

# 2020 Semi-Annual Report (Unaudited)

## **iShares Trust**

- iShares U.S. Basic Materials ETF | IYM | NYSE Arca
- iShares U.S. Consumer Goods ETF | IYK | NYSE Arca
- iShares U.S. Consumer Services ETF | IYC | NYSE Arca
- iShares U.S. Financial Services ETF | IYG | NYSE Arca
- iShares U.S. Financials ETF | IYF | NYSE Arca
- iShares U.S. Industrials ETF | IYJ | Cboe BZX
- iShares MSCI KLD 400 Social ETF | DSI | NYSE Arca
- iShares MSCI USA ESG Select ETF | SUSA | NYSE Arca

Beginning on January 1, 2021, as permitted by regulations adopted by the Securities and Exchange Commission, paper copies of each Fund's shareholder reports will no longer be sent by mail, unless you specifically request paper copies of the reports from your financial intermediary, such as a broker-dealer or bank. Instead, the reports will be made available on a website, and you will be notified by mail each time a report is posted and provided with a website link to access the report.

You may elect to receive all future reports in paper free of charge. If you hold accounts through a financial intermediary, you can follow the instructions included with this disclosure, if applicable, or contact your financial intermediary to request that you continue to receive paper copies of your shareholder reports. Please note that not all financial intermediaries may offer this service. Your election to receive reports in paper will apply to all funds held with your financial intermediary.

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## The Markets in Review

Dear Shareholder,

The 12-month reporting period as of October 31, 2020 has been a time of sudden change in global financial markets, as the emergence and spread of the coronavirus (or "COVID-19") led to a vast disruption in the global economy and financial markets. Prior to the outbreak of the virus, U.S. equities and bonds both delivered solid returns, despite fears and doubts about the economy that were ultimately laid to rest with unprecedented monetary stimulus and a sluggish yet resolute performance from the U.S. economy. But as the threat from the coronavirus became more apparent throughout February and March 2020, countries around the world took economically disruptive countermeasures. Stay-at-home orders and closures of non-essential businesses became widespread, many workers were laid off, and unemployment claims spiked, causing a global recession and a sharp fall in equity prices.

After markets hit their lowest point of the reporting period in late March 2020, a steady recovery ensued, as businesses began to re-open and governments learned to adapt to life with the virus. Equity prices continued to rise throughout the summer, fed by strong fiscal and monetary support and improving economic indicators. Many equity indices neared or surpassed all-time highs in early September 2020 before retreating amid concerns about a second wave of infections. In the United States, large-capitalization stocks advanced, outperforming small-capitalization stocks, which declined marginally during the reporting period. International equities from developed economies declined, significantly lagging emerging market stocks, which rebounded sharply.

During the market downturn, the performance of different types of fixed-income securities initially diverged due to a reduced investor appetite for risk. U.S. Treasuries benefited from the risk-off environment, and posted solid returns, as the 10-year U.S. Treasury yield (which is inversely related to bond prices) touched an all-time low. In the corporate bond market, support from the U.S. Federal Reserve (the "Fed") assuaged credit concerns and both investment-grade and high-yield bonds recovered to post positive returns.

The Fed took an accommodative monetary stance in late 2019 to support slowing economic growth. After the coronavirus outbreak, the Fed instituted two emergency interest rate cuts, pushing short-term interest rates close to zero. To stabilize credit markets, the Fed also implemented a new bond-buying program, as did several other central banks around the world, including the European Central Bank and the Bank of Japan.

Looking ahead, while coronavirus-related disruptions have clearly hindered worldwide economic growth, we believe that the global expansion is likely to continue as economic activity resumes. Several risks remain, however, including a potential resurgence of the coronavirus amid loosened restrictions, policy fatigue among governments already deep into deficit spending, and structural damage to the financial system from lengthy economic interruptions.

Overall, we favor a moderately positive stance toward risk, and in particular toward credit given the extraordinary central bank measures taken in recent months. This support extends beyond investment-grade corporates and into high-yield, leading to attractive opportunities in that end of the market. We believe that international diversification and a focus on sustainability can help provide portfolio resilience, and the disruption created by the coronavirus appears to be accelerating the shift toward sustainable investments. We remain neutral on equities overall while favoring emerging market stocks and tilting toward the quality factor for its resilience.

In this environment, our view is that investors need to think globally, extend their scope across a broad array of asset classes, and be nimble as market conditions change. We encourage you to talk with your financial advisor and visit [iShares.com](https://www.ishares.com) for further insight about investing in today's markets.

Sincerely,



Rob Kapito  
President, BlackRock, Inc.



Rob Kapito  
President, BlackRock, Inc.

### Total Returns as of October 31, 2020

	6-Month	12-Month
U.S. large cap equities (S&P 500® Index)	13.29%	9.71%
U.S. small cap equities (Russell 2000® Index)	18.13	(0.14)
International equities (MSCI Europe, Australasia, Far East Index)	8.57	(6.86)
Emerging market equities (MSCI Emerging Markets Index)	20.96	8.25
3-month Treasury bills (ICE BofA 3-Month U.S. Treasury Bill Index)	0.06	0.92
U.S. Treasury securities (ICE BofA 10-Year U.S. Treasury Index)	(1.63)	8.92
U.S. investment grade bonds (Bloomberg Barclays U.S. Aggregate Bond Index)	1.27	6.19
Tax-exempt municipal bonds (S&P Municipal Bond Index)	4.87	3.55
U.S. high yield bonds (Bloomberg Barclays U.S. Corporate High Yield 2% Issuer Capped Index)	10.73	3.42

Past performance is no guarantee of future results. Index performance is shown for illustrative purposes only. You cannot invest directly in an index.

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## Investment Objective

The **iShares U.S. Basic Materials ETF** (the "Fund") seeks to track the investment results of an index composed of U.S. equities in the basic materials sector, as represented by the Dow Jones U.S. Basic Materials Index™ (the "Index"). The Fund invests in a representative sample of securities included in the Index that collectively has an investment profile similar to the Index. Due to the use of representative sampling, the Fund may or may not hold all of the securities that are included in the Index.

## Performance

	Average Annual Total Returns				Cumulative Total Returns		
	6 Months	1 Year	5 Years	10 Years	1 Year	5 Years	10 Years
Fund NAV .....	20.62%	7.55%	7.65%	5.45%	7.55%	44.58%	70.08%
Fund Market .....	20.83	7.68	7.68	5.47	7.68	44.75	70.30
Index .....	20.79	7.92	8.06	5.89	7.92	47.32	77.21

Past performance is no guarantee 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. See "About Fund Performance" on page 12 for more information.

## Expense Example

Actual			Hypothetical 5% Return			Annualized Expense Ratio
Beginning Account Value (05/01/20)	Ending Account Value (10/31/20)	Expenses Paid During the Period <sup>(a)</sup>	Beginning Account Value (05/01/20)	Ending Account Value (10/31/20)	Expenses Paid During the Period <sup>(a)</sup>	
\$ 1,000.00	\$ 1,206.20	\$ 2.34	\$ 1,000.00	\$ 1,023.10	\$ 2.14	0.42%

<sup>(a)</sup> Expenses are calculated using the Fund's annualized expense ratio (as disclosed in the table), multiplied by the average account value for the period, multiplied by the number of days in the period (184 days) and divided by the number of days in the year (365 days). Other fees, such as brokerage commissions and other fees to financial intermediaries, may be paid which are not reflected in the tables and examples above. See "Shareholder Expenses" on page 12 for more information.

## Portfolio Information

### ALLOCATION BY SECTOR

Sector	Percent of Total Investments <sup>(a)</sup>
Chemicals .....	80.1%
Metals & Mining .....	19.9

### TEN LARGEST HOLDINGS

Security	Percent of Total Investments <sup>(a)</sup>
Linde PLC .....	19.2%
Air Products & Chemicals Inc. ....	10.1
Newmont Corp. ....	8.4
Ecolab Inc. ....	7.6
PPG Industries Inc. ....	4.9
Dow Inc. ....	4.7
DuPont de Nemours Inc. ....	4.7
Freeport-McMoRan Inc. ....	4.2
Corteva Inc. ....	4.2
LyondellBasell Industries NV, Class A .....	3.0

<sup>(a)</sup> Excludes money market funds.

## Investment Objective

The **iShares U.S. Consumer Goods ETF** (the "Fund") seeks to track the investment results of an index composed of U.S. equities in the consumer goods sector, as represented by the Dow Jones U.S. Consumer Goods Index™ (the "Index"). The Fund invests in a representative sample of securities included in the Index that collectively has an investment profile similar to the Index. Due to the use of representative sampling, the Fund may or may not hold all of the securities that are included in the Index.

## Performance

	Average Annual Total Returns				Cumulative Total Returns		
	6 Months	1 Year	5 Years	10 Years	1 Year	5 Years	10 Years
Fund NAV .....	22.28%	16.32%	8.18%	11.26%	16.32%	48.13%	190.65%
Fund Market .....	22.43	16.38	8.19	11.27	16.38	48.21	190.86
Index .....	22.57	16.85	8.63	11.75	16.85	51.26	203.65

Past performance is no guarantee 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. See "About Fund Performance" on page 12 for more information.

## Expense Example

Actual			Hypothetical 5% Return			Annualized Expense Ratio
Beginning Account Value (05/01/20)	Ending Account Value (10/31/20)	Expenses Paid During the Period <sup>(a)</sup>	Beginning Account Value (05/01/20)	Ending Account Value (10/31/20)	Expenses Paid During the Period <sup>(a)</sup>	
\$ 1,000.00	\$ 1,222.80	\$ 2.35	\$ 1,000.00	\$ 1,023.10	\$ 2.14	0.42%

<sup>(a)</sup> Expenses are calculated using the Fund's annualized expense ratio (as disclosed in the table), multiplied by the average account value for the period, multiplied by the number of days in the period (184 days) and divided by the number of days in the year (365 days). Other fees, such as brokerage commissions and other fees to financial intermediaries, may be paid which are not reflected in the tables and examples above. See "Shareholder Expenses" on page 12 for more information.

## Portfolio Information

### ALLOCATION BY SECTOR

Sector	Percent of Total Investments <sup>(a)</sup>
Food, Beverage & Tobacco .....	38.4%
Household & Personal Products .....	21.8
Automobiles & Components .....	16.6
Consumer Durables & Apparel .....	15.9
Media & Entertainment .....	4.7
Retailing .....	1.1
Capital Goods .....	1.0
Other (each representing less than 1%) .....	0.5

### TEN LARGEST HOLDINGS

Security	Percent of Total Investments <sup>(a)</sup>
Procter & Gamble Co. (The) .....	13.3%
Tesla Inc. ....	11.2
Coca-Cola Co. (The) .....	7.2
PepsiCo Inc. ....	7.2
Nike Inc., Class B .....	5.8
Philip Morris International Inc. ....	4.3
Mondelez International Inc., Class A .....	2.9
Colgate-Palmolive Co. ....	2.6
Altria Group Inc. ....	2.6
Activision Blizzard Inc. ....	2.3

<sup>(a)</sup> Excludes money market funds.

## Investment Objective

The iShares U.S. Consumer Services ETF (the "Fund") seeks to track the investment results of an index composed of U.S. equities in the consumer services sector, as represented by the Dow Jones U.S. Consumer Services Capped (TR) Index™ (the "Index"). The Fund invests in a representative sample of securities included in the Index that collectively has an investment profile similar to the Index. Due to the use of representative sampling, the Fund may or may not hold all of the securities that are included in the Index.

## Performance

	Average Annual Total Returns				Cumulative Total Returns		
	6 Months	1 Year	5 Years	10 Years	1 Year	5 Years	10 Years
Fund NAV .....	18.93%	11.37%	11.46%	15.41%	11.37%	72.06%	319.20%
Fund Market .....	18.95	11.31	11.46	15.40	11.31	72.03	318.97
Index .....	19.17	11.85	11.95	15.92	11.85	75.84	338.02

Index performance through June 23, 2019 reflects the performance of the Dow Jones U.S. Consumer Services Total Return Index. Index performance beginning on June 24, 2019 reflects the performance of the Dow Jones U.S. Consumer Services Capped (TR) Index™.

Past performance is no guarantee 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. See "About Fund Performance" on page 12 for more information.

## Expense Example

Actual			Hypothetical 5% Return			Annualized Expense Ratio
Beginning Account Value (05/01/20)	Ending Account Value (10/31/20)	Expenses Paid During the Period <sup>(a)</sup>	Beginning Account Value (05/01/20)	Ending Account Value (10/31/20)	Expenses Paid During the Period <sup>(a)</sup>	
\$ 1,000.00	\$ 1,189.30	\$ 2.32	\$ 1,000.00	\$ 1,023.10	\$ 2.14	0.42%

<sup>(a)</sup> Expenses are calculated using the Fund's annualized expense ratio (as disclosed in the table), multiplied by the average account value for the period, multiplied by the number of days in the period (184 days) and divided by the number of days in the year (365 days). Other fees, such as brokerage commissions and other fees to financial intermediaries, may be paid which are not reflected in the tables and examples above. See "Shareholder Expenses" on page 12 for more information.

## Portfolio Information

### ALLOCATION BY SECTOR

Sector	Percent of Total Investments <sup>(a)</sup>
Retailing .....	40.5%
Media & Entertainment .....	22.6
Consumer Services .....	17.5
Food & Staples Retailing .....	12.3
Transportation .....	3.9
Commercial & Professional Services .....	2.2
Other (each representing less than 1%) .....	1.0

### TEN LARGEST HOLDINGS

Security	Percent of Total Investments <sup>(a)</sup>
Amazon.com Inc. ....	9.6%
Home Depot Inc. (The) .....	8.2
Costco Wholesale Corp. ....	4.8
Walmart Inc. ....	4.6
McDonald's Corp. ....	4.6
Netflix Inc. ....	4.4
Comcast Corp., Class A. ....	4.4
Walt Disney Co. (The) .....	4.2
Lowe's Companies Inc. ....	3.8
Starbucks Corp. ....	3.2

<sup>(a)</sup> Excludes money market funds.

## Investment Objective

The **iShares U.S. Financial Services ETF** (the "Fund") seeks to track the investment results of an index composed of U.S. equities in the financial services sector, as represented by the Dow Jones U.S. Financial Services Index™ (the "Index"). The Fund invests in a representative sample of securities included in the Index that collectively has an investment profile similar to the Index. Due to the use of representative sampling, the Fund may or may not hold all of the securities that are included in the Index.

## Performance

	Average Annual Total Returns				Cumulative Total Returns		
	6 Months	1 Year	5 Years	10 Years	1 Year	5 Years	10 Years
Fund NAV .....	4.48%	(13.51)%	7.41%	10.31%	(13.51)%	42.99%	166.73%
Fund Market .....	4.52	(13.56)	7.40	10.31	(13.56)	42.91	166.66
Index .....	4.66	(13.17)	7.88	10.79	(13.17)	46.11	178.50

Past performance is no guarantee 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. See "About Fund Performance" on page 12 for more information.

## Expense Example

Actual			Hypothetical 5% Return			Annualized Expense Ratio
Beginning Account Value (05/01/20)	Ending Account Value (10/31/20)	Expenses Paid During the Period <sup>(a)</sup>	Beginning Account Value (05/01/20)	Ending Account Value (10/31/20)	Expenses Paid During the Period <sup>(a)</sup>	
\$ 1,000.00	\$ 1,044.80	\$ 2.16	\$ 1,000.00	\$ 1,023.10	\$ 2.14	0.42%

<sup>(a)</sup> Expenses are calculated using the Fund's annualized expense ratio (as disclosed in the table), multiplied by the average account value for the period, multiplied by the number of days in the period (184 days) and divided by the number of days in the year (365 days). Other fees, such as brokerage commissions and other fees to financial intermediaries, may be paid which are not reflected in the tables and examples above. See "Shareholder Expenses" on page 12 for more information.

## Portfolio Information

### ALLOCATION BY SECTOR

Sector	Percent of Total Investments <sup>(a)</sup>
Banks .....	40.2%
Diversified Financials .....	37.9
Software & Services .....	21.5
Insurance .....	0.4

### TEN LARGEST HOLDINGS

Security	Percent of Total Investments <sup>(a)</sup>
Visa Inc., Class A .....	11.8%
JPMorgan Chase & Co. ....	11.5
Mastercard Inc., Class A .....	9.8
Bank of America Corp. ....	6.9
Wells Fargo & Co. ....	3.4
Citigroup Inc. ....	3.3
BlackRock Inc. ....	3.3
S&P Global Inc. ....	3.0
Morgan Stanley .....	2.6
Goldman Sachs Group Inc. (The) .....	2.5

<sup>(a)</sup> Excludes money market funds.

## Investment Objective

The **iShares U.S. Financials ETF** (the "Fund") seeks to track the investment results of an index composed of U.S. equities in the financials sector, as represented by the Dow Jones U.S. Financials Capped (TR) Index™ (the "Index"). The Fund invests in a representative sample of securities included in the Index that collectively has an investment profile similar to the Index. Due to the use of representative sampling, the Fund may or may not hold all of the securities that are included in the Index.

## Performance

	Average Annual Total Returns				Cumulative Total Returns		
	6 Months	1 Year	5 Years	10 Years	1 Year	5 Years	10 Years
Fund NAV .....	5.08%	(13.42)%	6.40%	9.54%	(13.42)%	36.36%	148.63%
Fund Market .....	5.08	(13.47)	6.39	9.53	(13.47)	36.30	148.57
Index .....	5.29	(13.05)	6.83	9.99	(13.05)	39.17	159.23

Index performance through June 23, 2019 reflects the performance of the Dow Jones U.S. Financials Total Return Index. Index performance beginning on June 24, 2019 reflects the performance of the Dow Jones U.S. Financials Capped (TR) Index™.

Past performance is no guarantee 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. See "About Fund Performance" on page 12 for more information.

## Expense Example

Actual			Hypothetical 5% Return			
Beginning Account Value (05/01/20)	Ending Account Value (10/31/20)	Expenses Paid During the Period <sup>(a)</sup>	Beginning Account Value (05/01/20)	Ending Account Value (10/31/20)	Expenses Paid During the Period <sup>(a)</sup>	Annualized Expense Ratio
\$ 1,000.00	\$ 1,050.80	\$ 2.17	\$ 1,000.00	\$ 1,023.10	\$ 2.14	0.42%

<sup>(a)</sup> Expenses are calculated using the Fund's annualized expense ratio (as disclosed in the table), multiplied by the average account value for the period, multiplied by the number of days in the period (184 days) and divided by the number of days in the year (365 days). Other fees, such as brokerage commissions and other fees to financial intermediaries, may be paid which are not reflected in the tables and examples above. See "Shareholder Expenses" on page 12 for more information.

## Portfolio Information

### ALLOCATION BY SECTOR

Sector	Percent of Total Investments <sup>(a)</sup>
Diversified Financials .....	31.3%
Banks .....	22.8
Real Estate .....	21.0
Insurance .....	13.6
Software & Services .....	10.6
Commercial & Professional Services .....	0.7

### TEN LARGEST HOLDINGS

Security	Percent of Total Investments <sup>(a)</sup>
Berkshire Hathaway Inc., Class B .....	8.6%
Visa Inc., Class A .....	6.5
JPMorgan Chase & Co. ....	6.4
Mastercard Inc., Class A .....	4.0
Bank of America Corp. ....	3.9
American Tower Corp. ....	2.2
Wells Fargo & Co. ....	1.9
Citigroup Inc. ....	1.9
BlackRock Inc. ....	1.9
S&P Global Inc. ....	1.7

<sup>(a)</sup> Excludes money market funds.



## Investment Objective

The **iShares U.S. Industrials ETF** (the "Fund") seeks to track the investment results of an index composed of U.S. equities in the industrials sector, as represented by the Dow Jones U.S. Industrials Index™ (the "Index"). The Fund invests in a representative sample of securities included in the Index that collectively has an investment profile similar to the Index. Due to the use of representative sampling, the Fund may or may not hold all of the securities that are included in the Index.

## Performance

	Average Annual Total Returns				Cumulative Total Returns		
	6 Months	1 Year	5 Years	10 Years	1 Year	5 Years	10 Years
Fund NAV .....	19.72%	3.83%	10.88%	12.27%	3.83%	67.60%	218.12%
Fund Market .....	19.95	3.96	10.91	12.28	3.96	67.80	218.52
Index .....	19.97	4.27	11.37	12.77	4.27	71.31	232.55

Past performance is no guarantee 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. See "About Fund Performance" on page 12 for more information.

## Expense Example

Actual			Hypothetical 5% Return			Annualized Expense Ratio
Beginning Account Value (05/01/20)	Ending Account Value (10/31/20)	Expenses Paid During the Period <sup>(a)</sup>	Beginning Account Value (05/01/20)	Ending Account Value (10/31/20)	Expenses Paid During the Period <sup>(a)</sup>	
\$ 1,000.00	\$ 1,197.20	\$ 2.33	\$ 1,000.00	\$ 1,023.10	\$ 2.14	0.42%

<sup>(a)</sup> Expenses are calculated using the Fund's annualized expense ratio (as disclosed in the table), multiplied by the average account value for the period, multiplied by the number of days in the period (184 days) and divided by the number of days in the year (365 days). Other fees, such as brokerage commissions and other fees to financial intermediaries, may be paid which are not reflected in the tables and examples above. See "Shareholder Expenses" on page 12 for more information.

## Portfolio Information

### ALLOCATION BY SECTOR

Sector	Percent of Total Investments <sup>(a)</sup>
Capital Goods .....	47.4%
Software & Services .....	21.1
Transportation .....	13.7
Materials .....	6.5
Commercial & Professional Services .....	5.5
Technology Hardware & Equipment .....	5.4
Pharmaceuticals, Biotechnology & Life Sciences .....	0.4

### TEN LARGEST HOLDINGS

Security	Percent of Total Investments <sup>(a)</sup>
PayPal Holdings Inc. ....	6.0%
Accenture PLC, Class A. ....	3.8
Union Pacific Corp. ....	3.3
Honeywell International Inc. ....	3.2
United Parcel Service Inc., Class B .....	3.0
3M Co. ....	2.5
Lockheed Martin Corp. ....	2.4
Caterpillar Inc. ....	2.3
Raytheon Technologies Corp. ....	2.3
Fidelity National Information Services Inc. ....	2.1

<sup>(a)</sup> Excludes money market funds.

## Investment Objective

The **iShares MSCI KLD 400 Social ETF** (the "Fund") seeks to track the investment results of an index composed of U.S. companies that have positive environmental, social and governance characteristics, as represented by the MSCI KLD 400 Social Index (the "Index"). The index excludes companies involved in tobacco, alcohol, gambling, controversial weapons, civilian firearms, nuclear weapons, conventional weapons, nuclear power, adult entertainment and genetically modified organisms (GMOs). The Fund invests in a representative sample of securities included in the Index that collectively has an investment profile similar to the Index. Due to the use of representative sampling, the Fund may or may not hold all of the securities that are included in the Index.

## Performance

	Average Annual Total Returns				Cumulative Total Returns		
	6 Months	1 Year	5 Years	10 Years	1 Year	5 Years	10 Years
Fund NAV .....	14.19%	12.11%	11.80%	12.52%	12.11%	74.66%	225.38%
Fund Market .....	14.41	12.23	11.83	12.53	12.23	74.91	225.66
Index .....	14.33	12.39	12.23	13.03	12.39	78.08	240.22

Past performance is no guarantee 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. See "About Fund Performance" on page 12 for more information.

## Expense Example

Actual			Hypothetical 5% Return			Annualized Expense Ratio
Beginning Account Value (05/01/20)	Ending Account Value (10/31/20)	Expenses Paid During the Period <sup>(a)</sup>	Beginning Account Value (05/01/20)	Ending Account Value (10/31/20)	Expenses Paid During the Period <sup>(a)</sup>	
\$ 1,000.00	\$ 1,141.90	\$ 1.35	\$ 1,000.00	\$ 1,023.90	\$ 1.28	0.25%

<sup>(a)</sup> Expenses are calculated using the Fund's annualized expense ratio (as disclosed in the table), multiplied by the average account value for the period, multiplied by the number of days in the period (184 days) and divided by the number of days in the year (365 days). Other fees, such as brokerage commissions and other fees to financial intermediaries, may be paid which are not reflected in the tables and examples above. See "Shareholder Expenses" on page 12 for more information.

## Portfolio Information

### ALLOCATION BY SECTOR

Sector	Percent of Total Investments <sup>(a)</sup>
Information Technology .....	31.7%
Communication Services .....	13.9
Health Care .....	10.3
Consumer Discretionary .....	10.1
Industrials .....	8.8
Consumer Staples .....	8.0
Financials .....	7.6
Real Estate .....	3.2
Materials .....	3.1
Utilities .....	2.0
Energy .....	1.3

### TEN LARGEST HOLDINGS

Security	Percent of Total Investments <sup>(a)</sup>
Microsoft Corp. ....	9.5%
Facebook Inc., Class A .....	4.1
Alphabet Inc., Class C .....	3.2
Alphabet Inc., Class A .....	3.2
Procter & Gamble Co. (The) .....	2.2
NVIDIA Corp. ....	2.0
Visa Inc., Class A .....	2.0
Tesla Inc. ....	1.9
Home Depot Inc. (The) .....	1.9
Mastercard Inc., Class A .....	1.7

<sup>(a)</sup> Excludes money market funds.

## Investment Objective

The iShares MSCI USA ESG Select ETF (the "Fund") seeks to track the investment results of an index composed of U.S. companies that have positive environmental, social and governance characteristics, as represented by the MSCI USA Extended ESG Select Index (the "Index"). The index further excludes companies whose primary revenue is derived from alcohol, gambling, nuclear power, conventional and controversial weapons and civilian firearms. The Fund invests in a representative sample of securities included in the Index that collectively has an investment profile similar to the Index. Due to the use of representative sampling, the Fund may or may not hold all of the securities that are included in the Index.

## Performance

	Average Annual Total Returns				Cumulative Total Returns		
	6 Months	1 Year	5 Years	10 Years	1 Year	5 Years	10 Years
Fund NAV .....	17.90%	16.55%	12.94%	12.48%	16.55%	83.74%	224.13%
Fund Market .....	18.04	16.60	12.95	12.48	16.60	83.85	224.26
Index .....	18.06	16.86	13.37	12.98	16.86	87.32	238.92

Past performance is no guarantee 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. See "About Fund Performance" on page 12 for more information.

## Expense Example

Actual			Hypothetical 5% Return			
Beginning Account Value (05/01/20)	Ending Account Value (10/31/20)	Expenses Paid During the Period <sup>(a)</sup>	Beginning Account Value (05/01/20)	Ending Account Value (10/31/20)	Expenses Paid During the Period <sup>(a)</sup>	Annualized Expense Ratio
\$ 1,000.00	\$ 1,179.00	\$ 1.37	\$ 1,000.00	\$ 1,023.90	\$ 1.28	0.25%

<sup>(a)</sup> Expenses are calculated using the Fund's annualized expense ratio (as disclosed in the table), multiplied by the average account value for the period, multiplied by the number of days in the period (184 days) and divided by the number of days in the year (365 days). Other fees, such as brokerage commissions and other fees to financial intermediaries, may be paid which are not reflected in the tables and examples above. See "Shareholder Expenses" on page 12 for more information.

## Portfolio Information

### ALLOCATION BY SECTOR

Sector	Percent of Total Investments <sup>(a)</sup>
Information Technology .....	29.8%
Health Care .....	13.0
Industrials .....	11.6
Consumer Discretionary .....	9.3
Financials .....	8.7
Consumer Staples .....	8.1
Communication Services .....	8.0
Real Estate .....	3.9
Utilities .....	3.6
Materials .....	2.6
Energy .....	1.4

<sup>(a)</sup> Excludes money market funds.

### TEN LARGEST HOLDINGS

Security	Percent of Total Investments <sup>(a)</sup>
Microsoft Corp. ....	4.9%
Apple Inc. ....	4.8
salesforce.com Inc. ....	3.0
Alphabet Inc., Class A .....	3.0
Accenture PLC, Class A .....	2.6
Cummins Inc. ....	2.3
3M Co. ....	2.0
BlackRock Inc. ....	2.0
Home Depot Inc. (The) .....	2.0
Alphabet Inc., Class C .....	1.9

## About Fund Performance

Past performance is not an indication of future results. Financial markets have experienced extreme volatility and trading in many instruments has been disrupted. These circumstances may continue for an extended period of time and may continue to affect adversely the value and liquidity of the fund's investments. As a result, current performance may be lower or higher than the performance data quoted. Performance data current to the most recent month-end is available at iShares.com. Performance results assume reinvestment of all dividends and capital gain distributions and do not reflect the deduction of taxes that a shareholder would pay on fund distributions or on the redemption or sale of fund shares. The investment return and principal value of shares will vary with changes in market conditions. Shares may be worth more or less than their original cost when they are redeemed or sold in the market. Performance for certain funds may reflect a waiver of a portion of investment advisory fees. Without such a waiver, performance would have been lower.

Net asset value or "NAV" is the value of one share of a fund as calculated in accordance with the standard formula for valuing mutual fund shares. The price used to calculate market return ("Market Price") is determined by using the midpoint between the highest bid and the lowest ask on the primary stock exchange on which shares of a fund are listed for trading, as of the time that such fund's NAV is calculated. Market and NAV returns assume that dividends and capital gain distributions have been reinvested at Market Price and NAV, respectively.

An index is a statistical composite that tracks a specified financial market or sector. Unlike a fund, an index does not actually hold a portfolio of securities and therefore does not incur the expenses incurred by a fund. These expenses negatively impact fund performance. Also, market returns do not include brokerage commissions that may be payable on secondary market transactions. If brokerage commissions were included, market returns would be lower.

## Shareholder Expenses

As a shareholder of your Fund, you incur two types of costs: (1) transaction costs, including brokerage commissions on purchases and sales of fund shares and (2) ongoing costs, including management fees and other fund expenses. The expense example, which is based on an investment of \$1,000 invested at the beginning of the period (or from the commencement of operations if less than 6 months) and held through the end of the period, is intended to help you understand your ongoing costs (in dollars and cents) of investing in your Fund and to compare these costs with the ongoing costs of investing in other funds.

**Actual Expenses** – The table provides information about actual account values and actual expenses. Annualized expense ratios reflect contractual and voluntary fee waivers, if any. To estimate the expenses that you paid on your account over the period, simply divide your account value by \$1,000 (for example, an \$8,600 account value divided by \$1,000 = 8.6), then multiply the result by the number under the heading entitled "Expenses Paid During the Period."

**Hypothetical Example for Comparison Purposes** – The table also provides information about hypothetical account values and hypothetical expenses based on your Fund's actual expense ratio and an assumed rate of return of 5% per year before expenses. You may use this information to compare the ongoing costs of investing in your Fund and other funds. To do so, compare this 5% hypothetical example with the 5% hypothetical examples that appear in the shareholder reports of the other funds.

Please note that the expenses shown in the table are meant to highlight your ongoing costs only and do not reflect any transactional costs, such as brokerage commissions and other fees paid on purchases and sales of fund shares. Therefore, the hypothetical examples are useful in comparing ongoing costs only and will not help you determine the relative total costs of owning different funds. In addition, if these transactional costs were included, your costs would have been higher.

# Schedule of Investments (unaudited)

October 31, 2020

iShares® U.S. Basic Materials ETF  
(Percentages shown are based on Net Assets)

Security	Shares	Value
<b>Common Stocks</b>		
<b>Chemicals — 80.0%</b>		
Air Products & Chemicals Inc. ....	234,973	\$ 64,908,941
Albemarle Corp. ....	118,774	11,070,925
Ashland Global Holdings Inc. ....	66,579	4,645,217
Axalta Coating Systems Ltd. <sup>(a)</sup> ....	246,370	6,186,351
Celanese Corp. ....	130,172	14,775,824
CF Industries Holdings Inc. ....	243,133	6,712,902
Chemours Co. (The) ....	204,547	4,119,577
Corteva Inc. ....	807,996	26,647,708
Dow Inc. ....	664,838	30,243,481
DuPont de Nemours Inc. ....	529,404	30,112,499
Eastman Chemical Co. ....	148,597	12,012,581
Ecolab Inc. ....	264,921	48,636,846
Element Solutions Inc. <sup>(a)</sup> ....	287,052	3,364,249
FMC Corp. ....	142,593	14,650,005
Huntsman Corp. ....	236,198	5,737,249
Ingevity Corp. <sup>(a)</sup> ....	55,619	3,052,371
International Flavors & Fragrances Inc. <sup>(b)</sup> ....	118,793	12,195,289
Linde PLC. ....	556,282	122,571,176
LyondellBasell Industries NV, Class A. ....	279,537	19,134,308
Mosaic Co. (The) ....	397,960	7,362,260
NewMarket Corp. ....	9,504	3,399,486
PPG Industries Inc. ....	240,565	31,206,092
RPM International Inc. ....	144,335	12,220,844
Scotts Miracle-Gro Co. (The) ....	47,052	7,060,153
Valvoline Inc. ....	227,552	4,475,948
Westlake Chemical Corp. ....	43,035	2,910,027
WR Grace & Co. ....	80,372	3,495,378
		512,907,687
<b>Metals &amp; Mining — 19.8%</b>		
Alcoa Corp. <sup>(a)</sup> ....	247,027	3,191,589
Commercial Metals Co. ....	157,410	3,250,516
Freeport-McMoRan Inc. ....	1,565,897	27,152,654

## Affiliates

Investments in issuers considered to be affiliate(s) of the Fund during the six months ended October 31, 2020 for purposes of Section 2(a)(3) of the Investment Company Act of 1940, as amended, were as follows:

Affiliated Issuer	Value at 04/30/20	Purchases at Cost	Proceeds from Sales	Net Realized Gain (Loss)	Change in Unrealized Appreciation (Depreciation)	Value at 10/31/20	Shares Held at 10/31/20	Income	Capital Gain Distributions from Underlying Funds
BlackRock Cash Funds: Institutional, SL Agency Shares	\$7,978,484	\$2,925,315 <sup>(a)</sup>	\$ —	\$ 13,171	\$ (15,578)	\$10,901,392	10,893,766	\$26,342 <sup>(b)</sup>	\$ —
BlackRock Cash Funds: Treasury, SL Agency Shares	357,000	870,000 <sup>(a)</sup>	—	—	—	1,227,000	1,227,000	380	—
				\$ 13,171	\$ (15,578)	\$12,128,392		\$26,722	\$ —

<sup>(a)</sup> Represents net amount purchased (sold).

