investment income	<u>(13,635,481)</u>	<u>(9,733,361)</u>	<u>(182,336,253)</u>	<u>(152,884,403)</u>
Total distributions to shareholders	<u>(13,635,481)</u>	<u>(9,733,361)</u>	<u>(182,336,253)</u>	<u>(152,884,403)</u>
CAPITAL SHARE TRANSACTIONS:				
Proceeds from shares sold	672,712,837	622,107,276	12,875,544,139	14,750,324,141
Cost of shares redeemed	<u>(979,323,882)</u>	<u>(215,257,755)</u>	<u>(16,926,653,648)</u>	<u>(12,853,126,092)</u>
Net increase (decrease) in net assets from capital share transactions	<u>(306,611,045)</u>	<u>406,849,521</u>	<u>(4,051,109,509)</u>	<u>1,897,198,049</u>
INCREASE (DECREASE) IN NET ASSETS	<u>(337,281,576)</u>	<u>422,829,507</u>	<u>(4,369,417,115)</u>	<u>2,030,460,806</u>
NET ASSETS				
Beginning of year	<u>876,444,991</u>	<u>453,615,484</u>	<u>9,624,733,175</u>	<u>7,594,272,369</u>
End of year	<u>\$ 539,163,415</u>	<u>\$ 876,444,991</u>	<u>\$ 5,255,316,060</u>	<u>\$ 9,624,733,175</u>
Undistributed net investment income included in net assets at end of year	<u>\$ 658,204</u>	<u>\$ 990,941</u>	<u>\$ 10,225,557</u>	<u>\$ 17,377,441</u>
SHARES ISSUED AND REDEEMED				
Shares sold	4,700,000	4,500,000	100,300,000	119,200,000
Shares redeemed	<u>(6,900,000)</u>	<u>(1,600,000)</u>	<u>(130,700,000)</u>	<u>(104,300,000)</u>
Net increase (decrease) in shares outstanding	<u>(2,200,000)</u>	<u>2,900,000</u>	<u>(30,400,000)</u>	<u>14,900,000</u>

See notes to financial statements.

Financial Highlights

iSHARES® TRUST

(For a share outstanding throughout each period)

iShares Short Treasury Bond ETF

	Year ended Feb. 28, 2017	Year ended Feb. 29, 2016	Year ended Feb. 28, 2015	Year ended Feb. 28, 2014	Year ended Feb. 28, 2013
Net asset value, beginning of year	\$ 110.29	\$ 110.26	\$ 110.23	\$ 110.21	\$ 110.18
Income from investment operations:					
Net investment income ^a	0.42	0.09	0.00 ^b	0.00 ^b	0.01
Net realized and unrealized gain (loss) ^c	0.05	(0.02)	0.03	0.02	0.03
Total from investment operations	0.47	0.07	0.03	0.02	0.04
Less distributions from:					
Net investment income	(0.40)	(0.04)	(0.00) ^b	(0.00) ^b	(0.01)
Total distributions	(0.40)	(0.04)	(0.00) ^b	(0.00) ^b	(0.01)
Net asset value, end of year	\$ 110.36	\$ 110.29	\$ 110.26	\$ 110.23	\$ 110.21
Total return	0.44%	0.07%	0.03%	0.02%	0.04%
Ratios/Supplemental data:					
Net assets, end of year (000s)	\$4,447,672	\$5,867,274	\$5,435,886	\$2,623,515	\$3,008,844
Ratio of expenses to average net assets	0.15%	0.13%	0.08%	0.12%	0.14%
Ratio of expenses to average net assets prior to waived fees	0.15%	0.15%	0.15%	0.15%	0.15%
Ratio of net investment income to average net assets	0.38%	0.08%	0.00% ^d	0.00% ^d	0.01%
Portfolio turnover rate ^e	78%	0%	1%	97%	95%

^a Based on average shares outstanding throughout each period.

^b Rounds to less than \$0.01.

^c The amounts reported for a share outstanding may not accord with the change in aggregate gains and losses in securities for the fiscal period due to the timing of capital share transactions in relation to the fluctuating market values of the Fund's underlying securities.

^d Rounds to less than 0.01%.

^e Portfolio turnover rates exclude portfolio securities received or delivered as a result of processing capital share transactions in Creation Units.

See notes to financial statements.

Financial Highlights (Continued)

iSHARES® TRUST

(For a share outstanding throughout each period)

iShares 1-3 Year Treasury Bond ETF

	Year ended Feb. 28, 2017	Year ended Feb. 29, 2016	Year ended Feb. 28, 2015	Year ended Feb. 28, 2014	Year ended Feb. 28, 2013
Net asset value, beginning of year	\$ 84.93	\$ 84.70	\$ 84.55	\$ 84.46	\$ 84.40
Income from investment operations:					
Net investment income ^a	0.62	0.49	0.33	0.23	0.29
Net realized and unrealized gain (loss) ^b	(0.40)	0.21	0.14	0.08	0.07
Total from investment operations	0.22	0.70	0.47	0.31	0.36
Less distributions from:					
Net investment income	(0.61)	(0.47)	(0.32)	(0.22)	(0.30)
Total distributions	(0.61)	(0.47)	(0.32)	(0.22)	(0.30)
Net asset value, end of year	\$ 84.54	\$ 84.93	\$ 84.70	\$ 84.55	\$ 84.46
Total return	0.26%	0.83%	0.55%	0.37%	0.43%
Ratios/Supplemental data:					
Net assets, end of year (000s)	\$11,049,616	\$12,875,581	\$7,817,715	\$11,752,875	\$7,457,820
Ratio of expenses to average net assets	0.15%	0.15%	0.15%	0.15%	0.15%
Ratio of net investment income to average net assets	0.73%	0.58%	0.39%	0.27%	0.34%
Portfolio turnover rate ^c	66%	76%	122%	136%	104%

^a Based on average shares outstanding throughout each period.

^b The amounts reported for a share outstanding may not accord with the change in aggregate gains and losses in securities for the fiscal period due to the timing of capital share transactions in relation to the fluctuating market values of the Fund's underlying securities.

^c Portfolio turnover rates exclude portfolio securities received or delivered as a result of processing capital share transactions in Creation Units.

See notes to financial statements.

Financial Highlights (Continued)

iSHARES® TRUST

(For a share outstanding throughout each period)

iShares 3-7 Year Treasury Bond ETF

	Year ended Feb. 28, 2017	Year ended Feb. 29, 2016	Year ended Feb. 28, 2015	Year ended Feb. 28, 2014	Year ended Feb. 28, 2013
Net asset value, beginning of year	\$ 125.75	\$ 123.34	\$ 121.64	\$ 123.38	\$ 121.93
Income from investment operations:					
Net investment income ^a	1.63	1.72	1.61	1.07	0.95
Net realized and unrealized gain (loss) ^b	(2.69)	2.40	1.63	(1.84)	1.51
Total from investment operations	(1.06)	4.12	3.24	(0.77)	2.46
Less distributions from:					
Net investment income	(1.62)	(1.71)	(1.54)	(0.97)	(1.01)
Total distributions	(1.62)	(1.71)	(1.54)	(0.97)	(1.01)
Net asset value, end of year	\$ 123.07	\$ 125.75	\$ 123.34	\$ 121.64	\$ 123.38
Total return	<u>(0.85)%</u>	<u>3.38%</u>	<u>2.68%</u>	<u>(0.62)%</u>	<u>2.02%</u>
Ratios/Supplemental data:					
Net assets, end of year (000s)	\$6,325,850	\$6,727,650	\$4,958,114	\$6,313,349	\$2,134,459
Ratio of expenses to average net assets	0.15%	0.15%	0.15%	0.15%	0.15%
Ratio of net investment income to average net assets	1.31%	1.39%	1.32%	0.88%	0.77%
Portfolio turnover rate ^c	45%	41%	58%	57%	51%

^a Based on average shares outstanding throughout each period.

