

BlackRock U.S. Carbon Transition Readiness ETF
LCTU | NYSE Arca
Annual Shareholder Report — July 31, 2025



This annual shareholder report contains important information about BlackRock U.S. Carbon Transition Readiness ETF (the “Fund”) for the period of August 1, 2024 to July 31, 2025. You can find additional information about the Fund at blackrock.com/fundreports. You can also request this information by contacting us at (800) 474-2737.

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

What were the Fund costs for the last year?

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

Fund name	Costs of a \$10,000 investment	Costs paid as a percentage of a \$10,000 investment
BlackRock U.S. Carbon Transition Readiness ETF	\$16	0.15%

How did the Fund perform last year?

- For the reporting period ended July 31, 2025, the Fund returned 15.97%.
- For the same period, the Russell 1000® Index returned 16.54%.

What contributed to performance?

The Fund’s holdings in the information technology sector made the largest contribution to absolute performance, led by positions in the semiconductors & semiconductor equipment and software industries. NVIDIA Corp. and Microsoft Corp. were the leading contributors in information technology. Positions in the financials sector also contributed to returns, with the best results occurring in the financial services industry. The Fund further benefited from strong absolute returns in the communication services, consumer discretionary, and industrials sectors.

What detracted from performance?

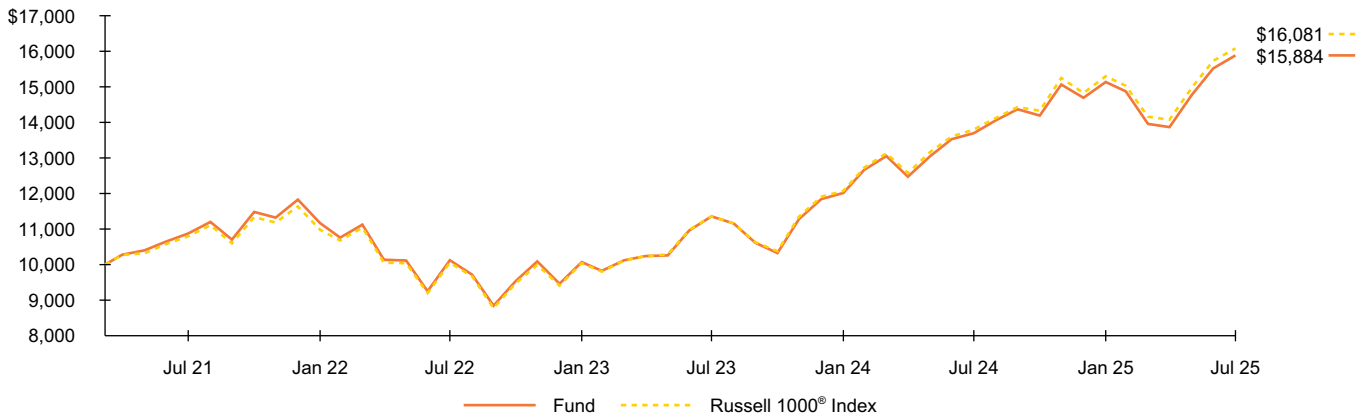
Healthcare was the only sector that meaningfully detracted from absolute performance. Holdings in UnitedHealth Group, Inc., Elevance Health, Inc., and Merck & Co., Inc. all finished the annual period with negative returns. Positions in the real estate sector also lost ground as a group, but the impact on the Fund was relatively minor due to the category’s small weighting.

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

Fund performance

Cumulative performance: April 6, 2021 through July 31, 2025

Initial investment of \$10,000



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

Average annual total returns

	1 Year	Since Fund Inception
Fund NAV	15.97%	11.30%
Russell 1000 [®] Index	16.54	11.63

The inception date of the Fund was April 6, 2021.

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

What did the Fund invest in?

(as of July 31, 2025)

Sector allocation

Sector	Percent of Total Investments ^(a)
Information Technology	32.3%
Financials	14.3
Consumer Discretionary	10.7
Communication Services	9.5
Industrials	9.5
Health Care	8.5
Consumer Staples	4.9
Energy	2.9
Utilities	2.6
Real Estate	2.5
Materials	2.3

^(a) Excludes money market funds.

Key Fund statistics

Net Assets	\$1,306,347,423
Number of Portfolio Holdings	305
Net Investment Advisory Fees	\$1,798,640
Portfolio Turnover Rate	40%

Ten largest holdings

Security	Percent of Total Investments ^(a)
Nvidia Corp.	7.3%
Microsoft Corp.	5.7
Apple Inc.	5.5
Amazon.com Inc.	3.4
Meta Platforms Inc., Class A	3.0
Broadcom Inc.	2.3
Alphabet Inc., Class A	1.8
Mastercard Inc., Class A	1.7
Berkshire Hathaway Inc., Class B	1.6
Tesla Inc.	1.6

Material Fund changes

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

On February 20, 2025, the Fund's Board approved a proposal to change the name of BlackRock U.S. Carbon Transition Readiness ETF to iShares U.S. Carbon Transition Readiness Aware Active ETF. In connection with the Fund's name change, the Fund will also amend its investment strategy and investment process. These changes are expected to become effective on or about November 21, 2025.

Additional information

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

Householding

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

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