<sup>(b)</sup> All or a portion represents securities lending income earned from the reinvestment of cash collateral from loaned securities, net of fees and collateral investment expenses, and other payments to and from borrowers of securities.

October 31, 2020

**Futures Contracts**

<i>Description</i>	<i>Number of Contracts</i>	<i>Expiration Date</i>	<i>Notional Amount (000)</i>	<i>Value/ Unrealized Appreciation (Depreciation)</i>
Long Contracts				
S&P MidCap 400 E-Mini Index .....	1	12/18/20	\$ 190	\$ (602)
S&P Select Sector Industrial E-Mini Index .....	8	12/18/20	609	(14,187)
				<u>\$ (14,789)</u>

**Derivative Financial Instruments Categorized by Risk Exposure**

As of October 31, 2020, the fair values of derivative financial instruments located in the Statements of Assets and Liabilities were as follows:

	<i>Equity Contracts</i>
<b>Liabilities — Derivative Financial Instruments</b>	
Futures contracts	
Unrealized depreciation on futures contracts <sup>(a)</sup> .....	<u>\$ 14,789</u>

<sup>(a)</sup> Net cumulative appreciation (depreciation) on futures contracts are reported in the Schedule of Investments. In the Statements of Assets and Liabilities, only current day's variation margin is reported in receivables or payables and the net cumulative unrealized appreciation (depreciation) is included in accumulated earnings (loss).

For the six months ended October 31, 2020, the effect of derivative financial instruments in the Statements of Operations was as follows:

	<i>Equity Contracts</i>
<b>Net Realized Gain (Loss) from:</b>	
Futures contracts .....	<u>\$ 114,274</u>
<b>Net Change in Unrealized Appreciation (Depreciation) on:</b>	
Futures contracts .....	<u>\$ (52,747)</u>

**Average Quarterly Balances of Outstanding Derivative Financial Instruments**

Futures contracts:	
Average notional value of contracts — long .....	<u>\$612,987</u>

For more information about the Fund's investment risks regarding derivative financial instruments, refer to the Notes to Financial Statements.

**Fair Value Measurements**

Various inputs are used in determining the fair value of financial instruments. For description of the input levels and information about the Fund's policy regarding valuation of financial instruments, refer to the Notes to Financial Statements.

The following table summarizes the value of the Fund's investments according to the fair value hierarchy as of October 31, 2020. The breakdown of the Fund's investments into major categories is disclosed in the Schedule of Investments above.

	<i>Level 1</i>	<i>Level 2</i>	<i>Level 3</i>	<i>Total</i>
Investments				
Assets				
Common Stocks .....	\$640,191,880	\$ —	\$ —	\$640,191,880
Money Market Funds .....	12,128,392	—	—	12,128,392
	<u>\$652,320,272</u>	<u>\$ —</u>	<u>\$ —</u>	<u>\$652,320,272</u>
Derivative financial instruments <sup>(a)</sup>				
Liabilities				
Futures Contracts .....	<u>\$ (14,789)</u>	<u>\$ —</u>	<u>\$ —</u>	<u>\$ (14,789)</u>

<sup>(a)</sup> Shown at the unrealized appreciation (depreciation) on the contracts.

See notes to financial statements.

# Schedule of Investments (unaudited)

October 31, 2020

## iShares® U.S. Consumer Goods ETF

(Percentages shown are based on Net Assets)

Security	Shares	Value
<b>Common Stocks</b>		
<b>Auto Components — 2.1%</b>		
Aptiv PLC	64,400	\$ 6,213,956
Autoliv Inc.	18,706	1,417,915
BorgWarner Inc.	58,299	2,039,299
Gentex Corp.	58,732	1,625,114
Lear Corp.	13,034	1,574,638
		12,870,922
<b>Automobiles — 14.5%</b>		
Ford Motor Co.	931,935	7,203,857
General Motors Co.	300,354	10,371,224
Harley-Davidson Inc.	36,470	1,199,134
Tesla Inc. <sup>(a)(b)</sup>	177,786	68,988,079
Thor Industries Inc.	13,138	1,111,212
		88,873,506
<b>Beverages — 18.2%</b>		
Boston Beer Co. Inc. (The), Class A, NVS <sup>(a)</sup>	2,170	2,255,020
Brown-Forman Corp., Class B, NVS	43,531	3,034,546
Coca-Cola Co. (The)	922,004	44,311,512
Constellation Brands Inc., Class A	40,073	6,621,262
Keurig Dr Pepper Inc.	110,752	2,979,229
Molson Coors Beverage Co., Class B	44,938	1,584,514
Monster Beverage Corp. <sup>(a)</sup>	88,047	6,741,759
National Beverage Corp. <sup>(a)(b)</sup>	2,784	217,959
PepsiCo Inc.	330,231	44,016,490
		111,762,291
<b>Distributors — 1.0%</b>		
Genuine Parts Co.	34,406	3,111,335
Pool Corp.	9,558	3,343,675
		6,455,010
<b>Diversified Financial Services — 0.2%</b>		
Jefferies Financial Group Inc.	51,338	1,001,604
<b>Entertainment — 4.6%</b>		
Activision Blizzard Inc.	184,089	13,941,060
Electronic Arts Inc. <sup>(a)</sup>	68,877	8,253,531
Take-Two Interactive Software Inc. <sup>(a)</sup>	27,269	4,224,513
Zynga Inc., Class A <sup>(a)</sup>	238,700	2,145,913
		28,565,017
<b>Food &amp; Staples Retailing — 0.4%</b>		
Performance Food Group Co. <sup>(a)</sup>	31,592	1,061,807
U.S. Foods Holding Corp. <sup>(a)(b)</sup>	52,512	1,097,501
		2,159,308
<b>Food Products — 13.3%</b>		
Archer-Daniels-Midland Co.	132,520	6,127,725
Beyond Meat Inc. <sup>(a)</sup>	11,774	1,676,971
Bunge Ltd.	33,366	1,892,853
Campbell Soup Co.	48,317	2,254,954
Conagra Brands Inc.	116,501	4,088,020
Darling Ingredients Inc. <sup>(a)(b)</sup>	38,544	1,657,392
Flowers Foods Inc.	46,834	1,104,346
General Mills Inc.	145,702	8,613,902
Hain Celestial Group Inc. (The) <sup>(a)</sup>	20,001	615,031
Hershey Co. (The)	35,156	4,832,544
Hormel Foods Corp.	66,922	3,258,432
Ingredion Inc.	15,944	1,130,270
JM Smucker Co. (The)	27,206	3,052,513
Kellogg Co.	60,521	3,806,166
Kraft Heinz Co. (The)	154,538	4,727,317

Security	Shares	Value
<b>Food Products (continued)</b>		
Lamb Weston Holdings Inc.	34,674	\$ 2,200,065
Lancaster Colony Corp.	4,643	771,388
McCormick & Co. Inc./MD, NVS	29,560	5,335,876
Mondelez International Inc., Class A	340,654	18,095,540
Pilgrim's Pride Corp. <sup>(a)(b)</sup>	11,682	195,557
Post Holdings Inc. <sup>(a)(b)</sup>	14,984	1,287,126
Seaboard Corp.	62	213,590
TreeHouse Foods Inc. <sup>(a)(b)</sup>	13,437	521,893
Tyson Foods Inc., Class A	70,178	4,016,287
		81,475,758
<b>Household Durables — 4.3%</b>		
DR Horton Inc.	78,935	5,273,647
Helen of Troy Ltd. <sup>(a)</sup>	6,027	1,142,719
Leggett & Platt Inc.	31,644	1,320,504
Lennar Corp., Class A	65,495	4,599,714
Lennar Corp., Class B	3,683	209,526
Mohawk Industries Inc. <sup>(a)</sup>	14,292	1,474,792
Newell Brands Inc.	90,235	1,593,550
NVR Inc. <sup>(a)</sup>	831	3,285,018
PulteGroup Inc.	63,962	2,607,091
Tempur Sealy International Inc. <sup>(a)</sup>	11,407	1,015,223
Toll Brothers Inc.	27,329	1,155,470
Whirlpool Corp.	14,857	2,747,951
		26,425,205
<b>Household Products — 19.6%</b>		
Church & Dwight Co. Inc.	58,983	5,213,507
Clorox Co. (The)	30,102	6,238,640
Colgate-Palmolive Co.	204,487	16,131,979
Energizer Holdings Inc.	13,943	548,657
Kimberly-Clark Corp.	81,339	10,784,738
Procter & Gamble Co. (The)	593,767	81,405,456
Reynolds Consumer Products Inc.	13,053	368,617
		120,691,594
<b>Leisure Products — 1.9%</b>		
Brunswick Corp./DE	18,841	1,200,360
Hasbro Inc.	30,404	2,515,019
Mattel Inc. <sup>(a)</sup>	82,778	1,139,853
Peloton Interactive Inc., Class A <sup>(a)</sup>	49,147	5,416,491
Polaris Inc.	13,772	1,251,324
		11,523,047
<b>Machinery — 1.0%</b>		
Stanley Black & Decker Inc.	38,084	6,329,561
<b>Personal Products — 2.1%</b>		
Coty Inc., Class A	67,763	196,512
Estee Lauder Companies Inc. (The), Class A	53,797	11,817,049
Herbalife Nutrition Ltd. <sup>(a)</sup>	23,313	1,052,349
		13,065,910
<b>Textiles, Apparel &amp; Luxury Goods — 9.7%</b>		
Carter's Inc.	10,384	845,777
Columbia Sportswear Co.	7,283	543,239
Deckers Outdoor Corp. <sup>(a)</sup>	6,694	1,696,059
Hanesbrands Inc.	82,859	1,331,544
Levi Strauss & Co., Class A	15,557	245,490
Lululemon Athletica Inc. <sup>(a)</sup>	28,260	9,023,135
Nike Inc., Class B	296,898	35,651,512
PVH Corp.	16,947	987,841
Ralph Lauren Corp.	11,473	766,970
Skechers U.S.A. Inc., Class A <sup>(a)(b)</sup>	32,440	1,028,672

# Schedule of Investments (unaudited) (continued)

October 31, 2020

**iShares® U.S. Consumer Goods ETF**  
(Percentages shown are based on Net Assets)

Security	Shares	Value
<b>Textiles, Apparel &amp; Luxury Goods (continued)</b>		
Tapestry Inc.....	65,741	\$ 1,461,422
Under Armour Inc., Class A <sup>(a)(b)</sup> .....	45,140	624,738
Under Armour Inc., Class C, NVS <sup>(a)</sup> .....	46,552	569,331
VF Corp. ....	76,202	5,120,774
		<u>59,896,504</u>
<b>Tobacco — 6.9%</b>		
Altria Group Inc. ....	443,222	15,991,450
Philip Morris International Inc. ....	371,408	26,377,396
		<u>42,368,846</u>
<b>Total Common Stocks — 99.8%</b> <b>(Cost: \$581,238,045)</b> .....		<u>613,464,083</u>

## Short-Term Investments

### Money Market Funds — 1.8%

BlackRock Cash Funds: Institutional, SL Agency Shares, 0.20% <sup>(c)(d)(e)</sup> .....	10,261,242	10,268,425
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## Affiliates

Investments in issuers considered to be affiliate(s) of the Fund during the six months ended October 31, 2020 for purposes of Section 2(a)(3) of the Investment Company Act of 1940, as amended, were as follows:

Affiliated Issuer	Value at 04/30/20	Purchases at Cost	Proceeds from Sales	Net Realized Gain (Loss)	Change in Unrealized Appreciation (Depreciation)	Value at 10/31/20	Shares Held at 10/31/20	Income	Capital Gain Distributions from Underlying Funds
BlackRock Cash Funds: Institutional, SL Agency Shares .....	\$1,687,862	\$8,581,859 <sup>(a)</sup>	\$ —	\$ 820	\$ (2,116)	\$10,268,425	10,261,242	\$12,438 <sup>(b)</sup>	\$ —
BlackRock Cash Funds: Treasury, SL Agency Shares .....	572,000	238,000 <sup>(a)</sup>	—	—	—	810,000	810,000	577	—
				<u>\$ 820</u>	<u>\$ (2,116)</u>	<u>\$11,078,425</u>		<u>\$13,015</u>	<u>\$ —</u>

<sup>(a)</sup> Represents net amount purchased (sold).

<sup>(b)</sup> All or a portion represents securities lending income earned from the reinvestment of cash collateral from loaned securities, net of fees and collateral investment expenses, and other payments to and from borrowers of securities.

## Futures Contracts

Description	Number of Contracts	Expiration Date	Notional Amount (000)	Value/ Unrealized Appreciation (Depreciation)
<b>Long Contracts</b>				
S&P MidCap 400 E-Mini Index .....	3	12/18/20	\$ 569	\$ 1,883
S&P Select Sector Consumer Staples E-Mini Index .....	13	12/18/20	810	(16,239)
				<u>\$ (14,356)</u>



October 31, 2020

**Derivative Financial Instruments Categorized by Risk Exposure**

As of October 31, 2020, the fair values of derivative financial instruments located in the Statements of Assets and Liabilities were as follows:

	<i>Equity Contracts</i>
<b>Assets — Derivative Financial Instruments</b>	
Futures contracts	
Unrealized appreciation on futures contracts <sup>(a)</sup> .....	\$ 1,883
<b>Liabilities — Derivative Financial Instruments</b>	
Futures contracts	
Unrealized depreciation on futures contracts <sup>(a)</sup> .....	16,239

<sup>(a)</sup> Net cumulative appreciation (depreciation) on futures contracts are reported in the Schedule of Investments. In the Statements of Assets and Liabilities, only current day's variation margin is reported in receivables or payables and the net cumulative unrealized appreciation (depreciation) is included in accumulated earnings (loss).

For the six months ended October 31, 2020, the effect of derivative financial instruments in the Statements of Operations was as follows:

	<i>Equity Contracts</i>
<b>Net Realized Gain (Loss) from:</b>	
Futures contracts .....	\$205,084
<b>Net Change in Unrealized Appreciation (Depreciation) on:</b>	
Futures contracts .....	\$ (96,912)

**Average Quarterly Balances of Outstanding Derivative Financial Instruments**

Futures contracts:	
Average notional value of contracts — long .....	\$1,320,137

For more information about the Fund's investment risks regarding derivative financial instruments, refer to the Notes to Financial Statements.

**Fair Value Measurements**

Various inputs are used in determining the fair value of financial instruments. For description of the input levels and information about the Fund's policy regarding valuation of financial instruments, refer to the Notes to Financial Statements.

The following table summarizes the value of the Fund's investments according to the fair value hierarchy as of October 31, 2020. The breakdown of the Fund's investments into major categories is disclosed in the Schedule of Investments above.

	<i>Level 1</i>	<i>Level 2</i>	<i>Level 3</i>	<i>Total</i>
Investments				
Assets				
Common Stocks .....	\$613,464,083	\$ —	\$ —	\$613,464,083
Money Market Funds .....	11,078,425	—	—	11,078,425
	<u>\$624,542,508</u>	<u>\$ —</u>	<u>\$ —</u>	<u>\$624,542,508</u>
Derivative financial instruments <sup>(a)</sup>				
Assets				
Futures Contracts .....	\$ 1,883	\$ —	\$ —	\$ 1,883
Liabilities				
Futures Contracts .....	(16,239)	—	—	(16,239)
	<u>\$ (14,356)</u>	<u>\$ —</u>	<u>\$ —</u>	<u>\$ (14,356)</u>

<sup>(a)</sup> Shown at the unrealized appreciation (depreciation) on the contracts.

See notes to financial statements.

# Schedule of Investments (unaudited)

October 31, 2020

## iShares® U.S. Consumer Services ETF

(Percentages shown are based on Net Assets)

Security	Shares	Value
<b>Common Stocks</b>		
<b>Airlines — 2.1%</b>		
Alaska Air Group Inc.....	40,516	\$ 1,535,151
American Airlines Group Inc. (a) .....	165,806	1,870,292
Delta Air Lines Inc.....	208,183	6,378,727
JetBlue Airways Corp. (a)(b) .....	89,271	1,068,574
Southwest Airlines Co. ....	192,553	7,611,620
United Airlines Holdings Inc. (b) .....	95,046	3,218,258
		21,682,622
<b>Commercial Services &amp; Supplies — 1.2%</b>		
Copart Inc. (b) .....	67,443	7,443,010
IAA Inc. (b) .....	43,690	2,472,417
Rollins Inc. ....	48,134	2,784,552
		12,699,979
<b>Distributors — 0.3%</b>		
LKQ Corp. (a)(b) .....	91,380	2,923,246
<b>Diversified Consumer Services — 1.4%</b>		
Bright Horizons Family Solutions Inc. (a)(b) .....	19,698	3,113,269
Chegg Inc. (a)(b) .....	40,583	2,980,416
frontdoor Inc. (b) .....	27,993	1,109,083
Grand Canyon Education Inc. (b) .....	15,493	1,214,186
H&R Block Inc. ....	63,212	1,091,039
Service Corp. International .....	57,488	2,662,269
Terminix Global Holdings Inc. (b) .....	43,001	2,024,917
		14,195,179
<b>Entertainment — 10.0%</b>		
Liberty Media Corp.-Liberty Formula One, Class A (a)(b) .....	8,418	280,319
Liberty Media Corp.-Liberty Formula One, Class C, NVS (b) .....	66,372	2,398,020
Live Nation Entertainment Inc. (b) .....	46,380	2,263,344
Madison Square Garden Sports Corp. (a)(b) .....	5,678	804,232
Netflix Inc. (b) .....	95,560	45,461,714
Roku Inc. (b) .....	34,564	6,995,754
Walt Disney Co. (The) .....	358,415	43,457,819
Warner Music Group Corp., Class A .....	29,016	769,795
World Wrestling Entertainment Inc., Class A .....	15,299	556,272
		102,987,269
<b>Food &amp; Staples Retailing — 12.3%</b>		
BJ's Wholesale Club Holdings Inc. (a)(b) .....	44,940	1,720,753
Casey's General Stores Inc. ....	12,035	2,028,740
Costco Wholesale Corp.....	137,974	49,342,262
Kroger Co. (The) .....	253,991	8,181,050
Sprouts Farmers Market Inc. (a)(b) .....	38,650	736,282
Sysco Corp. ....	166,060	9,184,778
Walgreens Boots Alliance Inc. ....	234,821	7,993,307
Walmart Inc. ....	341,685	47,408,794
		126,595,966
<b>Health Care Providers &amp; Services — 0.9%</b>		
AmerisourceBergen Corp.....	48,048	4,615,971
Cardinal Health Inc. ....	95,601	4,377,570
		8,993,541
<b>Hotels, Restaurants &amp; Leisure — 16.1%</b>		
Aramark .....	82,503	2,288,633
Boyd Gaming Corp.....	26,280	833,602
Carnival Corp. (a) .....	168,985	2,316,784
Chipotle Mexican Grill Inc. (b) .....	9,133	10,973,117
Choice Hotels International Inc.....	9,434	824,060
Churchill Downs Inc. ....	11,568	1,725,367

Security	Shares	Value
<b>Hotels, Restaurants &amp; Leisure (continued)</b>		
Cracker Barrel Old Country Store Inc.....	7,764	\$ 883,699
Darden Restaurants Inc. ....	42,508	3,907,335
Domino's Pizza Inc. ....	12,837	4,856,494
DraftKings Inc., Class A (a)(b) .....	98,574	3,489,520
Dunkin' Brands Group Inc.....	26,826	2,674,821
Hilton Worldwide Holdings Inc. ....	90,537	7,950,054
Hyatt Hotels Corp., Class A .....	11,593	639,238
Las Vegas Sands Corp. ....	107,134	5,148,860
Marriott International Inc./MD, Class A .....	86,827	8,064,492
Marriott Vacations Worldwide Corp.....	13,454	1,299,656
McDonald's Corp.....	221,586	47,197,818
MGM Resorts International (a) .....	133,676	2,749,715
Norwegian Cruise Line Holdings Ltd. (b) .....	89,724	1,492,110
Planet Fitness Inc., Class A (b) .....	26,053	1,544,161
Royal Caribbean Cruises Ltd.....	58,155	3,281,105
Starbucks Corp. ....	381,732	33,195,415
Texas Roadhouse Inc. ....	21,380	1,497,241
Vail Resorts Inc. (a) .....	13,099	3,039,492
Wendy's Co. (The) .....	58,674	1,282,027
Wyndham Hotels & Resorts Inc. ....	30,324	1,410,369
Wynn Resorts Ltd. ....	31,664	2,293,424
Yum! Brands Inc. ....	98,413	9,184,885
		166,043,494
<b>Interactive Media &amp; Services — 0.9%</b>		
Pinterest Inc., Class A (b) .....	151,002	8,901,568
TripAdvisor Inc. ....	31,489	601,755
		9,503,323
<b>Internet &amp; Direct Marketing Retail — 12.7%</b>		
Amazon.com Inc. (b) .....	32,497	98,665,767
Booking Holdings Inc. (b) .....	13,371	21,694,447
Expedia Group Inc. ....	44,355	4,176,023
Qurate Retail Inc., Series A .....	126,974	859,614
Wayfair Inc., Class A (a)(b) .....	22,336	5,539,998
		130,935,849
<b>IT Services — 0.1%</b>		
LiveRamp Holdings Inc. (b) .....	21,588	1,426,751
<b>Media — 11.7%</b>		
Altice USA Inc., Class A (b) .....	107,943	2,909,064
Cable One Inc.....	1,770	3,065,392
Charter Communications Inc., Class A (a)(b) .....	48,843	29,492,380
Comcast Corp., Class A .....	1,071,710	45,269,030
Discovery Inc., Class A (a)(b) .....	52,499	1,062,580
Discovery Inc., Class C, NVS (a)(b) .....	100,931	1,849,056
DISH Network Corp., Class A (b) .....	80,499	2,051,920
Fox Corp., Class A, NVS .....	112,234	2,976,446
Fox Corp., Class B (b) .....	51,332	1,341,818
Interpublic Group of Companies Inc. (The) .....	127,164	2,300,397
Liberty Broadband Corp., Class A (b) .....	7,641	1,073,943
Liberty Broadband Corp., Class C, NVS (b) .....	49,936	7,076,431
Liberty Media Corp.-Liberty SiriusXM, Class A (b) .....	27,254	942,171
Liberty Media Corp.-Liberty SiriusXM, Class C, NVS (b) .....	56,842	1,966,733
New York Times Co. (The), Class A (a) .....	47,077	1,867,074
News Corp., Class A, NVS .....	126,718	1,663,807
News Corp., Class B .....	39,903	519,537
Nexstar Media Group Inc., Class A .....	14,841	1,222,898
Omnicom Group Inc. ....	70,201	3,313,487
Sirius XM Holdings Inc. (a) .....	396,216	2,270,318
TEGNA Inc.....	71,749	863,140

# Schedule of Investments (unaudited) (continued)

October 31, 2020

## iShares® U.S. Consumer Services ETF

(Percentages shown are based on Net Assets)

Security	Shares	Value
<b>Media (continued)</b>		
ViacomCBS Inc., Class A.....	3,425	\$ 102,270
ViacomCBS Inc., Class B, NVS.....	183,926	5,254,766
		<u>120,454,658</u>
<b>Multiline Retail — 5.0%</b>		
Dollar General Corp.....	81,321	16,972,506
Dollar Tree Inc. <sup>(b)</sup> .....	77,458	6,996,007
Kohl's Corp.....	51,701	1,100,714
Ollie's Bargain Outlet Holdings Inc. <sup>(a)(b)</sup> .....	18,523	1,613,168
Target Corp.....	163,474	24,884,012
		<u>51,566,407</u>
<b>Professional Services — 1.0%</b>		
IHS Markit Ltd.....	121,798	9,849,804
<b>Road &amp; Rail — 1.7%</b>		
AMERCO.....	2,956	1,026,205
Lyft Inc., Class A <sup>(a)(b)</sup> .....	79,148	1,806,949
Uber Technologies Inc. <sup>(b)</sup> .....	452,126	15,105,529
		<u>17,938,683</u>
<b>Specialty Retail — 22.5%</b>		
Aaron's Holdings Co. Inc.....	22,002	1,149,825
Advance Auto Parts Inc.....	22,587	3,326,613
AutoNation Inc. <sup>(b)</sup> .....	19,148	1,086,266
AutoZone Inc. <sup>(b)</sup> .....	7,626	8,609,602
Best Buy Co. Inc.....	75,211	8,389,787
Burlington Stores Inc. <sup>(b)</sup> .....	21,525	4,166,810
CarMax Inc. <sup>(b)</sup> .....	53,196	4,598,262
Carvana Co. <sup>(b)</sup> .....	18,141	3,362,434
Dick's Sporting Goods Inc.....	21,348	1,209,364
Five Below Inc. <sup>(b)</sup> .....	18,218	2,429,188
Floor & Decor Holdings Inc., Class A <sup>(b)</sup> .....	33,849	2,470,977
Foot Locker Inc.....	34,157	1,259,710
Gap Inc. (The).....	67,333	1,309,627
Home Depot Inc. (The).....	316,477	84,407,581
L Brands Inc.....	76,141	2,437,273
Lithia Motors Inc., Class A.....	8,356	1,918,287
Lowe's Companies Inc.....	246,782	39,016,234
Murphy USA Inc. <sup>(b)</sup> .....	8,893	1,087,525

### Affiliates

Investments in issuers considered to be affiliate(s) of the Fund during the six months ended October 31, 2020 for purposes of Section 2(a)(3) of the Investment Company Act of 1940, as amended, were as follows:

Affiliated Issuer	Value at 04/30/20	Purchases at Cost	Proceeds from Sales	Net Realized Gain (Loss)	Change in Unrealized Appreciation (Depreciation)	Value at 10/31/20	Shares Held at 10/31/20	Income	Capital Gain Distributions from Underlying Funds
BlackRock Cash Funds: Institutional, SL Agency Shares.....	\$21,049,903	\$ —	\$(2,566,468) <sup>(a)</sup>	\$ (13,848)	\$ (10,038)	\$18,459,549	18,446,636	\$164,711 <sup>(b)</sup>	\$ —
BlackRock Cash Funds: Treasury, SL Agency Shares.....	943,000	530,000 <sup>(a)</sup>	—	—	—	1,473,000	1,473,000	785	—
				<u>\$ (13,848)</u>	<u>\$ (10,038)</u>	<u>\$19,932,549</u>		<u>\$165,496</u>	<u>\$ —</u>

<sup>(a)</sup> Represents net amount purchased (sold).

<sup>(b)</sup> All or a portion represents securities lending income earned from the reinvestment of cash collateral from loaned securities, net of fees and collateral investment expenses, and other payments to and from borrowers of securities.

October 31, 2020

**Futures Contracts**

<i>Description</i>	<i>Number of Contracts</i>	<i>Expiration Date</i>	<i>Notional Amount (000)</i>	<i>Value/ Unrealized Appreciation (Depreciation)</i>
Long Contracts				
S&P 500 E-Mini Index .....	2	12/18/20	\$ 326	\$ (6,737)
S&P Select Sector Consumer Discretionary E-Mini Index .....	7	12/18/20	1,010	(28,256)
				<u>\$ (34,993)</u>

**Derivative Financial Instruments Categorized by Risk Exposure**

As of October 31, 2020, the fair values of derivative financial instruments located in the Statements of Assets and Liabilities were as follows:

	<i>Equity Contracts</i>
<b>Liabilities — Derivative Financial Instruments</b>	
Futures contracts	
Unrealized depreciation on futures contracts <sup>(a)</sup> .....	<u>\$ 34,993</u>

<sup>(a)</sup> Net cumulative appreciation (depreciation) on futures contracts are reported in the Schedule of Investments. In the Statements of Assets and Liabilities, only current day's variation margin is reported in receivables or payables and the net cumulative unrealized appreciation (depreciation) is included in accumulated earnings (loss).

For the six months ended October 31, 2020, the effect of derivative financial instruments in the Statements of Operations was as follows:

	<i>Equity Contracts</i>
<b>Net Realized Gain (Loss) from:</b>	
Futures contracts .....	<u>\$ 215,574</u>
<b>Net Change in Unrealized Appreciation (Depreciation) on:</b>	
Futures contracts .....	<u>\$(106,144)</u>

**Average Quarterly Balances of Outstanding Derivative Financial Instruments**

Futures contracts:	
Average notional value of contracts — long .....	<u>\$941,113</u>

For more information about the Fund's investment risks regarding derivative financial instruments, refer to the Notes to Financial Statements.

**Fair Value Measurements**

Various inputs are used in determining the fair value of financial instruments. For description of the input levels and information about the Fund's policy regarding valuation of financial instruments, refer to the Notes to Financial Statements.

The following table summarizes the value of the Fund's investments according to the fair value hierarchy as of October 31, 2020. The breakdown of the Fund's investments into major categories is disclosed in the Schedule of Investments above.

	<i>Level 1</i>	<i>Level 2</i>	<i>Level 3</i>	<i>Total</i>
Investments				
Assets				
Common Stocks .....	\$1,029,459,730	\$ —	\$ —	\$1,029,459,730
Money Market Funds .....	19,932,549	—	—	19,932,549
	<u>\$1,049,392,279</u>	<u>\$ —</u>	<u>\$ —</u>	<u>\$1,049,392,279</u>
Derivative financial instruments <sup>(a)</sup>				
Liabilities				
Futures Contracts .....	<u>\$ (34,993)</u>	<u>\$ —</u>	<u>\$ —</u>	<u>\$ (34,993)</u>

<sup>(a)</sup> Shown at the unrealized appreciation (depreciation) on the contracts.

See notes to financial statements.

# Schedule of Investments (unaudited)

October 31, 2020

## iShares® U.S. Financial Services ETF

(Percentages shown are based on Net Assets)

Security	Shares	Value
<b>Common Stocks</b>		
<b>Banks — 39.5%</b>		
Bank of America Corp. ....	2,827,182	\$ 67,004,213
Bank OZK .....	44,600	1,105,188
BOK Financial Corp. ....	11,494	675,158
Citigroup Inc. ....	771,970	31,974,997
Citizens Financial Group Inc. ....	158,271	4,312,885
Comerica Inc. ....	51,435	2,340,807
Commerce Bancshares Inc. ....	37,157	2,313,023
Cullen/Frost Bankers Inc. ....	20,744	1,457,681
East West Bancorp. Inc. ....	52,263	1,906,554
Fifth Third Bancorp. ....	264,104	6,132,495
First Citizens BancShares Inc./NC, Class A .....	2,673	1,236,797
First Financial Bankshares Inc. ....	52,407	1,562,253
First Horizon National Corp. ....	204,687	2,130,792
First Republic Bank/CA. ....	63,823	8,050,633
FNB Corp. ....	119,559	903,866
Glacier Bancorp. Inc. ....	35,448	1,269,038
Home BancShares Inc./AR .....	56,638	940,191
Huntington Bancshares Inc./OH .....	377,278	3,938,782
JPMorgan Chase & Co. ....	1,130,073	110,792,357
KeyCorp. ....	361,907	4,697,553
M&T Bank Corp. ....	47,567	4,926,990
People's United Financial Inc. ....	156,897	1,674,091
Pinnacle Financial Partners Inc. ....	28,190	1,290,820
PNC Financial Services Group Inc. (The) .....	157,409	17,610,919
Popular Inc. ....	31,328	1,322,042
Prosperity Bancshares Inc. ....	34,263	1,888,234
Regions Financial Corp. ....	356,036	4,735,279
Signature Bank/New York NY .....	19,845	1,602,285
SVB Financial Group <sup>(a)</sup> .....	19,171	5,573,010
Synovus Financial Corp. ....	54,375	1,413,750
TCF Financial Corp. ....	56,619	1,540,603
Truist Financial Corp. ....	499,703	21,047,490
U.S. Bancorp. ....	508,298	19,798,207
UMB Financial Corp. ....	16,084	979,033
Umpqua Holdings Corp. ....	81,445	1,022,949
United Bankshares Inc./WV .....	48,195	1,264,155
Valley National Bancorp. ....	150,093	1,146,710
Webster Financial Corp. ....	33,614	1,082,707
Wells Fargo & Co. ....	1,527,741	32,770,044
Western Alliance Bancorp. ....	37,503	1,545,124
Wintrust Financial Corp. ....	21,296	1,048,402
Zions Bancorp NA .....	60,669	1,957,789
		381,985,896
<b>Capital Markets — 31.5%</b>		
Affiliated Managers Group Inc. ....	17,253	1,300,359
Ameriprise Financial Inc. ....	44,597	7,172,535
Apollo Global Management Inc. ....	77,193	2,845,334
Ares Management Corp., Class A .....	35,111	1,485,195
Bank of New York Mellon Corp. (The) .....	302,205	10,383,764
BlackRock Inc. <sup>(b)</sup> .....	52,584	31,508,859
Blackstone Group Inc. (The), Class A .....	248,830	12,546,009
Carlyle Group Inc. (The) .....	42,768	1,065,779
Cboe Global Markets Inc. ....	40,257	3,272,491
Charles Schwab Corp. (The) .....	549,585	22,593,439
CME Group Inc. ....	132,980	20,042,746
Eaton Vance Corp., NVS .....	42,363	2,532,884
FactSet Research Systems Inc. ....	14,088	4,317,972
Federated Hermes Inc. ....	35,497	848,378

Security	Shares	Value
<b>Capital Markets (continued)</b>		
Franklin Resources Inc. ....	98,901	\$ 1,854,394
Goldman Sachs Group Inc. (The) .....	127,586	24,118,857
Interactive Brokers Group Inc., Class A .....	29,403	1,398,701
Intercontinental Exchange Inc. ....	208,115	19,646,056
Invesco Ltd. ....	139,696	1,831,415
Janus Henderson Group PLC .....	56,018	1,361,237
Lazard Ltd., Class A. ....	41,646	1,402,221
LPL Financial Holdings Inc. ....	29,241	2,337,233
MarketAxess Holdings Inc. ....	14,080	7,587,008
Moody's Corp. ....	59,856	15,736,142
Morgan Stanley .....	529,456	25,493,306
Morningstar Inc. ....	8,006	1,524,182
MSCI Inc. ....	31,013	10,849,588
Nasdaq Inc. ....	42,636	5,158,530
Northern Trust Corp. ....	77,162	6,039,470
Raymond James Financial Inc. ....	45,265	3,460,057
S&P Global Inc. ....	89,364	28,840,444
SEI Investments Co. ....	44,955	2,209,538
State Street Corp. ....	130,666	7,696,227
Stifel Financial Corp. ....	25,515	1,491,607
T Rowe Price Group Inc. ....	84,168	10,660,719
Tradeweb Markets Inc., Class A .....	33,565	1,828,621
Virtu Financial Inc., Class A. ....	30,051	642,490
		305,083,787
<b>Consumer Finance — 5.9%</b>		
Ally Financial Inc. ....	138,630	3,698,649
American Express Co. ....	241,833	22,064,843
Capital One Financial Corp. ....	169,324	12,374,198
Credit Acceptance Corp. <sup>(a)(c)</sup> .....	4,519	1,347,204
Discover Financial Services .....	113,623	7,386,631
FirstCash Inc. ....	15,309	796,680
Green Dot Corp., Class A <sup>(a)</sup> .....	19,995	1,066,134
LendingTree Inc. <sup>(a)(c)</sup> .....	2,921	945,206
OneMain Holdings Inc. ....	27,795	969,768
Santander Consumer USA Holdings Inc. ....	26,973	548,631
SLM Corp. ....	138,548	1,273,256
Synchrony Financial .....	201,308	5,036,726
		57,507,926
<b>Diversified Financial Services — 0.3%</b>		
Equitable Holdings Inc. ....	149,607	3,215,054
<b>Insurance — 0.4%</b>		
Fidelity National Financial Inc. ....	109,357	3,421,781
<b>IT Services — 21.5%</b>		
Mastercard Inc., Class A .....	327,555	94,545,475
Visa Inc., Class A .....	625,183	113,602,003
		208,147,478
<b>Thriffs &amp; Mortgage Finance — 0.7%</b>		
Essent Group Ltd. ....	41,547	1,655,648
MGIC Investment Corp. ....	125,011	1,257,611
New York Community Bancorp. Inc. ....	171,315	1,423,628
Radian Group Inc. ....	71,199	1,278,022
Rocket Companies Inc., Class A <sup>(a)(c)</sup> .....	37,394	681,692
TFS Financial Corp. ....	17,734	278,601
		6,575,202
<b>Total Common Stocks — 99.8%</b>		
(Cost: \$1,173,927,354) .....		965,937,124

# Schedule of Investments (unaudited) (continued)

October 31, 2020

iShares® U.S. Financial Services ETF  
(Percentages shown are based on Net Assets)

Security	Shares	Value
<b>Short-Term Investments</b>		
<b>Money Market Funds — 0.4%</b>		
BlackRock Cash Funds: Institutional, SL Agency Shares, 0.20% <sup>(b)(d)(e)</sup> .....	3,056,872	\$ 3,059,011
BlackRock Cash Funds: Treasury, SL Agency Shares, 0.04% <sup>(b)(d)</sup> .....	1,119,000	1,119,000
		<u>4,178,011</u>
<b>Total Short-Term Investments — 0.4%</b> <b>(Cost: \$4,178,007)</b> .....		<u>4,178,011</u>
<b>Total Investments in Securities — 100.2%</b> <b>(Cost: \$1,178,105,361)</b> .....		970,115,135
<b>Other Assets, Less Liabilities — (0.2)%</b> .....		<u>(1,873,538)</u>
<b>Net Assets — 100.0%</b> .....		<u>\$ 968,241,597</u>

- (a) Non-income producing security.  
(b) Affiliate of the Fund.  
(c) All or a portion of this security is on loan.  
(d) Annualized 7-day yield as of period-end.  
(e) All or a portion of this security was purchased with cash collateral received from loaned securities.

