IBIT: BITCOIN ACCESS MADE EASY

iShares by BlackRock

Bitcoin through the convenience of an ETF

iShares Bitcoin Trust

IBIT

Sponsor fee: 0.25%, waived to 0.12% for 12 months up to $5bn in assets.[1]

Inception Date: 1/5/2024

Investment objective: The Trust seeks to reflect generally the performance of the price of bitcoin.

Reference benchmark: CME CF Bitcoin Reference Rate – New York Variant (BRRNY)

Bitcoin custodian: Coinbase

IBIT is an ETF that directly invests in bitcoin, offering investors exposure to the digital asset without the challenges of holding it directly.

Why IBIT for bitcoin?

1 Access

IBIT enables investors to access bitcoin within a traditional brokerage account.

2 Convenience

IBIT can help remove operational burdens associated with holding bitcoin directly, as well as potentially high trading costs and tax reporting complexities.

3 Quality

IBIT is built by BlackRock, the world's largest asset manager and ETF provider, with a history of innovation.[2]

Themes driving bitcoin adoption

Digital store of value

A scarce, global, and decentralized asset that may occupy the "store of value" role that gold has played for certain investors.

Geopolitical and monetary hedge

An expression on increasing global disorder and declining trust in governments, banks, and fiat currencies.

Blockchain adoption

As the leading cryptoasset,[3] bitcoin's performance is seen by many as a key indicator of overall blockchain adoption.

1. BlackRock will waive a portion of the Sponsor's Fee for the first 12 months commencing on January 11, 2024, so that the fee will be 0.12% of the net asset value of the Trust for the first $5.0 billion of the Trust's assets. If the fund exceeds $5.0 billion of the Trust's assets prior to the end of the 12-month period, the Sponsor's Fee charged on assets over $5.0 billion will be 0.25%. All investors will incur the same Sponsor's Fee which is the weighted average of those fee rates. After the 12-month waiver period is over, the Sponsor's Fee will be 0.25%.
2. BlackRock is the world's largest ETF manager by AUM, managing $3.5T in global ETF investment vehicles as of December 31, 2023.
3. Bitcoin predominance based on its market cap of $860B, which accounts for roughly 50% of the total market cap of all cryptoassets excluding stablecoins (Source: Coin Metrics, as of December 31, 2023). Many investors believe that increased adoption of blockchain technology and cryptoassets will lead to further adoption and trading of bitcoin as it is the predominant and most widely adopted cryptoasset in the digital asset ecosystem.

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The pace of digital asset adoption exceeds other breakthrough technologies

Time needed to achieve over 300 million users

Source: Boston Consulting Group ("What does the future hold for crypto exchanges") and United Nations, as of Jul. 2022. Crypto users measured by analyzing on-chain data from bitcoin, ethereum, and other blockchains and assuming all on-chain users own some crypto.

Bitcoin performance compared to major asset classes

Bitcoin has had periods of high performance and significant drawdowns

2013-2023

2013	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023	Cumulative	Annualized
BTC 5,516%	**SPX** 12%	**BTC** 37%	**BTC** 119%	**BTC** 1,300%	**AGG** 0%	**BTC** 92%	**BTC** 302%	**BTC** 58%	**CMT** 20%	**BTC** 156%	**BTC** 315,678%	**BTC** 124%
SPX 26%	**AGG** 5%	**AGG** 0%	**HY** 17%	**EM** 35%	**HY** -2%	**SPX** 29%	**Gold** 24%	**CMT** 30%	**Gold** 1%	**SPX** 25%	**SPX** 226%	**SPX** 13%
HY 6%	**HY** 2%	**SPX** -1%	**EM** 15%	**SPX** 18%	**Gold** -3%	**EM** 21%	**SPX** 15%	**SPX** 29%	**HY** -11%	**HY** 12%	**HY** 64%	**HY** 5%
AGG -1%	**EM** 1%	**HY** -4%	**CMT** 14%	**Gold** 12%	**SPX** -7%	**Gold** 18%	**EM** 14%	**HY** 5%	**AGG** -12%	**Gold** 12%	**EM** 35%	**EM** 3%
EM -3%	**Gold** -3%	**Gold** -11%	**SPX** 11%	**HY** 7%	**CMT** -9%	**HY** 14%	**AGG** 7%	**EM** 0%	**EM** -18%	**EM** 9%	**Gold** 18%	**Gold** 2%
CMT -9%	**CMT** -18%	**EM** -14%	**Gold** 7%	**CMT** 6%	**EM** -15%	**CMT** 10%	**HY** 7%	**AGG** -1%	**SPX** -20%	**AGG** 5%	**AGG** 17%	**AGG** 2%
Gold -29%	**BTC** -58%	**CMT** -25%	**AGG** 2%	**AGG** 3%	**BTC** -73%	**AGG** 8%	**CMT** -3%	**Gold** -6%	**BTC** -65%	**CMT** -2%	**CMT** -4%	**CMT** 0%

Past performance does not guarantee future results. Index performance is for illustrative purposes only. Index performance does not reflect any management fees, transaction costs or expenses. Indexes are unmanaged and one cannot invest directly in an index. Certain sectors and markets perform exceptionally well based on current market conditions and iShares and BlackRock Funds can benefit from that performance. Achieving such exceptional returns involves the risk of volatility and investors should not expect that such results will be repeated. Index performance does not represent actual Fund performance. For actual fund performance, please visit www.iShares.com or www.blackrock.com.