^b The amounts reported for a share outstanding may not accord with the change in aggregate gains and losses in securities for the fiscal period due to the timing of capital share transactions in relation to the fluctuating market values of the Fund's underlying securities.

^c Portfolio turnover rates exclude portfolio securities received or delivered as a result of processing capital share transactions in Creation Units.

See notes to financial statements.

Financial Highlights (Continued)

iSHARES® TRUST

(For a share outstanding throughout each period)

iShares 7-10 Year Treasury Bond ETF

	Year ended Feb. 28, 2017	Year ended Feb. 29, 2016	Year ended Feb. 28, 2015	Year ended Feb. 28, 2014	Year ended Feb. 28, 2013
Net asset value, beginning of year	\$ 110.51	\$ 107.59	\$ 102.44	\$ 107.09	\$ 105.16
Income from investment operations:					
Net investment income ^a	1.88	2.00	2.21	1.84	1.82
Net realized and unrealized gain (loss) ^b	(4.81)	2.91	5.12	(4.69)	1.98
Total from investment operations	(2.93)	4.91	7.33	(2.85)	3.80
Less distributions from:					
Net investment income	(1.90)	(1.99)	(2.18)	(1.80)	(1.87)
Total distributions	(1.90)	(1.99)	(2.18)	(1.80)	(1.87)
Net asset value, end of year	\$ 105.68	\$ 110.51	\$ 107.59	\$ 102.44	\$ 107.09
Total return	<u>(2.68)%</u>	<u>4.65%</u>	<u>7.24%</u>	<u>(2.66)%</u>	<u>3.63%</u>
Ratios/Supplemental data:					
Net assets, end of year (000s)	\$7,080,844	\$10,387,936	\$7,369,931	\$4,271,899	\$4,358,596
Ratio of expenses to average net assets	0.15%	0.15%	0.15%	0.15%	0.15%
Ratio of net investment income to average net assets	1.72%	1.87%	2.11%	1.78%	1.70%
Portfolio turnover rate ^c	77%	56%	142%	116%	47%

^a Based on average shares outstanding throughout each period.

^b The amounts reported for a share outstanding may not accord with the change in aggregate gains and losses in securities for the fiscal period due to the timing of capital share transactions in relation to the fluctuating market values of the Fund's underlying securities.

^c Portfolio turnover rates exclude portfolio securities received or delivered as a result of processing capital share transactions in Creation Units.

See notes to financial statements.

Financial Highlights (Continued)

iSHARES® TRUST

(For a share outstanding throughout each period)

iShares 10-20 Year Treasury Bond ETF

	Year ended Feb. 28, 2017	Year ended Feb. 29, 2016	Year ended Feb. 28, 2015	Year ended Feb. 28, 2014	Year ended Feb. 28, 2013
Net asset value, beginning of year	\$ 141.36	\$ 137.46	\$ 126.25	\$ 133.49	\$ 131.57
Income from investment operations:					
Net investment income ^a	2.52	2.85	2.94	2.77	2.89
Net realized and unrealized gain (loss) ^b	(6.58)	3.89	11.14	(7.08)	1.96
Total from investment operations	(4.06)	6.74	14.08	(4.31)	4.85
Less distributions from:					
Net investment income	(2.51)	(2.84)	(2.87)	(2.93)	(2.93)
Total distributions	(2.51)	(2.84)	(2.87)	(2.93)	(2.93)
Net asset value, end of year	\$ 134.79	\$ 141.36	\$ 137.46	\$ 126.25	\$ 133.49
Total return	(2.91)%	5.01%	11.28%	(3.22)%	3.69%
Ratios/Supplemental data:					
Net assets, end of year (000s)	\$539,163	\$876,445	\$453,615	\$239,870	\$427,173
Ratio of expenses to average net assets	0.15%	0.15%	0.15%	0.15%	0.15%
Ratio of net investment income to average net assets	1.79%	2.09%	2.23%	2.16%	2.14%
Portfolio turnover rate ^c	15%	37%	9%	19%	12%

^a Based on average shares outstanding throughout each period.

^b The amounts reported for a share outstanding may not accord with the change in aggregate gains and losses in securities for the fiscal period due to the timing of capital share transactions in relation to the fluctuating market values of the Fund's underlying securities.

^c Portfolio turnover rates exclude portfolio securities received or delivered as a result of processing capital share transactions in Creation Units.

See notes to financial statements.

Financial Highlights (Continued)

iSHARES® TRUST

(For a share outstanding throughout each period)

iShares 20+ Year Treasury Bond ETF

	Year ended Feb. 28, 2017	Year ended Feb. 29, 2016	Year ended Feb. 28, 2015	Year ended Feb. 28, 2014	Year ended Feb. 28, 2013
Net asset value, beginning of year	\$ 130.77	\$ 129.37	\$ 108.52	\$ 118.41	\$ 117.76
Income from investment operations:					
Net investment income ^a	3.06	3.15	3.38	3.29	3.22
Net realized and unrealized gain (loss) ^b	(9.06)	1.36	20.84	(9.85)	0.65
Total from investment operations	(6.00)	4.51	24.22	(6.56)	3.87
Less distributions from:					
Net investment income	(3.12)	(3.11)	(3.37)	(3.33)	(3.22)
Total distributions	(3.12)	(3.11)	(3.37)	(3.33)	(3.22)
Net asset value, end of year	\$ 121.65	\$ 130.77	\$ 129.37	\$ 108.52	\$ 118.41
Total return	(4.70)%	3.67%	22.69%	(5.52)%	3.24%
Ratios/Supplemental data:					
Net assets, end of year (000s)	\$5,255,316	\$9,624,733	\$7,594,272	\$3,146,985	\$3,197,007
Ratio of expenses to average net assets	0.15%	0.15%	0.15%	0.15%	0.15%
Ratio of net investment income to average net assets	2.34%	2.54%	2.83%	3.00%	2.64%
Portfolio turnover rate ^c	24%	37%	32%	33%	19%

^a Based on average shares outstanding throughout each period.

^b The amounts reported for a share outstanding may not accord with the change in aggregate gains and losses in securities for the fiscal period due to the timing of capital share transactions in relation to the fluctuating market values of the Fund's underlying securities.

^c Portfolio turnover rates exclude portfolio securities received or delivered as a result of processing capital share transactions in Creation Units.

See notes to financial statements.

Notes to Financial Statements

iSHARES® TRUST

iShares Trust (the “Trust”) is registered under the Investment Company Act of 1940, as amended (the “1940 Act”), as an open-end management investment company. The Trust was established as a Delaware statutory trust pursuant to an Agreement and Declaration of Trust dated December 16, 1999.

These financial statements relate only to the following funds (each, a “Fund,” and collectively, the “Funds”):

<i>iShares ETF</i>	<i>Diversification Classification</i>
Short Treasury Bond	Diversified
1-3 Year Treasury Bond	Diversified
3-7 Year Treasury Bond	Diversified
7-10 Year Treasury Bond	Diversified
10-20 Year Treasury Bond	Diversified
20+ Year Treasury Bond	Diversified

The investment objective of each Fund is to seek investment results that correspond generally to the price and yield performance, before fees and expenses, of its underlying index. The investment adviser uses a “passive” or index approach to try to achieve each Fund’s investment objective.

Pursuant to the Trust’s organizational documents, the Funds’ officers and trustees are indemnified against certain liabilities that may arise out of the performance of their duties to the Funds. Additionally, in the normal course of business, the Funds enter into contracts with service providers that contain general indemnification clauses. The Funds’ maximum exposure under these arrangements is unknown as this would involve future claims that may be made against the Funds that have not yet occurred.