## Affiliates

Investments in issuers considered to be affiliate(s) of the Fund during the six months ended October 31, 2020 for purposes of Section 2(a)(3) of the Investment Company Act of 1940, as amended, were as follows:

Affiliated Issuer	Value at 04/30/20	Purchases at Cost	Proceeds from Sales	Net Realized Gain (Loss)	Change in Unrealized Appreciation (Depreciation)	Value at 10/31/20	Shares Held at 10/31/20	Income	Capital Gain Distributions from Underlying Funds
BlackRock Cash Funds: Institutional, SL Agency Shares .....	\$ 195,785	\$ 2,886,701 <sup>(a)</sup>	\$ —	\$ (23,114)	\$ (361)	\$ 3,059,011	3,056,872	\$ 58,875 <sup>(b)</sup>	\$ —
BlackRock Cash Funds: Treasury, SL Agency Shares .....	1,109,000	10,000 <sup>(a)</sup>	—	—	—	1,119,000	1,119,000	1,871	—
BlackRock Inc. ....	19,996,755	42,076,589	(38,665,276)	5,796,344	2,304,447	31,508,859	52,584	594,576	—
				<u>\$ 5,773,230</u>	<u>\$ 2,304,086</u>	<u>\$35,686,870</u>		<u>\$655,322</u>	<u>\$ —</u>

(a) Represents net amount purchased (sold).

(b) All or a portion represents securities lending income earned from the reinvestment of cash collateral from loaned securities, net of fees and collateral investment expenses, and other payments to and from borrowers of securities.

## Futures Contracts

Description	Number of Contracts	Expiration Date	Notional Amount (000)	Value/ Unrealized Appreciation (Depreciation)
Long Contracts				
S&P Select Sector Financial E-Mini Index .....	30	12/18/20	\$ 2,196	<u>\$ (46,507)</u>

October 31, 2020

**Derivative Financial Instruments Categorized by Risk Exposure**

As of October 31, 2020, the fair values of derivative financial instruments located in the Statements of Assets and Liabilities were as follows:

	<i>Equity Contracts</i>
<b>Liabilities — Derivative Financial Instruments</b>	
Futures contracts	
Unrealized depreciation on futures contracts <sup>(a)</sup> .....	<u>\$ 46,507</u>

<sup>(a)</sup> Net cumulative appreciation (depreciation) on futures contracts are reported in the Schedule of Investments. In the Statements of Assets and Liabilities, only current day's variation margin is reported in receivables or payables and the net cumulative unrealized appreciation (depreciation) is included in accumulated earnings (loss).

For the six months ended October 31, 2020, the effect of derivative financial instruments in the Statements of Operations was as follows:

	<i>Equity Contracts</i>
<b>Net Realized Gain (Loss) from:</b>	
Futures contracts .....	<u>\$ 868,646</u>
<b>Net Change in Unrealized Appreciation (Depreciation) on:</b>	
Futures contracts .....	<u>\$(223,208)</u>

**Average Quarterly Balances of Outstanding Derivative Financial Instruments**

Futures contracts:	
Average notional value of contracts — long .....	<u>\$3,529,425</u>

For more information about the Fund's investment risks regarding derivative financial instruments, refer to the Notes to Financial Statements.

**Fair Value Measurements**

Various inputs are used in determining the fair value of financial instruments. For description of the input levels and information about the Fund's policy regarding valuation of financial instruments, refer to the Notes to Financial Statements.

The following table summarizes the value of the Fund's investments according to the fair value hierarchy as of October 31, 2020. The breakdown of the Fund's investments into major categories is disclosed in the Schedule of Investments above.

	<i>Level 1</i>	<i>Level 2</i>	<i>Level 3</i>	<i>Total</i>
Investments				
Assets				
Common Stocks .....	\$965,937,124	\$ —	\$ —	\$965,937,124
Money Market Funds .....	4,178,011	—	—	4,178,011
	<u>\$970,115,135</u>	<u>\$ —</u>	<u>\$ —</u>	<u>\$970,115,135</u>
Derivative financial instruments <sup>(a)</sup>				
Liabilities				
Futures Contracts .....	<u>\$ (46,507)</u>	<u>\$ —</u>	<u>\$ —</u>	<u>\$ (46,507)</u>

<sup>(a)</sup> Shown at the unrealized appreciation (depreciation) on the contracts.

See notes to financial statements.



# Schedule of Investments (unaudited)

October 31, 2020

**iShares® U.S. Financials ETF**  
(Percentages shown are based on Net Assets)

Security	Shares	Value
<b>Common Stocks</b>		
<b>Banks — 22.3%</b>		
Bank of America Corp. ....	1,969,098	\$ 46,667,623
Bank OZK .....	30,991	767,957
BOK Financial Corp. ....	7,993	469,509
Citigroup Inc. ....	537,668	22,270,209
Citizens Financial Group Inc. ....	110,327	3,006,411
Comerica Inc. ....	35,983	1,637,586
Commerce Bancshares Inc. ....	25,983	1,617,442
Cullen/Frost Bankers Inc. ....	14,330	1,006,969
East West Bancorp. Inc. ....	36,315	1,324,771
Fifth Third Bancorp. ....	183,902	4,270,204
First Citizens BancShares Inc./NC, Class A. ....	1,867	863,861
First Financial Bankshares Inc. ....	36,454	1,086,694
First Horizon National Corp. ....	142,387	1,482,249
First Republic Bank/CA. ....	44,406	5,601,373
FNB Corp. ....	84,064	635,524
Glacier Bancorp. Inc. ....	24,700	884,260
Home BancShares Inc./AR. ....	39,168	650,189
Huntington Bancshares Inc./OH. ....	263,069	2,746,440
JPMorgan Chase & Co. ....	769,878	75,478,839
KeyCorp. ....	252,194	3,273,478
M&T Bank Corp. ....	33,144	3,433,055
People's United Financial Inc. ....	109,023	1,163,275
Pinnacle Financial Partners Inc. ....	19,638	899,224
PNC Financial Services Group Inc. (The) ....	109,633	12,265,740
Popular Inc. ....	21,808	920,298
Prosperity Bancshares Inc. ....	23,983	1,321,703
Regions Financial Corp. ....	248,085	3,299,530
Signature Bank/New York NY. ....	13,794	1,113,728
SVB Financial Group <sup>(a)</sup> ....	13,371	3,886,950
Synovus Financial Corp. ....	37,735	981,110
TCF Financial Corp. ....	39,412	1,072,401
Truist Financial Corp. ....	348,037	14,659,318
U.S. Bancorp. ....	354,024	13,789,235
UMB Financial Corp. ....	11,198	681,622
Umpqua Holdings Corp. ....	57,092	717,076
United Bankshares Inc./WV. ....	33,588	881,013
Valley National Bancorp. ....	104,535	798,647
Webster Financial Corp. ....	23,249	748,850
Wells Fargo & Co. ....	1,064,054	22,823,958
Western Alliance Bancorp. ....	26,099	1,075,279
Wintrust Financial Corp. ....	14,876	732,345
Zions Bancorp NA. ....	42,459	1,370,152
		264,376,097

<b>Capital Markets — 18.4%</b>		
Affiliated Managers Group Inc. ....	11,986	903,385
Ameriprise Financial Inc. ....	31,033	4,991,037
Apollo Global Management Inc. ....	53,703	1,979,493
Ares Management Corp., Class A. ....	24,468	1,034,996
Bank of New York Mellon Corp. (The) ....	210,273	7,224,980
BlackRock Inc. <sup>(b)</sup> ....	36,624	21,945,467
Blackstone Group Inc. (The), Class A. ....	173,364	8,741,013
Carlyle Group Inc. (The) ....	29,788	742,317
Cboe Global Markets Inc. ....	28,004	2,276,445
Charles Schwab Corp. (The) ....	382,707	15,733,085
CME Group Inc. ....	92,619	13,959,536
Eaton Vance Corp., NVS. ....	29,564	1,767,632
FactSet Research Systems Inc. ....	9,820	3,009,830
Federated Hermes Inc. ....	24,800	592,720

<b>Capital Markets (continued)</b>		
Franklin Resources Inc. ....	69,175	\$ 1,297,031
Goldman Sachs Group Inc. (The) ....	88,862	16,798,472
Interactive Brokers Group Inc., Class A. ....	20,467	973,615
Intercontinental Exchange Inc. ....	144,949	13,683,186
Invesco Ltd. ....	97,517	1,278,448
Janus Henderson Group PLC. ....	38,806	942,986
KKR & Co. Inc. ....	144,289	4,927,469
Lazard Ltd., Class A. ....	29,194	982,962
LPL Financial Holdings Inc. ....	20,471	1,636,247
MarketAxess Holdings Inc. ....	9,800	5,280,730
Moody's Corp. ....	41,689	10,960,038
Morgan Stanley ....	368,760	17,755,794
Morningstar Inc. ....	5,557	1,057,942
MSCI Inc. ....	21,582	7,550,247
Nasdaq Inc. ....	29,703	3,593,766
Northern Trust Corp. ....	53,719	4,204,586
Raymond James Financial Inc. ....	31,424	2,402,051
S&P Global Inc. ....	62,241	20,087,038
SEI Investments Co. ....	31,460	1,546,259
State Street Corp. ....	90,914	5,354,835
Stifel Financial Corp. ....	17,775	1,039,126
T Rowe Price Group Inc. ....	58,563	7,417,590
Tradeweb Markets Inc., Class A. ....	23,486	1,279,517
Virtu Financial Inc., Class A. ....	20,946	447,825
		217,399,696
<b>Consumer Finance — 3.4%</b>		
Ally Financial Inc. ....	96,688	2,579,636
American Express Co. ....	168,434	15,367,918
Capital One Financial Corp. ....	117,977	8,621,759
Credit Acceptance Corp. <sup>(a)(c)</sup> ....	3,150	939,078
Discover Financial Services ....	79,085	5,141,316
FirstCash Inc. ....	10,734	558,598
Green Dot Corp., Class A <sup>(a)</sup> ....	14,376	766,528
LendingTree Inc. <sup>(a)(c)</sup> ....	2,031	657,211
OneMain Holdings Inc. ....	19,405	677,041
Santander Consumer USA Holdings Inc. ....	18,800	382,392
SLM Corp. ....	96,912	890,621
Synchrony Financial. ....	140,197	3,507,729
		40,089,827
<b>Diversified Financial Services — 8.9%</b>		
Berkshire Hathaway Inc., Class B <sup>(a)</sup> ....	500,743	101,100,012
Equitable Holdings Inc. ....	104,619	2,248,262
Voya Financial Inc. ....	32,663	1,565,538
		104,913,812

<b>Equity Real Estate Investment Trusts (REITs) — 20.5%</b>		
Alexandria Real Estate Equities Inc. ....	30,274	4,587,117
American Campus Communities Inc. ....	35,653	1,335,561
American Homes 4 Rent, Class A. ....	68,577	1,938,672
American Tower Corp. ....	114,558	26,308,245
Americold Realty Trust ....	52,372	1,897,438
Apartment Investment & Management Co., Class A. ....	38,553	1,229,841
AvalonBay Communities Inc. ....	36,321	5,053,341
Boston Properties Inc. ....	36,629	2,652,306
Brixmor Property Group Inc. ....	76,240	835,590
Camden Property Trust. ....	25,073	2,312,734
CoreSite Realty Corp. ....	11,001	1,313,079
Corporate Office Properties Trust ....	28,796	645,894
Cousins Properties Inc. ....	38,099	970,763
Crown Castle International Corp. ....	108,385	16,929,737



# Schedule of Investments (unaudited) (continued)

October 31, 2020

iShares® U.S. Financials ETF  
(Percentages shown are based on Net Assets)

Security	Shares	Value
<b>Equity Real Estate Investment Trusts (REITs) (continued)</b>		
CubeSmart	50,142	\$ 1,701,318
CyrusOne Inc.	30,091	2,137,966
Digital Realty Trust Inc.	69,480	10,025,964
Douglas Emmett Inc.	42,288	997,997
Duke Realty Corp.	95,727	3,636,669
EastGroup Properties Inc.	10,174	1,353,956
Equinix Inc.	22,871	16,724,190
Equity Commonwealth	31,202	824,357
Equity LifeStyle Properties Inc.	43,810	2,593,114
Equity Residential	88,398	4,152,938
Essex Property Trust Inc.	16,852	3,447,751
Extra Space Storage Inc.	33,332	3,864,845
Federal Realty Investment Trust	17,814	1,225,247
First Industrial Realty Trust Inc.	32,940	1,311,341
Gaming and Leisure Properties Inc.	53,659	1,950,505
Healthcare Realty Trust Inc.	35,226	979,283
Healthcare Trust of America Inc., Class A	56,569	1,374,627
Healthpeak Properties Inc.	139,040	3,749,909
Highwoods Properties Inc.	26,759	796,615
Host Hotels & Resorts Inc.	181,430	1,901,386
Hudson Pacific Properties Inc.	39,347	757,823
Invitation Homes Inc.	144,745	3,945,749
Iron Mountain Inc.	74,157	1,932,531
JBG SMITH Properties	29,089	679,228
Kilroy Realty Corp.	26,942	1,268,429
Kimco Realty Corp.	112,071	1,149,848
Lamar Advertising Co., Class A	22,184	1,374,521
Lexington Realty Trust	71,151	706,529
Life Storage Inc.	12,149	1,386,808
Medical Properties Trust Inc.	136,146	2,426,122
Mid-America Apartment Communities Inc.	29,542	3,445,484
National Health Investors Inc.	11,563	648,106
National Retail Properties Inc.	44,582	1,427,070
Omega Healthcare Investors Inc.	58,362	1,681,409
Physicians Realty Trust	53,885	908,501
PotlatchDeltic Corp.	17,218	715,408
Prologis Inc.	190,796	18,926,963
PS Business Parks Inc.	5,180	590,675
Public Storage	39,291	9,000,389
Rayonier Inc.	35,138	891,802
Realty Income Corp.	89,038	5,151,739
Regency Centers Corp.	40,835	1,453,318
Rexford Industrial Realty Inc.	32,035	1,488,346
Sabra Health Care REIT Inc.	52,998	697,454
SBA Communications Corp.	28,917	8,396,629
Simon Property Group Inc.	78,940	4,958,221
SL Green Realty Corp.	18,964	811,849
Spirit Realty Capital Inc.	26,464	795,243
STORE Capital Corp.	59,052	1,517,636
Sun Communities Inc.	25,388	3,494,150
Taubman Centers Inc.	16,032	535,789
UDR Inc.	75,960	2,372,990
Ventas Inc.	96,342	3,802,619
VEREIT Inc.	277,133	1,718,225
VICI Properties Inc.	137,900	3,164,805
Vornado Realty Trust	40,356	1,240,140
Welltower Inc.	107,670	5,789,416
Weyerhaeuser Co.	192,543	5,254,499
WP Carey Inc.	44,966	2,815,321
		242,082,080

Security	Shares	Value
<b>Insurance — 13.6%</b>		
Aflac Inc.	171,059	\$ 5,807,453
Alleghany Corp.	3,686	2,015,984
Allstate Corp. (The)	80,582	7,151,652
American Financial Group Inc./OH	18,569	1,391,561
American International Group Inc.	222,257	6,998,873
Aon PLC, Class A	59,827	11,008,766
Arch Capital Group Ltd. <sup>(a)</sup>	104,904	3,169,150
Arthur J. Gallagher & Co.	49,416	5,124,933
Assurant Inc.	15,341	1,907,960
Athene Holding Ltd., Class A <sup>(a)</sup>	32,694	1,048,823
Axis Capital Holdings Ltd.	20,739	885,348
Brighthouse Financial Inc. <sup>(a)</sup>	24,165	799,861
Brown & Brown Inc.	60,703	2,641,187
Chubb Ltd.	116,571	15,143,739
Cincinnati Financial Corp.	38,676	2,735,940
CNA Financial Corp.	6,930	206,445
Enstar Group Ltd. <sup>(a)</sup>	3,424	588,483
Erie Indemnity Co., Class A, NVS	6,460	1,504,340
Everest Re Group Ltd.	10,288	2,027,559
Fidelity National Financial Inc.	79,014	2,472,348
First American Financial Corp.	28,659	1,277,905
Globe Life Inc.	25,220	2,045,090
Hanover Insurance Group Inc. (The)	9,770	934,598
Hartford Financial Services Group Inc. (The)	92,553	3,565,142
Kemper Corp.	15,745	970,837
Lincoln National Corp.	47,006	1,649,911
Loews Corp.	61,365	2,128,138
Markel Corp. <sup>(a)</sup>	3,557	3,317,970
Marsh & McLennan Companies Inc.	130,817	13,534,327
Mercury General Corp.	6,845	278,660
MetLife Inc.	199,048	7,533,967
Old Republic International Corp.	73,256	1,192,608
Primerica Inc.	10,232	1,127,976
Principal Financial Group Inc.	66,027	2,589,579
Progressive Corp. (The)	151,186	13,893,993
Prudential Financial Inc.	101,916	6,524,662
Reinsurance Group of America Inc.	17,583	1,776,235
RenaissanceRe Holdings Ltd.	13,186	2,132,440
RLI Corp.	10,127	878,011
Selective Insurance Group Inc.	15,528	808,388
Travelers Companies Inc. (The)	65,418	7,896,607
Unum Group	52,734	931,282
White Mountains Insurance Group Ltd.	800	726,664
Willis Towers Watson PLC	33,247	6,066,912
WR Berkley Corp.	36,202	2,176,464
		160,588,771
<b>IT Services — 10.5%</b>		
Mastercard Inc., Class A	164,508	47,483,589
Visa Inc., Class A	425,915	77,393,015
		124,876,604
<b>Mortgage Real Estate Investment — 0.6%</b>		
AGNC Investment Corp.	143,628	2,006,483
Annaly Capital Management Inc.	362,820	2,572,394
Blackstone Mortgage Trust Inc., Class A	37,456	812,795
New Residential Investment Corp.	107,058	802,935
Starwood Property Trust Inc.	73,639	1,028,737
		7,223,344
<b>Professional Services — 0.7%</b>		
CoStar Group Inc. <sup>(a)</sup>	10,168	8,374,466

# Schedule of Investments (unaudited) (continued)

October 31, 2020

**iShares® U.S. Financials ETF**  
(Percentages shown are based on Net Assets)

Security	Shares	Value
<b>Real Estate Management &amp; Development — 0.5%</b>		
CBRE Group Inc., Class A <sup>(a)</sup>	86,574	\$ 4,363,329
Howard Hughes Corp. (The) <sup>(a)</sup>	11,635	723,581
Jones Lang LaSalle Inc.	13,393	1,511,534
		6,598,444
<b>Thriffs &amp; Mortgage Finance — 0.4%</b>		
Essent Group Ltd.	29,100	1,159,635
MGIC Investment Corp.	87,329	878,530
New York Community Bancorp. Inc.	120,098	998,014
Radian Group Inc.	49,310	885,115
Rocket Companies Inc., Class A <sup>(a)(c)</sup>	26,087	475,566
TFS Financial Corp.	12,328	193,673
		4,590,533
<b>Total Common Stocks — 99.8%</b>		
(Cost: \$1,425,436,691)		1,181,113,674

## Short-Term Investments

### Money Market Funds — 0.3%

BlackRock Cash Funds: Institutional, SL Agency Shares, 0.20% <sup>(b)(d)(e)</sup>	2,058,099	2,059,539
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## Affiliates

Investments in issuers considered to be affiliate(s) of the Fund during the six months ended October 31, 2020 for purposes of Section 2(a)(3) of the Investment Company Act of 1940, as amended, were as follows:

Affiliated Issuer	Value at 04/30/20	Purchases at Cost	Proceeds from Sales	Net Realized Gain (Loss)	Change in Unrealized Appreciation (Depreciation)	Value at 10/31/20	Shares Held at 10/31/20	Income	Capital Gain Distributions from Underlying Funds
BlackRock Cash Funds: Institutional, SL Agency Shares	\$ 30,405	\$ 2,037,648 <sup>(a)</sup>	\$ —	\$ (8,308)	\$ (206)	\$ 2,059,539	2,058,099	\$ 25,576 <sup>(b)</sup>	\$ —
BlackRock Cash Funds: Treasury, SL Agency Shares	1,623,000	80,000 <sup>(a)</sup>	—	—	—	1,703,000	1,703,000	1,660	—
BlackRock Inc.	16,255,051	16,950,114	(14,784,237)	1,205,563	2,318,976	21,945,467	36,624	305,639	—
				\$ 1,197,255	\$ 2,318,770	\$ 25,708,006		\$ 332,875	\$ —

<sup>(a)</sup> Represents net amount purchased (sold).

<sup>(b)</sup> All or a portion represents securities lending income earned from the reinvestment of cash collateral from loaned securities, net of fees and collateral investment expenses, and other payments to and from borrowers of securities.

## Futures Contracts

Description	Number of Contracts	Expiration Date	Notional Amount (000)	Value/Unrealized Appreciation (Depreciation)
<b>Long Contracts</b>				
Dow Jones U.S. Real Estate Index	18	12/18/20	\$ 546	\$ (29,949)
S&P Select Sector Financial E-Mini Index	21	12/18/20	1,537	(42,310)
				\$ (72,259)

October 31, 2020

**Derivative Financial Instruments Categorized by Risk Exposure**

As of October 31, 2020, the fair values of derivative financial instruments located in the Statements of Assets and Liabilities were as follows:

	<i>Equity Contracts</i>
<b>Liabilities — Derivative Financial Instruments</b>	
Futures contracts	
Unrealized depreciation on futures contracts <sup>(a)</sup> .....	<u>\$ 72,259</u>

<sup>(a)</sup> Net cumulative appreciation (depreciation) on futures contracts are reported in the Schedule of Investments. In the Statements of Assets and Liabilities, only current day's variation margin is reported in receivables or payables and the net cumulative unrealized appreciation (depreciation) is included in accumulated earnings (loss).

For the six months ended October 31, 2020, the effect of derivative financial instruments in the Statements of Operations was as follows:

	<i>Equity Contracts</i>
<b>Net Realized Gain (Loss) from:</b>	
Futures contracts .....	<u>\$ 604,423</u>
<b>Net Change in Unrealized Appreciation (Depreciation) on:</b>	
Futures contracts .....	<u>\$(293,888)</u>

**Average Quarterly Balances of Outstanding Derivative Financial Instruments**

Futures contracts:	
Average notional value of contracts — long .....	<u>\$2,661,886</u>

For more information about the Fund's investment risks regarding derivative financial instruments, refer to the Notes to Financial Statements.

**Fair Value Measurements**

Various inputs are used in determining the fair value of financial instruments. For description of the input levels and information about the Fund's policy regarding valuation of financial instruments, refer to the Notes to Financial Statements.

The following table summarizes the value of the Fund's investments according to the fair value hierarchy as of October 31, 2020. The breakdown of the Fund's investments into major categories is disclosed in the Schedule of Investments above.

	<i>Level 1</i>	<i>Level 2</i>	<i>Level 3</i>	<i>Total</i>
Investments				
Assets				
Common Stocks .....	\$1,181,113,674	\$ —	\$ —	\$1,181,113,674
Money Market Funds .....	3,762,539	—	—	3,762,539
	<u>\$1,184,876,213</u>	<u>\$ —</u>	<u>\$ —</u>	<u>\$1,184,876,213</u>
Derivative financial instruments <sup>(a)</sup>				
Liabilities				
Futures Contracts .....	<u>\$ (72,259)</u>	<u>\$ —</u>	<u>\$ —</u>	<u>\$ (72,259)</u>

<sup>(a)</sup> Shown at the unrealized appreciation (depreciation) on the contracts.

See notes to financial statements.

# Schedule of Investments (unaudited)

October 31, 2020

**iShares® U.S. Industrials ETF**  
(Percentages shown are based on Net Assets)

Security	Shares	Value
<b>Common Stocks</b>		
<b>Aerospace &amp; Defense — 12.2%</b>		
Axon Enterprise Inc. <sup>(a)</sup>	16,235	\$ 1,605,641
Boeing Co. (The)	135,506	19,565,711
BWX Technologies Inc.	24,379	1,341,089
Curtiss-Wright Corp.	10,569	891,601
General Dynamics Corp.	59,385	7,799,032
HEICO Corp.	10,813	1,135,906
HEICO Corp., Class A	18,761	1,754,153
Hexcel Corp.	21,281	712,488
Howmet Aerospace Inc.	100,420	1,732,245
Huntington Ingalls Industries Inc.	10,360	1,527,893
L3Harris Technologies Inc.	55,234	8,898,750
Lockheed Martin Corp.	62,825	21,996,917
Mercury Systems Inc. <sup>(a)</sup>	14,329	986,982
Northrop Grumman Corp.	39,601	11,477,162
Raytheon Technologies Corp.	390,149	21,192,894
Teledyne Technologies Inc. <sup>(a)</sup>	9,428	2,914,666
Textron Inc.	58,348	2,088,858
TransDigm Group Inc.	13,851	6,612,606
		114,234,594
<b>Air Freight &amp; Logistics — 5.7%</b>		
CH Robinson Worldwide Inc.	34,402	3,042,169
Expeditors International of Washington Inc.	42,782	3,780,645
FedEx Corp.	61,559	15,972,714
United Parcel Service Inc., Class B	180,582	28,371,238
XPO Logistics Inc. <sup>(a)</sup>	23,358	2,102,220
		53,268,986
<b>Building Products — 4.3%</b>		
A O Smith Corp.	34,634	1,790,231
Allegion PLC	23,595	2,324,108
Armstrong World Industries Inc.	12,272	735,093
Carrier Global Corp.	207,794	6,938,242
Fortune Brands Home & Security Inc.	35,228	2,848,888
Johnson Controls International PLC	190,115	8,024,754
Lennox International Inc.	8,872	2,410,168
Masco Corp.	66,742	3,577,371
Owens Corning	27,631	1,809,002
Trane Technologies PLC	61,159	8,118,857
Trex Co. Inc. <sup>(a)</sup>	29,608	2,058,940
		40,635,654
<b>Chemicals — 1.5%</b>		
Sherwin-Williams Co. (The)	20,928	14,398,045
<b>Commercial Services &amp; Supplies — 3.0%</b>		
ADT Inc.	38,831	255,896
Cimpress PLC <sup>(a)</sup>	4,970	364,798
Cintas Corp.	22,191	6,980,179
Clean Harbors Inc. <sup>(a)</sup>	13,096	693,695
MSA Safety Inc.	9,250	1,220,260
Republic Services Inc.	53,650	4,730,321
Stericycle Inc. <sup>(a)</sup>	23,401	1,457,882
Tetra Tech Inc.	13,746	1,387,109
Waste Management Inc.	99,279	10,713,197
		27,803,337
<b>Construction &amp; Engineering — 1.0%</b>		
AECOM <sup>(a)</sup>	41,032	1,839,875
EMCOR Group Inc.	14,045	957,728
Jacobs Engineering Group Inc.	33,204	3,154,380
MasTec Inc. <sup>(a)</sup>	14,353	712,483

Security	Shares	Value
<b>Construction &amp; Engineering (continued)</b>		
Quanta Services Inc.	35,311	\$ 2,204,466
Valmont Industries Inc.	5,424	769,937
		9,638,869
<b>Construction Materials — 1.1%</b>		
Eagle Materials Inc.	10,685	910,896
Martin Marietta Materials Inc.	15,884	4,230,704
Vulcan Materials Co.	33,806	4,896,461
		10,038,061
<b>Containers &amp; Packaging — 3.7%</b>		
Amcor PLC	400,292	4,175,046
AptarGroup Inc.	16,496	1,882,029
Avery Dennison Corp.	21,345	2,953,935
Ball Corp.	83,449	7,426,961
Berry Global Group Inc. <sup>(a)</sup>	33,942	1,582,715
Crown Holdings Inc. <sup>(a)</sup>	34,454	2,956,153
Graphic Packaging Holding Co.	71,508	950,341
International Paper Co.	100,322	4,389,087
Packaging Corp. of America	24,174	2,767,681
Sealed Air Corp.	39,823	1,576,593
Silgan Holdings Inc.	20,143	693,926
Sonoco Products Co.	25,677	1,255,349
Westrock Co.	66,406	2,493,545
		35,103,361
<b>Electrical Equipment — 4.7%</b>		
Acuity Brands Inc.	10,096	899,957
AMETEK Inc.	58,604	5,754,913
Eaton Corp. PLC	102,204	10,607,753
Emerson Electric Co.	152,660	9,890,841
EnerSys	10,793	772,779
Generac Holdings Inc. <sup>(a)</sup>	16,052	3,373,328
Hubbell Inc.	13,872	2,018,515
nVent Electric PLC	43,470	784,633
Regal Beloit Corp.	10,392	1,025,171
Rockwell Automation Inc.	29,599	7,018,515
Sensata Technologies Holding PLC <sup>(a)</sup>	40,221	1,758,060
		43,904,465
<b>Electronic Equipment, Instruments &amp; Components — 5.3%</b>		
Amphenol Corp., Class A	76,234	8,602,245
Arrow Electronics Inc. <sup>(a)</sup>	19,813	1,543,235
Avnet Inc.	25,044	617,835
Cognex Corp.	44,117	2,907,310
Coherent Inc. <sup>(a)</sup>	6,225	778,996
Corning Inc.	194,207	6,208,798
Dolby Laboratories Inc., Class A	16,484	1,237,619
FLIR Systems Inc.	33,542	1,163,572
IPG Photonics Corp. <sup>(a)</sup>	9,128	1,697,443
Itron Inc. <sup>(a)</sup>	10,322	701,380
Jabil Inc.	34,668	1,148,898
Keysight Technologies Inc. <sup>(a)</sup>	47,761	5,008,696
Littelfuse Inc.	6,230	1,233,166
National Instruments Corp.	33,625	1,051,790
TE Connectivity Ltd.	84,329	8,169,794
Trimble Inc. <sup>(a)</sup>	63,818	3,071,560
Vontier Corp. <sup>(a)</sup>	34,434	989,633
Zebra Technologies Corp., Class A <sup>(a)</sup>	13,605	3,858,922
		49,990,892
<b>Industrial Conglomerates — 8.7%</b>		
3M Co.	147,110	23,531,716
Carlisle Companies Inc.	13,918	1,724,023

