

iShares Short Duration Bond Active ETF

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Annual Shareholder Report — October 31, 2025



This annual shareholder report contains important information about iShares Short Duration Bond Active ETF (the “Fund”) for the period of November 1, 2024 to October 31, 2025. You can find additional information about the Fund at blackrock.com/fundreports. You can also request this information by contacting us at 1-800-iShares (1-800-474-2737).

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

Fund name	Costs of a \$10,000 investment	Costs paid as a percentage of a \$10,000 investment
iShares Short Duration Bond Active ETF	\$26	0.25%

How did the Fund perform last year?

- For the reporting period ended October 31, 2025, the Fund returned 5.70%.
- For the same period, the Bloomberg U.S. Universal Index returned 6.51% and the Bloomberg U.S. 1-3 Year Government/Credit Bond Index returned 5.07%.

What contributed to performance?

The largest contributor to the Fund’s return during the reporting period was an allocation to investment grade credit. Also contributing to performance were allocations to high yield credit, asset-backed securities, collateralized loan obligation, and commercial mortgage-backed securities, as well as duration/curve positioning, non-agency residential mortgage-backed securities, and agency mortgage-backed securities. (Duration is a measure of a bond’s sensitivity to changes in interest rates, expressed in years.) During the reporting period, short-term bonds were influenced by a combination of political, economic, and monetary factors. Inflationary effects from tariff pass-through persisted, even as the economy slowed and the labor market cooled. In response, the Federal Reserve resumed rate cuts, lowering the Fed funds target range to 3.75%–4.00%, which contributed to a decline in interest rates and supported valuations across short-duration strategies.

What detracted from performance?

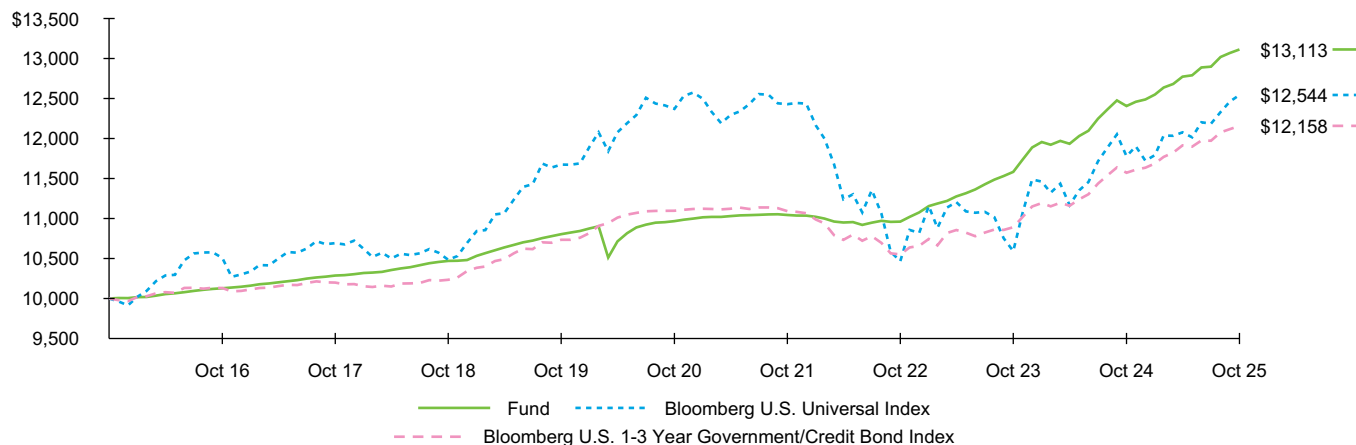
During the reporting period, the Fund’s underweight in U.S. Treasuries detracted from performance.

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: November 1, 2015 through October 31, 2025

Initial investment of \$10,000



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

Average annual total returns

	1 Year	5 Years	10 Years
Fund NAV	5.70%	3.64%	2.75%
Bloomberg U.S. Universal Index	6.51	0.28	2.29
Bloomberg U.S. 1-3 Year Government/Credit Bond Index	5.07	1.84	1.97

Key Fund statistics

Net Assets	\$3,767,328,439
Number of Portfolio Holdings	1,335
Net Investment Advisory Fees	\$8,055,746
Portfolio Turnover Rate	163%

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 October 31, 2025)

Portfolio composition

Investment Type	Percent of Total Investments ^(a)
Corporate Bonds & Notes	34.3%
U.S. Government & Agency Obligations	34.2
Collateralized Mortgage Obligations	17.9
Asset-Backed Securities	13.5
Municipal Debt Obligations	0.1

Credit quality allocation

Moody's Credit Rating [*]	Percent of Total Investments ^(a)
Aaa	17.5%
Aa	33.4
A	13.4
Baa	14.2
Ba	3.1
B	2.4
Caa	0.1
Not Rated	15.9

^(a) Excludes money market funds.

^{*} Credit quality ratings shown reflect the ratings assigned by Moody's Investors Service ("Moody's"), a widely used independent, nationally recognized statistical rating organization. Moody's credit ratings are opinions of the credit quality of individual obligations or of an issuer's general creditworthiness. Investment grade ratings are credit ratings of Baa or higher. Below investment grade ratings are credit ratings of Ba or lower. Unrated investments do not necessarily indicate low credit quality. Credit quality ratings are subject to change.

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.

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