1. SIGNIFICANT ACCOUNTING POLICIES

The following significant accounting policies are consistently followed by each Fund in the preparation of its financial statements in conformity with accounting principles generally accepted in the United States of America (“U.S. GAAP”). The preparation of financial statements in conformity with U.S. GAAP requires management to make certain estimates and assumptions that affect the reported amounts of assets and liabilities and disclosures of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenue and expenses during the reporting period. Actual results could differ from those estimates. Each Fund is considered an investment company under U.S. GAAP and follows the accounting and reporting guidance applicable to investment companies.

SECURITY VALUATION

Each Fund’s investments are valued at fair value each day that the Fund’s listing exchange is open and, for financial reporting purposes, as of the report date should the reporting period end on a day that the Fund’s listing exchange is not open. U.S. GAAP defines fair value as the price a fund would receive to sell an asset or pay to transfer a liability in an orderly transaction between market participants at the measurement date. The BlackRock Global Valuation Methodologies Committee (the “Global Valuation Committee”) provides oversight of the valuation of investments for the Funds. The investments of each Fund are valued pursuant to policies and procedures developed by the Global Valuation Committee and approved by the Board of Trustees of the Trust (the “Board”).

- Fixed income investments are valued using the last available bid price or current market quotations provided by dealers or prices (including evaluated prices) supplied by approved independent third-party pricing services. The pricing services may use matrix pricing or valuation models that utilize certain inputs and assumptions to derive values, including transaction

Notes to Financial Statements (Continued)

iSHARES® TRUST

data, credit quality information, perceived market movements, news, and other relevant information and by other methods, which may include consideration of: yields or prices of securities of comparable quality, coupon, maturity and type; indications as to values from dealers; general market conditions; and/or other factors and assumptions. Pricing services generally value fixed income securities assuming orderly transactions of an institutional round lot size, but a fund may hold or transact in such securities in smaller odd lot sizes.

- Open-end U.S. mutual funds (including money market funds) are valued at that day's published net asset value ("NAV").

In the event that application of these methods of valuation results in a price for an investment which is deemed not to be representative of the fair value of such investment or if a price is not available, the investment will be valued by the Global Valuation Committee, in accordance with policies approved by the Board. The fair valuation approaches that may be utilized by the Global Valuation Committee to determine fair value include market approach, income approach and the cost approach. The valuation techniques used under these approaches take into consideration factors that include but are not limited to (i) attributes specific to the investment; (ii) the principal market for the investment; (iii) the customary participants in the principal market for the investment; (iv) data assumptions by market participants for the investment, if reasonably available; (v) quoted prices for similar investments in active markets; and (vi) other factors, such as future cash flows, interest rates, yield curves, volatilities, prepayment speeds, loss severities, credit risks and/or default rates. Valuations based on such factors are reported to the Board on a quarterly basis.

The Global Valuation Committee employs various methods for calibrating valuation approaches for investments where an active market does not exist, including regular due diligence of the Trust's pricing vendors, a regular review of key inputs and assumptions, transactional back-testing or disposition analysis to compare unrealized gains and losses to realized gains and losses, reviews of missing or stale prices, reviews of large movements in market values, and reviews of market related activity.

Fair value pricing could result in a difference between the prices used to calculate a Fund's NAV and the prices used by the Fund's underlying index, which in turn could result in a difference between the Fund's performance and the performance of the Fund's underlying index.

Various inputs are used in determining the fair value of financial instruments. Inputs may be based on independent market data ("observable inputs") or they may be internally developed ("unobservable inputs"). These inputs are categorized into a disclosure hierarchy consisting of three broad levels for financial reporting purposes as follows:

- Level 1 — Unadjusted quoted prices in active markets for identical assets or liabilities;
- Level 2 — Inputs other than quoted prices included within Level 1 that are observable for the asset or liability either directly or indirectly, including quoted prices for similar assets or liabilities in active markets, quoted prices for identical or similar assets or liabilities in markets that are not considered to be active, inputs other than quoted prices that are observable for the asset or liability (such as exchange rates, financing terms, interest rates, yield curves, volatilities, prepayment speeds, loss severities, credit risks and default rates) or other market-corroborated inputs; and
- Level 3 — Unobservable inputs for the asset or liability based on the best information available in the circumstances, to the extent observable inputs are not available, including the Global Valuation Committee's assumptions used in determining the fair value of investments.

The hierarchy gives the highest priority to unadjusted quoted prices in active markets for identical assets or liabilities (Level 1 measurements) and the lowest priority to unobservable inputs (Level 3 measurements). Accordingly, the degree of judgement exercised in determining fair value is greatest for instruments categorized in Level 3. The inputs used to measure fair value may fall into different levels of the fair value hierarchy. In such cases, for disclosure purposes, the fair value hierarchy classification is

Notes to Financial Statements (Continued)

iSHARES[®] TRUST

determined based on the lowest level input that is significant to the fair value measurement in its entirety. The fair value hierarchy for each Fund's investments is included in its schedule of investments.

Changes in valuation techniques may result in transfers in or out of an assigned level within the fair value hierarchy. In accordance with the Trust's policy, transfers between different levels of the fair value hierarchy are deemed to have occurred as of the beginning of the reporting period. The categorization of values determined for financial instruments are based on the pricing transparency of the financial instruments and are not necessarily an indication of the risks associated with investing in those securities.

SECURITY TRANSACTIONS AND INCOME RECOGNITION

Security transactions are accounted for on trade date. Realized gains and losses on investment transactions are determined using the specific identification method. Interest income, including amortization and accretion of premiums and discounts on debt securities, is recognized daily on the accrual basis.

DISTRIBUTIONS TO SHAREHOLDERS

Dividends and distributions paid by each Fund are recorded on the ex-dividend dates. Distributions are determined on a tax basis and may differ from net investment income and net realized capital gains for financial reporting purposes. Dividends and distributions are paid in U.S. dollars and cannot be automatically reinvested in additional shares of the Funds.

LOANS OF PORTFOLIO SECURITIES

Each Fund may lend its investment securities to approved borrowers, such as brokers, dealers and other financial institutions. The borrower pledges and maintains with the Fund collateral consisting of cash, an irrevocable letter of credit issued by an approved bank, or securities issued or guaranteed by the U.S. government. The initial collateral received by each Fund is required to have a value of at least 102% of the current value of the loaned securities plus the interest accrued on such securities, if any, for securities traded on U.S. exchanges and a value of at least 105% for all other securities. The collateral is maintained thereafter at a value equal to at least 100% of the current value of the securities on loan plus accrued interest, if any. The market value of the loaned securities is determined at the close of each business day of the Funds. Any additional required collateral is delivered to the Funds and any excess collateral is returned by the Funds on the next business day. During the term of the loan, each Fund is entitled to all distributions made on or in respect of the loaned securities but does not receive interest income on securities received as collateral. Loans of securities are terminable at any time and the borrower, after notice, is required to return borrowed securities within the standard time period for settlement of securities transactions.

On October 11, 2016, BlackRock, Inc. ("BlackRock") implemented changes required by amendments to Rule 2a-7 under the 1940 Act, which governs the operations of U.S. money market funds. The Funds may be exposed to additional risks when reinvesting the cash collateral in money market funds that do not seek to maintain a stable NAV per share of \$1.00 and which may be subject to redemption gates or liquidity fees under certain circumstances.

Cash received as collateral for securities on loan may be reinvested in certain short-term instruments either directly on behalf of a fund or through one or more joint accounts or money market funds, including those managed by BlackRock Fund Advisors ("BFA"), the Funds' investment adviser, or its affiliates. As of February 28, 2017, any securities on loan were collateralized by cash and/or U.S. government obligations. Cash collateral received was invested in money market funds managed by BFA and is disclosed in the schedules of investments. Any non-cash collateral received cannot be sold, re-invested or pledged by the Fund, except in the event of borrower default. The securities on loan for each Fund are also disclosed in its schedule of investments. The total value of any securities on loan as of February 28, 2017 and the total value of the related cash collateral are disclosed in

Notes to Financial Statements (Continued)

iSHARES® TRUST

the statements of assets and liabilities. Income earned by the Funds from securities lending is disclosed in the statements of operations.