# Schedule of Investments (unaudited) (continued)

October 31, 2020

iShares® U.S. Industrials ETF  
(Percentages shown are based on Net Assets)

Security	Shares	Value
<b>Industrial Conglomerates (continued)</b>		
General Electric Co.....	2,235,508	\$ 16,587,469
Honeywell International Inc. ....	179,229	29,563,823
Roper Technologies Inc.....	26,746	9,931,860
		81,338,891
<b>IT Services — 21.1%</b>		
Accenture PLC, Class A.....	162,479	35,243,320
Automatic Data Processing Inc.....	109,809	17,345,430
Black Knight Inc. <sup>(a)</sup> .....	40,058	3,523,101
Broadridge Financial Solutions Inc. ....	29,391	4,044,202
Euronet Worldwide Inc. <sup>(a)</sup> .....	13,374	1,188,146
Fidelity National Information Services Inc.....	158,241	19,715,246
Fiserv Inc. <sup>(a)</sup> .....	141,949	13,551,871
FleetCor Technologies Inc. <sup>(a)</sup> .....	21,450	4,738,519
Genpact Ltd.....	45,387	1,559,951
Global Payments Inc. ....	76,432	12,056,384
Jack Henry & Associates Inc. ....	19,544	2,897,398
MAXIMUS Inc.....	15,689	1,060,263
Paychex Inc.....	81,763	6,725,007
PayPal Holdings Inc. <sup>(a)</sup> .....	299,650	55,773,854
Square Inc., Class A <sup>(a)</sup> .....	94,825	14,686,496
Western Union Co. (The).....	104,724	2,035,835
WEX Inc. <sup>(a)</sup> .....	11,281	1,427,610
		197,572,633
<b>Life Sciences Tools &amp; Services — 0.4%</b>		
PerkinElmer Inc. ....	28,524	3,695,284
<b>Machinery — 14.1%</b>		
AGCO Corp.....	15,626	1,203,671
Allison Transmission Holdings Inc. ....	28,977	1,047,519
Caterpillar Inc.....	138,296	21,719,387
Colfax Corp. <sup>(a)(b)</sup> .....	25,745	700,007
Crane Co. ....	12,500	634,375
Cummins Inc.....	37,692	8,288,094
Deere & Co. ....	80,033	18,080,255
Donaldson Co. Inc.....	32,112	1,525,320
Dover Corp.....	36,740	4,067,485
Flowserve Corp. ....	33,351	971,181
Fortive Corp.....	86,028	5,299,325
Gates Industrial Corp. PLC <sup>(a)</sup> .....	11,158	123,854
Graco Inc. ....	42,494	2,630,379
IDEX Corp. ....	19,265	3,282,563
Illinois Tool Works Inc.....	73,478	14,392,871
Ingersoll Rand Inc. <sup>(a)</sup> .....	94,692	3,308,538
ITT Inc.....	22,104	1,337,513
Lincoln Electric Holdings Inc. ....	15,186	1,546,239
Middleby Corp. (The) <sup>(a)</sup> .....	14,175	1,410,979
Navistar International Corp. <sup>(a)</sup> .....	12,731	548,833
Nordson Corp.....	13,760	2,661,597
Oshkosh Corp.....	17,425	1,173,748
Otis Worldwide Corp.....	103,892	6,366,502
PACCAR Inc.....	88,342	7,542,640
Parker-Hannifin Corp. ....	32,812	6,836,708
Pentair PLC.....	42,420	2,110,819
Snap-on Inc.....	13,931	2,194,550
Timken Co. (The).....	17,319	1,033,944
Toro Co. (The).....	27,452	2,253,809
Westinghouse Air Brake Technologies Corp.....	45,613	2,704,851
Woodward Inc.....	14,841	1,180,602

Security	Shares	Value
<b>Machinery (continued)</b>		
Xylem Inc./NY.....	45,927	\$ 4,002,079
		132,180,237
<b>Marine — 0.1%</b>		
Kirby Corp. <sup>(a)</sup> .....	15,229	586,164
<b>Paper &amp; Forest Products — 0.1%</b>		
Louisiana-Pacific Corp.....	28,752	821,732
<b>Professional Services — 2.6%</b>		
ASGN Inc. <sup>(a)</sup> .....	13,466	897,913
CoreLogic Inc. ....	20,325	1,563,602
Equifax Inc.....	30,998	4,234,327
FTI Consulting Inc. <sup>(a)</sup> .....	9,340	919,616
Insperty Inc.....	9,238	707,446
ManpowerGroup Inc.....	14,804	1,004,747
Nielsen Holdings PLC.....	91,270	1,233,058
Robert Half International Inc. ....	29,325	1,486,484
TransUnion.....	48,519	3,865,024
TriNet Group Inc. <sup>(a)</sup> .....	10,333	712,150
Verisk Analytics Inc.....	41,447	7,376,323
		24,000,690
<b>Road &amp; Rail — 7.9%</b>		
CSX Corp.....	195,387	15,423,850
JB Hunt Transport Services Inc. ....	21,249	2,586,853
Kansas City Southern.....	24,077	4,240,923
Knight-Swift Transportation Holdings Inc.....	32,224	1,224,190
Landstar System Inc.....	9,817	1,224,180
Norfolk Southern Corp.....	65,152	13,624,586
Old Dominion Freight Line Inc.....	24,551	4,673,774
Union Pacific Corp. ....	173,369	30,719,253
		73,717,609
<b>Trading Companies &amp; Distributors — 2.3%</b>		
Air Lease Corp.....	27,361	745,314
Applied Industrial Technologies Inc. ....	9,924	605,860
Fastenal Co.....	146,395	6,328,656
HD Supply Holdings Inc. <sup>(a)</sup> .....	41,446	1,652,037
MSC Industrial Direct Co. Inc., Class A.....	11,664	812,514
SiteOne Landscape Supply Inc. <sup>(a)(b)</sup> .....	11,296	1,349,759
United Rentals Inc. <sup>(a)</sup> .....	18,382	3,277,327
Univar Solutions Inc. <sup>(a)</sup> .....	43,247	717,468
Watsco Inc.....	8,396	1,881,879
WW Grainger Inc.....	11,486	4,020,330
		21,391,144
<b>Transportation Infrastructure — 0.1%</b>		
Macquarie Infrastructure Corp. ....	18,700	482,460
<b>Total Common Stocks — 99.9%</b>		
(Cost: \$896,871,526).....		934,803,108

## Short-Term Investments

### Money Market Funds — 0.3%

BlackRock Cash Funds: Institutional, SL Agency Shares, 0.20% <sup>(c)(d)(e)</sup> .....	1,621,710	1,622,845
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# Schedule of Investments (unaudited) (continued)

October 31, 2020

**iShares® U.S. Industrials ETF**  
(Percentages shown are based on Net Assets)

Security	Shares	Value
<b>Money Market Funds (continued)</b>		
BlackRock Cash Funds: Treasury, SL Agency Shares, 0.04% <sup>(c)(d)</sup>	1,582,000	\$ 1,582,000
		<u>3,204,845</u>
<b>Total Short-Term Investments — 0.3%</b>		
(Cost: \$3,202,413)		<u>3,204,845</u>
<b>Total Investments in Securities — 100.2%</b>		
(Cost: \$900,073,939)		938,007,953
<b>Other Assets, Less Liabilities — (0.2)%</b>		<u>(1,896,609)</u>
<b>Net Assets — 100.0%</b>		<u>\$ 936,111,344</u>

- (a) Non-income producing security.  
(b) All or a portion of this security is on loan.  
(c) Affiliate of the Fund.  
(d) Annualized 7-day yield as of period-end.  
(e) All or a portion of this security was purchased with cash collateral received from loaned securities.

## Affiliates

Investments in issuers considered to be affiliate(s) of the Fund during the six months ended October 31, 2020 for purposes of Section 2(a)(3) of the Investment Company Act of 1940, as amended, were as follows:

Affiliated Issuer	Value at 04/30/20	Purchases at Cost	Proceeds from Sales	Net Realized Gain (Loss)	Change in Unrealized Appreciation (Depreciation)	Value at 10/31/20	Shares Held at 10/31/20	Income	Capital Gain Distributions from Underlying Funds
BlackRock Cash Funds: Institutional, SL Agency Shares	\$7,314,249	\$ —	\$(5,689,270) <sup>(a)</sup>	\$ 7,658	\$ (9,792)	\$1,622,845	1,621,710	\$19,139 <sup>(b)</sup>	\$ —
BlackRock Cash Funds: Treasury, SL Agency Shares	1,102,000	480,000 <sup>(a)</sup>	—	—	—	1,582,000	1,582,000	1,134	—
				<u>\$ 7,658</u>	<u>\$ (9,792)</u>	<u>\$3,204,845</u>		<u>\$20,273</u>	<u>\$ —</u>

(a) Represents net amount purchased (sold).

(b) All or a portion represents securities lending income earned from the reinvestment of cash collateral from loaned securities, net of fees and collateral investment expenses, and other payments to and from borrowers of securities.

## Futures Contracts

Description	Number of Contracts	Expiration Date	Notional Amount (000)	Value/ Unrealized Appreciation (Depreciation)
<b>Long Contracts</b>				
S&P Select Sector Industrial E-Mini Index	13	12/18/20	\$ 990	\$ (16,740)
S&P Select Sector Technology E-Mini Index	2	12/18/20	223	(11,765)
				<u>\$ (28,505)</u>

## Derivative Financial Instruments Categorized by Risk Exposure

As of October 31, 2020, the fair values of derivative financial instruments located in the Statements of Assets and Liabilities were as follows:

Equity Contracts
<b>Liabilities — Derivative Financial Instruments</b>
Futures contracts
Unrealized depreciation on futures contracts <sup>(a)</sup>
<u>\$ 28,505</u>

(a) Net cumulative appreciation (depreciation) on futures contracts are reported in the Schedule of Investments. In the Statements of Assets and Liabilities, only current day's variation margin is reported in receivables or payables and the net cumulative unrealized appreciation (depreciation) is included in accumulated earnings (loss).



October 31, 2020

For the six months ended October 31, 2020, the effect of derivative financial instruments in the Statements of Operations was as follows:

	<i>Equity Contracts</i>
<b>Net Realized Gain (Loss) from:</b>	
Futures contracts.....	<u>\$ 704,832</u>
<b>Net Change in Unrealized Appreciation (Depreciation) on:</b>	
Futures contracts.....	<u>\$(155,103)</u>

#### Average Quarterly Balances of Outstanding Derivative Financial Instruments

Futures contracts:	
Average notional value of contracts — long .....	<u>\$1,678,490</u>

For more information about the Fund's investment risks regarding derivative financial instruments, refer to the Notes to Financial Statements.

#### Fair Value Measurements

Various inputs are used in determining the fair value of financial instruments. For description of the input levels and information about the Fund's policy regarding valuation of financial instruments, refer to the Notes to Financial Statements.

The following table summarizes the value of the Fund's investments according to the fair value hierarchy as of October 31, 2020. The breakdown of the Fund's investments into major categories is disclosed in the Schedule of Investments above.

	<i>Level 1</i>	<i>Level 2</i>	<i>Level 3</i>	<i>Total</i>
Investments				
Assets				
Common Stocks .....	\$934,803,108	\$ —	\$ —	\$934,803,108
Money Market Funds .....	3,204,845	—	—	3,204,845
	<u>\$938,007,953</u>	<u>\$ —</u>	<u>\$ —</u>	<u>\$938,007,953</u>
Derivative financial instruments <sup>(a)</sup>				
Liabilities				
Futures Contracts.....	<u>\$ (28,505)</u>	<u>\$ —</u>	<u>\$ —</u>	<u>\$ (28,505)</u>

<sup>(a)</sup> Shown at the unrealized appreciation (depreciation) on the contracts.

See notes to financial statements.

# Schedule of Investments (unaudited)

October 31, 2020

iShares® MSCI KLD 400 Social ETF  
(Percentages shown are based on Net Assets)

Security	Shares	Value
<b>Common Stocks</b>		
<b>Aerospace &amp; Defense — 0.0%</b>		
Spirit AeroSystems Holdings Inc., Class A	15,129	\$ 275,197
<b>Air Freight &amp; Logistics — 0.9%</b>		
CH Robinson Worldwide Inc.	19,307	1,707,318
Echo Global Logistics Inc. <sup>(a)</sup>	3,327	89,729
Expeditors International of Washington Inc.	23,802	2,103,383
United Parcel Service Inc., Class B	100,552	15,797,725
		19,698,155
<b>Airlines — 0.1%</b>		
Delta Air Lines Inc.	22,866	700,615
Southwest Airlines Co.	21,074	833,055
		1,533,670
<b>Auto Components — 0.3%</b>		
Aptiv PLC	38,345	3,699,909
Autoliv Inc.	11,958	906,416
BorgWarner Inc.	34,860	1,219,403
		5,825,728
<b>Automobiles — 1.9%</b>		
Harley-Davidson Inc.	22,081	726,023
Tesla Inc. <sup>(a)</sup>	105,948	41,112,062
		41,838,085
<b>Banks — 1.5%</b>		
Bank of Hawaii Corp.	5,649	342,555
Cathay General Bancorp.	10,787	253,818
CIT Group Inc.	13,779	405,792
Citizens Financial Group Inc.	61,170	1,666,883
Comerica Inc.	19,655	894,499
First Republic Bank/CA	24,386	3,076,050
Heartland Financial USA Inc.	4,342	143,026
International Bancshares Corp.	7,705	213,274
KeyCorp	138,782	1,801,390
M&T Bank Corp.	18,339	1,899,554
Old National Bancorp./IN	23,338	326,265
People's United Financial Inc.	60,709	647,765
PNC Financial Services Group Inc. (The)	60,660	6,786,641
Regions Financial Corp.	136,994	1,822,020
Signature Bank/New York NY	7,643	617,096
SVB Financial Group <sup>(a)</sup>	7,392	2,148,854
Truist Financial Corp.	192,501	8,108,142
Umpqua Holdings Corp.	30,972	389,008
Zions Bancorp NA	23,598	761,508
		32,304,140
<b>Beverages — 2.5%</b>		
Coca-Cola Co. (The)	582,664	28,002,832
PepsiCo Inc.	198,142	26,410,347
		54,413,179
<b>Biotechnology — 3.0%</b>		
AbbVie Inc.	252,222	21,464,092
Amgen Inc.	84,005	18,224,045
Biogen Inc. <sup>(a)</sup>	23,338	5,882,809
BioMarin Pharmaceutical Inc. <sup>(a)</sup>	25,732	1,915,233
Gilead Sciences Inc.	179,228	10,422,108
Vertex Pharmaceuticals Inc. <sup>(a)</sup>	36,969	7,702,861
		65,611,148
<b>Building Products — 0.8%</b>		
A O Smith Corp.	19,445	1,005,112
Allegion PLC	13,259	1,306,012

Security	Shares	Value
<b>Building Products (continued)</b>		
Builders FirstSource Inc. <sup>(a)</sup>	16,845	\$ 510,404
Fortune Brands Home & Security Inc.	19,671	1,590,794
Johnson Controls International PLC	106,353	4,489,160
Lennox International Inc.	4,883	1,326,516
Masco Corp.	37,709	2,021,202
Owens Corning	15,475	1,013,148
Trane Technologies PLC	34,082	4,524,385
		17,786,733
<b>Capital Markets — 3.4%</b>		
Ameriprise Financial Inc.	17,451	2,806,644
Bank of New York Mellon Corp. (The)	113,945	3,915,150
BlackRock Inc. <sup>(b)</sup>	21,740	13,026,825
Charles Schwab Corp. (The)	218,384	8,977,766
CME Group Inc.	51,241	7,723,044
FactSet Research Systems Inc.	5,414	1,659,391
Franklin Resources Inc.	42,636	799,425
Intercontinental Exchange Inc.	78,024	7,365,466
Invesco Ltd.	55,697	730,188
Moody's Corp.	24,050	6,322,745
Northern Trust Corp.	28,170	2,204,866
S&P Global Inc.	34,423	11,109,335
State Street Corp.	50,191	2,956,250
T Rowe Price Group Inc.	32,528	4,119,996
		73,717,091
<b>Chemicals — 2.2%</b>		
Air Products & Chemicals Inc.	31,552	8,715,924
Albemarle Corp.	15,194	1,416,233
Axalta Coating Systems Ltd. <sup>(a)</sup>	30,273	760,155
Ecolab Inc.	36,353	6,674,047
HB Fuller Co.	7,487	338,787
International Flavors & Fragrances Inc.	12,230	1,255,532
Linde PLC	74,999	16,525,280
Minerals Technologies Inc.	4,868	266,231
Mosaic Co. (The)	51,031	944,073
PPG Industries Inc.	33,719	4,374,029
Sherwin-Williams Co. (The)	11,682	8,036,982
		49,307,273
<b>Commercial Services &amp; Supplies — 0.2%</b>		
ACCO Brands Corp.	11,937	62,908
Copart Inc. <sup>(a)</sup>	30,110	3,322,940
Deluxe Corp.	6,371	136,594
HNI Corp.	6,310	205,390
Interface Inc.	8,941	54,808
Knoll Inc.	7,521	86,191
Steelcase Inc., Class A	11,213	117,064
Tetra Tech Inc.	7,726	779,631
		4,765,526
<b>Communications Equipment — 1.2%</b>		
Cisco Systems Inc.	602,964	21,646,408
CommScope Holding Co. Inc. <sup>(a)(c)</sup>	28,484	253,508
F5 Networks Inc. <sup>(a)</sup>	8,678	1,153,653
Motorola Solutions Inc.	24,251	3,833,113
Plantronics Inc.	4,995	97,502
		26,984,184
<b>Construction &amp; Engineering — 0.1%</b>		
EMCOR Group Inc.	7,672	523,154
Granite Construction Inc.	6,894	133,123



# Schedule of Investments (unaudited) (continued)

October 31, 2020

iShares® MSCI KLD 400 Social ETF  
(Percentages shown are based on Net Assets)

Security	Shares	Value
<b>Construction &amp; Engineering (continued)</b>		
Quanta Services Inc.	19,682	\$ 1,228,747
		1,885,024
<b>Consumer Finance — 0.5%</b>		
Ally Financial Inc.	53,661	1,431,675
American Express Co.	97,799	8,923,181
		10,354,856
<b>Containers &amp; Packaging — 0.4%</b>		
Amcor PLC	225,120	2,348,002
Avery Dennison Corp.	11,923	1,650,024
Ball Corp.	46,615	4,148,735
Sealed Air Corp.	22,153	877,037
Sonoco Products Co.	14,423	705,140
		9,728,938
<b>Distributors — 0.2%</b>		
LKQ Corp. <sup>(a)</sup>	40,991	1,311,302
Pool Corp.	5,723	2,002,077
		3,313,379
<b>Diversified Financial Services — 0.1%</b>		
Equitable Holdings Inc.	57,982	1,246,033
Voya Financial Inc.	18,031	864,226
		2,110,259
<b>Diversified Telecommunication Services — 1.7%</b>		
CenturyLink Inc.	132,614	1,143,133
Liberty Global PLC, Class A <sup>(a)</sup>	23,231	440,924
Liberty Global PLC, Class C, NVS <sup>(a)</sup>	55,904	1,043,169
Verizon Communications Inc.	590,926	33,676,873
		36,304,099
<b>Electric Utilities — 0.6%</b>		
Alliant Energy Corp.	35,629	1,969,571
Eversource Energy	48,110	4,198,560
FirstEnergy Corp.	77,556	2,304,964
OGE Energy Corp.	28,612	880,391
PPL Corp.	109,869	3,021,398
		12,374,884
<b>Electrical Equipment — 0.5%</b>		
Acuity Brands Inc.	5,748	512,377
Eaton Corp. PLC	57,178	5,934,505
Rockwell Automation Inc.	16,516	3,916,274
Sensata Technologies Holding PLC <sup>(a)</sup>	22,581	987,015
		11,350,171
<b>Electronic Equipment, Instruments &amp; Components — 0.8%</b>		
Cognex Corp.	24,662	1,625,226
Corning Inc.	108,499	3,468,713
Flex Ltd. <sup>(a)</sup>	71,683	1,014,314
Itron Inc. <sup>(a)</sup>	5,547	376,919
Keysight Technologies Inc. <sup>(a)</sup>	26,600	2,789,542
TE Connectivity Ltd.	47,154	4,568,279
Trimble Inc. <sup>(a)</sup>	35,644	1,715,546
Zebra Technologies Corp., Class A <sup>(a)</sup>	7,598	2,155,097
		17,713,636
<b>Energy Equipment &amp; Services — 0.2%</b>		
Baker Hughes Co.	93,523	1,381,335
Core Laboratories NV	6,553	94,691
National Oilwell Varco Inc.	54,284	455,985
Schlumberger Ltd.	197,381	2,948,872
TechnipFMC PLC	61,507	340,134
		5,221,017

Security	Shares	Value
<b>Entertainment — 1.7%</b>		
Electronic Arts Inc. <sup>(a)</sup>	41,164	\$ 4,932,682
Walt Disney Co. (The)	257,945	31,275,831
		36,208,513
<b>Equity Real Estate Investment Trusts (REITs) — 3.0%</b>		
American Tower Corp.	63,311	14,539,371
AvalonBay Communities Inc.	20,006	2,783,435
Boston Properties Inc.	21,048	1,524,086
Corporate Office Properties Trust	15,578	349,414
Digital Realty Trust Inc.	38,359	5,535,204
Duke Realty Corp.	52,715	2,002,643
Equinix Inc.	12,652	9,251,648
Equity Residential	52,898	2,485,148
Federal Realty Investment Trust	10,279	706,990
Healthpeak Properties Inc.	76,967	2,075,800
Host Hotels & Resorts Inc.	101,011	1,058,595
Iron Mountain Inc.	41,046	1,069,659
Macerich Co. (The) <sup>(c)</sup>	14,634	101,853
PotlatchDeltic Corp.	9,499	394,683
Prologis Inc.	105,535	10,469,072
SBA Communications Corp.	15,913	4,620,658
Simon Property Group Inc.	43,598	2,738,390
UDR Inc.	42,166	1,317,266
Vornado Realty Trust	23,230	713,858
Weyerhaeuser Co.	106,680	2,911,297
		66,649,070
<b>Food &amp; Staples Retailing — 0.3%</b>		
Kroger Co. (The)	112,403	3,620,501
Sysco Corp.	68,756	3,802,894
United Natural Foods Inc. <sup>(a)</sup>	8,067	117,536
		7,540,931
<b>Food Products — 1.7%</b>		
Archer-Daniels-Midland Co.	79,207	3,662,532
Bunge Ltd.	20,452	1,160,242
Campbell Soup Co.	25,910	1,209,220
Darling Ingredients Inc. <sup>(a)</sup>	22,909	985,087
General Mills Inc.	86,585	5,118,905
Hain Celestial Group Inc. (The) <sup>(a)</sup>	11,951	367,493
Hormel Foods Corp.	42,096	2,049,654
Ingredion Inc.	9,642	683,521
JM Smucker Co. (The)	16,312	1,830,206
Kellogg Co.	36,703	2,308,252
Kraft Heinz Co. (The)	96,123	2,940,403
Lamb Weston Holdings Inc.	20,896	1,325,851
McCormick & Co. Inc./MD, NVS	17,677	3,190,875
Mondelez International Inc., Class A	203,946	10,833,612
		37,665,853
<b>Gas Utilities — 0.1%</b>		
Atmos Energy Corp.	17,503	1,604,500
New Jersey Resources Corp.	13,679	399,153
Northwest Natural Holding Co.	4,283	190,337
UGI Corp.	29,757	962,341
		3,156,331
<b>Health Care Equipment &amp; Supplies — 1.9%</b>		
ABIOMED Inc. <sup>(a)</sup>	6,441	1,622,359
Align Technology Inc. <sup>(a)</sup>	10,688	4,553,943
Becton Dickinson and Co.	41,409	9,570,862
Cooper Companies Inc. (The)	7,631	2,434,671
DENTSPLY SIRONA Inc.	31,242	1,474,310
Edwards Lifesciences Corp. <sup>(a)</sup>	88,330	6,332,378

# Schedule of Investments (unaudited) (continued)

October 31, 2020

iShares® MSCI KLD 400 Social ETF  
(Percentages shown are based on Net Assets)

Security	Shares	Value
<b>Health Care Equipment &amp; Supplies (continued)</b>		
Hologic Inc. <sup>(a)</sup>	36,920	\$ 2,540,834
IDEXX Laboratories Inc. <sup>(a)</sup>	12,104	5,142,021
ResMed Inc.	20,695	3,972,198
Varian Medical Systems Inc. <sup>(a)</sup>	12,977	2,242,426
West Pharmaceutical Services Inc.	10,489	2,853,742
		42,739,744
<b>Health Care Providers &amp; Services — 1.7%</b>		
AmerisourceBergen Corp.	21,812	2,095,479
Cardinal Health Inc.	41,763	1,912,328
Centene Corp. <sup>(a)</sup>	82,765	4,891,411
Cigna Corp.	52,737	8,805,497
DaVita Inc. <sup>(a)</sup>	11,385	981,956
HCA Healthcare Inc.	38,506	4,772,434
Henry Schein Inc. <sup>(a)</sup>	20,512	1,304,153
Humana Inc.	18,851	7,526,827
Laboratory Corp. of America Holdings <sup>(a)</sup>	13,921	2,780,998
MEDNAX Inc. <sup>(a)</sup>	12,312	156,978
Patterson Companies Inc.	12,676	315,316
Quest Diagnostics Inc.	19,091	2,331,775
Select Medical Holdings Corp. <sup>(a)</sup>	15,143	317,700
		38,192,852
<b>Health Care Technology — 0.3%</b>		
Cerner Corp.	43,522	3,050,457
Teladoc Health Inc. <sup>(a)(c)</sup>	16,303	3,202,887
		6,253,344
<b>Hotels, Restaurants &amp; Leisure — 2.4%</b>		
Aramark	32,482	901,051
Choice Hotels International Inc.	5,045	440,681
Darden Restaurants Inc.	18,402	1,691,512
Domino's Pizza Inc.	5,597	2,117,457
Hilton Worldwide Holdings Inc.	39,439	3,463,138
Jack in the Box Inc.	3,114	249,307
Marriott International Inc./MD, Class A	39,441	3,663,280
McDonald's Corp.	106,184	22,617,192
Royal Caribbean Cruises Ltd.	25,416	1,433,971
Starbucks Corp.	166,810	14,505,797
Vail Resorts Inc.	5,752	1,334,694
		52,418,080
<b>Household Durables — 0.3%</b>		
Ethan Allen Interiors Inc.	3,480	55,854
Garmin Ltd.	20,462	2,128,457
La-Z-Boy Inc.	6,331	216,710
Meritage Homes Corp. <sup>(a)</sup>	5,295	461,141
Mohawk Industries Inc. <sup>(a)</sup>	8,699	897,650
Newell Brands Inc.	57,235	1,010,770
Whirlpool Corp.	8,861	1,638,931
		6,409,513
<b>Household Products — 3.1%</b>		
Clorox Co. (The)	18,012	3,732,987
Colgate-Palmolive Co.	116,227	9,169,148
Kimberly-Clark Corp.	48,541	6,436,051
Procter & Gamble Co. (The)	353,533	48,469,375
		67,807,561
<b>Independent Power and Renewable Electricity Producers — 0.1%</b>		
AES Corp. (The)	95,004	1,852,578
Ormat Technologies Inc.	5,640	399,707
		2,252,285

Security	Shares	Value
<b>Industrial Conglomerates — 0.9%</b>		
3M Co.	82,153	\$ 13,141,194
Roper Technologies Inc.	14,925	5,542,249
		18,683,443
<b>Insurance — 2.2%</b>		
Allstate Corp. (The)	44,919	3,986,561
Arthur J. Gallagher & Co.	27,156	2,816,349
Chubb Ltd.	64,361	8,361,138
Hartford Financial Services Group Inc. (The)	51,274	1,975,074
Lincoln National Corp.	27,249	956,440
Loews Corp.	36,217	1,256,006
Marsh & McLennan Companies Inc.	72,757	7,527,439
Principal Financial Group Inc.	39,315	1,541,934
Progressive Corp. (The)	83,455	7,669,515
Prudential Financial Inc.	56,322	3,605,734
Travelers Companies Inc. (The)	36,155	4,364,270
Willis Towers Watson PLC	18,427	3,362,559
		47,423,019
<b>Interactive Media &amp; Services — 10.5%</b>		
Alphabet Inc., Class A <sup>(a)</sup>	42,850	69,250,314
Alphabet Inc., Class C, NVS <sup>(a)</sup>	43,206	70,037,358
Facebook Inc., Class A <sup>(a)</sup>	343,383	90,347,501
		229,635,173
<b>Internet &amp; Direct Marketing Retail — 0.4%</b>		
Booking Holdings Inc. <sup>(a)</sup>	5,842	9,478,645
<b>IT Services — 7.5%</b>		
Accenture PLC, Class A	90,969	19,732,086
Automatic Data Processing Inc.	61,419	9,701,745
Cognizant Technology Solutions Corp., Class A	77,278	5,519,195
International Business Machines Corp.	126,811	14,159,716
Mastercard Inc., Class A	127,631	36,839,412
Okta Inc. <sup>(a)</sup>	16,602	3,483,598
PayPal Holdings Inc. <sup>(a)</sup>	159,294	29,649,392
Visa Inc., Class A	240,926	43,778,663
Western Union Co. (The)	59,118	1,149,254
		164,013,061
<b>Leisure Products — 0.1%</b>		
Callaway Golf Co.	12,968	200,874
Hasbro Inc.	18,607	1,539,171
Mattel Inc. <sup>(a)</sup>	49,087	675,928
		2,415,973
<b>Life Sciences Tools &amp; Services — 0.7%</b>		
Agilent Technologies Inc.	44,146	4,506,865
Bio-Techne Corp.	5,498	1,387,750
IQVIA Holdings Inc. <sup>(a)</sup>	27,311	4,205,621
Mettler-Toledo International Inc. <sup>(a)</sup>	3,414	3,406,865
Waters Corp. <sup>(a)</sup>	8,876	1,977,750
		15,484,851
<b>Machinery — 2.8%</b>		
AGCO Corp.	8,942	688,802
Caterpillar Inc.	77,317	12,142,635
Cummins Inc.	21,092	4,637,920
Deere & Co.	42,474	9,595,301
Dover Corp.	20,450	2,264,019
Flowserve Corp.	18,146	528,412
Fortive Corp.	43,274	2,665,678
Graco Inc.	23,897	1,479,224
Illinois Tool Works Inc.	45,162	8,846,333
Lincoln Electric Holdings Inc.	8,141	828,917

# Schedule of Investments (unaudited) (continued)

October 31, 2020

iShares® MSCI KLD 400 Social ETF  
(Percentages shown are based on Net Assets)

Security	Shares	Value
<b>Machinery (continued)</b>		
Meritor Inc. <sup>(a)</sup>	10,098	\$ 245,785
Middleby Corp. (The) <sup>(a)</sup>	7,975	793,832
PACCAR Inc.	49,263	4,206,075
Parker-Hannifin Corp.	18,252	3,802,987
Snap-on Inc.	7,428	1,170,133
Stanley Black & Decker Inc.	22,050	3,664,710
Tennant Co.	2,529	150,779
Timken Co. (The)	9,446	563,926
Westinghouse Air Brake Technologies Corp.	25,711	1,524,662
Xylem Inc./NY	25,780	2,246,469
		62,046,599
<b>Media — 0.2%</b>		
Discovery Inc., Class A <sup>(a)(c)</sup>	22,327	451,899
Discovery Inc., Class C, NVS <sup>(a)</sup>	46,200	846,384
John Wiley & Sons Inc., Class A	6,357	196,813
New York Times Co. (The), Class A <sup>(c)</sup>	20,096	797,007
Omnicom Group Inc.	30,557	1,442,290
Scholastic Corp., NVS	4,345	85,857
		3,820,250
<b>Metals &amp; Mining — 0.4%</b>		
Compass Minerals International Inc.	4,997	301,719
Newmont Corp.	114,407	7,189,336
Nucor Corp.	43,196	2,063,041
Schnitzer Steel Industries Inc., Class A	3,645	76,545
		9,630,641
<b>Multi-Utilities — 0.9%</b>		
Avista Corp.	9,735	323,397
CenterPoint Energy Inc.	71,865	1,518,507
CMS Energy Corp.	40,954	2,593,617
Consolidated Edison Inc.	47,801	3,751,901
MDU Resources Group Inc.	28,229	670,721
NiSource Inc.	54,610	1,254,392
Sempra Energy	41,809	5,241,176
WEC Energy Group Inc.	44,928	4,517,510
		19,871,221
<b>Multiline Retail — 0.0%</b>		
Kohl's Corp. <sup>(c)</sup>	22,213	472,915
Nordstrom Inc. <sup>(c)</sup>	16,060	194,326
		667,241
<b>Oil, Gas &amp; Consumable Fuels — 1.0%</b>		
Apache Corp.	53,373	442,996
Cheniere Energy Inc. <sup>(a)</sup>	32,285	1,545,483
ConocoPhillips	152,698	4,370,217
Devon Energy Corp.	54,490	486,596
EQT Corp.	36,331	550,051
Hess Corp.	39,316	1,463,341
Marathon Oil Corp.	113,099	447,872
Marathon Petroleum Corp.	92,902	2,740,609
Occidental Petroleum Corp.	127,828	1,167,070
ONEOK Inc.	62,656	1,817,024
Phillips 66	62,227	2,903,512
Pioneer Natural Resources Co.	23,476	1,867,750
Southwestern Energy Co. <sup>(a)</sup>	81,423	217,399
Valero Energy Corp.	58,234	2,248,415
		22,268,335
<b>Paper &amp; Forest Products — 0.0%</b>		
Domtar Corp.	7,588	181,201

