The iShares Aaa - A Rated Corporate Bond ETF seeks to track the investment results of an index composed of Aaa to A, or equivalently rated, fixed rate U.S. dollar-denominated bonds issued by U.S. and non-U.S. corporations.

WHY QLTA?

1. Exposure to the most highly rated U.S. corporate bonds
2. Targeted access to a specific segment of the domestic corporate bond market
3. Use to express a view on bonds with a specific rating and seek to generate income

GROWTH OF 10,000 USD SINCE INCEPTION

The Hypothetical 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>0.89%</td>
<td>3.37%</td>
<td>3.27%</td>
<td>N/A</td>
<td>3.34%</td>
</tr>
<tr>
<td>Market Price</td>
<td>0.22%</td>
<td>3.38%</td>
<td>3.14%</td>
<td>N/A</td>
<td>3.35%</td>
</tr>
<tr>
<td>Benchmark</td>
<td>1.07%</td>
<td>3.47%</td>
<td>3.44%</td>
<td>N/A</td>
<td>3.56%</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.

RISK PROFILE

Lower Risk/Reward
Higher Risk/Reward

Based on the 1 year standard deviation of the fund. Standard deviation measures how dispersed returns are around the average. A higher standard deviation indicates that returns are spread out over a larger range of values and thus, more volatile or risky. Each increment on the scale above represents a 5% range of standard deviation except for the last segment which is >20%.

KEY FACTS

Fund Launch Date 02/14/2012
Expense Ratio 0.15%
Benchmark Bloomberg Barclays U.S. Corporate Aaa - A Capped Index
30 Day SEC Yield 2.69%
Number of Holdings 808
Net Assets of Share Class $97,023,194
Ticker QLTA
CUSIP 46429B291
Exchange NYSE Arca

TOP HOLDINGS (%)

<table>
<thead>
<tr>
<th>Holdings</th>
<th>Weight</th>
</tr>
</thead>
<tbody>
<tr>
<td>BLK CSH FND TREASURY SL AGENCY</td>
<td>0.88</td>
</tr>
<tr>
<td>GENERAL ELECTRIC CAPITAL CORP MTN</td>
<td>0.54</td>
</tr>
<tr>
<td>CREDIT SUISSE NEW YORK NY MTN</td>
<td>0.54</td>
</tr>
<tr>
<td>ANHEUSER-BUSCH INBEV FINANCE INC</td>
<td>0.53</td>
</tr>
<tr>
<td>ANHEUSER-BUSCH INBEV FINANCE INC</td>
<td>0.47</td>
</tr>
<tr>
<td>GE CAPITAL INTERNATIONAL FUNDING C</td>
<td>0.45</td>
</tr>
<tr>
<td>GE CAPITAL INTERNATIONAL FUNDING C</td>
<td>0.45</td>
</tr>
<tr>
<td>WELLS FARGO &amp; COMPANY MTN</td>
<td>0.44</td>
</tr>
<tr>
<td>PFIZER INC.</td>
<td>0.43</td>
</tr>
<tr>
<td>GOLDMAN SACHS GROUP INC/ THE</td>
<td>0.42</td>
</tr>
</tbody>
</table>

Holdings are subject to change.
**Weighted Average Maturity** is the length of time until the average security in the fund will mature or be redeemed by its issuer. It indicates a fixed income fund's sensitivity to interest rate changes. Longer average weighted maturity implies greater volatility in response to interest rate changes.

**Effective Duration** is a measure of the potential responsiveness of a bond or portfolio price to small parallel shifts in interest rates. Effective Duration takes into account the possible changes in expected bond cash flows due to small parallel shifts in interest rates.

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**FUND CHARACTERISTICS**

<table>
<thead>
<tr>
<th>Characteristic</th>
<th>Value</th>
</tr>
</thead>
<tbody>
<tr>
<td>Weighted Average Maturity</td>
<td>10.21 yrs</td>
</tr>
<tr>
<td>Standard Deviation (3yrs)</td>
<td>3.76%</td>
</tr>
<tr>
<td>Effective Duration</td>
<td>7.12</td>
</tr>
</tbody>
</table>

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**CREDIT RATINGS BREAKDOWN (%)**

- **Cash and/or Derivatives**: 0.82%
- **AAA Rated**: 4.31%
- **AA Rated**: 20.76%
- **A Rated**: 4.11%

Credit quality ratings on underlying securities of the fund are received from S&P, Moody’s and Fitch and converted to the equivalent S&P major rating category. This breakdown is provided by BlackRock and takes the median rating of the three agencies when all three agencies rate a security the lower of the two ratings if only two agencies rate a security and one rating if that is all that is provided. Unrated securities do not necessarily indicate low quality. Below investment-grade is represented by a rating of BB and below.

Ratings and portfolio credit quality may change over time.

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**MATURE BREAKDOWN (%)**

Cash and Derivatives: 0.82
- 0 - 1 Years: 11.74%
- 1 - 2 Years: 10.03%
- 2 - 3 Years: 12.59%
- 3 - 5 Years: 15.42%
- 5 - 7 Years: 1.45%
- 7 - 10 Years: 4.43%
- 10 - 15 Years: 22.92%
- 15 - 20 Years: 20.59%
- 20+ Years: 0%

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**FEES AND EXPENSES BREAKDOWN**

- **Expense Ratio**: 0.15%
- **Management Fee**: 0.15%
- **Acquired Fund Fees and Expenses**: 0.00%
- **Foreign Taxes and Other Expenses**: 0.00%