The risks of securities lending include the risk that the borrower may not provide additional collateral when required or may not return the securities when due. To mitigate these risks, the Funds benefit from a borrower default indemnity provided by BlackRock. BlackRock's indemnity allows for full replacement of securities lent. Each Fund could suffer a loss if the value of the investments purchased with cash collateral falls below the value of the cash collateral received.

RECENT ACCOUNTING STANDARD

In March 2017, the Financial Accounting Standards Board issued an update to amend the amortization period for certain purchased callable debt securities held at a premium. The amendments shorten the amortization period for premiums to the earliest call date, but do not require an accounting change for securities held at a discount. The amendments are effective for financial statements for fiscal years beginning after December 15, 2018, and interim periods within those fiscal years. Management is evaluating the impact, if any, of this guidance on the Funds' financial statements and disclosures.

2. INVESTMENT ADVISORY AGREEMENT AND OTHER TRANSACTIONS WITH AFFILIATES

Pursuant to an Investment Advisory Agreement with the Trust, BFA manages the investment of each Fund's assets. BFA is a California corporation indirectly owned by BlackRock. Under the Investment Advisory Agreement, BFA is responsible for substantially all expenses of the Funds, except (i) interest and taxes; (ii) brokerage commissions and other expenses connected with the execution of portfolio transactions; (iii) distribution fees; (iv) the advisory fee payable to BFA; and (v) litigation expenses and any extraordinary expenses (in each case as determined by a majority of the independent Trustees).

For its investment advisory services to each Fund, BFA is entitled to an annual investment advisory fee of 0.15% based on the average daily net assets of each Fund.

The U.S. Securities and Exchange Commission (the "SEC") has issued an exemptive order which permits BlackRock Institutional Trust Company, N.A. ("BTC"), an affiliate of BFA, to serve as securities lending agent for the Funds, subject to applicable conditions. As securities lending agent, BTC bears all operational costs directly related to securities lending. Each Fund is responsible for fees in connection with the investment of cash collateral received for securities on loan in a money market fund managed by BFA, however, BTC has agreed to reduce the amount of securities lending income it receives in order to effectively limit the collateral investment fees each Fund bears to an annual rate of 0.04% (the "collateral investment fees"). Securities lending income is equal to the total of income earned from the reinvestment of cash collateral, net of fees and other payments to and from borrowers of securities, and less the collateral investment fees. The Funds retain a portion of securities lending income and remit the remaining portion to BTC as compensation for its services as securities lending agent.

Pursuant to a securities lending agreement, each Fund retains 80% of securities lending income and the amount retained can never be less than 70% of the total of securities lending income plus the collateral investment fees. In addition, commencing the business day following the date that the aggregate securities lending income plus the collateral investment fees generated across all 1940 Act iShares exchange-traded funds (the "iShares ETF Complex") in a given calendar year exceeds the aggregate securities lending income generated across the iShares ETF Complex in the calendar year 2013, each Fund, pursuant to a securities lending agreement, will retain for the remainder of that calendar year 85% of securities lending income and the amount retained can never be less than 70% of the total of securities lending income plus the collateral investment fees.

Notes to Financial Statements (Continued)

iSHARES® TRUST

For the year ended February 28, 2017, the total of securities lending agent services and collateral investment fees paid were as follows:

<i>iShares ETF</i>	<i>Fees Paid to BTC</i>
Short Treasury Bond	\$ 32,068
1-3 Year Treasury Bond	19,217
3-7 Year Treasury Bond	207,188
7-10 Year Treasury Bond	126,616
10-20 Year Treasury Bond	84,595
20+ Year Treasury Bond	395,045

BlackRock Investments, LLC, an affiliate of BFA, is the distributor for each Fund. Pursuant to the distribution agreement, BFA is responsible for any fees or expenses for distribution services provided to the Funds.

Cross trading is the buying or selling of portfolio securities between funds to which BFA (or an affiliate) serves as investment adviser. At its regularly scheduled quarterly meetings, the Board reviews such transactions as of the most recent calendar quarter for compliance with the requirements and restrictions set forth by Rule 17a-7.

For the year ended February 28, 2017, transactions executed by the Funds pursuant to Rule 17a-7 under the 1940 Act were as follows:

<i>iShares ETF</i>	<i>Purchases</i>	<i>Sales</i>
Short Treasury Bond	\$3,544,139,231	\$ —
1-3 Year Treasury Bond	1,236,386,850	3,418,450,839
3-7 Year Treasury Bond	841,584,748	1,424,950,838
7-10 Year Treasury Bond	42,448,570	983,709,117
10-20 Year Treasury Bond	58,521,075	42,448,570
20+ Year Treasury Bond	—	102,592,006

Each Fund may invest its positive cash balances in certain money market funds managed by BFA or an affiliate. The income earned on these temporary cash investments is included in “Dividends – affiliated” in the statements of operations.

The PNC Financial Services Group, Inc. is the largest stockholder of BlackRock and is considered to be an affiliate of the Funds for 1940 Act purposes.

Certain trustees and officers of the Trust are also officers of BTC and/or BFA.

Notes to Financial Statements (Continued)

iSHARES® TRUST

3. INVESTMENT PORTFOLIO TRANSACTIONS

Purchases and sales of investments (excluding in-kind transactions and short-term investments) for the year ended February 28, 2017 were as follows:

<i>iShares ETF</i>	<i>U.S. Government Obligations</i>	
	<i>Purchases</i>	<i>Sales</i>
Short Treasury Bond	\$ 449,637,305	\$ 127,990,411
1-3 Year Treasury Bond	7,594,454,822	7,115,894,295
3-7 Year Treasury Bond	2,765,352,764	2,713,104,600
7-10 Year Treasury Bond	6,757,276,172	6,853,644,860
10-20 Year Treasury Bond	129,421,047	108,843,342
20+ Year Treasury Bond	1,805,250,682	1,739,996,131

In-kind transactions (see Note 4) for the year ended February 28, 2017 were as follows:

<i>iShares ETF</i>	<i>In-kind</i>	<i>In-kind</i>
	<i>Purchases</i>	<i>Sales</i>
Short Treasury Bond	\$ 2,824,848,728	\$ 4,283,125,414
1-3 Year Treasury Bond	4,484,998,694	6,240,344,874
3-7 Year Treasury Bond	2,197,671,937	2,467,015,687
7-10 Year Treasury Bond	3,722,966,846	6,626,546,557
10-20 Year Treasury Bond	660,064,413	962,063,893
20+ Year Treasury Bond	12,693,927,194	16,680,646,807

4. CAPITAL SHARE TRANSACTIONS

Capital shares are issued and redeemed by each Fund only in aggregations of a specified number of shares or multiples thereof ("Creation Units") at NAV. Except when aggregated in Creation Units, shares of each Fund are not redeemable. Transactions in capital shares for each Fund are disclosed in detail in the statements of changes in net assets.

The consideration for the purchase of Creation Units of a fund in the Trust generally consists of the in-kind deposit of a designated portfolio of securities and a specified amount of cash. Certain funds in the Trust may be offered in Creation Units solely or partially for cash in U.S. dollars. Investors purchasing and redeeming Creation Units may pay a purchase transaction fee and a redemption transaction fee directly to State Street Bank and Trust Company, the Trust's administrator, to offset transfer and other transaction costs associated with the issuance and redemption of Creation Units, including Creation Units for cash. Investors transacting in Creation Units for cash may also pay an additional variable charge to compensate the relevant fund for certain transaction costs (i.e., stamp taxes, taxes on currency or other financial transactions, and brokerage costs) and market impact expenses relating to investing in portfolio securities. Such variable charges, if any, are included in "Proceeds from shares sold" in the statements of changes in net assets.