Security	Shares	Value
<b>Personal Products — 0.3%</b>		
Estee Lauder Companies Inc. (The), Class A	32,128	\$ 7,057,237
<b>Pharmaceuticals — 2.6%</b>		
Bristol-Myers Squibb Co.	323,124	18,886,598
Jazz Pharmaceuticals PLC <sup>(a)(c)</sup>	7,870	1,134,067
Merck & Co. Inc.	360,453	27,109,670
Zoetis Inc.	67,855	10,758,410
		57,888,745
<b>Professional Services — 0.4%</b>		
ASGN Inc. <sup>(a)</sup>	7,462	497,566
Exponent Inc.	7,501	521,995
Heidrick & Struggles International Inc.	2,437	55,685
ICF International Inc.	2,610	170,668
IHS Markit Ltd.	54,044	4,370,538
Kelly Services Inc., Class A, NVS	4,701	81,703
ManpowerGroup Inc.	8,350	566,715
Resources Connection Inc.	4,855	52,143
Robert Half International Inc.	16,478	835,270
TransUnion	27,009	2,151,537
TrueBlue Inc. <sup>(a)</sup>	4,781	74,201
		9,378,021
<b>Real Estate Management &amp; Development — 0.2%</b>		
CBRE Group Inc., Class A <sup>(a)</sup>	47,900	2,414,160
Jones Lang LaSalle Inc.	7,305	824,442
Realogy Holdings Corp. <sup>(a)</sup>	17,512	195,434
		3,434,036
<b>Road &amp; Rail — 1.7%</b>		
AMERCO	1,403	487,066
ArcBest Corp.	3,832	116,953
Avis Budget Group Inc. <sup>(a)</sup>	8,212	276,498
CSX Corp.	109,145	8,615,906
Kansas City Southern	13,592	2,394,095
Norfolk Southern Corp.	36,528	7,638,735
Ryder System Inc.	7,841	386,248
Union Pacific Corp.	96,902	17,170,065
		37,085,566
<b>Semiconductors &amp; Semiconductor Equipment — 5.9%</b>		
Advanced Micro Devices Inc. <sup>(a)</sup>	167,277	12,594,285
Analog Devices Inc.	52,513	6,224,366
Applied Materials Inc.	130,676	7,739,939
Intel Corp.	604,636	26,773,282
Lam Research Corp.	20,701	7,081,398
Microchip Technology Inc.	35,083	3,686,522
NVIDIA Corp.	87,826	44,032,443
Skyworks Solutions Inc.	23,858	3,370,897
Texas Instruments Inc.	131,062	18,950,255
		130,453,387
<b>Software — 15.8%</b>		
Adobe Inc. <sup>(a)</sup>	68,802	30,761,374
ANSYS Inc. <sup>(a)</sup>	12,248	3,727,924
Autodesk Inc. <sup>(a)</sup>	31,336	7,380,881
Cadence Design Systems Inc. <sup>(a)</sup>	39,807	4,353,692
Citrix Systems Inc.	16,819	1,905,088
Fortinet Inc. <sup>(a)</sup>	19,649	2,168,660
Intuit Inc.	37,240	11,718,683
Microsoft Corp.	1,028,805	208,302,148
NortonLifeLock Inc.	79,771	1,640,889
Oracle Corp.	292,726	16,424,856
Paycom Software Inc. <sup>(a)</sup>	7,132	2,596,690

# Schedule of Investments (unaudited) (continued)

October 31, 2020

iShares® MSCI KLD 400 Social ETF  
(Percentages shown are based on Net Assets)

Security	Shares	Value
<b>Software (continued)</b>		
salesforce.com Inc. <sup>(a)</sup>	128,440	\$ 29,832,759
ServiceNow Inc. <sup>(a)</sup>	27,232	13,549,826
Slack Technologies Inc., Class A <sup>(a)(c)</sup>	54,759	1,400,735
Splunk Inc. <sup>(a)</sup>	22,718	4,499,073
Teradata Corp. <sup>(a)(c)</sup>	15,780	289,879
VMware Inc., Class A <sup>(a)</sup>	11,985	1,542,829
Workday Inc., Class A <sup>(a)</sup>	24,871	5,225,895
		<u>347,321,881</u>
<b>Specialty Retail — 3.3%</b>		
AutoNation Inc. <sup>(a)</sup>	7,990	453,273
Best Buy Co. Inc.	33,121	3,694,648
Buckle Inc. (The)	4,495	107,700
CarMax Inc. <sup>(a)</sup>	23,161	2,002,037
Foot Locker Inc.	14,858	547,963
GameStop Corp., Class A <sup>(a)(c)</sup>	8,488	88,869
Gap Inc. (The)	32,478	631,697
Home Depot Inc. (The)	153,589	40,963,722
Lowe's Companies Inc.	107,817	17,045,868
ODP Corp. (The)	7,401	144,320
Signet Jewelers Ltd.	7,604	169,417
Tiffany & Co.	15,495	2,027,366
Tractor Supply Co.	16,533	2,202,361
Ulta Beauty Inc. <sup>(a)</sup>	7,633	1,578,275
		<u>71,657,516</u>
<b>Technology Hardware, Storage &amp; Peripherals — 0.4%</b>		
Dell Technologies Inc., Class C <sup>(a)</sup>	34,240	2,063,303
Hewlett Packard Enterprise Co.	182,670	1,578,269
HP Inc.	203,821	3,660,625
Xerox Holdings Corp.	25,898	450,107
		<u>7,752,304</u>
<b>Textiles, Apparel &amp; Luxury Goods — 1.3%</b>		
Capri Holdings Ltd. <sup>(a)</sup>	20,313	431,042
Columbia Sportswear Co.	4,251	317,082
Deckers Outdoor Corp. <sup>(a)</sup>	3,983	1,009,173
Hanesbrands Inc.	49,756	799,579
Nike Inc., Class B	177,080	21,263,766
PVH Corp.	10,148	591,527
Under Armour Inc., Class A <sup>(a)</sup>	27,794	384,669
Under Armour Inc., Class C, NVS <sup>(a)</sup>	28,498	348,530
VF Corp.	47,254	3,175,469
Wolverine World Wide Inc.	11,833	315,586
		<u>28,636,423</u>

Security	Shares	Value
<b>Thriffs &amp; Mortgage Finance — 0.0%</b>		
New York Community Bancorp. Inc.	66,413	\$ 551,892
<b>Trading Companies &amp; Distributors — 0.4%</b>		
Air Lease Corp.	15,622	425,543
Applied Industrial Technologies Inc.	5,366	327,595
Fastenal Co.	81,642	3,529,384
H&E Equipment Services Inc.	4,676	98,383
HD Supply Holdings Inc. <sup>(a)</sup>	23,207	925,031
United Rentals Inc. <sup>(a)</sup>	10,297	1,835,852
WW Grainger Inc.	6,460	2,261,129
		<u>9,402,917</u>
<b>Water Utilities — 0.2%</b>		
American Water Works Co. Inc.	25,901	3,898,360
Essential Utilities Inc.	33,291	1,371,589
		<u>5,269,949</u>
<b>Total Common Stocks — 99.8%</b>		
(Cost: \$1,691,383,232)		<u>2,193,219,976</u>
<b>Short-Term Investments</b>		
<b>Money Market Funds — 0.5%</b>		
BlackRock Cash Funds: Institutional, SL Agency Shares, 0.20% <sup>(b)(d)(e)</sup>	4,421,967	4,425,062
BlackRock Cash Funds: Treasury, SL Agency Shares, 0.04% <sup>(b)(d)</sup>	6,170,000	6,170,000
		<u>10,595,062</u>
<b>Total Short-Term Investments — 0.5%</b>		
(Cost: \$10,592,145)		<u>10,595,062</u>
<b>Total Investments in Securities — 100.3%</b>		
(Cost: \$1,701,975,377)		<u>2,203,815,038</u>
<b>Other Assets, Less Liabilities — (0.3)%</b>		
		<u>(6,633,613)</u>
<b>Net Assets — 100.0%</b>		
		<u>\$ 2,197,181,425</u>

(a) Non-income producing security.

(b) Affiliate of the Fund.

(c) All or a portion of this security is on loan.

(d) Annualized 7-day yield as of period-end.

(e) All or a portion of this security was purchased with cash collateral received from loaned securities.

# Schedule of Investments (unaudited) (continued)

October 31, 2020

iShares® MSCI KLD 400 Social ETF

## Affiliates

Investments in issuers considered to be affiliate(s) of the Fund during the six months ended October 31, 2020 for purposes of Section 2(a)(3) of the Investment Company Act of 1940, as amended, were as follows:

Affiliated Issuer	Value at 04/30/20	Purchases at Cost	Proceeds from Sales	Net Realized Gain (Loss)	Change in Unrealized Appreciation (Depreciation)	Value at 10/31/20	Shares Held at 10/31/20	Income	Capital Gain Distributions from Underlying Funds
BlackRock Cash Funds: Institutional, SL Agency Shares .....	\$17,130,304	\$ —	\$(12,700,632) <sup>(a)</sup>	\$ 18,616	\$ (23,226)	\$ 4,425,062	4,421,967	\$ 50,524 <sup>(b)</sup>	\$ —
BlackRock Cash Funds: Treasury, SL Agency Shares .....	2,660,000	3,510,000 <sup>(a)</sup>	—	—	—	6,170,000	6,170,000	2,373	—
BlackRock Inc. ....	7,853,412	3,650,258	(414,547)	68,599	1,869,103	13,026,825	21,740	149,153	—
				<u>\$ 87,215</u>	<u>\$ 1,845,877</u>	<u>\$23,621,887</u>		<u>\$202,050</u>	<u>\$ —</u>

<sup>(a)</sup> Represents net amount purchased (sold).

<sup>(b)</sup> All or a portion represents securities lending income earned from the reinvestment of cash collateral from loaned securities, net of fees and collateral investment expenses, and other payments to and from borrowers of securities.

## Futures Contracts

Description	Number of Contracts	Expiration Date	Notional Amount (000)	Value/ Unrealized Appreciation (Depreciation)
Long Contracts				
S&P 500 E-Mini Index .....	22	12/18/20	\$ 3,591	\$ (170,329)

## Derivative Financial Instruments Categorized by Risk Exposure

As of October 31, 2020, the fair values of derivative financial instruments located in the Statements of Assets and Liabilities were as follows:

	Equity Contracts
<b>Liabilities — Derivative Financial Instruments</b>	
Futures contracts	
Unrealized depreciation on futures contracts <sup>(a)</sup> .....	\$ 170,329

<sup>(a)</sup> Net cumulative appreciation (depreciation) on futures contracts are reported in the Schedule of Investments. In the Statements of Assets and Liabilities, only current day's variation margin is reported in receivables or payables and the net cumulative unrealized appreciation (depreciation) is included in accumulated earnings (loss).

For the six months ended October 31, 2020, the effect of derivative financial instruments in the Statements of Operations was as follows:

	Equity Contracts
<b>Net Realized Gain (Loss) from:</b>	
Futures contracts .....	\$1,034,419
<b>Net Change in Unrealized Appreciation (Depreciation) on:</b>	
Futures contracts .....	\$ (541,842)

## Average Quarterly Balances of Outstanding Derivative Financial Instruments

Futures contracts:	
Average notional value of contracts — long .....	\$5,101,900

For more information about the Fund's investment risks regarding derivative financial instruments, refer to the Notes to Financial Statements.

## Fair Value Measurements

Various inputs are used in determining the fair value of financial instruments. For description of the input levels and information about the Fund's policy regarding valuation of financial instruments, refer to the Notes to Financial Statements.

October 31, 2020

**Fair Value Measurements (continued)**

The following table summarizes the value of the Fund's investments according to the fair value hierarchy as of October 31, 2020. The breakdown of the Fund's investments into major categories is disclosed in the Schedule of Investments above.

	Level 1	Level 2	Level 3	Total
Investments				
Assets				
Common Stocks.....	\$2,193,219,976	\$ —	\$ —	\$2,193,219,976
Money Market Funds .....	10,595,062	—	—	10,595,062
	<u>\$2,203,815,038</u>	<u>\$ —</u>	<u>\$ —</u>	<u>\$2,203,815,038</u>
Derivative financial instruments <sup>(a)</sup>				
Liabilities				
Futures Contracts .....	\$ (170,329)	\$ —	\$ —	\$ (170,329)

<sup>(a)</sup> Shown at the unrealized appreciation (depreciation) on the contracts.

See notes to financial statements.



# Schedule of Investments (unaudited)

October 31, 2020

iShares® MSCI USA ESG Select ETF

(Percentages shown are based on Net Assets)

Security	Shares	Value
<b>Common Stocks</b>		
<b>Air Freight &amp; Logistics — 1.9%</b>		
CH Robinson Worldwide Inc. ....	34,076	\$ 3,013,341
Expeditors International of Washington Inc. ....	360,169	31,828,134
		<u>34,841,475</u>
<b>Auto Components — 0.4%</b>		
Aptiv PLC .....	84,270	8,131,212
<b>Automobiles — 1.3%</b>		
Tesla Inc. <sup>(a)</sup> .....	59,153	22,953,730
<b>Banks — 0.6%</b>		
KeyCorp. ....	168,480	2,186,871
PNC Financial Services Group Inc. (The) .....	41,958	4,694,261
SVB Financial Group <sup>(a)</sup> .....	14,826	4,309,918
		<u>11,191,050</u>
<b>Beverages — 2.3%</b>		
Coca-Cola Co. (The) .....	313,848	15,083,535
PepsiCo Inc. ....	198,334	26,435,939
		<u>41,519,474</u>
<b>Biotechnology — 2.9%</b>		
AbbVie Inc. ....	105,916	9,013,452
Amgen Inc. ....	70,631	15,322,689
Biogen Inc. <sup>(a)</sup> .....	15,706	3,959,011
Gilead Sciences Inc. ....	194,104	11,287,148
Vertex Pharmaceuticals Inc. <sup>(a)</sup> .....	57,837	12,050,917
		<u>51,633,217</u>
<b>Building Products — 2.4%</b>		
Johnson Controls International PLC .....	662,885	27,980,376
Owens Corning .....	50,994	3,338,577
Trane Technologies PLC .....	91,165	12,102,154
		<u>43,421,107</u>
<b>Capital Markets — 4.6%</b>		
Bank of New York Mellon Corp. (The) .....	261,254	8,976,687
BlackRock Inc. <sup>(b)</sup> .....	60,286	36,123,974
FactSet Research Systems Inc. ....	6,696	2,052,324
Franklin Resources Inc. ....	129,721	2,432,269
Invesco Ltd. ....	215,553	2,825,900
Moody's Corp. ....	9,659	2,539,351
Northern Trust Corp. ....	197,068	15,424,512
S&P Global Inc. ....	8,202	2,647,032
State Street Corp. ....	111,792	6,584,549
T Rowe Price Group Inc. ....	33,143	4,197,892
		<u>83,804,490</u>
<b>Chemicals — 2.4%</b>		
Axalta Coating Systems Ltd. <sup>(a)</sup> .....	152,937	3,840,248
Ecolab Inc. ....	143,926	26,423,374
International Flavors & Fragrances Inc. <sup>(c)</sup> .....	52,817	5,422,193
Linde PLC .....	16,660	3,670,865
Mosaic Co. (The) .....	148,178	2,741,293
PPG Industries Inc. ....	15,436	2,002,358
		<u>44,100,331</u>
<b>Communications Equipment — 1.0%</b>		
Cisco Systems Inc. ....	494,851	17,765,151
<b>Consumer Finance — 1.3%</b>		
Ally Financial Inc. ....	233,320	6,224,977
American Express Co. ....	186,503	17,016,534
		<u>23,241,511</u>

Security	Shares	Value
<b>Containers &amp; Packaging — 0.2%</b>		
Amcor PLC .....	330,685	\$ 3,449,045
<b>Diversified Telecommunication Services — 0.6%</b>		
Liberty Global PLC, Class C, NVS <sup>(a)</sup> .....	218,286	4,073,217
Verizon Communications Inc. ....	115,512	6,583,029
		<u>10,656,246</u>
<b>Electric Utilities — 2.1%</b>		
Eversource Energy. ....	223,688	19,521,252
Southern Co. (The) .....	35,006	2,011,095
Xcel Energy Inc. ....	236,014	16,528,060
		<u>38,060,407</u>
<b>Electronic Equipment, Instruments &amp; Components — 1.1%</b>		
Cognex Corp. ....	26,945	1,775,675
Keysight Technologies Inc. <sup>(a)</sup> .....	46,487	4,875,092
TE Connectivity Ltd. ....	65,602	6,355,522
Trimble Inc. <sup>(a)</sup> .....	109,635	5,276,732
Zebra Technologies Corp., Class A <sup>(a)</sup> .....	7,687	2,180,341
		<u>20,463,362</u>
<b>Energy Equipment &amp; Services — 0.4%</b>		
Baker Hughes Co. ....	524,763	7,750,749
<b>Entertainment — 0.9%</b>		
Electronic Arts Inc. <sup>(a)</sup> .....	21,982	2,634,103
Netflix Inc. <sup>(a)</sup> .....	9,895	4,707,447
Walt Disney Co. (The) .....	75,691	9,177,534
		<u>16,519,084</u>
<b>Equity Real Estate Investment Trusts (REITs) — 3.0%</b>		
American Tower Corp. ....	21,551	4,949,187
Equinix Inc. ....	18,794	13,742,925
Healthpeak Properties Inc. ....	363,545	9,804,809
Iron Mountain Inc. ....	148,578	3,871,943
Prologis Inc. ....	165,227	16,390,518
Ventas Inc. ....	69,604	2,747,270
Welltower Inc. ....	34,525	1,856,409
		<u>53,363,061</u>
<b>Food Products — 2.7%</b>		
Bunge Ltd. ....	267,616	15,181,856
Campbell Soup Co. ....	152,765	7,129,542
General Mills Inc. ....	197,834	11,695,946
Kellogg Co. ....	224,254	14,103,334
		<u>48,110,678</u>
<b>Health Care Equipment &amp; Supplies — 2.1%</b>		
DENTSPLY SIRONA Inc. ....	43,220	2,039,552
DexCom Inc. <sup>(a)</sup> .....	9,715	3,104,720
Edwards Lifesciences Corp. <sup>(a)</sup> .....	137,954	9,889,922
Hologic Inc. <sup>(a)</sup> .....	51,073	3,514,844
IDEXX Laboratories Inc. <sup>(a)</sup> .....	25,137	10,678,700
ResMed Inc. ....	20,679	3,969,127
West Pharmaceutical Services Inc. ....	14,789	4,023,643
		<u>37,220,508</u>
<b>Health Care Providers &amp; Services — 2.8%</b>		
Cardinal Health Inc. ....	140,433	6,430,427
DaVita Inc. <sup>(a)</sup> .....	35,464	3,058,770
HCA Healthcare Inc. ....	38,579	4,781,481
Henry Schein Inc. <sup>(a)</sup> .....	333,292	21,190,705
Humana Inc. ....	13,895	5,547,996
Quest Diagnostics Inc. ....	75,139	9,177,478
		<u>50,186,857</u>

# Schedule of Investments (unaudited) (continued)

October 31, 2020

iShares® MSCI USA ESG Select ETF  
(Percentages shown are based on Net Assets)

Security	Shares	Value
<b>Health Care Technology — 0.4%</b>		
Cerner Corp. ....	29,825	\$ 2,090,434
Teladoc Health Inc. <sup>(a)(c)</sup> .....	22,163	4,354,143
		6,444,577
<b>Hotels, Restaurants &amp; Leisure — 0.9%</b>		
Darden Restaurants Inc. ....	50,363	4,629,367
Hilton Worldwide Holdings Inc. ....	36,498	3,204,889
Royal Caribbean Cruises Ltd. ....	50,357	2,841,142
Vail Resorts Inc. <sup>(c)</sup> .....	20,743	4,813,206
		15,488,604
<b>Household Products — 3.1%</b>		
Clorox Co. (The) .....	45,287	9,385,731
Colgate-Palmolive Co. ....	106,254	8,382,378
Kimberly-Clark Corp. ....	68,871	9,131,606
Procter & Gamble Co. (The) .....	209,445	28,714,909
		55,614,624
<b>Independent Power and Renewable Electricity Producers — 0.2%</b>		
AES Corp. (The) .....	232,955	4,542,622
<b>Industrial Conglomerates — 2.0%</b>		
3M Co. ....	226,108	36,168,236
<b>Insurance — 2.1%</b>		
Marsh & McLennan Companies Inc. ....	241,803	25,016,939
Prudential Financial Inc. ....	98,818	6,326,328
Travelers Companies Inc. (The) .....	52,334	6,317,237
		37,660,504
<b>Interactive Media &amp; Services — 6.4%</b>		
Alphabet Inc., Class A <sup>(a)</sup> .....	32,968	53,279,914
Alphabet Inc., Class C, NVS <sup>(a)</sup> .....	21,565	34,957,081
Facebook Inc., Class A <sup>(a)(c)</sup> .....	105,545	27,769,945
		116,006,940
<b>Internet &amp; Direct Marketing Retail — 0.3%</b>		
MercadoLibre Inc. <sup>(a)</sup> .....	3,584	4,351,155
Wayfair Inc., Class A <sup>(a)(c)</sup> .....	7,683	1,905,615
		6,256,770
<b>IT Services — 5.8%</b>		
Accenture PLC, Class A .....	218,045	47,296,141
International Business Machines Corp. ....	135,418	15,120,774
Mastercard Inc., Class A .....	47,642	13,751,387
Okta Inc. <sup>(a)</sup> .....	16,390	3,439,114
PayPal Holdings Inc. <sup>(a)</sup> .....	63,701	11,856,667
Square Inc., Class A <sup>(a)</sup> .....	19,697	3,050,671
Twilio Inc., Class A <sup>(a)</sup> .....	9,991	2,787,189
Visa Inc., Class A .....	38,985	7,083,964
		104,385,907
<b>Leisure Products — 0.3%</b>		
Hasbro Inc. ....	76,516	6,329,404
<b>Life Sciences Tools &amp; Services — 3.2%</b>		
Agilent Technologies Inc. ....	278,676	28,450,033
Illumina Inc. <sup>(a)</sup> .....	10,389	3,040,860
Mettler-Toledo International Inc. <sup>(a)</sup> .....	14,892	14,860,876
Waters Corp. <sup>(a)</sup> .....	49,103	10,941,130
		57,292,899
<b>Machinery — 4.1%</b>		
Caterpillar Inc. ....	66,723	10,478,847
Cummins Inc. ....	187,402	41,207,826
Xylem Inc./NY .....	265,726	23,155,364
		74,842,037

Security	Shares	Value
<b>Media — 0.1%</b>		
Omnicom Group Inc. ....	34,204	\$ 1,614,429
<b>Multi-Utilities — 1.3%</b>		
CMS Energy Corp. ....	170,111	10,773,130
Consolidated Edison Inc. ....	46,978	3,687,303
Public Service Enterprise Group Inc. ....	91,525	5,322,179
Sempra Energy .....	26,072	3,268,386
		23,050,998
<b>Multiline Retail — 0.3%</b>		
Target Corp. ....	30,338	4,618,050
<b>Oil, Gas &amp; Consumable Fuels — 0.9%</b>		
ConocoPhillips .....	265,845	7,608,484
Hess Corp. ....	161,925	6,026,848
ONEOK Inc. ....	109,567	3,177,443
		16,812,775
<b>Pharmaceuticals — 1.7%</b>		
Merck & Co. Inc. ....	214,617	16,141,344
Zoetis Inc. ....	90,783	14,393,645
		30,534,989
<b>Professional Services — 0.3%</b>		
IHS Markit Ltd. ....	42,677	3,451,289
Robert Half International Inc. ....	34,026	1,724,778
		5,176,067
<b>Real Estate Management &amp; Development — 0.9%</b>		
CBRE Group Inc., Class A <sup>(a)</sup> .....	319,275	16,091,460
<b>Road &amp; Rail — 0.7%</b>		
CSX Corp. ....	24,818	1,959,133
Kansas City Southern .....	35,594	6,269,527
Norfolk Southern Corp. ....	19,373	4,051,282
		12,279,942
<b>Semiconductors &amp; Semiconductor Equipment — 4.5%</b>		
Advanced Micro Devices Inc. <sup>(a)</sup> .....	22,775	1,714,730
Applied Materials Inc. ....	191,788	11,359,603
Intel Corp. ....	282,334	12,501,749
Lam Research Corp. ....	10,799	3,694,122
NVIDIA Corp. ....	69,067	34,627,431
Texas Instruments Inc. ....	123,713	17,887,663
		81,785,298
<b>Software — 11.9%</b>		
Adobe Inc. <sup>(a)</sup> .....	47,202	21,104,014
Autodesk Inc. <sup>(a)</sup> .....	62,534	14,729,258
Cadence Design Systems Inc. <sup>(a)</sup> .....	77,673	8,495,096
Intuit Inc. ....	42,139	13,260,301
Microsoft Corp. ....	437,702	88,621,524
salesforce.com Inc. <sup>(a)</sup> .....	236,128	54,845,451
ServiceNow Inc. <sup>(a)</sup> .....	9,313	4,633,869
Slack Technologies Inc., Class A <sup>(a)</sup> .....	64,066	1,638,808
Splunk Inc. <sup>(a)</sup> .....	11,897	2,356,082
VMware Inc., Class A <sup>(a)</sup> .....	21,738	2,798,333
Workday Inc., Class A <sup>(a)</sup> .....	10,152	2,133,138
		214,615,874
<b>Specialty Retail — 4.7%</b>		
Best Buy Co. Inc. ....	197,866	22,071,952
Home Depot Inc. (The) .....	135,210	36,061,859
Lowe's Companies Inc. ....	63,290	10,006,149
Tiffany & Co. ....	120,685	15,790,426



# Schedule of Investments (unaudited) (continued)

October 31, 2020

iShares® MSCI USA ESG Select ETF

(Percentages shown are based on Net Assets)

Security	Shares	Value
<b>Specialty Retail (continued)</b>		
Tractor Supply Co. ....	12,894	\$ 1,717,610
		85,647,996
<b>Technology Hardware, Storage &amp; Peripherals — 5.5%</b>		
Apple Inc. ....	793,259	86,354,175
Hewlett Packard Enterprise Co. ....	928,988	8,026,456
HP Inc. ....	233,915	4,201,113
		98,581,744
<b>Textiles, Apparel &amp; Luxury Goods — 1.0%</b>		
Lululemon Athletica Inc. <sup>(a)(c)</sup> ....	10,459	3,339,454
Nike Inc., Class B ....	66,737	8,013,779
VF Corp. ....	113,888	7,653,274
		19,006,507
<b>Trading Companies &amp; Distributors — 0.2%</b>		
WW Grainger Inc. ....	8,342	2,919,867
<b>Total Common Stocks — 99.8%</b>		
(Cost: \$1,484,332,316) .....		1,802,151,865

## Short-Term Investments

### Money Market Funds — 1.0%

BlackRock Cash Funds: Institutional, SL Agency Shares, 0.20% <sup>(b)(d)(e)</sup> .....	14,332,244	14,342,277
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## Affiliates

Investments in issuers considered to be affiliate(s) of the Fund during the six months ended October 31, 2020 for purposes of Section 2(a)(3) of the Investment Company Act of 1940, as amended, were as follows:

Affiliated Issuer	Value at 04/30/20	Purchases at Cost	Proceeds from Sales	Net Realized Gain (Loss)	Change in Unrealized Appreciation (Depreciation)	Value at 10/31/20	Shares Held at 10/31/20	Income	Capital Gain/ Distributions from Underlying Funds
BlackRock Cash Funds: Institutional, SL Agency Shares .....	\$22,720,423	\$ —	\$(8,375,408) <sup>(a)</sup>	\$ 31,168	\$ (33,906)	\$14,342,277	14,332,244	\$ 62,560 <sup>(b)</sup>	\$ —
BlackRock Cash Funds: Treasury, SL Agency Shares .....	2,410,000	1,610,000 <sup>(a)</sup>	—	—	—	4,020,000	4,020,000	2,149	—
BlackRock Inc. ....	29,633,413	7,476,700	(6,417,678)	363,546	5,067,993	36,123,974	60,286	392,668	—
				<u>\$ 394,714</u>	<u>\$ 5,034,087</u>	<u>\$54,486,251</u>		<u>\$457,377</u>	<u>\$ —</u>

<sup>(a)</sup> Represents net amount purchased (sold).

<sup>(b)</sup> All or a portion represents securities lending income earned from the reinvestment of cash collateral from loaned securities, net of fees and collateral investment expenses, and other payments to and from borrowers of securities.

## Futures Contracts

Description	Number of Contracts	Expiration Date	Notional Amount (000)	Value/ Unrealized Appreciation (Depreciation)
Long Contracts				
S&P 500 E-Mini Index .....	19	12/18/20	\$ 3,101	\$ (128,324)

October 31, 2020

**Derivative Financial Instruments Categorized by Risk Exposure**

As of October 31, 2020, the fair values of derivative financial instruments located in the Statements of Assets and Liabilities were as follows:

	<i>Equity Contracts</i>
<b>Liabilities — Derivative Financial Instruments</b>	
Futures contracts	
Unrealized depreciation on futures contracts <sup>(a)</sup> .....	<u>\$ 128,324</u>

<sup>(a)</sup> Net cumulative appreciation (depreciation) on futures contracts are reported in the Schedule of Investments. In the Statements of Assets and Liabilities, only current day's variation margin is reported in receivables or payables and the net cumulative unrealized appreciation (depreciation) is included in accumulated earnings (loss).

For the six months ended October 31, 2020, the effect of derivative financial instruments in the Statements of Operations was as follows:

	<i>Equity Contracts</i>
<b>Net Realized Gain (Loss) from:</b>	
Futures contracts .....	<u>\$ 976,785</u>
<b>Net Change in Unrealized Appreciation (Depreciation) on:</b>	
Futures contracts .....	<u>\$(463,245)</u>

**Average Quarterly Balances of Outstanding Derivative Financial Instruments**

Futures contracts:	
Average notional value of contracts — long .....	<u>\$3,995,725</u>

For more information about the Fund's investment risks regarding derivative financial instruments, refer to the Notes to Financial Statements.

**Fair Value Measurements**

Various inputs are used in determining the fair value of financial instruments. For description of the input levels and information about the Fund's policy regarding valuation of financial instruments, refer to the Notes to Financial Statements.

The following table summarizes the value of the Fund's investments according to the fair value hierarchy as of October 31, 2020. The breakdown of the Fund's investments into major categories is disclosed in the Schedule of Investments above.

	<i>Level 1</i>	<i>Level 2</i>	<i>Level 3</i>	<i>Total</i>
Investments				
Assets				
Common Stocks .....	\$1,802,151,865	\$ —	\$ —	\$1,802,151,865
Money Market Funds .....	18,362,277	—	—	18,362,277
	<u>\$1,820,514,142</u>	<u>\$ —</u>	<u>\$ —</u>	<u>\$1,820,514,142</u>
Derivative financial instruments <sup>(a)</sup>				
Liabilities				
Futures Contracts .....	<u>\$ (128,324)</u>	<u>\$ —</u>	<u>\$ —</u>	<u>\$ (128,324)</u>

<sup>(a)</sup> Shown at the unrealized appreciation (depreciation) on the contracts.

See notes to financial statements.

# Statements of Assets and Liabilities (unaudited)

October 31, 2020

	iShares U.S. Basic Materials ETF	iShares U.S. Consumer Goods ETF	iShares U.S. Consumer Services ETF	iShares U.S. Financial Services ETF
<b>ASSETS</b>				
Investments in securities, at value (including securities on loan) <sup>(a)</sup> :				
Unaffiliated <sup>(b)</sup> .....	\$ 640,191,880	\$613,464,083	\$1,029,459,730	\$ 934,428,265
Affiliated <sup>(c)</sup> .....	12,128,392	11,078,425	19,932,549	35,686,870
Cash .....	20,650	8,489	17,553	250,086
Cash pledged:				
Futures contracts .....	116,000	103,000	101,000	163,000
Receivables:				
Investments sold .....	19,981,234	—	—	—
Securities lending income — Affiliated .....	9,435	587	6,898	1,664
Variation margin on futures contracts .....	—	—	—	9,681
Dividends .....	368,422	738,951	298,662	3,221,355
Total assets .....	<u>672,816,013</u>	<u>625,393,535</u>	<u>1,049,816,392</u>	<u>973,760,921</u>
<b>LIABILITIES</b>				
Collateral on securities loaned, at value .....	10,902,549	10,275,417	18,452,387	3,039,351
Payables:				
Investments purchased .....	20,352,401	—	—	2,023,507
Variation margin on futures contracts .....	10,574	8,193	27,380	—
Capital shares redeemed .....	22,747	—	18,811	—
Investment advisory fees .....	223,024	228,845	380,135	456,466
Total liabilities .....	<u>31,511,295</u>	<u>10,512,455</u>	<u>18,878,713</u>	<u>5,519,324</u>
NET ASSETS .....	<u>\$ 641,304,718</u>	<u>\$614,881,080</u>	<u>\$1,030,937,679</u>	<u>\$ 968,241,597</u>
<b>NET ASSETS CONSIST OF:</b>				
Paid-in capital .....	\$ 810,219,928	\$568,794,678	\$ 944,803,492	\$1,106,282,017
Accumulated earnings (loss) .....	(168,915,210)	46,086,402	86,134,187	(138,040,420)
NET ASSETS .....	<u>\$ 641,304,718</u>	<u>\$614,881,080</u>	<u>\$1,030,937,679</u>	<u>\$ 968,241,597</u>
Shares outstanding .....	<u>6,600,000</u>	<u>4,250,000</u>	<u>4,250,000</u>	<u>8,100,000</u>
Net asset value .....	<u>\$ 97.17</u>	<u>\$ 144.68</u>	<u>\$ 242.57</u>	<u>\$ 119.54</u>
Shares authorized .....	<u>Unlimited</u>	<u>Unlimited</u>	<u>Unlimited</u>	<u>Unlimited</u>
Par value .....	<u>None</u>	<u>None</u>	<u>None</u>	<u>None</u>
<sup>(a)</sup> Securities loaned, at value .....	\$ 10,659,496	\$ 9,629,385	\$ 17,843,739	\$ 2,803,247
<sup>(b)</sup> Investments, at cost — Unaffiliated .....	\$ 655,768,174	\$581,238,045	\$ 925,243,935	\$1,145,003,095
<sup>(c)</sup> Investments, at cost — Affiliated .....	\$ 12,129,481	\$ 11,078,813	\$ 19,919,412	\$ 33,102,266

See notes to financial statements.

