The iShares Nasdaq Biotechnology ETF seeks to track the investment results of an index composed of biotechnology and pharmaceutical equities listed on the NASDAQ.

**WHY IBB?**

1. Exposure to U.S. biotechnology and pharmaceutical companies
2. Targeted access to biotechnology and pharmaceutical stocks listed on the NASDAQ
3. Use to express a sector view

**GROWTH OF 10,000 USD SINCE INCEPTION**

The Growth of $10,000 chart reflects a hypothetical $10,000 investment and assumes reinvestment of dividends and capital gains. Fund expenses, including management fees and other expenses were deducted.

**PERFORMANCE**

<table>
<thead>
<tr>
<th></th>
<th>1 Year</th>
<th>3 Year</th>
<th>5 Year</th>
<th>10 Year</th>
<th>Since Inception</th>
</tr>
</thead>
<tbody>
<tr>
<td>NAV</td>
<td>-3.17%</td>
<td>3.59%</td>
<td>-0.99%</td>
<td>13.80%</td>
<td>6.49%</td>
</tr>
<tr>
<td>Market Price</td>
<td>-3.27%</td>
<td>3.58%</td>
<td>-0.99%</td>
<td>13.80%</td>
<td>6.49%</td>
</tr>
<tr>
<td>Benchmark</td>
<td>-2.84%</td>
<td>3.93%</td>
<td>-0.69%</td>
<td>14.11%</td>
<td>6.83%</td>
</tr>
</tbody>
</table>

The performance quoted represents past performance and does not guarantee future results. Investment return and principal value of an investment will fluctuate so that an investor’s shares, when sold or redeemed, may be worth more or less than the original cost. Current performance may be lower or higher than the performance quoted. Performance data current to the most recent month end may be obtained by visiting www.iShares.com or www.blackrock.com.

Market returns are based upon the midpoint of the bid/ask spread at 4:00 p.m. eastern time (when NAV is normally determined for most ETFs), and do not represent the returns you would receive if you traded shares at other times.
TOP SECTORS (%)

- Biotechnology: 80.43%
- Life Sciences Tools & Services: 8.98%
- Pharmaceuticals: 8.25%
- Health Care Equipment: 1.02%
- Health Care Services: 0.89%
- Cash and/or Derivatives: 0.22%
- Health Care Supplies: 0.10%
- Health Care Distributors: 0.07%
- Specialty Chemicals: 0.04%

FUND CHARACTERISTICS

- Beta vs. S&P 500: 0.91
- Standard Deviation (3yrs): 21.05%
- Price to Earnings: 18.47
- Price to Book Ratio: 4.41

GLOSSARY

**Beta** is a measure of the tendency of securities to move with the market as a whole. A beta of 1 indicates that the security's price will move with the market. A beta less than 1 indicates the security tends to be less volatile than the market, while a beta greater than 1 indicates the security is more volatile than the market.

The **price to earnings ratio (P/E)** is a fundamental measure used to determine if an investment is valued appropriately. Each holding's P/E is the latest closing price divided by the latest fiscal year's earnings per share. Negative P/E ratios are excluded from this calculation. For hedged funds, the underlying fund's value is shown.

The **price to book (P/B)** value ratio is a fundamental measure used to determine if an investment is valued appropriately. The book value of a company is a measure of how much a company's assets are worth assuming the company's debts are paid off. Each holding's P/B is the latest closing price divided by the latest fiscal year's book value per share. Negative book values are excluded from this calculation. For hedged funds, the underlying fund's value is shown.