5. PRINCIPAL RISKS

In the normal course of business, each Fund's investment activities expose it to various types of risk associated with the financial instruments and markets in which it invests. The significant types of financial risks each Fund is exposed to include market risk and credit risk. Each Fund's prospectus provides details of these and other types of risk.

Notes to Financial Statements (Continued)

iSHARES® TRUST

BFA uses a “passive” or index approach to try to achieve each Fund’s investment objective following the securities included in its underlying index during upturns as well as downturns. BFA does not take steps to reduce market exposure or to lessen the effects of a declining market. Divergence from the underlying index and the composition of the portfolio is monitored by BFA.

MARKET RISK

Market risk arises mainly from uncertainty about future values of financial instruments influenced by price, currency and interest rate movements. It represents the potential loss a fund may suffer through holding market positions in the face of market movements. A fund is exposed to market risk by its investment in equity, fixed income and/or financial derivative instruments or by its investment in underlying funds. The fair value of securities held by a fund may decline due to general market conditions, economic trends or events that are not specifically related to the issuers of the securities including local, regional or global political, social or economic instability or to factors that affect a particular industry or group of industries. The extent of a fund’s exposure to market risk is the market value of the investments held as shown in the fund’s schedule of investments.

A diversified portfolio, where this is appropriate and consistent with a fund’s objectives, minimizes the risk that a price change of a particular investment will have a material impact on the NAV of a fund. The investment concentrations within each Fund’s portfolio are disclosed in its schedule of investments.

Changes in market interest rates or economic conditions may affect the value and/or liquidity of fixed income investments. Interest rate risk is the risk that prices of bonds and other fixed-income securities will decrease as interest rates rise and increase as interest rates fall. Mortgage-backed securities and securities with longer durations tend to be more sensitive to interest rate changes, usually making them more volatile than other types of bonds or securities with shorter durations. Given the environment of historically low interest rates, a fund may be subject to a greater risk of price losses if interest rates rise.

CREDIT RISK

Credit risk is the risk that an issuer or guarantor of debt instruments or the counterparty to a financial transaction, including derivatives contracts, repurchase agreements or loans of portfolio securities, is unable or unwilling to make timely interest and/or principal payments or to otherwise honor its obligations. BFA and its affiliates manage counterparty credit risk by entering into transactions only with counterparties that they believe have the financial resources to honor their obligations and by monitoring the financial stability of those counterparties. Financial assets, which potentially expose a fund to issuer and counterparty credit risks, consist principally of financial instruments and receivables due from counterparties. The extent of a fund’s exposure to credit and counterparty risks with respect to those financial assets is approximated by their value recorded in its statement of assets and liabilities.

6. INCOME TAX INFORMATION

Each Fund is treated as an entity separate from the Trust’s other funds for federal income tax purposes. It is the policy of each Fund to qualify as a regulated investment company by complying with the provisions applicable to regulated investment companies, as defined under Subchapter M of the Internal Revenue Code of 1986, as amended, and to annually distribute substantially all of its ordinary income and any net capital gains (taking into account any capital loss carryforwards) sufficient to relieve it from all, or substantially all, federal income and excise taxes. Accordingly, no provision for federal income taxes is required.

U.S. GAAP requires that certain components of net assets be adjusted to reflect permanent differences between financial and tax reporting. These reclassifications have no effect on net assets or NAV per share. The following permanent differences as of

Notes to Financial Statements (Continued)

iSHARES® TRUST

February 28, 2017, attributable to the expiration of capital loss carryforwards and realized gains (losses) from in-kind redemptions, were reclassified to the following accounts:

<i>iShares ETF</i>	<i>Paid-in capital</i>	<i>Undistributed Net Investment Income/Distributions in Excess of Net Investment Income</i>	<i>Undistributed Net Realized Gain/Accumulated Net Realized Loss</i>
Short Treasury Bond	\$ 899,000	\$ 10,518	\$ (909,518)
1-3 Year Treasury Bond	13,991,722	3,076	(13,994,798)
3-7 Year Treasury Bond	41,287,164	70	(41,287,234)
7-10 Year Treasury Bond	102,373,808	14,667	(102,388,475)
10-20 Year Treasury Bond	20,717,923	36	(20,717,959)
20+ Year Treasury Bond	390,628,095	1,173	(390,629,268)

The tax character of distributions paid during the years ended February 28, 2017 and February 29, 2016 was as follows:

<i>iShares ETF</i>	<i>2017</i>	<i>2016</i>
<i>Short Treasury Bond</i>		
Ordinary income	<u>\$ 13,773,221</u>	<u>\$ 1,515,512</u>
<i>1-3 Year Treasury Bond</i>		
Ordinary income	<u>\$ 77,242,733</u>	<u>\$ 58,888,270</u>
<i>3-7 Year Treasury Bond</i>		
Ordinary income	<u>\$ 79,453,641</u>	<u>\$ 71,709,852</u>
<i>7-10 Year Treasury Bond</i>		
Ordinary income	<u>\$156,573,678</u>	<u>\$142,868,935</u>
<i>10-20 Year Treasury Bond</i>		
Ordinary income	<u>\$ 13,635,481</u>	<u>\$ 9,733,361</u>
<i>20+ Year Treasury Bond</i>		
Ordinary income	<u>\$182,336,253</u>	<u>\$152,884,403</u>

Notes to Financial Statements (Continued)

iSHARES® TRUST

As of February 28, 2017, the tax components of accumulated net earnings (losses) were as follows:

<i>iShares ETF</i>	<i>Undistributed Ordinary Income</i>	<i>Capital Loss Carryforwards</i>	<i>Net Unrealized Gains (Losses)^a</i>	<i>Total</i>
Short Treasury Bond	\$ 1,870,473	\$ (195,053)	\$ 180,669	\$ 1,856,089
1-3 Year Treasury Bond	7,593,622	(8,013,800)	(49,270,125)	(49,690,303)
3-7 Year Treasury Bond	6,528,718	(26,422,062)	(90,813,763)	(110,707,107)
7-10 Year Treasury Bond	10,009,384	(84,095,298)	(245,448,918)	(319,534,832)
10-20 Year Treasury Bond	658,204	(3,389,883)	(33,947,858)	(36,679,537)
20+ Year Treasury Bond	10,225,557	(92,771,020)	(558,953,845)	(641,499,308)

^a The difference between book-basis and tax-basis unrealized gains (losses) was attributable primarily to the tax deferral of losses on wash sales.

As of February 28, 2017, the Funds had capital loss carryforwards available to offset future realized capital gains through the indicated expiration dates as follows:

<i>iShares ETF</i>	<i>Non- Expiring^a</i>	<i>Expiring 2018</i>	<i>Expiring 2019</i>	<i>Total</i>
Short Treasury Bond	\$ 195,053	\$ —	\$ —	\$ 195,053
1-3 Year Treasury Bond	8,013,800	—	—	8,013,800
3-7 Year Treasury Bond	26,420,832	—	1,230	26,422,062
7-10 Year Treasury Bond	84,095,298	—	—	84,095,298
10-20 Year Treasury Bond	3,276,101	58,200	55,582	3,389,883
20+ Year Treasury Bond	83,624,226	9,146,794	—	92,771,020

^a Must be utilized prior to losses subject to expiration.

For the year ended February 28, 2017, the iShares 3-7 Year Treasury Bond ETF utilized \$896,009 of its capital loss carryforwards.