# Statements of Assets and Liabilities (unaudited) (continued)

October 31, 2020

	iShares U.S. Financials ETF	iShares U.S. Industrials ETF	iShares MSCI KLD 400 Social ETF	iShares MSCI USA ESG Select ETF
<b>ASSETS</b>				
Investments in securities, at value (including securities on loan) <sup>(a)</sup> :				
Unaffiliated <sup>(b)</sup> .....	\$1,159,168,207	\$934,803,108	\$2,180,193,151	\$1,766,027,891
Affiliated <sup>(c)</sup> .....	25,708,006	3,204,845	23,621,887	54,486,251
Cash .....	35,457	28,906	409,514	174,128
Cash pledged:				
Futures contracts .....	302,000	151,000	267,000	254,000
Receivables:				
Securities lending income — Affiliated .....	1,496	1,189	5,783	6,575
Capital shares sold .....	54,154	—	48,255	—
Dividends .....	1,885,910	557,466	2,169,691	1,698,058
Total assets .....	<u>1,187,155,230</u>	<u>938,746,514</u>	<u>2,206,715,281</u>	<u>1,822,646,903</u>
<b>LIABILITIES</b>				
Collateral on securities loaned, at value .....	2,068,053	1,625,547	4,438,581	14,321,814
Payables:				
Investments purchased .....	1,019,668	659,907	4,577,386	2,236,047
Variation margin on futures contracts .....	5,038	14,566	41,368	35,720
Capital shares redeemed .....	324,927	—	—	—
Investment advisory fees .....	452,997	335,150	476,521	389,722
Total liabilities .....	<u>3,870,683</u>	<u>2,635,170</u>	<u>9,533,856</u>	<u>16,983,303</u>
NET ASSETS .....	<u>\$1,183,284,547</u>	<u>\$936,111,344</u>	<u>\$2,197,181,425</u>	<u>\$1,805,663,600</u>
<b>NET ASSETS CONSIST OF:</b>				
Paid-in capital .....	\$1,456,323,870	\$929,914,963	\$1,728,454,025	\$1,478,392,541
Accumulated earnings (loss) .....	(273,039,323)	6,196,381	468,727,400	327,271,059
NET ASSETS .....	<u>\$1,183,284,547</u>	<u>\$936,111,344</u>	<u>\$2,197,181,425</u>	<u>\$1,805,663,600</u>
Shares outstanding .....	<u>10,650,000</u>	<u>5,700,000</u>	<u>17,600,000</u>	<u>12,500,000</u>
Net asset value .....	<u>\$ 111.11</u>	<u>\$ 164.23</u>	<u>\$ 124.84</u>	<u>\$ 144.45</u>
Shares authorized .....	<u>Unlimited</u>	<u>Unlimited</u>	<u>Unlimited</u>	<u>Unlimited</u>
Par value .....	<u>None</u>	<u>None</u>	<u>None</u>	<u>None</u>
<sup>(a)</sup> Securities loaned, at value .....	\$ 1,939,642	\$ 1,544,241	\$ 4,123,948	\$ 13,418,207
<sup>(b)</sup> Investments, at cost — Unaffiliated .....	\$1,405,547,963	\$896,871,526	\$1,681,796,343	\$1,458,019,296
<sup>(c)</sup> Investments, at cost — Affiliated .....	\$ 23,651,473	\$ 3,202,413	\$ 20,179,034	\$ 44,673,982

See notes to financial statements.

# Statements of Operations (unaudited)

Six Months Ended October 31, 2020

	iShares U.S. Basic Materials ETF	iShares U.S. Consumer Goods ETF	iShares U.S. Consumer Services ETF	iShares U.S. Financial Services ETF
<b>INVESTMENT INCOME</b>				
Dividends — Unaffiliated .....	\$ 3,687,893	\$ 6,185,868	\$ 5,150,965	\$ 18,299,518
Dividends — Affiliated .....	380	577	785	596,447
Securities lending income — Affiliated — net .....	26,342	12,438	164,711	58,875
Foreign taxes withheld .....	—	—	—	(3,711)
Total investment income .....	<u>3,714,615</u>	<u>6,198,883</u>	<u>5,316,461</u>	<u>18,951,129</u>
<b>EXPENSES</b>				
Investment advisory fees .....	768,570	1,208,251	2,095,229	3,199,386
Miscellaneous .....	264	264	264	264
Total expenses .....	<u>768,834</u>	<u>1,208,515</u>	<u>2,095,493</u>	<u>3,199,650</u>
Net investment income .....	<u>2,945,781</u>	<u>4,990,368</u>	<u>3,220,968</u>	<u>15,751,479</u>
<b>REALIZED AND UNREALIZED GAIN (LOSS)</b>				
Net realized gain (loss) from:				
Investments — Unaffiliated .....	(33,045,083)	(7,470,171)	(25,583,340)	(27,685,767)
Investments — Affiliated .....	13,171	820	(13,848)	(191,789)
In-kind redemptions — Unaffiliated .....	6,779,526	35,627,991	63,125,818	118,950,197
In-kind redemptions — Affiliated .....	—	—	—	5,965,019
Futures contracts .....	114,274	205,084	215,574	868,646
Net realized gain (loss) .....	<u>(26,138,112)</u>	<u>28,363,724</u>	<u>37,744,204</u>	<u>97,906,306</u>
Net change in unrealized appreciation (depreciation) on:				
Investments — Unaffiliated .....	68,272,242	72,461,839	123,007,699	(62,333,537)
Investments — Affiliated .....	(15,578)	(2,116)	(10,038)	2,304,086
Futures contracts .....	(52,747)	(96,912)	(106,144)	(223,208)
Net change in unrealized appreciation (depreciation) .....	<u>68,203,917</u>	<u>72,362,811</u>	<u>122,891,517</u>	<u>(60,252,659)</u>
Net realized and unrealized gain .....	<u>42,065,805</u>	<u>100,726,535</u>	<u>160,635,721</u>	<u>37,653,647</u>
NET INCREASE IN NET ASSETS RESULTING FROM OPERATIONS .....	<u>\$ 45,011,586</u>	<u>\$105,716,903</u>	<u>\$163,856,689</u>	<u>\$ 53,405,126</u>

See notes to financial statements.

# Statements of Operations (unaudited) (continued)

Six Months Ended October 31, 2020

	iShares U.S. Financials ETF	iShares U.S. Industrials ETF	iShares MSCI KLD 400 Social ETF	iShares MSCI USA ESG Select ETF
<b>INVESTMENT INCOME</b>				
Dividends — Unaffiliated .....	\$ 16,151,307	\$ 6,246,682	\$ 16,580,390	\$ 13,146,696
Dividends — Affiliated .....	307,299	1,134	151,526	394,817
Securities lending income — Affiliated — net .....	25,576	19,139	50,524	62,560
Foreign taxes withheld .....	(2,002)	—	(28)	—
Total investment income .....	<u>16,482,180</u>	<u>6,266,955</u>	<u>16,782,412</u>	<u>13,604,073</u>
<b>EXPENSES</b>				
Investment advisory fees .....	2,742,309	1,734,541	2,583,321	1,992,979
Miscellaneous .....	264	264	264	264
Total expenses .....	<u>2,742,573</u>	<u>1,734,805</u>	<u>2,583,585</u>	<u>1,993,243</u>
Net investment income .....	<u>13,739,607</u>	<u>4,532,150</u>	<u>14,198,827</u>	<u>11,610,830</u>
<b>REALIZED AND UNREALIZED GAIN (LOSS)</b>				
Net realized gain (loss) from:				
Investments — Unaffiliated .....	(49,323,966)	(14,909,813)	(8,586,647)	(6,426,209)
Investments — Affiliated .....	(139,898)	7,658	19,290	214,085
In-kind redemptions — Unaffiliated .....	44,411,029	2,935,303	12,095,288	44,649,008
In-kind redemptions — Affiliated .....	1,337,153	—	67,925	180,629
Futures contracts .....	604,423	704,832	1,034,419	976,785
Net realized gain (loss) .....	<u>(3,111,259)</u>	<u>(11,262,020)</u>	<u>4,630,275</u>	<u>39,594,298</u>
Net change in unrealized appreciation (depreciation) on:				
Investments — Unaffiliated .....	33,943,065	136,528,054	233,621,946	180,185,124
Investments — Affiliated .....	2,318,770	(9,792)	1,845,877	5,034,087
Futures contracts .....	(293,888)	(155,103)	(541,842)	(463,245)
Net change in unrealized appreciation (depreciation) .....	<u>35,967,947</u>	<u>136,363,159</u>	<u>234,925,981</u>	<u>184,755,966</u>
Net realized and unrealized gain .....	<u>32,856,688</u>	<u>125,101,139</u>	<u>239,556,256</u>	<u>224,350,264</u>
NET INCREASE IN NET ASSETS RESULTING FROM OPERATIONS .....	<u>\$ 46,596,295</u>	<u>\$129,633,289</u>	<u>\$253,755,083</u>	<u>\$235,961,094</u>

See notes to financial statements.

# Statements of Changes in Net Assets

	iShares U.S. Basic Materials ETF		iShares U.S. Consumer Goods ETF	
	Six Months Ended 10/31/20 (unaudited)	Year Ended 04/30/20	Six Months Ended 10/31/20 (unaudited)	Year Ended 04/30/20
<b>INCREASE (DECREASE) IN NET ASSETS</b>				
<b>OPERATIONS</b>				
Net investment income .....	\$ 2,945,781	\$ 6,349,921	\$ 4,990,368	\$ 10,544,365
Net realized gain (loss) .....	(26,138,112)	(28,145,031)	28,363,724	421,508
Net change in unrealized appreciation (depreciation) .....	68,203,917	(19,027,794)	72,362,811	(15,357,429)
Net increase (decrease) in net assets resulting from operations .....	<u>45,011,586</u>	<u>(40,822,904)</u>	<u>105,716,903</u>	<u>(4,391,556)</u>
<b>DISTRIBUTIONS TO SHAREHOLDERS<sup>(a)</sup></b>				
Decrease in net assets resulting from distributions to shareholders .....	<u>(2,938,434)</u>	<u>(7,577,750)</u>	<u>(4,990,314)</u>	<u>(11,302,181)</u>
<b>CAPITAL SHARE TRANSACTIONS</b>				
Net increase (decrease) in net assets derived from capital share transactions .....	<u>343,224,971</u>	<u>(118,721,092)</u>	<u>42,599,750</u>	<u>18,205,109</u>
<b>NET ASSETS</b>				
Total increase (decrease) in net assets .....	385,298,123	(167,121,746)	143,326,339	2,511,372
Beginning of period .....	<u>256,006,595</u>	<u>423,128,341</u>	<u>471,554,741</u>	<u>469,043,369</u>
End of period .....	<u>\$641,304,718</u>	<u>\$ 256,006,595</u>	<u>\$614,881,080</u>	<u>\$471,554,741</u>

<sup>(a)</sup> Distributions for annual periods determined in accordance with U.S. federal income tax regulations.

See notes to financial statements.



# Statements of Changes in Net Assets (continued)

	iShares U.S. Consumer Services ETF		iShares U.S. Financial Services ETF	
	Six Months Ended 10/31/20 (unaudited)	Year Ended 04/30/20	Six Months Ended 10/31/20 (unaudited)	Year Ended 04/30/20
<b>INCREASE (DECREASE) IN NET ASSETS</b>				
<b>OPERATIONS</b>				
Net investment income.....	\$ 3,220,968	\$ 8,656,080	\$ 15,751,479	\$ 23,842,473
Net realized gain .....	37,744,204	107,770,104	97,906,306	71,649,477
Net change in unrealized appreciation (depreciation) .....	122,891,517	(159,825,374)	(60,252,659)	(279,190,436)
Net increase (decrease) in net assets resulting from operations.....	163,856,689	(43,399,190)	53,405,126	(183,698,486)
<b>DISTRIBUTIONS TO SHAREHOLDERS<sup>(a)</sup></b>				
Decrease in net assets resulting from distributions to shareholders.....	(3,298,298)	(8,919,976)	(14,168,913)	(24,215,553)
<b>CAPITAL SHARE TRANSACTIONS</b>				
Net increase (decrease) in net assets derived from capital share transactions .....	72,208,765	(83,629,948)	63,839,306	(362,442,550)
<b>NET ASSETS</b>				
Total increase (decrease) in net assets .....	232,767,156	(135,949,114)	103,075,519	(570,356,589)
Beginning of period.....	798,170,523	934,119,637	865,166,078	1,435,522,667
End of period.....	\$1,030,937,679	\$ 798,170,523	\$968,241,597	\$ 865,166,078

<sup>(a)</sup> Distributions for annual periods determined in accordance with U.S. federal income tax regulations.

See notes to financial statements.

# Statements of Changes in Net Assets (continued)

	iShares U.S. Financials ETF		iShares U.S. Industrials ETF	
	Six Months Ended 10/31/20 (unaudited)	Year Ended 04/30/20	Six Months Ended 10/31/20 (unaudited)	Year Ended 04/30/20
<b>INCREASE (DECREASE) IN NET ASSETS</b>				
<b>OPERATIONS</b>				
Net investment income.....	\$ 13,739,607	\$ 30,198,746	\$ 4,532,150	\$ 11,751,643
Net realized gain (loss).....	(3,111,259)	119,069,177	(11,262,020)	35,954,515
Net change in unrealized appreciation (depreciation) .....	<u>35,967,947</u>	<u>(372,277,282)</u>	<u>136,363,159</u>	<u>(152,444,786)</u>
Net increase (decrease) in net assets resulting from operations.....	<u>46,596,295</u>	<u>(223,009,359)</u>	<u>129,633,289</u>	<u>(104,738,628)</u>
<b>DISTRIBUTIONS TO SHAREHOLDERS<sup>(a)</sup></b>				
Decrease in net assets resulting from distributions to shareholders.....	<u>(12,369,907)</u>	<u>(30,056,151)</u>	<u>(4,486,952)</u>	<u>(11,834,973)</u>
<b>CAPITAL SHARE TRANSACTIONS</b>				
Net increase (decrease) in net assets derived from capital share transactions .....	<u>(84,176,636)</u>	<u>(207,435,608)</u>	<u>128,116,753</u>	<u>(142,125,596)</u>
<b>NET ASSETS</b>				
Total increase (decrease) in net assets .....	(49,950,248)	(460,501,118)	253,263,090	(258,699,197)
Beginning of period.....	<u>1,233,234,795</u>	<u>1,693,735,913</u>	<u>682,848,254</u>	<u>941,547,451</u>
End of period.....	<u>\$1,183,284,547</u>	<u>\$1,233,234,795</u>	<u>\$ 936,111,344</u>	<u>\$ 682,848,254</u>

<sup>(a)</sup> Distributions for annual periods determined in accordance with U.S. federal income tax regulations.

See notes to financial statements.

# Statements of Changes in Net Assets (continued)

	iShares MSCI KLD 400 Social ETF		iShares MSCI USA ESG Select ETF	
	Six Months Ended 10/31/20 (unaudited)	Year Ended 04/30/20	Six Months Ended 10/31/20 (unaudited)	Year Ended 04/30/20
<b>INCREASE (DECREASE) IN NET ASSETS</b>				
<b>OPERATIONS</b>				
Net investment income .....	\$ 14,198,827	\$ 26,125,276	\$ 11,610,830	\$ 17,972,264
Net realized gain .....	4,630,275	20,291,343	39,594,298	68,148,911
Net change in unrealized appreciation (depreciation) .....	<u>234,925,981</u>	<u>(25,418,001)</u>	<u>184,755,966</u>	<u>(52,171,262)</u>
Net increase in net assets resulting from operations .....	<u>253,755,083</u>	<u>20,998,618</u>	<u>235,961,094</u>	<u>33,949,913</u>
<b>DISTRIBUTIONS TO SHAREHOLDERS<sup>(a)</sup></b>				
Decrease in net assets resulting from distributions to shareholders .....	<u>(13,204,599)</u>	<u>(25,894,221)</u>	<u>(10,528,909)</u>	<u>(18,600,809)</u>
<b>CAPITAL SHARE TRANSACTIONS</b>				
Net increase in net assets derived from capital share transactions .....	<u>162,807,258</u>	<u>382,766,640</u>	<u>291,175,985</u>	<u>271,991,315</u>
<b>NET ASSETS</b>				
Total increase in net assets .....	403,357,742	377,871,037	516,608,170	287,340,419
Beginning of period .....	<u>1,793,823,683</u>	<u>1,415,952,646</u>	<u>1,289,055,430</u>	<u>1,001,715,011</u>
End of period .....	<u>\$2,197,181,425</u>	<u>\$1,793,823,683</u>	<u>\$1,805,663,600</u>	<u>\$1,289,055,430</u>

<sup>(a)</sup> Distributions for annual periods determined in accordance with U.S. federal income tax regulations.

See notes to financial statements.

# Financial Highlights

(For a share outstanding throughout each period)

	iShares U.S. Basic Materials ETF					
	Six Months Ended 10/31/20 (unaudited)	Year Ended 04/30/20	Year Ended 04/30/19	Year Ended 04/30/18	Year Ended 04/30/17	Year Ended 04/30/16
<b>Net asset value, beginning of period</b> .....	<u>\$ 81.27</u>	<u>\$ 94.03</u>	<u>\$ 97.37</u>	<u>\$ 89.37</u>	<u>\$ 77.65</u>	<u>\$ 84.59</u>
Net investment income <sup>(a)</sup> .....	0.77	1.65	1.63	1.39	1.34	1.39
Net realized and unrealized gain (loss) <sup>(b)</sup> .....	<u>15.95</u>	<u>(12.42)</u>	<u>(3.49)</u>	<u>8.16</u>	<u>11.62</u>	<u>(6.93)</u>
Net increase (decrease) from investment operations .....	<u>16.72</u>	<u>(10.77)</u>	<u>(1.86)</u>	<u>9.55</u>	<u>12.96</u>	<u>(5.54)</u>
<b>Distributions<sup>(c)</sup></b>						
From net investment income .....	<u>(0.82)</u>	<u>(1.99)</u>	<u>(1.48)</u>	<u>(1.55)</u>	<u>(1.24)</u>	<u>(1.40)</u>
Total distributions .....	<u>(0.82)</u>	<u>(1.99)</u>	<u>(1.48)</u>	<u>(1.55)</u>	<u>(1.24)</u>	<u>(1.40)</u>
<b>Net asset value, end of period</b> .....	<u>\$ 97.17</u>	<u>\$ 81.27</u>	<u>\$ 94.03</u>	<u>\$ 97.37</u>	<u>\$ 89.37</u>	<u>\$ 77.65</u>
<b>Total Return</b>						
Based on net asset value .....	<u>20.62%</u> <sup>(d)</sup>	<u>(11.59)%</u>	<u>(1.89)%</u>	<u>10.74%</u>	<u>16.88%</u>	<u>(6.42)%</u>
<b>Ratios to Average Net Assets</b>						
Total expenses .....	<u>0.42%</u> <sup>(e)</sup>	<u>0.43%</u>	<u>0.42%</u>	<u>0.43%</u>	<u>0.44%</u>	<u>0.44%</u>
Net investment income .....	<u>1.61%</u> <sup>(e)</sup>	<u>1.83%</u>	<u>1.71%</u>	<u>1.44%</u>	<u>1.62%</u>	<u>1.88%</u>
<b>Supplemental Data</b>						
Net assets, end of period (000) .....	<u>\$641,305</u>	<u>\$256,007</u>	<u>\$423,128</u>	<u>\$632,934</u>	<u>\$960,747</u>	<u>\$551,283</u>
Portfolio turnover rate <sup>(f)</sup> .....	<u>15%</u> <sup>(d)</sup>	<u>11%</u>	<u>28%</u>	<u>6%</u>	<u>13%</u>	<u>13%</u>

<sup>(a)</sup> Based on average shares outstanding.

<sup>(b)</sup> The amounts reported for a share outstanding may not accord with the change in aggregate gains and losses in securities for the fiscal period due to the timing of capital share transactions in relation to the fluctuating market values of the Fund's underlying securities.

<sup>(c)</sup> Distributions for annual periods determined in accordance with U.S. federal income tax regulations.

<sup>(d)</sup> Not annualized.

<sup>(e)</sup> Annualized.

<sup>(f)</sup> Portfolio turnover rate excludes in-kind transactions.

See notes to financial statements.

# Financial Highlights (continued)

(For a share outstanding throughout each period)

	iShares U.S. Consumer Goods ETF					
	Six Months Ended 10/31/20 (unaudited)	Year Ended 04/30/20	Year Ended 04/30/19	Year Ended 04/30/18	Year Ended 04/30/17	Year Ended 04/30/16
<b>Net asset value, beginning of period</b> .....	<u>\$ 119.38</u>	<u>\$ 123.43</u>	<u>\$ 114.08</u>	<u>\$ 119.04</u>	<u>\$ 111.98</u>	<u>\$ 105.19</u>
Net investment income <sup>(a)</sup> .....	<u>1.21</u>	<u>2.77</u>	<u>3.04</u>	<u>2.50</u>	<u>2.32</u>	<u>2.31</u>
Net realized and unrealized gain (loss) <sup>(b)</sup> .....	<u>25.32</u>	<u>(3.83)</u>	<u>9.24</u>	<u>(5.24)</u>	<u>7.66</u>	<u>6.90</u>
Net increase (decrease) from investment operations .....	<u>26.53</u>	<u>(1.06)</u>	<u>12.28</u>	<u>(2.74)</u>	<u>9.98</u>	<u>9.21</u>
<b>Distributions<sup>(c)</sup></b>						
From net investment income .....	<u>(1.23)</u>	<u>(2.99)</u>	<u>(2.93)</u>	<u>(2.22)</u>	<u>(2.92)</u>	<u>(2.42)</u>
Total distributions .....	<u>(1.23)</u>	<u>(2.99)</u>	<u>(2.93)</u>	<u>(2.22)</u>	<u>(2.92)</u>	<u>(2.42)</u>
<b>Net asset value, end of period</b> .....	<u>\$ 144.68</u>	<u>\$ 119.38</u>	<u>\$ 123.43</u>	<u>\$ 114.08</u>	<u>\$ 119.04</u>	<u>\$ 111.98</u>
<b>Total Return</b>						
Based on net asset value .....	<u>22.28%<sup>(d)</sup></u>	<u>(0.86)%</u>	<u>10.95%</u>	<u>(2.41)%</u>	<u>9.04%</u>	<u>8.88%</u>
<b>Ratios to Average Net Assets</b>						
Total expenses .....	<u>0.42%<sup>(e)</sup></u>	<u>0.43%</u>	<u>0.42%</u>	<u>0.43%</u>	<u>0.44%</u>	<u>0.44%</u>
Net investment income .....	<u>1.73%<sup>(e)</sup></u>	<u>2.22%</u>	<u>2.61%</u>	<u>2.05%</u>	<u>2.03%</u>	<u>2.15%</u>
<b>Supplemental Data</b>						
Net assets, end of period (000) .....	<u>\$614,881</u>	<u>\$471,555</u>	<u>\$469,043</u>	<u>\$433,499</u>	<u>\$720,184</u>	<u>\$951,869</u>
Portfolio turnover rate <sup>(f)</sup> .....	<u>3%<sup>(d)</sup></u>	<u>5%</u>	<u>4%</u>	<u>7%</u>	<u>7%</u>	<u>4%</u>

<sup>(a)</sup> Based on average shares outstanding.

<sup>(b)</sup> The amounts reported for a share outstanding may not accord with the change in aggregate gains and losses in securities for the fiscal period due to the timing of capital share transactions in relation to the fluctuating market values of the Fund's underlying securities.

<sup>(c)</sup> Distributions for annual periods determined in accordance with U.S. federal income tax regulations.

<sup>(d)</sup> Not annualized.

<sup>(e)</sup> Annualized.

<sup>(f)</sup> Portfolio turnover rate excludes in-kind transactions.

See notes to financial statements.

# Financial Highlights (continued)

(For a share outstanding throughout each period)

	iShares U.S. Consumer Services ETF					
	Six Months Ended 10/31/20 (unaudited)	Year Ended 04/30/20	Year Ended 04/30/19	Year Ended 04/30/18	Year Ended 04/30/17	Year Ended 04/30/16
<b>Net asset value, beginning of period</b> .....	\$ 204.66	\$ 217.24	\$ 185.42	\$ 165.24	\$ 144.34	\$ 142.60
Net investment income <sup>(a)</sup> .....	0.76	2.07	1.60	1.81	1.52	1.42
Net realized and unrealized gain (loss) <sup>(b)</sup> .....	37.94	(12.46)	31.79	20.10	20.99	1.74
Net increase (decrease) from investment operations .....	38.70	(10.39)	33.39	21.91	22.51	3.16
<b>Distributions<sup>(c)</sup></b>						
From net investment income .....	(0.79)	(2.19)	(1.57)	(1.73)	(1.61)	(1.42)
Total distributions .....	(0.79)	(2.19)	(1.57)	(1.73)	(1.61)	(1.42)
<b>Net asset value, end of period</b> .....	\$ 242.57	\$ 204.66	\$ 217.24	\$ 185.42	\$ 165.24	\$ 144.34
<b>Total Return</b>						
Based on net asset value .....	18.93% <sup>(d)</sup>	(4.79)%	18.09%	13.35%	15.71%	2.23%
<b>Ratios to Average Net Assets</b>						
Total expenses .....	0.42% <sup>(e)</sup>	0.43%	0.42%	0.43%	0.44%	0.44%
Net investment income .....	0.65% <sup>(e)</sup>	0.96%	0.81%	1.04%	1.01%	0.99%
<b>Supplemental Data</b>						
Net assets, end of period (000) .....	\$1,030,938	\$798,171	\$934,120	\$741,682	\$669,218	\$959,877
Portfolio turnover rate <sup>(f)</sup> .....	11% <sup>(d)</sup>	31%	15%	10%	8%	9%

<sup>(a)</sup> Based on average shares outstanding.

<sup>(b)</sup> The amounts reported for a share outstanding may not accord with the change in aggregate gains and losses in securities for the fiscal period due to the timing of capital share transactions in relation to the fluctuating market values of the Fund's underlying securities.

<sup>(c)</sup> Distributions for annual periods determined in accordance with U.S. federal income tax regulations.

<sup>(d)</sup> Not annualized.

<sup>(e)</sup> Annualized.

<sup>(f)</sup> Portfolio turnover rate excludes in-kind transactions.

See notes to financial statements.

# Financial Highlights (continued)

(For a share outstanding throughout each period)

	iShares U.S. Financial Services ETF					
	Six Months Ended 10/31/20 (unaudited)	Year Ended 04/30/20	Year Ended 04/30/19	Year Ended 04/30/18	Year Ended 04/30/17	Year Ended 04/30/16
<b>Net asset value, beginning of period</b> .....	\$ 115.36	\$ 136.07	\$ 130.98	\$ 108.38	\$ 85.36	\$ 91.03
Net investment income <sup>(a)</sup> .....	1.28	2.58	2.17	1.73	1.47	1.28
Net realized and unrealized gain (loss) <sup>(b)</sup> .....	3.88	(20.69)	5.12	22.56	22.88	(5.66)
Net increase (decrease) from investment operations .....	5.16	(18.11)	7.29	24.29	24.35	(4.38)
<b>Distributions<sup>(c)</sup></b>						
From net investment income .....	(0.98)	(2.60)	(2.20)	(1.69)	(1.33)	(1.29)
Total distributions .....	(0.98)	(2.60)	(2.20)	(1.69)	(1.33)	(1.29)
<b>Net asset value, end of period</b> .....	\$ 119.54	\$ 115.36	\$ 136.07	\$ 130.98	\$ 108.38	\$ 85.36
<b>Total Return</b>						
Based on net asset value .....	4.48% <sup>(d)</sup>	(13.46)%	5.72%	22.53%	28.74%	(4.85)%
<b>Ratios to Average Net Assets</b>						
Total expenses .....	0.42% <sup>(e)</sup>	0.42%	0.42%	0.43%	0.44%	0.44%
Net investment income .....	2.07% <sup>(e)</sup>	1.90%	1.68%	1.40%	1.49%	1.44%
<b>Supplemental Data</b>						
Net assets, end of period (000) .....	\$968,242	\$865,166	\$1,435,523	\$1,643,780	\$1,430,646	\$567,660
Portfolio turnover rate <sup>(f)</sup> .....	5% <sup>(d)</sup>	7%	4%	4%	4%	5%

<sup>(a)</sup> Based on average shares outstanding.

<sup>(b)</sup> The amounts reported for a share outstanding may not accord with the change in aggregate gains and losses in securities for the fiscal period due to the timing of capital share transactions in relation to the fluctuating market values of the Fund's underlying securities.

<sup>(c)</sup> Distributions for annual periods determined in accordance with U.S. federal income tax regulations.

<sup>(d)</sup> Not annualized.

<sup>(e)</sup> Annualized.

<sup>(f)</sup> Portfolio turnover rate excludes in-kind transactions.

See notes to financial statements.



# Financial Highlights (continued)

(For a share outstanding throughout each period)

	iShares U.S. Financials ETF					
	Six Months Ended 10/31/20 (unaudited)	Year Ended 04/30/20	Year Ended 04/30/19	Year Ended 04/30/18	Year Ended 04/30/17	Year Ended 04/30/16
<b>Net asset value, beginning of period</b> .....	\$ 106.77	\$ 125.93	\$ 117.71	\$ 103.79	\$ 86.91	\$ 88.81
Net investment income <sup>(a)</sup> .....	1.20	2.33	2.07	1.82	1.64	1.44
Net realized and unrealized gain (loss) <sup>(b)</sup> .....	4.22	(19.10)	8.33	13.89	16.91	(1.81)
Net increase (decrease) from investment operations .....	5.42	(16.77)	10.40	15.71	18.55	(0.37)
<b>Distributions<sup>(c)</sup></b>						
From net investment income .....	(1.08)	(2.39)	(2.18)	(1.79)	(1.67)	(1.53)
Total distributions .....	(1.08)	(2.39)	(2.18)	(1.79)	(1.67)	(1.53)
<b>Net asset value, end of period</b> .....	\$ 111.11	\$ 106.77	\$ 125.93	\$ 117.71	\$ 103.79	\$ 86.91
<b>Total Return</b>						
Based on net asset value .....	5.08% <sup>(d)</sup>	(13.47)%	9.01%	15.21%	21.52%	(0.41)%
<b>Ratios to Average Net Assets</b>						
Total expenses .....	0.42% <sup>(e)</sup>	0.42%	0.42%	0.43%	0.44%	0.44%
Net investment income .....	2.11% <sup>(e)</sup>	1.85%	1.75%	1.59%	1.70%	1.64%
<b>Supplemental Data</b>						
Net assets, end of period (000) .....	\$1,183,285	\$1,233,235	\$1,693,736	\$2,295,315	\$1,681,324	\$1,173,295
Portfolio turnover rate <sup>(f)</sup> .....	8% <sup>(d)</sup>	6%	8%	6%	6%	6%

<sup>(a)</sup> Based on average shares outstanding.

<sup>(b)</sup> The amounts reported for a share outstanding may not accord with the change in aggregate gains and losses in securities for the fiscal period due to the timing of capital share transactions in relation to the fluctuating market values of the Fund's underlying securities.

<sup>(c)</sup> Distributions for annual periods determined in accordance with U.S. federal income tax regulations.

<sup>(d)</sup> Not annualized.

<sup>(e)</sup> Annualized.

<sup>(f)</sup> Portfolio turnover rate excludes in-kind transactions.

See notes to financial statements.

# Financial Highlights (continued)

(For a share outstanding throughout each period)

	iShares U.S. Industrials ETF					
	Six Months Ended 10/31/20 (unaudited)	Year Ended 04/30/20	Year Ended 04/30/19	Year Ended 04/30/18	Year Ended 04/30/17	Year Ended 04/30/16
<b>Net asset value, beginning of period</b> .....	<u>\$ 137.95</u>	<u>\$ 158.24</u>	<u>\$ 141.60</u>	<u>\$ 128.60</u>	<u>\$ 108.65</u>	<u>\$ 107.35</u>
Net investment income <sup>(a)</sup> .....	0.88	2.06	1.89	1.78	1.82	1.59
Net realized and unrealized gain (loss) <sup>(b)</sup> .....	<u>26.27</u>	<u>(20.24)</u>	<u>16.79</u>	<u>13.06</u>	<u>19.89</u>	<u>1.35</u>
Net increase (decrease) from investment operations .....	<u>27.15</u>	<u>(18.18)</u>	<u>18.68</u>	<u>14.84</u>	<u>21.71</u>	<u>2.94</u>
<b>Distributions<sup>(c)</sup></b>						
From net investment income .....	<u>(0.87)</u>	<u>(2.11)</u>	<u>(2.04)</u>	<u>(1.84)</u>	<u>(1.76)</u>	<u>(1.64)</u>
Total distributions .....	<u>(0.87)</u>	<u>(2.11)</u>	<u>(2.04)</u>	<u>(1.84)</u>	<u>(1.76)</u>	<u>(1.64)</u>
<b>Net asset value, end of period</b> .....	<u>\$ 164.23</u>	<u>\$ 137.95</u>	<u>\$ 158.24</u>	<u>\$ 141.60</u>	<u>\$ 128.60</u>	<u>\$ 108.65</u>
<b>Total Return</b>						
Based on net asset value .....	<u>19.72%<sup>(d)</sup></u>	<u>(11.57)%</u>	<u>13.34%</u>	<u>11.57%</u>	<u>20.13%</u>	<u>2.83%</u>
<b>Ratios to Average Net Assets</b>						
Total expenses .....	<u>0.42%<sup>(e)</sup></u>	<u>0.42%</u>	<u>0.42%</u>	<u>0.43%</u>	<u>0.44%</u>	<u>0.44%</u>
Net investment income .....	<u>1.10%<sup>(e)</sup></u>	<u>1.32%</u>	<u>1.29%</u>	<u>1.27%</u>	<u>1.55%</u>	<u>1.54%</u>
<b>Supplemental Data</b>						
Net assets, end of period (000) .....	<u>\$936,111</u>	<u>\$682,848</u>	<u>\$941,547</u>	<u>\$1,033,654</u>	<u>\$983,820</u>	<u>\$733,417</u>
Portfolio turnover rate <sup>(f)</sup> .....	<u>2%<sup>(d)</sup></u>	<u>4%</u>	<u>5%</u>	<u>7%</u>	<u>10%</u>	<u>7%</u>

<sup>(a)</sup> Based on average shares outstanding.