Source: Bloomberg, BlackRock calculations, as of December 31, 2023. Asset classes shown include major liquid asset classes available to U.S. investors. Bitcoin returns calculated using Bloomberg Bitcoin Spot Price. SPX is represented by the S&P 500 Total Return Index (USD). EM is represented by the Dow Jones Emerging Markets Total Return Index (USD). AGG is represented by S&P U.S. Aggregate Bond Index. HY is represented by S&P U.S. High Yield Corporate Bond Index. Gold is the 1oz price of gold from Bloomberg. CMT is represented by Dow Jones Commodity Index.

This information must be preceded or accompanied by a current prospectus. To read IBIT's prospectus please click here . This document may NOT be printed or delivered in a physical form (hard copy) unless a copy of the respective prospectus is delivered alongside in physical form.

The iShares Bitcoin Trust is not an investment company registered under the Investment Company Act of 1940, and therefore is not subject to the same regulatory requirements as mutual funds or ETFs registered under the Investment Company Act of 1940. Before making an investment decision, you should carefully consider the risk factors and other information included in the prospectus.

An investment in the Trust may be deemed speculative and is not intended as a complete investment program. An investment in Shares should be considered only by persons financially able to maintain their investment and who can bear the risk of total loss associated with an investment in the Trust.

Investing in digital assets, such as bitcoin, involves significant risks due to their extreme price volatility and the potential for loss, theft, or compromise of private keys. The value of the shares is closely tied to acceptance, industry developments, and governance changes, making them susceptible to market sentiment. Digital assets represent a new and rapidly evolving industry, and the value of the Shares depends on the acceptance of bitcoin. Changes in the governance of a digital asset network may not receive sufficient support from users and miners, which may negatively affect that digital asset network's ability to grow and respond to challenges. Investing in the Trust comes with risks that could impact the Trust's share value, including large-scale sales by major investors, security threats like breaches and hacking, negative sentiment among speculators, and competition from central bank digital currencies and financial initiatives using blockchain technology. A disruption of the internet or a digital asset network, such as the Bitcoin network, would affect the ability to transfer digital assets, including bitcoin, and, consequently, would impact their value. There can be no assurance that security procedures designed to protect the Trust's assets will actually work as designed or prove to be successful in safeguarding the Trust's assets against all possible sources of theft, loss or damage.

Bitcoin Spot Prices provided by CME CF Bitcoin Reference Rate – New York Variant for the Bitcoin – U.S. Dollar trading pair ("CF Benchmarks Index"). No warranty is given for the accuracy of these prices and no liability is accepted for reliance thereon. Prices are provided on a reasonable efforts basis and delays may occur both because of the delay in third parties communicating the information to the site and because of delays inherent in posting information over the internet. The Index has a limited history, the Index price could fail to track the global bitcoin price, and a failure of the Index price could adversely affect the value of the Shares.

The Trust may incur certain extraordinary, non-recurring expenses that are not assumed by the Sponsor.

The amount of bitcoin represented by shares of the Trust will decrease over the life of the Trust due to sales of bitcoin necessary to pay the sponsor's fee and trust expenses. Without increases in the price of bitcoin sufficient to compensate for that decrease, the price of the shares will also decline, and investors will lose money on their investment. The liquidation of the Trust may occur at a time when the disposition of the Trust's bitcoin will result in losses to investors. The value of the shares of the Trust will be adversely affected if bitcoin owned by the Trust is lost or damaged in circumstances in which the Trust is not in a position to recover the corresponding loss.

Shares of the Trust are not deposits or other obligations of or guaranteed by BlackRock, Inc., and its affiliates, and are not insured by the Federal Deposit Insurance Corporation or any other governmental agency. The sponsor of the trust is iShares Delaware Trust Sponsor LLC (the "Sponsor"). BlackRock Investments, LLC ("BRIL"), assists in the promotion of the Trust. The Sponsor and BRIL are affiliates of BlackRock, Inc. Although shares of the iShares Bitcoin Trust may be bought or sold on the secondary market through any brokerage account, shares of the Trust are not redeemable from the Trust except in large, aggregated units called "Baskets". Only registered broker-dealers that become authorized participants by entering into a contract with the sponsor and the trustee of the Trust may purchase or redeem Baskets. The Sponsor is not responsible for losses incurred due to loss, theft, destruction, or compromise of the trust's bitcoin.

When comparing commodities and the Trust, it should be remembered that the sponsor's fee associated with the Trust is not borne by investors in individual commodities. Transactions in shares of ETFs may result in brokerage commissions and will generate tax consequences. All regulated investment companies are obliged to distribute portfolio gains to shareholders.

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