Management has analyzed tax laws and regulations and their application to the Funds as of February 28, 2017, inclusive of the open tax return years, and does not believe there are any uncertain tax positions that require recognition of a tax liability in the Funds' financial statements.

7. SUBSEQUENT EVENTS

Management has evaluated the impact of all subsequent events on the Funds through the date the financial statements were available to be issued and has determined that there were no subsequent events requiring adjustment or disclosure in the financial statements.

Report of Independent Registered Public Accounting Firm

To the Board of Trustees of iShares Trust and
Shareholders of the iShares Short Treasury Bond ETF, iShares 1-3 Year Treasury Bond ETF,
iShares 3-7 Year Treasury Bond ETF, iShares 7-10 Year Treasury Bond ETF,
iShares 10-20 Year Treasury Bond ETF and iShares 20+ Year Treasury Bond ETF

In our opinion, the accompanying statements of assets and liabilities, including the schedules of investments, and the related statements of operations and of changes in net assets and the financial highlights present fairly, in all material respects, the financial position of iShares Short Treasury Bond ETF, iShares 1-3 Year Treasury Bond ETF, iShares 3-7 Year Treasury Bond ETF, iShares 7-10 Year Treasury Bond ETF, iShares 10-20 Year Treasury Bond ETF and iShares 20+ Year Treasury Bond ETF (constituting funds of the iShares Trust, hereafter referred to as the "Funds") as of February 28, 2017, the results of each of their operations, the changes in each of their net assets and the financial highlights for each of the periods indicated, in conformity with accounting principles generally accepted in the United States of America. These financial statements and financial highlights (hereafter referred to as "financial statements") are the responsibility of the Funds' management. Our responsibility is to express an opinion on these financial statements based on our audits. We conducted our audits of these financial statements in accordance with the standards of the Public Company Accounting Oversight Board (United States). Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements, assessing the accounting principles used and significant estimates made by management, and evaluating the overall financial statement presentation. We believe that our audits, which included confirmation of securities as of February 28, 2017 by correspondence with the custodian, transfer agent and brokers, or by other appropriate auditing procedures where replies were not received, provide a reasonable basis for our opinion.

PricewaterhouseCoopers LLP
San Francisco, California
April 19, 2017

Tax Information (Unaudited)

iSHARES® TRUST

For the fiscal year ended February 28, 2017, the Funds hereby designate the following maximum amounts allowable as interest-related dividends eligible for exemption from U.S. withholding tax for nonresident aliens and foreign corporations:

<i>iShares ETF</i>	<i>Interest-Related Dividends</i>
Short Treasury Bond	\$ 14,096,042
1-3 Year Treasury Bond	93,807,552
3-7 Year Treasury Bond	74,551,241
7-10 Year Treasury Bond	149,241,290
10-20 Year Treasury Bond	10,772,692
20+ Year Treasury Bond	161,330,403

The Funds hereby designate the amounts of distributions from direct federal obligation interest for the fiscal year ended February 28, 2017:

<i>iShares ETF</i>	<i>Federal Obligation Interest</i>
Short Treasury Bond	\$ 14,096,042
1-3 Year Treasury Bond	93,807,552
3-7 Year Treasury Bond	74,551,241
7-10 Year Treasury Bond	149,241,290
10-20 Year Treasury Bond	10,772,692
20+ Year Treasury Bond	161,330,403

The law varies in each state as to whether and what percentage of ordinary income dividends attributable to federal obligations is exempt from state income tax. Shareholders are advised to check with their tax advisers to determine if any portion of the dividends received is exempt from state income tax.

Supplemental Information (Unaudited)

iSHARES® TRUST

Section 19(a) Notices

The amounts and sources of distributions reported are estimates and are provided pursuant to regulatory requirements and are not being provided for tax reporting purposes. The actual amounts and sources for tax reporting purposes will depend upon each Fund's investment experience during the year and may be subject to changes based on the tax regulations. Shareholders will receive a Form 1099-DIV each calendar year that will inform them how to report these distributions for federal income tax purposes.

<i>iShares ETF</i>	<i>Total Cumulative Distributions for the Fiscal Year</i>				<i>% Breakdown of the Total Cumulative Distributions for the Fiscal Year</i>			
	<i>Net</i>			<i>Total Per Share</i>	<i>Net</i>			
	<i>Net Investment Income</i>	<i>Realized Capital Gains</i>	<i>Return of Capital</i>		<i>Net Investment Income</i>	<i>Realized Capital Gains</i>	<i>Return of Capital</i>	<i>Total Per Share</i>
Short Treasury Bond	\$0.403782	\$ —	\$ —	\$0.403782	100%	— %	—%	100%
1-3 Year Treasury Bond	0.608885	—	—	0.608885	100	—	—	100
3-7 Year Treasury Bond	1.615656	—	0.004814	1.620470	100	—	0 ^a	100
7-10 Year Treasury Bond	1.898620	—	—	1.898620	100	—	—	100
10-20 Year Treasury Bond	2.504919	—	0.008941	2.513860	100	—	0 ^a	100
20+ Year Treasury Bond	3.115720	—	0.005339	3.121059	100	—	0 ^a	100

^a Rounds to less than 1%.

Premium/Discount Information

The Premium/Discount Information section is intended to present information about the differences between the daily market price on secondary markets for shares of a fund and that fund's NAV. NAV is the price at which a fund issues and redeems shares. It is calculated in accordance with the standard formula for valuing mutual fund shares. The "Market Price" of a fund generally is determined using the midpoint between the highest bid and the lowest offer on the primary stock exchange on which the shares of such fund are listed for trading, as of the time that the fund's NAV is calculated. A fund's Market Price may be at, above or below its NAV. The NAV of a fund will fluctuate with changes in the fair value of its portfolio holdings. The Market Price of a fund will fluctuate in accordance with changes in its NAV, as well as market supply and demand.

Premiums or discounts are the differences (expressed as a percentage) between the NAV and Market Price of a fund on a given day, generally at the time the NAV is calculated. A premium is the amount that a fund is trading above the reported NAV, expressed as a percentage of the NAV. A discount is the amount that a fund is trading below the reported NAV, expressed as a percentage of the NAV.

The following information shows the frequency of distributions of premiums and discounts for each of the Funds. The information shown for each Fund is for five calendar years (or from the inception date of such Fund if less than five years) through the date of the most recent calendar quarter-end. The specific periods covered for each Fund are disclosed in the table for such Fund.

Supplemental Information (Unaudited) (Continued)

iSHARES® TRUST

Each line in the table shows the number of trading days in which the Fund traded within the premium/discount range indicated. The number of trading days in each premium/discount range is also shown as a percentage of the total number of trading days in the period covered by each table. All data presented here represents past performance, which cannot be used to predict future results.

iShares Short Treasury Bond ETF Period Covered: January 1, 2012 through December 31, 2016

<u>Premium/Discount Range</u>	<u>Number of Days</u>	<u>Percentage of Total Days</u>
Greater than 0.5%	1	0.08%
Between 0.5% and -0.5%	<u>1,257</u>	<u>99.92</u>
	<u>1,258</u>	<u>100.00%</u>

iShares 1-3 Year Treasury Bond ETF Period Covered: January 1, 2012 through December 31, 2016

<u>Premium/Discount Range</u>	<u>Number of Days</u>	<u>Percentage of Total Days</u>
Between 0.5% and -0.5%	1,257	99.92%
Less than -0.5%	<u>1</u>	<u>0.08</u>
	<u>1,258</u>	<u>100.00%</u>

iShares 3-7 Year Treasury Bond ETF Period Covered: January 1, 2012 through December 31, 2016