<sup>(b)</sup> The amounts reported for a share outstanding may not accord with the change in aggregate gains and losses in securities for the fiscal period due to the timing of capital share transactions in relation to the fluctuating market values of the Fund's underlying securities.

<sup>(c)</sup> Distributions for annual periods determined in accordance with U.S. federal income tax regulations.

<sup>(d)</sup> Not annualized.

<sup>(e)</sup> Annualized.

<sup>(f)</sup> Portfolio turnover rate excludes in-kind transactions.

See notes to financial statements.

# Financial Highlights (continued)

(For a share outstanding throughout each period)

	iShares MSCI KLD 400 Social ETF					
	Six Months Ended 10/31/20 (unaudited)	Year Ended 04/30/20	Year Ended 04/30/19	Year Ended 04/30/18	Year Ended 04/30/17	Year Ended 04/30/16
<b>Net asset value, beginning of period</b> .....	\$ 110.05	\$ 109.76	\$ 98.14	\$ 88.02	\$ 76.44	\$ 77.09
Net investment income <sup>(a)</sup> .....	0.85	1.80	1.65	1.36	1.22	1.17
Net realized and unrealized gain (loss) <sup>(b)</sup> .....	14.73	0.26	11.64	10.01	11.54	(0.62)
Net increase from investment operations .....	15.58	2.06	13.29	11.37	12.76	0.55
<b>Distributions<sup>(c)</sup></b>						
From net investment income .....	(0.79)	(1.77)	(1.67)	(1.25)	(1.18)	(1.20)
Total distributions .....	(0.79)	(1.77)	(1.67)	(1.25)	(1.18)	(1.20)
<b>Net asset value, end of period</b> .....	\$ 124.84	\$ 110.05	\$ 109.76	\$ 98.14	\$ 88.02	\$ 76.44
<b>Total Return</b>						
Based on net asset value .....	14.19% <sup>(d)</sup>	1.95%	13.70%	12.99%	16.83%	0.75%
<b>Ratios to Average Net Assets</b>						
Total expenses .....	0.25% <sup>(e)</sup>	0.25%	0.28%	0.50%	0.50%	0.50%
Total expenses after fees waived .....	0.25% <sup>(e)</sup>	0.25%	0.25%	0.48%	0.50%	0.50%
Net investment income .....	1.37% <sup>(e)</sup>	1.61%	1.61%	1.43%	1.49%	1.55%
<b>Supplemental Data</b>						
Net assets, end of period (000) .....	\$2,197,181	\$1,793,824	\$1,415,953	\$1,035,423	\$822,945	\$500,677
Portfolio turnover rate <sup>(f)</sup> .....	3% <sup>(d)</sup>	6%	13%	11%	10%	16%

<sup>(a)</sup> Based on average shares outstanding.

<sup>(b)</sup> The amounts reported for a share outstanding may not accord with the change in aggregate gains and losses in securities for the fiscal period due to the timing of capital share transactions in relation to the fluctuating market values of the Fund's underlying securities.

<sup>(c)</sup> Distributions for annual periods determined in accordance with U.S. federal income tax regulations.

<sup>(d)</sup> Not annualized.

<sup>(e)</sup> Annualized.

<sup>(f)</sup> Portfolio turnover rate excludes in-kind transactions.

See notes to financial statements.

# Financial Highlights (continued)

(For a share outstanding throughout each period)

	iShares MSCI USA ESG Select ETF					
	Six Months Ended 10/31/20 (unaudited)	Year Ended 04/30/20	Year Ended 04/30/19	Year Ended 04/30/18	Year Ended 04/30/17	Year Ended 04/30/16
<b>Net asset value, beginning of period</b> .....	\$ 123.35	\$ 122.16	\$ 110.83	\$ 99.72	\$ 85.12	\$ 86.39
Net investment income <sup>(a)</sup> .....	1.03	2.00	1.95	1.68	1.41	1.32
Net realized and unrealized gain (loss) <sup>(b)</sup> .....	21.00	1.29	11.26	10.98	14.57	(1.29)
Net increase from investment operations .....	22.03	3.29	13.21	12.66	15.98	0.03
<b>Distributions<sup>(c)</sup></b>						
From net investment income .....	(0.93)	(2.10)	(1.88)	(1.55)	(1.38)	(1.30)
Total distributions .....	(0.93)	(2.10)	(1.88)	(1.55)	(1.38)	(1.30)
<b>Net asset value, end of period</b> .....	\$ 144.45	\$ 123.35	\$ 122.16	\$ 110.83	\$ 99.72	\$ 85.12
<b>Total Return</b>						
Based on net asset value .....	17.90% <sup>(d)</sup>	2.76%	12.07%	12.76%	18.92%	0.07%
<b>Ratios to Average Net Assets</b>						
Total expenses .....	0.25% <sup>(e)</sup>	0.25%	0.28%	0.50%	0.50%	0.50%
Total expenses after fees waived .....	0.25% <sup>(e)</sup>	0.25%	0.25%	0.48%	0.50%	0.50%
Net investment income .....	1.46% <sup>(e)</sup>	1.61%	1.71%	1.56%	1.53%	1.58%
<b>Supplemental Data</b>						
Net assets, end of period (000) .....	\$1,805,664	\$1,289,055	\$1,001,715	\$681,607	\$528,509	\$357,511
Portfolio turnover rate <sup>(f)</sup> .....	14% <sup>(d)</sup>	13%	21%	13%	19%	20%

<sup>(a)</sup> Based on average shares outstanding.

<sup>(b)</sup> The amounts reported for a share outstanding may not accord with the change in aggregate gains and losses in securities for the fiscal period due to the timing of capital share transactions in relation to the fluctuating market values of the Fund's underlying securities.

<sup>(c)</sup> Distributions for annual periods determined in accordance with U.S. federal income tax regulations.

<sup>(d)</sup> Not annualized.

<sup>(e)</sup> Annualized.

<sup>(f)</sup> Portfolio turnover rate excludes in-kind transactions.

See notes to financial statements.

# Notes to Financial Statements (unaudited)

## 1. ORGANIZATION

iShares Trust (the "Trust") is registered under the Investment Company Act of 1940, as amended (the "1940 Act"), as an open-end management investment company. The Trust is organized as a Delaware statutory trust and is authorized to have multiple series or portfolios.

These financial statements relate only to the following funds (each, a "Fund," and collectively, the "Funds"):

<i>iShares ETF</i>	<i>Diversification Classification</i>
U.S. Basic Materials .....	Non-diversified
U.S. Consumer Goods .....	Non-diversified
U.S. Consumer Services .....	Diversified
U.S. Financial Services .....	Non-diversified
U.S. Financials .....	Diversified
U.S. Industrials .....	Diversified
MSCI KLD 400 Social .....	Diversified
MSCI USA ESG Select .....	Diversified

## 2. SIGNIFICANT ACCOUNTING POLICIES

The financial statements are prepared in conformity with accounting principles generally accepted in the United States of America ("U.S. GAAP"), which may require management to make estimates and assumptions that affect the reported amounts of assets and liabilities in the financial statements, disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of increases and decreases in net assets from operations during the reporting period. Actual results could differ from those estimates. Each Fund is considered an investment company under U.S. GAAP and follows the accounting and reporting guidance applicable to investment companies. Below is a summary of significant accounting policies:

**Investment Transactions and Income Recognition:** For financial reporting purposes, investment transactions are recorded on the dates the transactions are executed. Realized gains and losses on investment transactions are determined using the specific identification method. Dividend income and capital gain distributions, if any, are recorded on the ex-dividend date. Non-cash dividends, if any, are recorded on the ex-dividend date at fair value. Upon notification from issuers or as estimated by management, a portion of the dividend income received from a real estate investment trust may be redesignated as a reduction of cost of the related investment and/or realized gain.

**Foreign Taxes:** The Funds may be subject to foreign taxes (a portion of which may be reclaimable) on income, stock dividends, capital gains on investments, or certain foreign currency transactions. All foreign taxes are recorded in accordance with the applicable foreign tax regulations and rates that exist in the foreign jurisdictions in which each Fund invests. These foreign taxes, if any, are paid by each Fund and are reflected in its statement of operations as follows: foreign taxes withheld at source are presented as a reduction of income, foreign taxes on securities lending income are presented as a reduction of securities lending income, foreign taxes on stock dividends are presented as "Other foreign taxes", and foreign taxes on capital gains from sales of investments and foreign taxes on foreign currency transactions are included in their respective net realized gain (loss) categories. Foreign taxes payable or deferred as of October 31, 2020, if any, are disclosed in the statement of assets and liabilities.

**Segregation and Collateralization:** In cases where a Fund enters into certain investments (e.g., futures contracts) that would be treated as "senior securities" for 1940 Act purposes, a Fund may segregate or designate on its books and records cash or liquid assets having a market value at least equal to the amount of its future obligations under such investments. Doing so allows the investment to be excluded from treatment as a "senior security." Furthermore, if required by an exchange or counterparty agreement, the Funds may be required to deliver/deposit cash and/or securities to/with an exchange, or broker-dealer or custodian as collateral for certain investments or obligations.

**In-kind Redemptions:** For financial reporting purposes, in-kind redemptions are treated as sales of securities resulting in realized capital gains or losses to the Funds. Because such gains or losses are not taxable to the Funds and are not distributed to existing Fund shareholders, the gains or losses are reclassified from accumulated net realized gain (loss) to paid-in capital at the end of the Funds' tax year. These reclassifications have no effect on net assets or net asset value ("NAV") per share.

**Distributions:** Dividends and distributions paid by each Fund are recorded on the ex-dividend dates. Distributions are determined on a tax basis and may differ from net investment income and net realized capital gains for financial reporting purposes. Dividends and distributions are paid in U.S. dollars and cannot be automatically reinvested in additional shares of the Funds. The character and timing of distributions are determined in accordance with U.S. federal income tax regulations, which may differ from U.S. GAAP.

**Indemnifications:** In the normal course of business, each Fund enters into contracts that contain a variety of representations that provide general indemnification. The Funds' maximum exposure under these arrangements is unknown because it involves future potential claims against the Funds, which cannot be predicted with any certainty.

## 3. INVESTMENT VALUATION AND FAIR VALUE MEASUREMENTS

**Investment Valuation Policies:** Each Fund's investments are valued at fair value (also referred to as "market value" within the financial statements) each day that the Fund's listing exchange is open and, for financial reporting purposes, as of the report date. U.S. GAAP defines fair value as the price a fund would receive to sell an asset or pay to transfer a liability in an orderly transaction between market participants at the measurement date. A fund determines the fair value of its financial instruments using

## Notes to Financial Statements (unaudited) (continued)

various independent dealers or pricing services under policies approved by the Board of Trustees of the Trust (the "Board"). If a security's market price is not readily available or does not otherwise accurately represent the fair value of the security, the security will be valued in accordance with a policy approved by the Board as reflecting fair value. The BlackRock Global Valuation Methodologies Committee (the "Global Valuation Committee") is the committee formed by management to develop global pricing policies and procedures and to oversee the pricing function for all financial instruments.

**Fair Value Inputs and Methodologies:** The following methods and inputs are used to establish the fair value of each Fund's assets and liabilities:

- Equity investments traded on a recognized securities exchange are valued at that day's official closing price, as applicable, on the exchange where the stock is primarily traded. Equity investments traded on a recognized exchange for which there were no sales on that day are valued at the last traded price.
- Investments in open-end U.S. mutual funds (including money market funds) are valued at that day's published NAV.
- Futures contracts are valued based on that day's last reported settlement price on the exchange where the contract is traded.

If events (e.g., a market closure, market volatility, company announcement or a natural disaster) occur that are expected to materially affect the value of such investment, or in the event that application of these methods of valuation results in a price for an investment that is deemed not to be representative of the market value of such investment, or if a price is not available, the investment will be valued by the Global Valuation Committee, in accordance with a policy approved by the Board as reflecting fair value ("Fair Valued Investments"). The fair valuation approaches that may be used by the Global Valuation Committee include market approach, income approach and the cost approach. Valuation techniques such as discounted cash flow, use of market comparables and matrix pricing are types of valuation approaches and are typically used in determining fair value. When determining the price for Fair Valued Investments, the Global Valuation Committee, or its delegate, seeks to determine the price that each Fund might reasonably expect to receive or pay from the current sale or purchase of that asset or liability in an arm's-length transaction. Fair value determinations shall be based upon all available factors that the Global Valuation Committee, or its delegate, deems relevant and consistent with the principles of fair value measurement. The pricing of all Fair Valued Investments is subsequently reported to the Board or a committee thereof on a quarterly basis.

Fair value pricing could result in a difference between the prices used to calculate a fund's NAV and the prices used by the fund's underlying index, which in turn could result in a difference between the fund's performance and the performance of the fund's underlying index.

**Fair Value Hierarchy:** Various inputs are used in determining the fair value of financial instruments. These inputs to valuation techniques are categorized into a fair value hierarchy consisting of three broad levels for financial reporting purposes as follows:

- Level 1 – Unadjusted price quotations in active markets/exchanges for identical assets or liabilities that each Fund has the ability to access;
- Level 2 – Other observable inputs (including, but not limited to, quoted prices for similar assets or liabilities in markets that are active, quoted prices for identical or similar assets or liabilities in markets that are not active, inputs other than quoted prices that are observable for the assets or liabilities (such as interest rates, yield curves, volatilities, prepayment speeds, loss severities, credit risks and default rates) or other market-corroborated inputs); and
- Level 3 – Unobservable inputs based on the best information available in the circumstances, to the extent observable inputs are not available, (including the Global Valuation Committee's assumptions used in determining the fair value of financial instruments).

The hierarchy gives the highest priority to unadjusted quoted prices in active markets for identical assets or liabilities (Level 1 measurements) and the lowest priority to unobservable inputs (Level 3 measurements). Accordingly, the degree of judgement exercised in determining fair value is greatest for instruments categorized in Level 3. The inputs used to measure fair value may fall into different levels of the fair value hierarchy. In such cases, for disclosure purposes, the fair value hierarchy classification is determined based on the lowest level input that is significant to the fair value measurement in its entirety. Investments classified within Level 3 have significant unobservable inputs used by the Global Valuation Committee in determining the price for Fair Valued Investments. Level 3 investments include equity or debt issued by privately held companies or funds that may not have a secondary market and/or may have a limited number of investors. The categorization of a value determined for financial instruments is based on the pricing transparency of the financial instruments and is not necessarily an indication of the risks associated with investing in those securities.

## 4. SECURITIES AND OTHER INVESTMENTS

**Securities Lending:** Each Fund may lend its securities to approved borrowers, such as brokers, dealers and other financial institutions. The borrower pledges and maintains with the Fund collateral consisting of cash, an irrevocable letter of credit issued by an approved bank, or securities issued or guaranteed by the U.S. government. The initial collateral received by each Fund is required to have a value of at least 102% of the current market value of the loaned securities for securities traded on U.S. exchanges and a value of at least 105% for all other securities. The collateral is maintained thereafter at a value equal to at least 100% of the current value of the securities on loan. The market value of the loaned securities is determined at the close of each business day of the Fund and any additional required collateral is delivered to the Fund or excess collateral is returned by the Fund, on the next business day. During the term of the loan, each Fund is entitled to all distributions made on or in respect of the loaned securities but does not receive interest income on securities received as collateral. Loans of securities are terminable at any time and the borrower, after notice, is required to return borrowed securities within the standard time period for settlement of securities transactions.

As of October 31, 2020, any securities on loan were collateralized by cash and/or U.S. government obligations. Cash collateral received was invested in money market funds managed by BlackRock Fund Advisors ("BFA"), the Funds' investment adviser, or its affiliates and is disclosed in the schedules of investments. Any non-cash collateral received cannot be sold, re-invested or pledged by the Fund, except in the event of borrower default. The securities on loan for each Fund, if any, are also disclosed in its schedule of investments. The market value of any securities on loan as of October 31, 2020 and the value of the related cash collateral are disclosed in the statements of assets and liabilities.

Securities lending transactions are entered into by a fund under Master Securities Lending Agreements (each, an "MSLA") which provide the right, in the event of default (including bankruptcy or insolvency) for the non-defaulting party to liquidate the collateral and calculate a net exposure to the defaulting party or request additional collateral. In the event that a borrower defaults, the fund, as lender, would offset the market value of the collateral received against the market value of the securities loaned. The value

## Notes to Financial Statements (unaudited) (continued)

of the collateral is typically greater than the market value of the securities loaned, leaving the lender with a net amount payable to the defaulting party. However, bankruptcy or insolvency laws of a particular jurisdiction may impose restrictions on or prohibitions against such a right of offset in the event of an MSLA counterparty's bankruptcy or insolvency. Under the MSLA, absent an event of default, the borrower can resell or re-pledge the loaned securities, and the fund can reinvest cash collateral received in connection with loaned securities.

As of period end, the following table is a summary of the securities on loan by counterparty which are subject to offset under an MSLA as of October 31, 2020:

<i>iShares ETF and Counterparty</i>	<i>Market Value of Securities on Loan</i>	<i>Cash Collateral Received</i>	<i>Non-Cash Collateral Received</i>	<i>Net Amount</i>
<b>U.S. Basic Materials</b>				
Barclays Bank PLC .....	\$ 10,659,496	\$ 10,659,496	\$ —	\$ —
<b>U.S. Consumer Goods</b>				
Barclays Bank PLC .....	\$ 99,854	\$ 99,854	\$ —	\$ —
Barclays Capital Inc. ....	93,744	93,744	—	—
BNP Paribas Prime Brokerage International Ltd. ....	6,724,464	6,724,464	—	—
Goldman Sachs & Co. ....	859,000	859,000	—	—
ING Financial Markets LLC .....	582,110	582,110	—	—
JPMorgan Securities LLC .....	663,913	663,913	—	—
SG Americas Securities LLC .....	606,300	606,300	—	—
	<u>9,629,385</u>	<u>9,629,385</u>	<u>—</u>	<u>—</u>
<b>U.S. Consumer Services</b>				
BNP Paribas Prime Brokerage International Ltd. ....	\$ 1,082,826	\$ 1,082,826	\$ —	\$ —
BNP Paribas Securities Corp. ....	29,516	29,516	—	—
BofA Securities, Inc. ....	20,614	20,614	—	—
Citigroup Global Markets Inc. ....	1,175,326	1,175,326	—	—
Goldman Sachs & Co. ....	1,864,322	1,864,322	—	—
JPMorgan Securities LLC .....	2,976,137	2,976,137	—	—
Mizuho Securities USA Inc. ....	1,240,351	1,240,351	—	—
Morgan Stanley & Co. LLC .....	3,179,844	3,179,844	—	—
National Financial Services LLC .....	1,570,428	1,570,428	—	—
SG Americas Securities LLC .....	708,601	708,601	—	—
UBS AG .....	884,475	884,475	—	—
UBS Securities LLC .....	3,111,299	3,111,299	—	—
	<u>17,843,739</u>	<u>17,843,739</u>	<u>—</u>	<u>—</u>
<b>U.S. Financial Services</b>				
BofA Securities, Inc. ....	\$ 1,311,430	\$ 1,311,430	\$ —	\$ —
Morgan Stanley & Co. LLC .....	673,781	673,781	—	—
UBS Securities LLC .....	818,036	818,036	—	—
	<u>2,803,247</u>	<u>2,803,247</u>	<u>—</u>	<u>—</u>
<b>U.S. Financials</b>				
BofA Securities, Inc. ....	\$ 536,616	\$ 536,616	\$ —	\$ —
Citigroup Global Markets Inc. ....	296,331	296,331	—	—
Jefferies LLC .....	210,557	210,557	—	—
Morgan Stanley & Co. LLC .....	252,194	252,194	—	—
UBS Securities LLC .....	643,944	643,944	—	—
	<u>1,939,642</u>	<u>1,939,642</u>	<u>—</u>	<u>—</u>
<b>U.S. Industrials</b>				
JPMorgan Securities LLC .....	\$ 486,157	\$ 486,157	\$ —	\$ —
Morgan Stanley & Co. LLC .....	1,058,084	1,058,084	—	—
	<u>1,544,241</u>	<u>1,544,241</u>	<u>—</u>	<u>—</u>



## Notes to Financial Statements (unaudited) (continued)

<i>iShares ETF and Counterparty</i>	<i>Market Value of Securities on Loan</i>	<i>Cash Collateral Received</i>	<i>Non-Cash Collateral Received</i>	<i>Net Amount</i>
<b>MSCI KLD 400 Social</b>				
Barclays Bank PLC .....	\$ 182,081	\$ 182,081	\$ —	\$ —
Barclays Capital Inc. ....	35,552	35,552	—	—
BNP Paribas Prime Brokerage International Ltd. ....	225,718	225,718	—	—
BofA Securities, Inc. ....	2,733	2,733	—	—
Citigroup Global Markets Inc. ....	87,252	87,252	—	—
Credit Suisse Securities (USA) LLC .....	1,100,636	1,100,636	—	—
Deutsche Bank Securities Inc. ....	503	503	—	—
Goldman Sachs & Co. ....	5,100	5,075	—	(25) <sup>(b)</sup>
JPMorgan Securities LLC .....	9,109	9,109	—	—
Morgan Stanley & Co. LLC .....	137,406	137,406	—	—
UBS AG .....	430,821	428,685	—	(2,136) <sup>(b)</sup>
Wells Fargo Securities LLC .....	1,907,037	1,907,037	—	—
	<u>4,123,948</u>	<u>4,121,787</u>	<u>—</u>	<u>(2,161)</u>
<b>MSCI USA ESG Select</b>				
Barclays Bank PLC .....	\$ 5,132,076	\$ 5,132,076	\$ —	\$ —
BNP Paribas Securities Corp. ....	110,125	110,125	—	—
Credit Suisse Securities (USA) LLC .....	31,929	31,929	—	—
Deutsche Bank Securities Inc. ....	4,310,529	4,310,529	—	—
Goldman Sachs & Co. ....	1,730,753	1,730,753	—	—
JPMorgan Securities LLC .....	2,102,795	2,102,795	—	—
	<u>13,418,207</u>	<u>13,418,207</u>	<u>—</u>	<u>—</u>

<sup>(a)</sup> Collateral received in excess of the market value of securities on loan is not presented in this table. The total cash collateral received by each Fund is disclosed in the Fund's statement of assets and liabilities.

<sup>(b)</sup> Additional collateral is delivered to the Fund on the next business day in accordance with the MSLA. The net amount would be subject to the borrower default indemnity in the event of default by a counterparty.

The risks of securities lending include the risk that the borrower may not provide additional collateral when required or may not return the securities when due. To mitigate these risks, each Fund benefits from a borrower default indemnity provided by BlackRock, Inc. ("BlackRock"). BlackRock's indemnity allows for full replacement of the securities loaned to the extent the collateral received does not cover the value of the securities loaned in the event of borrower default. Each Fund could incur a loss if the value of an investment purchased with cash collateral falls below the market value of the loaned securities or if the value of an investment purchased with cash collateral falls below the value of the original cash collateral received. Such losses are borne entirely by each Fund.

## 5. DERIVATIVE FINANCIAL INSTRUMENTS

**Futures Contracts:** Each Fund's use of futures contracts is generally limited to cash equitization. This involves the use of available cash to invest in index futures contracts in order to gain exposure to the equity markets represented in or by the Fund's underlying index and is intended to allow the Fund to better track its underlying index. Futures contracts are purchased or sold to gain exposure to, or manage exposure to, changes in interest rates (interest rate risk) and changes in the value of equity securities (equity risk) or foreign currencies (foreign currency exchange rate risk).

Futures contracts are exchange-traded agreements between the Funds and a counterparty to buy or sell a specific quantity of an underlying instrument at a specified price and on a specified date. Depending on the terms of a contract, it is settled either through physical delivery of the underlying instrument on the settlement date or by payment of a cash amount on the settlement date. Upon entering into a futures contract, the Funds are required to deposit initial margin with the broker in the form of cash or securities in an amount that varies depending on a contract's size and risk profile. The initial margin deposit must then be maintained at an established level over the life of the contract. Amounts pledged, which are considered restricted, are included in cash pledged for futures contracts in the statement of assets and liabilities.

Securities deposited as initial margin are designated in the schedule of investments and cash deposited, if any, are shown as cash pledged for futures contracts in the statement of assets and liabilities. Pursuant to the contract, the Funds agree to receive from or pay to the broker an amount of cash equal to the daily fluctuation in market value of the contract ("variation margin"). Variation margin is recorded as unrealized appreciation (depreciation) and, if any, shown as variation margin receivable (or payable) on futures contracts in the statement of assets and liabilities. When the contract is closed, a realized gain or loss is recorded in the statement of operations equal to the difference between the notional amount of the contract at the time it was opened and the notional amount at the time it was closed. The use of futures contracts involves the risk of an imperfect correlation in the movements in the price of futures contracts and interest, foreign currency exchange rates or underlying assets.

## 6. INVESTMENT ADVISORY AGREEMENT AND OTHER TRANSACTIONS WITH AFFILIATES

**Investment Advisory Fees:** Pursuant to an Investment Advisory Agreement with the Trust, BFA manages the investment of each Fund's assets. BFA is a California corporation indirectly owned by BlackRock. Under the Investment Advisory Agreement, BFA is responsible for substantially all expenses of the Funds, except (i) interest and taxes; (ii) brokerage commissions and other expenses connected with the execution of portfolio transactions; (iii) distribution fees; (iv) the advisory fee payable to BFA; and (v) litigation expenses and any extraordinary expenses (in each case as determined by a majority of the independent trustees).

For its investment advisory services to each of the iShares U.S. Basic Materials, iShares U.S. Consumer Goods, iShares U.S. Consumer Services, iShares U.S. Financial Services, iShares U.S. Financials and iShares U.S. Industrials ETFs, BFA is entitled to an annual investment advisory fee, accrued daily and paid monthly by the Funds, based on each Fund's allocable portion of the aggregate of the average daily net assets of the Fund and certain other iShares funds, as follows:

<i>Aggregate Average Daily Net Assets</i>	<i>Investment Advisory Fee</i>
First \$10 billion .....	0.48%
Over \$10 billion, up to and including \$20 billion .....	0.43
Over \$20 billion, up to and including \$30 billion .....	0.38
Over \$30 billion, up to and including \$40 billion .....	0.34
Over \$40 billion, up to and including \$50 billion .....	0.33
Over \$50 billion .....	0.31

For its investment advisory services to each of the following Funds, BFA is entitled to an annual investment advisory fee, accrued daily and paid monthly by the Funds, based on the average daily net assets of each Fund as follows:

<i>iShares ETF</i>	<i>Investment Advisory Fee</i>
MSCI KLD 400 Social .....	0.25%
MSCI USA ESG Select .....	0.25

**Distributor:** BlackRock Investments, LLC, an affiliate of BFA, is the distributor for each Fund. Pursuant to the distribution agreement, BFA is responsible for any fees or expenses for distribution services provided to the Funds.

**Securities Lending:** The U.S. Securities and Exchange Commission (the "SEC") has issued an exemptive order which permits BlackRock Institutional Trust Company, N.A. ("BTC"), an affiliate of BFA, to serve as securities lending agent for the Funds, subject to applicable conditions. As securities lending agent, BTC bears all operational costs directly related to securities lending. Each Fund is responsible for fees in connection with the investment of cash collateral received for securities on loan (the "collateral investment fees"). The cash collateral is invested in a money market fund, BlackRock Cash Funds: Institutional or BlackRock Cash Funds: Treasury, managed by BFA, or its affiliates. However, BTC has agreed to reduce the amount of securities lending income it receives in order to effectively limit the collateral investment fees each Fund bears to an annual rate of 0.04%. The SL Agency Shares of such money market fund will not be subject to a sales load, distribution fee or service fee. The money market fund in which the cash collateral has been invested may, under certain circumstances, impose a liquidity fee of up to 2% of the value redeemed or temporarily restrict redemptions for up to 10 business days during a 90 day period, in the event that the money market fund's weekly liquid assets fall below certain thresholds.

Securities lending income is equal to the total of income earned from the reinvestment of cash collateral, net of fees and other payments to and from borrowers of securities, and less the collateral investment fees. Each Fund retains a portion of securities lending income and remits the remaining portion to BTC as compensation for its services as securities lending agent.

Pursuant to the current securities lending agreement, each Fund retains 75% of securities lending income (which excludes collateral investment fees) and the amount retained can never be less than 70% of the total of securities lending income plus the collateral investment fees.

In addition, commencing the business day following the date that the aggregate securities lending income plus the collateral investment fees generated across all 1940 Act iShares exchange-traded funds (the "iShares ETF Complex") in that calendar year exceeds a specified threshold, each Fund, pursuant to the securities lending agreement, will retain for the remainder of that calendar year 80% of securities lending income (which excludes collateral investment fees), and the amount retained can never be less than 70% of the total of securities lending income plus the collateral investment fees.

The share of securities lending income earned by each Fund is shown as securities lending income – affiliated – net in its statement of operations. For the six months ended October 31, 2020, the Funds paid BTC the following amounts for securities lending agent services:

<i>iShares ETF</i>	<i>Fees Paid to BTC</i>
U.S. Basic Materials .....	\$ 9,588
U.S. Consumer Goods .....	5,140
U.S. Consumer Services .....	63,081
U.S. Financial Services .....	24,475
U.S. Financials .....	9,993
U.S. Industrials .....	7,911
MSCI KLD 400 Social .....	20,630
MSCI USA ESG Select .....	23,484

## Notes to Financial Statements (unaudited) (continued)

**Officers and Trustees:** Certain officers and/or trustees of the Trust are officers and/or trustees of BlackRock or its affiliates.

**Other Transactions:** Cross trading is the buying or selling of portfolio securities between funds to which BFA (or an affiliate) serves as investment adviser. At its regularly scheduled quarterly meetings, the Board reviews such transactions as of the most recent calendar quarter for compliance with the requirements and restrictions set forth by Rule 17a-7.

For the six months ended October 31, 2020, transactions executed by the Funds pursuant to Rule 17a-7 under the 1940 Act were as follows:

<i>iShares ETF</i>	<i>Purchases</i>	<i>Sales</i>	<i>Net Realized Gain (Loss)</i>
U.S. Basic Materials .....	\$ 10,563,954	\$ 980,718	\$ (1,059,977)
U.S. Consumer Goods .....	2,905,845	1,992,385	(1,514,587)
U.S. Consumer Services .....	17,707,969	20,210,435	(8,860,479)
U.S. Financial Services .....	15,822,786	3,991,353	(2,353,417)
U.S. Financials .....	37,436,973	15,870,694	(6,400,908)
U.S. Industrials .....	5,421,128	1,851,815	(3,045,288)
MSCI KLD 400 Social .....	26,065,878	20,264,846	(3,640,389)
MSCI USA ESG Select .....	137,790,657	89,315,220	5,726,254

Each Fund may invest its positive cash balances in certain money market funds managed by BFA or an affiliate. The income earned on these temporary cash investments is shown as dividends – affiliated in the statement of operations.

A fund, in order to improve its portfolio liquidity and its ability to track its underlying index, may invest in shares of other iShares funds that invest in securities in the fund's underlying index.

## 7. PURCHASES AND SALES

For the six months ended October 31, 2020, purchases and sales of investments, excluding short-term investments and in-kind transactions, were as follows:

<i>iShares ETF</i>	<i>Purchases</i>	<i>Sales</i>
U.S. Basic Materials .....	\$ 52,892,557	\$ 52,311,819
U.S. Consumer Goods .....	16,521,605	16,406,048
U.S. Consumer Services .....	110,157,097	111,058,288
U.S. Financial Services .....	67,822,362	82,492,355
U.S. Financials .....	100,430,827	102,655,629
U.S. Industrials .....	19,876,756	18,684,425
MSCI KLD 400 Social .....	70,897,354	68,375,713
MSCI USA ESG Select .....	217,609,215	214,647,881

For the six months ended October 31, 2020, purchases and sales related to in-kind transactions were as follows:

<i>iShares ETF</i>	<i>In-kind Purchases</i>	<i>In-kind Sales</i>
U.S. Basic Materials .....	\$ 386,821,735	\$ 44,662,706
U.S. Consumer Goods .....	165,097,842	122,621,712
U.S. Consumer Services .....	243,383,362	171,140,549
U.S. Financial Services .....	1,166,481,125	1,086,216,552
U.S. Financials .....	667,441,072	747,509,145
U.S. Industrials .....	150,348,848	22,653,114
MSCI KLD 400 Social .....	190,978,300	28,677,422
MSCI USA ESG Select .....	370,538,296	80,586,525

## 8. INCOME TAX INFORMATION

Each Fund is treated as an entity separate from the Trust's other funds for federal income tax purposes. It is each Fund's policy to comply with the requirements of the Internal Revenue Code of 1986, as amended, applicable to regulated investment companies, and to distribute substantially all of its taxable income to its shareholders. Therefore, no U.S. federal income tax provision is required.

Management has analyzed tax laws and regulations and their application to the Funds as of October 31, 2020, inclusive of the open tax return years, and does not believe that there are any uncertain tax positions that require recognition of a tax liability in the Funds' financial statements.

