

iShares MBS ETF
MBB | NASDAQ
Annual Shareholder Report — February 28, 2026



This annual shareholder report contains important information about iShares MBS ETF (the “Fund”) for the period of March 1, 2025 to February 28, 2026. You can find additional information about the Fund at blackrock.com/fundreports. You can also request this information by contacting us at 1-800-iShares (1-800-474-2737).

What were the Fund costs for the last year?
 (based on a hypothetical \$10,000 investment)

Fund name	Costs of a \$10,000 investment	Costs paid as a percentage of a \$10,000 investment
iShares MBS ETF	\$4	0.04%

How did the Fund perform last year?

- For the reporting period ended February 28, 2026, the Fund returned 7.46%.
- For the same period, the Bloomberg U.S. Universal Index returned 6.53% and the Bloomberg U.S. MBS Index returned 7.54%.

What contributed to performance?

U.S. bond markets gained during the reporting period, supported by a resilient domestic economy despite conflicting data. The Federal Reserve (“Fed”) reduced rates by 75 basis points across three 25 basis point rate cuts in late 2025, prompted by a cooling labor market amid elevated inflation. The yield on the 10-year U.S. Treasury ended lower as investors navigated the administration’s evolving trade policies, a prolonged U.S. government shutdown, and rising geopolitical tensions. The yield curve (the difference between a shorter-term bond and a longer-term bond, most often gauged by the two-year Treasury note and the 10-year Treasury note) continued to steepen as rate cuts pushed shorter-term yields lower, while persistent inflation and increased Treasury supply kept longer-maturity yields elevated. (Bond yields move inversely to prices.)

Against this backdrop, investment-grade corporate bonds outperformed Treasuries, reflecting solid U.S. economic growth, strong investor risk appetite, and confidence in corporate earnings. Mortgage-backed securities (“MBS”) also posted gains and outperformed U.S. investment-grade corporates, as the Fed’s shift toward lower interest rates, reduced market volatility, and the steepening yield curve, which supported MBS issuance.

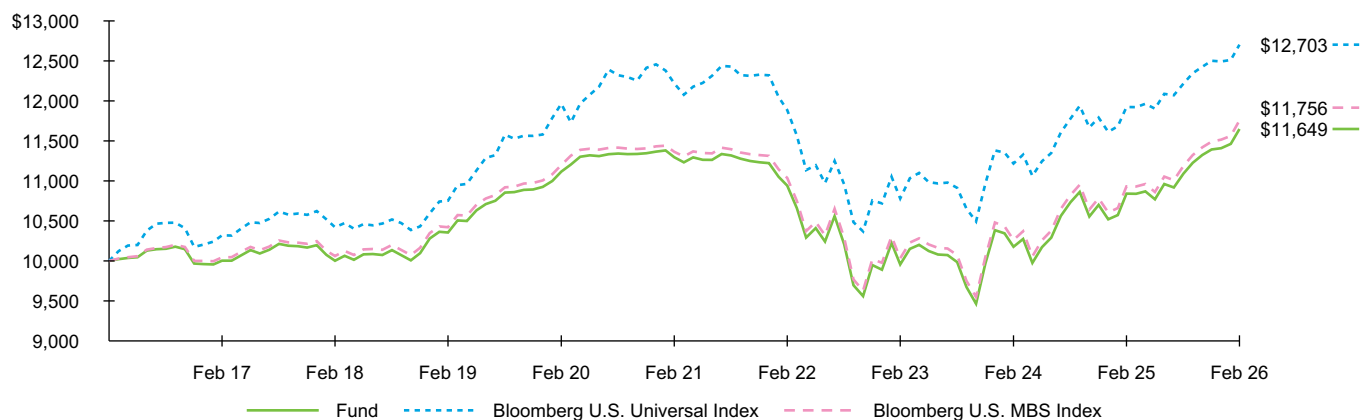
What detracted from performance?

There were no meaningful detractors from the Fund’s performance during the reporting period.

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: March 1, 2016 through February 28, 2026
 Initial investment of \$10,000



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

Average annual total returns

	1 Year	5 Years	10 Years
Fund NAV	7.46%	0.62%	1.54%
Bloomberg U.S. Universal Index	6.53	0.78	2.42
Bloomberg U.S. MBS Index	7.54	0.68	1.63

Key Fund statistics

Net Assets	\$39,834,014,621
Number of Portfolio Holdings	11,168
Net Investment Advisory Fees	\$14,151,229
Portfolio Turnover Rate	153%

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 February 28, 2026)

Issuer allocation

Issuer	Percent of Total Investments ^(a)
Uniform Mortgage-Backed Securities	74.3%
Government National Mortgage Association	23.7
Federal Home Loan Mortgage Corp.	1.9
Federal National Mortgage Association	0.1

Maturity allocation

Maturity	Percent of Total Investments ^(a)
1-5 Years	0.3%
5-10 Years	2.8
10-15 Years	6.2
15-20 Years	3.7
20-25 Years	21.6
25-30 Years	61.3
30-35 Years	4.1

^(a) Excludes money market funds.

Additional information

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

Householding

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

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

©2026 BlackRock, Inc. or its affiliates. All rights reserved. iSHARES and BLACKROCK are registered trademarks of BlackRock, Inc. or its affiliates. All other trademarks are those of their respective owners.

iShares
by BlackRock

iShares MBS ETF
Annual Shareholder Report — February 28, 2026
MBB-02/26-AR