<u>Premium/Discount Range</u>	<u>Number of Days</u>	<u>Percentage of Total Days</u>
Greater than 1.0%	1	0.08%
Greater than 0.5% and less than 1.0%	1	0.08
Between 0.5% and -0.5%	<u>1,256</u>	<u>99.84</u>
	<u>1,258</u>	<u>100.00%</u>

iShares 7-10 Year Treasury Bond ETF Period Covered: January 1, 2012 through December 31, 2016

<u>Premium/Discount Range</u>	<u>Number of Days</u>	<u>Percentage of Total Days</u>
Greater than 0.5% and Less than 1.0%	2	0.16%
Between 0.5% and -0.5%	<u>1,256</u>	<u>99.84</u>
	<u>1,258</u>	<u>100.00%</u>

Supplemental Information (Unaudited) (Continued)

iSHARES® TRUST

iShares 10-20 Year Treasury Bond ETF *Period Covered: January 1, 2012 through December 31, 2016*

<u>Premium/Discount Range</u>	<u>Number of Days</u>	<u>Percentage of Total Days</u>
Greater than 1.0%	1	0.08%
Greater than 0.5% and Less than 1.0%	2	0.16
Between 0.5% and –0.5%	1,254	99.68
Less than –0.5% and Greater than –1.0%	1	0.08
	<u>1,258</u>	<u>100.00%</u>

iShares 20+ Year Treasury Bond ETF *Period Covered: January 1, 2012 through December 31, 2016*

<u>Premium/Discount Range</u>	<u>Number of Days</u>	<u>Percentage of Total Days</u>
Greater than 0.5% and Less than 1.0%	11	0.87%
Between 0.5% and –0.5%	1,234	98.10
Less than –0.5% and Greater than –1.0%	13	1.03
	<u>1,258</u>	<u>100.00%</u>

Regulation under the Alternative Investment Fund Managers Directive

The Alternative Investment Fund Managers Directive (“AIFMD”) imposes obligations on fund managers established in the European Union (the “EU”). These do not currently apply to managers established outside the EU, such as BFA. Rather, non-EU managers are only required to comply with certain disclosure, reporting and transparency obligations of AIFMD if such managers market a fund to EU investors.

BFA has registered the iShares 7-10 Year Treasury Bond ETF and iShares 20+ Year Treasury Bond ETF (each a “Fund”, collectively the “Funds”) for marketing to investors in the United Kingdom, the Netherlands, Finland, Sweden and Luxembourg.

Report on Remuneration

BFA is required under AIFMD to make quantitative disclosures of remuneration. These disclosures are made in line with BlackRock’s interpretation of currently available regulatory guidance on quantitative remuneration disclosures. As market or regulatory practice develops BlackRock may consider it appropriate to make changes to the way in which quantitative remuneration disclosures are calculated. Where such changes are made, this may result in disclosures in relation to a fund not being comparable to the disclosures made in the prior year, or in relation to other BlackRock fund disclosures in that same year.

Disclosures are provided in relation to both (a) the staff of BFA; (b) staff who are senior management; and (c) staff who have the ability to materially affect the risk profile of the Funds.

All individuals included in the aggregated figures disclosed are rewarded in line with BlackRock’s remuneration policy for their responsibilities across the relevant BlackRock business area. As all individuals have a number of areas of responsibilities, only the portion of remuneration for those individuals’ services attributable to each Fund is included in the aggregate figures disclosed.

Supplemental Information (Unaudited) (Continued)

iSHARES® TRUST

BlackRock has a clear and well defined pay-for-performance philosophy, and compensation programs which support that philosophy. For senior management, a significant percentage of variable remuneration is deferred over time. All employees are subject to a claw-back policy.

Compensation decisions for employees are made based on BlackRock's full-year financial results and other non-financial goals and objectives. Alongside financial performance, individual compensation is also based on strategic and operating results and other considerations such as management and leadership capabilities. No set formulas are established and no fixed benchmarks are used in determining annual incentive awards.

Bonus pools are reviewed by BlackRock's independent compensation committee, taking into account both actual and projected financial information together with information provided by the Operational Risk and Regulatory Compliance departments in relation to any activities, incidents or events that warrant consideration in making compensation decisions.

Functions such as Finance, Operational Risk, Legal & Compliance, and Human Resources each have their own organizational structures which are independent of the business units. Functional bonus pools are determined with reference to the performance of each individual function and the remuneration of the senior members of control functions is directly overseen by BlackRock's independent compensation committee. No individual is involved in setting his or her own remuneration.

Members of staff and senior management of BFA typically provide both AIFMD and non-AIFMD related services in respect of multiple funds, clients and functions of BFA and across the broader BlackRock group. Therefore, the figures disclosed are a sum of each individual's portion of remuneration attributable to each Fund according to an objective apportionment methodology which acknowledges the multiple-service nature of BFA. Accordingly the figures are not representative of any individual's actual remuneration or their remuneration structure.

The amount of the total remuneration awarded by BFA to its staff which has been attributed to the iShares 7-10 Year Treasury Bond ETF in respect of BFA's financial year ending December 31, 2016 was USD 806.89 thousand. This figure is comprised of fixed remuneration of USD 317.42 thousand and variable remuneration of USD 489.47 thousand. There were a total of 325 beneficiaries of the remuneration described above.

The amount of the aggregate remuneration awarded by BFA, which has been attributed to the iShares 7-10 Year Treasury Bond ETF in respect of BFA's financial year ending December 31, 2016, to its senior management was USD 111.59 thousand, and to members of its staff whose actions have a material impact on the risk profile of the Fund was USD 26.88 thousand.

The amount of the total remuneration awarded by BFA to its staff which has been attributed to the iShares 20+ Year Treasury Bond ETF in respect of BFA's financial year ending December 31, 2016 was USD 550.17 thousand. This figure is comprised of fixed remuneration of USD 216.43 thousand and variable remuneration of USD 333.74 thousand. There were a total of 325 beneficiaries of the remuneration described above.

The amount of the aggregate remuneration awarded by BFA, which has been attributed to the iShares 20+ Year Treasury Bond ETF in respect of the BFA's financial year ending December 31, 2016, to its senior management was USD 76.09 thousand, and to members of its staff whose actions have a material impact on the risk profile of the Fund was USD 18.33 thousand.

Trustee and Officer Information

iSHARES® TRUST

The Board of Trustees has responsibility for the overall management and operations of the Funds, including general supervision of the duties performed by BFA and other service providers. Each Trustee serves until he or she resigns, is removed, dies, retires or becomes incapacitated. Each officer shall hold office until his or her successor is elected and qualifies or until his or her death, resignation or removal. Trustees who are not “interested persons” (as defined in the 1940 Act) of the Trust are referred to as independent trustees (“Independent Trustees”).

The registered investment companies advised by BFA or its affiliates (the “BlackRock-advised Funds”) are organized into one complex of closed-end funds, two complexes of open-end funds and one complex of exchange-traded funds (“Exchange-Traded Fund Complex”) (each, a “BlackRock Fund Complex”). Each Fund is included in the BlackRock Fund Complex referred to as the Exchange-Traded Fund Complex. Each Trustee also serves as a Director of iShares, Inc. and a Trustee of iShares U.S. ETF Trust and, as a result, oversees a total of 331 funds (as of February 28, 2017) within the Exchange-Traded Fund Complex. Drew E. Lawton also serves as an Advisory Board Member for iShares, Inc. and iShares U.S. ETF Trust with respect to 331 funds (as of February 28, 2017) within the Exchange-Traded Fund Complex. With the exception of Robert S. Kapito, Mark Wiedman, Charles Park, Martin Small and Benjamin Archibald, the address of each Trustee, Advisory Board Member and officer is c/o BlackRock, Inc., 400 Howard Street, San Francisco, CA 94105. The address of Mr. Kapito, Mr. Wiedman, Mr. Park, Mr. Small and Mr. Archibald is c/o BlackRock, Inc., Park Avenue Plaza, 55 East 52nd Street, New York, NY 10055. The Board has designated Cecilia H. Herbert as its Independent Board Chair. Additional information about the Funds’ Trustees, Advisory Board Members and officers may be found in the Funds’ combined Statement of Additional Information, which is available without charge, upon request, by calling toll-free 1-800-iShares (1-800-474-2737).

Interested Trustees

Name (Age)	Position(s)	Principal Occupation(s) During the Past 5 Years	Other Directorships Held by Trustee
Robert S. Kapito^a (60)	Trustee (since 2009).	President and Director, BlackRock, Inc. (since 2006); Vice Chairman of BlackRock, Inc. and Head of BlackRock, Inc.’s Portfolio Management Group (since its formation in 1998) and BlackRock, Inc.’s predecessor entities (since 1988); Trustee, University of Pennsylvania (since 2009); President of Board of Directors, Hope & Heroes Children’s Cancer Fund (since 2002); President of the Board of Directors, Periwinkle Theatre for Youth (since 1983).	Director of iShares, Inc. (since 2009); Trustee of iShares U.S. ETF Trust (since 2011).
Mark Wiedman^b (46)	Trustee (since 2013).	Managing Director, BlackRock, Inc. (since 2007); Global Head of iShares (since 2011); Head of Corporate Strategy, BlackRock, Inc. (2009-2011).	Director of iShares, Inc. (since 2013); Trustee of iShares U.S. ETF Trust (since 2013); Director of PennyMac Financial Services, Inc. (since 2008).

^a Robert S. Kapito is deemed to be an “interested person” (as defined in the 1940 Act) of the Trust due to his affiliations with BlackRock, Inc.

^b Mark Wiedman is deemed to be an “interested person” (as defined in the 1940 Act) of the Trust due to his affiliations with BlackRock, Inc. and its affiliates.

Trustee and Officer Information (Continued)

iSHARES® TRUST

Independent Trustees^c

Name (Age)	Position(s)	Principal Occupation(s) During the Past 5 Years	Other Directorships Held by Trustee
Cecilia H. Herbert (67)	Trustee (since 2005); Independent Board Chair (since 2016); Nominating and Governance Committee Chair (since 2016).	Trustee and Member of the Finance, Technology and Quality Committee of Stanford Health Care (since 2016); Trustee and Member of the Investment Committee, WNET, a New York public media company (since 2011); Chair (1994-2005) and Member (since 1992) of the Investment Committee, Archdiocese of San Francisco; Director (1998-2013) and President (2007-2011) of the Board of Directors, Catholic Charities CYO; Trustee (2002-2011) and Chair of the Finance and Investment Committee (2006-2010) of the Thacher School.	Director of iShares, Inc. (since 2005); Trustee of iShares U.S. ETF Trust (since 2011); Independent Board Chair of iShares, Inc. and iShares U.S. ETF Trust (since 2016); Trustee of Forward Funds (17 portfolios) (since 2009); Trustee of Salient MF Trust (4 portfolios) (since 2015).
Jane D. Carlin (61)	Trustee (since 2015); Risk Committee Chair (since 2016).	Consultant (since 2012); Managing Director and Global Head of Financial Holding Company Governance & Assurance and the Global Head of Operational Risk Management of Morgan Stanley (2006-2012).	Director of iShares, Inc. (since 2015); Trustee of iShares U.S. ETF Trust (since 2015); Director of PHH Corporation (mortgage solutions) (since 2012); Director of The Hanover Insurance Group, Inc. (since 2016).
Charles A. Hurty (73)	Trustee (since 2005); Audit Committee Chair (since 2006).	Retired; Partner, KPMG LLP (1968-2001).	Director of iShares, Inc. (since 2005); Trustee of iShares U.S. ETF Trust (since 2011); Director of SkyBridge Alternative Investments Multi-Adviser Hedge Fund Portfolios LLC (2 portfolios) (since 2002).
John E. Kerrigan (61)	Trustee (since 2005); Securities Lending Committee Chair (since 2016).	Chief Investment Officer, Santa Clara University (since 2002).	Director of iShares, Inc. (since 2005); Trustee of iShares U.S. ETF Trust (since 2011).
John E. Martinez (55)	Trustee (since 2003); Fixed Income Plus Committee Chair (since 2016).	Director of FirstREX Agreement Corp. (formerly EquityRock, Inc.) (since 2005).	Director of iShares, Inc. (since 2003); Trustee of iShares U.S. ETF Trust (since 2011).

Trustee and Officer Information (Continued)

iSHARES® TRUST

Independent Trustees^c (Continued)

Name (Age)	Position(s)	Principal Occupation(s) During the Past 5 Years	Other Directorships Held by Trustee
Madhav V. Rajan (52)	Trustee (since 2011); Equity Plus Committee Chair and 15(c) Committee Chair (since 2016).	Robert K. Jaedicke Professor of Accounting, Stanford University Graduate School of Business (since 2001); Professor of Law (by courtesy), Stanford Law School (since 2005); Senior Associate Dean for Academic Affairs and Head of MBA Program, Stanford University Graduate School of Business (2010-2016).	Director of iShares, Inc. (since 2011); Trustee of iShares U.S. ETF Trust (since 2011); Director, Cavium, Inc. (since 2013).

^c Robert H. Silver served as an Independent Trustee until March 31, 2016.

Trustee and Officer Information (Continued)

iSHARES® TRUST

Officers^d

Name (Age)	Position(s)	Principal Occupation(s) During the Past 5 Years
Martin Small (41)	President (since 2016).	Managing Director, BlackRock, Inc. (since 2010); Head of U.S. iShares (since 2015); Co-Head of the U.S. Financial Markets Advisory Group, BlackRock, Inc. (2008-2014).
Jack Gee (57)	Treasurer and Chief Financial Officer (since 2008).	Managing Director, BlackRock, Inc. (since 2009); Senior Director of Fund Administration of Intermediary Investor Business, BGI (2009).
Benjamin Archibald (41)	Secretary (since 2015).	Managing Director, BlackRock, Inc. (since 2014); Director, BlackRock, Inc. (2010-2013); Secretary of the BlackRock-advised Mutual Funds (since 2012).
Alan Mason (56)	Executive Vice President (since 2016).	Managing Director, BlackRock, Inc. (since 2009); Managing Director, BGI (2008-2009); Principal, BGI (1996-2008).
Steve Messinger (54)	Executive Vice President (since 2016).	Managing Director, BlackRock, Inc. (2007-2014 and since 2016); Managing Director, Beacon Consulting Group (2014-2016).
Charles Park (49)	Chief Compliance Officer (since 2006).	Chief Compliance Officer of BlackRock Advisors, LLC and the BlackRock-advised Funds in the Equity-Bond Complex, the Equity-Liquidity Complex and the Closed-End Complex (since 2014); Chief Compliance Officer, BFA (since 2006).
Scott Radell (48)	Executive Vice President (since 2012).	Managing Director, BlackRock, Inc. (since 2009); Head of Portfolio Solutions, BlackRock, Inc. (since 2009); Head of Portfolio Solutions, BGI (2007-2009); Credit Portfolio Manager, BGI (2005-2007); Credit Research Analyst, BGI (2003-2005).

^d Manish Mehta served as President until October 15, 2016.

Trustee and Officer Information (Continued)

iSHARES® TRUST

Advisory Board Member

Name (Age)	Position(s)	Principal Occupation(s) During the Past 5 Years	Other Directorships Held by Advisory Board Member
Drew E. Lawton (57)	Advisory Board Member (since 2016).	Senior Managing Director of New York Life Insurance Company (2010-2015).	Advisory Board Member of iShares, Inc. (since 2016); Advisory Board Member of iShares U.S. ETF Trust (since 2016).

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For more information visit www.iShares.com or call 1-800-474-2737

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