As of April 30, 2020, the Funds had non-expiring capital loss carryforwards available to offset future realized capital gains as follows:

## Notes to Financial Statements (unaudited) (continued)

<i>iShares ETF</i>	<i>Non-Expiring</i>
U.S. Basic Materials .....	\$ 116,107,099
U.S. Consumer Goods .....	11,570,227
U.S. Consumer Services .....	41,922,026
U.S. Financial Services .....	19,322,487
U.S. Financials .....	14,442,779
U.S. Industrials .....	13,608,711
MSCI KLD 400 Social .....	6,886,000
MSCI USA ESG Select .....	10,341,796

As of October 31, 2020, gross unrealized appreciation and depreciation based on cost of investments (including short positions and derivatives, if any) for U.S. federal income tax purposes were as follows:

<i>iShares ETF</i>	<i>Tax Cost</i>	<i>Gross Unrealized Appreciation</i>	<i>Gross Unrealized Depreciation</i>	<i>Net Unrealized Appreciation (Depreciation)</i>
U.S. Basic Materials .....	\$ 679,071,191	\$ 25,025,374	\$ (51,791,082)	\$ (26,765,708)
U.S. Consumer Goods .....	595,049,659	104,525,942	(75,047,449)	29,478,493
U.S. Consumer Services .....	955,145,065	179,699,363	(85,487,142)	94,212,221
U.S. Financial Services .....	1,184,850,263	6,397,102	(221,178,737)	(214,781,635)
U.S. Financials .....	1,434,642,047	19,696,401	(269,534,494)	(249,838,093)
U.S. Industrials .....	904,528,415	149,889,475	(116,438,442)	33,451,033
MSCI KLD 400 Social .....	1,709,965,184	593,537,108	(99,857,583)	493,679,525
MSCI USA ESG Select .....	1,507,921,708	365,801,302	(53,337,192)	312,464,110

## 9. PRINCIPAL RISKS

In the normal course of business, each Fund invests in securities or other instruments and may enter into certain transactions, and such activities subject the Fund to various risks, including, among others, fluctuations in the market (market risk) or failure of an issuer to meet all of its obligations. The value of securities or other instruments may also be affected by various factors, including, without limitation: (i) the general economy; (ii) the overall market as well as local, regional or global political and/or social instability; (iii) regulation, taxation or international tax treaties between various countries; or (iv) currency, interest rate or price fluctuations. Local, regional or global events such as war, acts of terrorism, the spread of infectious illness or other public health issues, recessions, or other events could have a significant impact on the Funds and their investments. Each Fund's prospectus provides details of the risks to which the Fund is subject.

BFA uses a "passive" or index approach to try to achieve each Fund's investment objective following the securities included in its underlying index during upturns as well as downturns. BFA does not take steps to reduce market exposure or to lessen the effects of a declining market. Divergence from the underlying index and the composition of the portfolio is monitored by BFA.

The Funds may be exposed to additional risks when reinvesting cash collateral in money market funds that do not seek to maintain a stable NAV per share of \$1.00, which may be subject to redemption gates or liquidity fees under certain circumstances.

**Market Risk:** An outbreak of respiratory disease caused by a novel coronavirus has developed into a global pandemic and has resulted in closing borders, quarantines, disruptions to supply chains and customer activity, as well as general concern and uncertainty. The impact of this pandemic, and other global health crises that may arise in the future, could affect the economies of many nations, individual companies and the market in general in ways that cannot necessarily be foreseen at the present time. This pandemic may result in substantial market volatility and may adversely impact the prices and liquidity of a fund's investments. The duration of this pandemic and its effects cannot be determined with certainty.

**Valuation Risk:** The market values of equities, such as common stocks and preferred securities or equity related investments, such as futures and options, may decline due to general market conditions which are not specifically related to a particular company. They may also decline due to factors which affect a particular industry or industries. A fund may invest in illiquid investments. An illiquid investment is any investment that a fund reasonably expects cannot be sold or disposed of in current market conditions in seven calendar days or less without the sale or disposition significantly changing the market value of the investment. A fund may experience difficulty in selling illiquid investments in a timely manner at the price that it believes the investments are worth. Prices may fluctuate widely over short or extended periods in response to company, market or economic news. Markets also tend to move in cycles, with periods of rising and falling prices. This volatility may cause a fund's NAV to experience significant increases or decreases over short periods of time. If there is a general decline in the securities and other markets, the NAV of a fund may lose value, regardless of the individual results of the securities and other instruments in which a fund invests.

**Counterparty Credit Risk:** The Funds may be exposed to counterparty credit risk, or the risk that an entity may fail to or be unable to perform on its commitments related to unsettled or open transactions, including making timely interest and/or principal payments or otherwise honoring its obligations. The Funds manage counterparty credit risk by entering into transactions only with counterparties that the Manager believes have the financial resources to honor their obligations and by monitoring the financial stability of those counterparties. Financial assets, which potentially expose the Funds to market, issuer and counterparty credit risks, consist principally of financial instruments and receivables due from counterparties. The extent of the Funds' exposure to market, issuer and counterparty credit risks with respect to these financial assets is approximately their value recorded in the statement of assets and liabilities, less any collateral held by the Funds.

## Notes to Financial Statements (unaudited) (continued)

A derivative contract may suffer a mark-to-market loss if the value of the contract decreases due to an unfavorable change in the market rates or values of the underlying instrument. Losses can also occur if the counterparty does not perform under the contract.

With exchange-traded futures, there is less counterparty credit risk to the Funds since the exchange or clearinghouse, as counterparty to such instruments, guarantees against a possible default. The clearinghouse stands between the buyer and the seller of the contract; therefore, credit risk is limited to failure of the clearinghouse. While offset rights may exist under applicable law, a Fund does not have a contractual right of offset against a clearing broker or clearinghouse in the event of a default (including the bankruptcy or insolvency). Additionally, credit risk exists in exchange-traded futures with respect to initial and variation margin that is held in a clearing broker's customer accounts. While clearing brokers are required to segregate customer margin from their own assets, in the event that a clearing broker becomes insolvent or goes into bankruptcy and at that time there is a shortfall in the aggregate amount of margin held by the clearing broker for all its clients, typically the shortfall would be allocated on a pro rata basis across all the clearing broker's customers, potentially resulting in losses to the Funds.

**Concentration Risk:** A diversified portfolio, where this is appropriate and consistent with a fund's objectives, minimizes the risk that a price change of a particular investment will have a material impact on the NAV of a fund. The investment concentrations within each Fund's portfolio are disclosed in its schedule of investments.

Certain Funds invest a significant portion of their assets in securities within a single or limited number of market sectors. When a Fund concentrates its investments in this manner, it assumes the risk that economic, regulatory, political and social conditions affecting such sectors may have a significant impact on the fund and could affect the income from, or the value or liquidity of, the fund's portfolio. Investment percentages in specific sectors are presented in the schedule of investments.

**LIBOR Transition Risk:** The United Kingdom's Financial Conduct Authority announced a phase out of the London Interbank Offered Rate ("LIBOR") by the end of 2021, and it is expected that LIBOR will cease to be published after that time. The Funds may be exposed to financial instruments tied to LIBOR to determine payment obligations, financing terms, hedging strategies or investment value. The transition process away from LIBOR might lead to increased volatility and illiquidity in markets for, and reduce the effectiveness of new hedges placed against, instruments whose terms currently include LIBOR. The ultimate effect of the LIBOR transition process on the Funds is uncertain.

## 10. CAPITAL SHARE TRANSACTIONS

Capital shares are issued and redeemed by each Fund only in aggregations of a specified number of shares or multiples thereof ("Creation Units") at NAV. Except when aggregated in Creation Units, shares of each Fund are not redeemable.

Transactions in capital shares were as follows:

	Six Months Ended 10/31/20		Year Ended 04/30/20	
	Shares	Amount	Shares	Amount
<i>iShares ETF</i>				
U.S. Basic Materials				
Shares sold .....	3,950,000	\$ 388,013,883	500,000	\$ 42,812,086
Shares redeemed .....	(500,000)	(44,788,912)	(1,850,000)	(161,533,178)
Net increase (decrease) .....	3,450,000	343,224,971	(1,350,000)	(118,721,092)
U.S. Consumer Goods				
Shares sold .....	1,150,000	165,536,517	600,000	74,072,202
Shares redeemed .....	(850,000)	(122,936,767)	(450,000)	(55,867,093)
Net increase .....	300,000	42,599,750	150,000	18,205,109
U.S. Consumer Services				
Shares sold .....	1,050,000	243,769,226	1,750,000	369,991,124
Shares redeemed .....	(700,000)	(171,560,461)	(2,150,000)	(453,621,072)
Net increase (decrease) .....	350,000	72,208,765	(400,000)	(83,629,948)
U.S. Financial Services				
Shares sold .....	9,400,000	1,172,288,565	2,250,000	313,792,935
Shares redeemed .....	(8,800,000)	(1,108,449,259)	(5,300,000)	(676,235,485)
Net increase (decrease) .....	600,000	63,839,306	(3,050,000)	(362,442,550)
U.S. Financials				
Shares sold .....	5,950,000	670,491,611	7,650,000	923,744,884
Shares redeemed .....	(6,850,000)	(754,668,247)	(9,550,000)	(1,131,180,492)
Net decrease .....	(900,000)	(84,176,636)	(1,900,000)	(207,435,608)
U.S. Industrials				
Shares sold .....	900,000	150,840,410	800,000	127,906,850
Shares redeemed .....	(150,000)	(22,723,657)	(1,800,000)	(270,032,446)
Net increase (decrease) .....	750,000	128,116,753	(1,000,000)	(142,125,596)

## Notes to Financial Statements (unaudited) (continued)

<i>iShares ETF</i>	<i>Six Months Ended</i> <i>10/31/20</i>		<i>Year Ended</i> <i>04/30/20</i>	
	<i>Shares</i>	<i>Amount</i>	<i>Shares</i>	<i>Amount</i>
MSCI KLD 400 Social				
Shares sold .....	1,550,000	\$ 191,557,543	4,150,000	463,954,811
Shares redeemed .....	(250,000)	(28,750,285)	(750,000)	(81,188,171)
Net increase .....	<u>1,300,000</u>	<u>162,807,258</u>	<u>3,400,000</u>	<u>382,766,640</u>
MSCI USA ESG Select				
Shares sold .....	2,600,000	371,644,167	4,150,000	507,863,039
Shares redeemed .....	(550,000)	(80,468,182)	(1,900,000)	(235,871,724)
Net increase .....	<u>2,050,000</u>	<u>291,175,985</u>	<u>2,250,000</u>	<u>271,991,315</u>

The consideration for the purchase of Creation Units of a fund in the Trust generally consists of the in-kind deposit of a designated portfolio of securities and a specified amount of cash. Certain funds in the Trust may be offered in Creation Units solely or partially for cash in U.S. dollars. Investors purchasing and redeeming Creation Units may pay a purchase transaction fee and a redemption transaction fee directly to State Street Bank and Trust Company, the Trust's administrator, to offset transfer and other transaction costs associated with the issuance and redemption of Creation Units, including Creation Units for cash. Investors transacting in Creation Units for cash may also pay an additional variable charge to compensate the relevant fund for certain transaction costs (i.e., stamp taxes, taxes on currency or other financial transactions, and brokerage costs) and market impact expenses relating to investing in portfolio securities. Such variable charges, if any, are included in shares sold in the table above.

From time to time, settlement of securities related to in-kind contributions or in-kind redemptions may be delayed. In such cases, securities related to in-kind transactions are reflected as a receivable or a payable in the statement of assets and liabilities.

## 11. LEGAL PROCEEDINGS

On June 16, 2016, investors in certain iShares funds (iShares Core S&P Small-Cap ETF, iShares Russell 1000 Growth ETF, iShares Core S&P 500 ETF, iShares Russell Mid-Cap Growth ETF, iShares Russell Mid-Cap ETF, iShares Russell Mid-Cap Value ETF, iShares Select Dividend ETF, iShares Morningstar Mid-Cap ETF, iShares Morningstar Large-Cap ETF, iShares U.S. Aerospace & Defense ETF and iShares Preferred and Income Securities ETF) filed a class action lawsuit against iShares Trust, BlackRock, Inc. and certain of its advisory affiliates, and certain directors/trustees and officers of the Funds (collectively, "Defendants") in California State Court. The lawsuit alleges the Defendants violated federal securities laws by failing to adequately disclose in the prospectuses issued by the funds noted above the risks of using stop-loss orders in the event of a 'flash crash', such as the one that occurred on May 6, 2010. On September 18, 2017, the court issued a Statement of Decision holding that the Plaintiffs lack standing to assert their claims. On October 11, 2017, the court entered final judgment dismissing all of the Plaintiffs' claims with prejudice. In an opinion dated January 23, 2020, the California Court of Appeal affirmed the dismissal of Plaintiffs' claims. On March 3, 2020, plaintiffs filed a petition for review by the California Supreme Court. On May 27, 2020, the California Supreme Court denied Plaintiff's petition for review. The case is now closed.

Certain iShares funds (the "Impacted Funds"), along with thousands of other former shareholders of Tribune Company ("Tribune"), were named as defendants in one or more lawsuits (the "Litigation") arising out of Tribune's 2007 leveraged buyout transaction ("LBO"). The Litigation seeks to "claw back" from former Tribune shareholders, including the Impacted Funds, proceeds received in connection with the LBO. The iShares U.S. Consumer Services ETF and iShares MSCI KLD 400 Social ETF received proceeds of \$336,974 and \$23,018, respectively, in the LBO. The claims that were originally brought against the Impacted Funds were dismissed but are currently subject to appeals in multiple appellate courts. The outcome of these appeals could result in new claims being brought against the Impacted Funds and/or previously dismissed claims being revived and subject to continuing litigation. The Impacted Funds intend to vigorously defend the Litigation.

## 12. SUBSEQUENT EVENTS

Management's evaluation of the impact of all subsequent events on the Funds' financial statements was completed through the date the financial statements were available to be issued and the following items were noted:

On September 17, 2020, the Board approved a stock split for the following Funds, effective after the close of trading on December 4, 2020. The impact of the stock split will be to increase the number of shares outstanding, while decreasing the NAV per share, resulting in no effect on the net assets of the Funds.

<i>iShares ETF</i>	<i>Forward Share Split</i>
U.S. Consumer Services .....	4 for 1
U.S. Financials .....	2 for 1
U.S. Industrials .....	2 for 1
MSCI KLD 400 Social .....	2 for 1
MSCI USA ESG Select .....	2 for 1



# Board Review and Approval of Investment Advisory Contract

## iShares U.S. Basic Materials ETF, iShares U.S. Consumer Goods ETF, iShares U.S. Consumer Services ETF, iShares U.S. Industrials ETF (each the “Fund”)

Under Section 15(c) of the Investment Company Act of 1940 (the “1940 Act”), the Trust’s Board of Trustees (the “Board”), including a majority of Board Members who are not “interested persons” of the Trust (as that term is defined in the 1940 Act) (the “Independent Board Members”), is required annually to consider and approve the Investment Advisory Contract between the Trust and BFA (the “Advisory Contract”) whereby the Board and its committees (composed solely of Independent Board Members) assess BlackRock’s services to the Fund, including investment management; fund accounting; administrative and shareholder services; oversight of the Fund’s service providers; risk management and oversight; legal and compliance services; and ability to meet applicable legal and regulatory requirements. The Independent Board Members requested, and BFA provided, such information as the Independent Board Members, with advice from independent counsel, deemed reasonably necessary to evaluate the Advisory Contract. At meetings on April 17, 2020 and May 19, 2020, a committee composed of all of the Independent Board Members (the “15(c) Committee”), with independent counsel, met with management and reviewed and discussed information provided in response to initial requests of the 15(c) Committee and/or its independent counsel, and requested certain additional information, which management agreed to provide. At a meeting held on June 8-10, 2020, the Board, including the Independent Board Members, reviewed the additional information provided by management in response to these requests.

After extensive discussions and deliberations, the Board, including all of the Independent Board Members, approved the continuance of the Advisory Contract for the Fund, based on a review of qualitative and quantitative information provided by BFA and their cumulative experience as Board Members. The Board noted its satisfaction with the extent and quality of information provided and its frequent interactions with management, as well as the detailed responses and other information provided by BFA. The Independent Board Members were advised by their independent counsel throughout the process, including about the legal standards applicable to their review. In approving the continuance of the Advisory Contract for the Fund, the Board, including the Independent Board Members, considered various factors, including: (i) the expenses and performance of the Fund; (ii) the nature, extent and quality of the services provided by BFA; (iii) the costs of services provided to the Fund and profits realized by BFA and its affiliates; (iv) potential economies of scale and the sharing of related benefits; (v) the fees and services provided for other comparable funds/accounts managed by BFA and its affiliates; and (vi) other benefits to BFA and/or its affiliates. The material factors, none of which was controlling, and conclusions that formed the basis for the Board, including the Independent Board Members, to approve the continuance of the Advisory Contract are discussed below.

**Expenses and Performance of the Fund:** The Board reviewed statistical information prepared by Broadridge Financial Solutions Inc. (“Broadridge”), an independent provider of investment company data, regarding the expense ratio components, including gross and net total expenses, fees and expenses of another fund in which the Fund invests (if applicable), and waivers/reimbursements (if applicable) of the Fund in comparison with the same information for other ETFs (including, where applicable, funds sponsored by an “at cost” service provider), objectively selected by Broadridge as comprising the Fund’s applicable peer group pursuant to Broadridge’s proprietary ETF methodology (the “Peer Group”). The Board was provided with a detailed description of the proprietary ETF methodology used by Broadridge to determine the Fund’s Peer Group. The Board noted that, due to the limitations in providing comparable funds in the Peer Group, the statistical information provided in Broadridge’s report may or may not provide meaningful direct comparisons to the Fund in all instances. The Board also noted that overall fund expenses (net of waivers and reimbursements) for the Fund were lower than the median of the overall fund expenses (net of waivers and reimbursements) of the funds in its Peer Group, excluding iShares funds.

In addition, to the extent that any of the comparison funds included in the Peer Group, excluding iShares funds, track the same index as the Fund, Broadridge also provided, and the Board reviewed, a comparison of the Fund’s performance for the one-year, three-year, five-year, ten-year, and since inception periods, as applicable, and for the quarter ended December 31, 2019, to that of relevant comparison fund(s) for the same periods.

The Board noted that the Fund seeks to track its specified underlying index and that, during the year, the Board received periodic reports on the Fund’s short- and longer-term performance in comparison with its underlying index. Such periodic comparative performance information, including additional detailed information as requested by the Board, was also considered. The Board noted that the Fund generally performed in line with its underlying index over the relevant periods.

Based on this review, the other factors considered at the meeting, and their general knowledge of ETF pricing, the Board concluded that the investment advisory fee rate and expense level and the historical performance of the Fund supported the Board’s approval of the continuance of the Advisory Contract for the coming year.

**Nature, Extent and Quality of Services Provided:** Based on management’s representations, including information about recent and proposed enhancements to the iShares business, including with respect to capital markets support and analysis, technology, portfolio management, product design and quality, compliance and risk management, global public policy and other services, the Board expected that there would be no diminution in the scope of services required of or provided by BFA under the Advisory Contract for the coming year as compared with the scope of services provided by BFA during prior years. In reviewing the scope of these services, the Board considered BFA’s investment philosophy and experience, noting that BFA and its affiliates have committed significant resources over time, including during the past year, to support the iShares funds and their shareholders and have made significant investments into the iShares business. The Board also considered BFA’s compliance program and its compliance record with respect to the Fund. In that regard, the Board noted that BFA reports to the Board about portfolio management and compliance matters on a periodic basis in connection with regularly scheduled meetings of the Board, and on other occasions as necessary and appropriate, and has provided information and made relevant officers and other employees of BFA (and its affiliates) available as needed to provide further assistance with these matters. The Board also reviewed the background and experience of the persons responsible for the day-to-day management of the Fund, as well as the resources available to them in managing the Fund. In addition to the above considerations, the Board reviewed and considered detailed presentations regarding BFA’s investment performance, investment and risk management processes and strategies, which were provided at the June 8-10, 2020 meeting and throughout the year.

Based on review of this information, and the performance information discussed above, the Board concluded that the nature, extent and quality of services provided to the Fund under the Advisory Contract supported the Board’s approval of the continuance of the Advisory Contract for the coming year.

**Costs of Services Provided to the Fund and Profits Realized by BFA and its Affiliates:** The Board reviewed information about the estimated profitability to BlackRock in managing the Fund, based on the fees payable to BFA and its affiliates (including fees under the Advisory Contract), and other sources of revenue and expense to BFA and its affiliates from the Fund’s operations for the last calendar year. The Board reviewed BlackRock’s methodology for calculating estimated profitability of the iShares

## Board Review and Approval of Investment Advisory Contract (continued)

funds, noting that the 15(c) Committee and the Board had focused on the methodology and profitability presentation. The Board recognized that profitability may be affected by numerous factors including, among other things, fee waivers by BFA, the types of funds managed, expense allocations and business mix. The Board thus recognized that calculating and comparing profitability at individual fund levels is challenging. The Board discussed with management the sources of direct and ancillary revenue, including the revenues to BTC, a BlackRock affiliate, from securities lending by the Fund. The Board also discussed BFA's estimated profit margin as reflected in the Fund's profitability analysis and reviewed information regarding potential economies of scale (as discussed below).

Based on this review, the Board concluded that the profits realized by BFA and its affiliates under the Advisory Contract and from other relationships between the Fund and BFA and/or its affiliates, if any, were within a reasonable range in light of the factors and other information considered.

**Economies of Scale:** The Board reviewed information and considered the extent to which economies of scale might be realized as the assets of the Fund increase, noting that the issue of potential economies of scale had been focused on by the 15(c) Committee and the Board during their meetings and addressed by management. The 15(c) Committee and the Board received information regarding BlackRock's historical estimated profitability, including BFA's and its affiliates' estimated costs in providing services. The estimated cost information distinguished, among other things, between fixed and variable costs, and showed how the level and nature of fixed and variable costs may impact the existence or size of scale benefits, with the Board recognizing that potential economies of scale are difficult to measure. The 15(c) Committee and the Board reviewed information provided by BFA regarding the sharing of scale benefits with the iShares funds through various means, including, as applicable, through relatively low fee rates established at inception, breakpoints, waivers, or other fee reductions, as well as through additional investment in the iShares business and the provision of improved or additional infrastructure and services to the iShares funds and their shareholders. The Board noted that the Advisory Contract for the Fund already provided for breakpoints in the Fund's investment advisory fee rate as the assets of the Fund, on an aggregated basis with the assets of certain other iShares funds, increase. The Board noted that it would continue to assess the appropriateness of adding new or revised breakpoints in the future.

The Board concluded that this review of potential economies of scale and the sharing of related benefits, as well as the other factors considered at the meeting, supported the Board's approval of the continuance of the Advisory Contract for the coming year.

**Fees and Services Provided for Other Comparable Funds/Accounts Managed by BFA and its Affiliates:** The Board considered information regarding the investment advisory/management fee rates for other funds/accounts in the U.S. for which BFA (or its affiliates) provides investment advisory/management services, including open-end funds registered under the 1940 Act (including sub-advised funds), collective trust funds, and institutional separate accounts (collectively, the "Other Accounts"). The Board acknowledged BFA's representation that the iShares funds are fundamentally different investment vehicles from the Other Accounts. The Board noted that BFA and its affiliates do not manage Other Accounts with substantially the same investment objective and strategy as the Fund and that track the same index as the Fund. The Board further noted that BFA provided the Board with detailed information regarding how the Other Accounts generally differ from the Fund, including in terms of the types of services and generally more extensive services provided to the Fund, as well as other significant differences. In that regard, the Board considered that the pricing of services to institutional clients is typically based on a number of factors beyond the nature and extent of the specific services to be provided and often depends on the overall relationship between the client and its affiliates and the adviser and its affiliates. In addition, the Board considered the relative complexity and inherent risks and challenges of managing and providing other services to the Fund, as a publicly traded investment vehicle, as compared to the Other Accounts, particularly those that are institutional clients, in light of differing regulatory requirements and client-imposed mandates. The Board also acknowledged management's assertion that, for certain iShares funds, and for client segmentation purposes, BlackRock has launched an iShares fund that may provide a similar investment exposure at a lower investment advisory fee rate. The Board also considered the "all-inclusive" nature of the Fund's advisory fee structure, and the Fund's expenses borne by BFA under this arrangement. The Board noted that the investment advisory fee rate under the Advisory Contract for the Fund was generally higher than the investment advisory/management fee rates for certain of the Other Accounts (particularly institutional clients) and concluded that the differences appeared to be consistent with the factors discussed.

**Other Benefits to BFA and/or its Affiliates:** The Board reviewed other benefits or ancillary revenue received by BFA and/or its affiliates in connection with the services provided to the Fund by BFA, both direct and indirect, such as payment of revenue to BTC, the Fund's securities lending agent, for loaning portfolio securities (which was included in the profit margins reviewed by the Board pursuant to BFA's estimated profitability methodology), payment of advisory fees or other fees to BFA (or its affiliates) in connection with any investments by the Fund in other funds for which BFA (or its affiliates) provides investment advisory services or other services and BlackRock's profile in the investment community. The Board also noted the revenue received by BFA and/or its affiliates pursuant to an agreement that permits a service provider to use certain portions of BlackRock's technology platform to service accounts managed by BFA and/or its affiliates, including the iShares funds. The Board noted that BFA generally does not use soft dollars or consider the value of research or other services that may be provided to BFA (including its affiliates) in selecting brokers for portfolio transactions for the Fund. The Board further noted that any portfolio transactions on behalf of the Fund placed through a BFA affiliate or purchased from an underwriting syndicate in which a BFA affiliate participates (including associated commissions) are reported to the Board pursuant to Rule 17e-1 or Rule 10f-3, as applicable, under the 1940 Act. The Board concluded that any such ancillary benefits would not be disadvantageous to the Fund and thus would not alter the Board's conclusion with respect to the appropriateness of approving the continuance of the Advisory Contract for the coming year.

**Conclusion:** Based on a review of the factors described above, as well as such other factors as deemed appropriate by the Board, the Board, including all of the Independent Board Members, determined that the Fund's investment advisory fee rate under the Advisory Contract does not constitute a fee that is so disproportionately large as to bear no reasonable relationship to the services rendered and that could not have been the product of arm's-length bargaining, and concluded to approve the continuance of the Advisory Contract for the coming year.

### iShares U.S. Financial Services ETF, iShares U.S. Financials ETF (each the "Fund")

Under Section 15(c) of the Investment Company Act of 1940 (the "1940 Act"), the Trust's Board of Trustees (the "Board"), including a majority of Board Members who are not "interested persons" of the Trust (as that term is defined in the 1940 Act) (the "Independent Board Members"), is required annually to consider and approve the Investment Advisory Contract between the Trust and BFA (the "Advisory Contract") whereby the Board and its committees (composed solely of Independent Board Members) assess BlackRock's services to the Fund, including investment management; fund accounting; administrative and shareholder services; oversight of the Fund's service providers;

## Board Review and Approval of Investment Advisory Contract (continued)

risk management and oversight; legal and compliance services; and ability to meet applicable legal and regulatory requirements. The Independent Board Members requested, and BFA provided, such information as the Independent Board Members, with advice from independent counsel, deemed reasonably necessary to evaluate the Advisory Contract. At meetings on April 17, 2020 and May 19, 2020, a committee composed of all of the Independent Board Members (the “15(c) Committee”), with independent counsel, met with management and reviewed and discussed information provided in response to initial requests of the 15(c) Committee and/or its independent counsel, and requested certain additional information, which management agreed to provide. At a meeting held on June 8-10, 2020, the Board, including the Independent Board Members, reviewed the additional information provided by management in response to these requests.

After extensive discussions and deliberations, the Board, including all of the Independent Board Members, approved the continuance of the Advisory Contract for the Fund, based on a review of qualitative and quantitative information provided by BFA and their cumulative experience as Board Members. The Board noted its satisfaction with the extent and quality of information provided and its frequent interactions with management, as well as the detailed responses and other information provided by BFA. The Independent Board Members were advised by their independent counsel throughout the process, including about the legal standards applicable to their review. In approving the continuance of the Advisory Contract for the Fund, the Board, including the Independent Board Members, considered various factors, including: (i) the expenses and performance of the Fund; (ii) the nature, extent and quality of the services provided by BFA; (iii) the costs of services provided to the Fund and profits realized by BFA and its affiliates; (iv) potential economies of scale and the sharing of related benefits; (v) the fees and services provided for other comparable funds/accounts managed by BFA and its affiliates; and (vi) other benefits to BFA and/or its affiliates. The material factors, none of which was controlling, and conclusions that formed the basis for the Board, including the Independent Board Members, to approve the continuance of the Advisory Contract are discussed below.

**Expenses and Performance of the Fund:** The Board reviewed statistical information prepared by Broadridge Financial Solutions Inc. (“Broadridge”), an independent provider of investment company data, regarding the expense ratio components, including gross and net total expenses, fees and expenses of another fund in which the Fund invests (if applicable), and waivers/reimbursements (if applicable) of the Fund in comparison with the same information for other ETFs (including, where applicable, funds sponsored by an “at cost” service provider), objectively selected by Broadridge as comprising the Fund’s applicable peer group pursuant to Broadridge’s proprietary ETF methodology (the “Peer Group”). The Board was provided with a detailed description of the proprietary ETF methodology used by Broadridge to determine the Fund’s Peer Group. The Board noted that, due to the limitations in providing comparable funds in the Peer Group, the statistical information provided in Broadridge’s report may or may not provide meaningful direct comparisons to the Fund in all instances. The Board also noted that the overall fund expenses (net of waivers and reimbursements) for the Fund were within range of the median of the overall fund expenses (net of waivers and reimbursements) of the funds in its Peer Group, excluding iShares funds.

In addition, to the extent that any of the comparison funds included in the Peer Group, excluding iShares funds, track the same index as the Fund, Broadridge also provided, and the Board reviewed, a comparison of the Fund’s performance for the one-year, three-year, five-year, ten-year, and since inception periods, as applicable, and for the quarter ended December 31, 2019, to that of relevant comparison fund(s) for the same periods.

The Board noted that the Fund seeks to track its specified underlying index and that, during the year, the Board received periodic reports on the Fund’s short- and longer-term performance in comparison with its underlying index. Such periodic comparative performance information, including additional detailed information as requested by the Board, was also considered. The Board noted that the Fund generally performed in line with its underlying index over the relevant periods.

Based on this review, the other factors considered at the meeting, and their general knowledge of ETF pricing, the Board concluded that the investment advisory fee rate and expense level and the historical performance of the Fund supported the Board’s approval of the continuance of the Advisory Contract for the coming year.

**Nature, Extent and Quality of Services Provided:** Based on management’s representations, including information about recent and proposed enhancements to the iShares business, including with respect to capital markets support and analysis, technology, portfolio management, product design and quality, compliance and risk management, global public policy and other services, the Board expected that there would be no diminution in the scope of services required of or provided by BFA under the Advisory Contract for the coming year as compared with the scope of services provided by BFA during prior years. In reviewing the scope of these services, the Board considered BFA’s investment philosophy and experience, noting that BFA and its affiliates have committed significant resources over time, including during the past year, to support the iShares funds and their shareholders and have made significant investments into the iShares business. The Board also considered BFA’s compliance program and its compliance record with respect to the Fund. In that regard, the Board noted that BFA reports to the Board about portfolio management and compliance matters on a periodic basis in connection with regularly scheduled meetings of the Board, and on other occasions as necessary and appropriate, and has provided information and made relevant officers and other employees of BFA (and its affiliates) available as needed to provide further assistance with these matters. The Board also reviewed the background and experience of the persons responsible for the day-to-day management of the Fund, as well as the resources available to them in managing the Fund. In addition to the above considerations, the Board reviewed and considered detailed presentations regarding BFA’s investment performance, investment and risk management processes and strategies, which were provided at the June 8-10, 2020 meeting and throughout the year.

Based on review of this information, and the performance information discussed above, the Board concluded that the nature, extent and quality of services provided to the Fund under the Advisory Contract supported the Board’s approval of the continuance of the Advisory Contract for the coming year.

**Costs of Services Provided to the Fund and Profits Realized by BFA and its Affiliates:** The Board reviewed information about the estimated profitability to BlackRock in managing the Fund, based on the fees payable to BFA and its affiliates (including fees under the Advisory Contract), and other sources of revenue and expense to BFA and its affiliates from the Fund’s operations for the last calendar year. The Board reviewed BlackRock’s methodology for calculating estimated profitability of the iShares funds, noting that the 15(c) Committee and the Board had focused on the methodology and profitability presentation. The Board recognized that profitability may be affected by numerous factors including, among other things, fee waivers by BFA, the types of funds managed, expense allocations and business mix. The Board thus recognized that calculating and comparing profitability at individual fund levels is challenging. The Board discussed with management the sources of direct and ancillary revenue,

## Board Review and Approval of Investment Advisory Contract (continued)

including the revenues to BTC, a BlackRock affiliate, from securities lending by the Fund. The Board also discussed BFA's estimated profit margin as reflected in the Fund's profitability analysis and reviewed information regarding potential economies of scale (as discussed below).

Based on this review, the Board concluded that the profits realized by BFA and its affiliates under the Advisory Contract and from other relationships between the Fund and BFA and/or its affiliates, if any, were within a reasonable range in light of the factors and other information considered.

**Economies of Scale:** The Board reviewed information and considered the extent to which economies of scale might be realized as the assets of the Fund increase, noting that the issue of potential economies of scale had been focused on by the 15(c) Committee and the Board during their meetings and addressed by management. The 15(c) Committee and the Board received information regarding BlackRock's historical estimated profitability, including BFA's and its affiliates' estimated costs in providing services. The estimated cost information distinguished, among other things, between fixed and variable costs, and showed how the level and nature of fixed and variable costs may impact the existence or size of scale benefits, with the Board recognizing that potential economies of scale are difficult to measure. The 15(c) Committee and the Board reviewed information provided by BFA regarding the sharing of scale benefits with the iShares funds through various means, including, as applicable, through relatively low fee rates established at inception, breakpoints, waivers, or other fee reductions, as well as through additional investment in the iShares business and the provision of improved or additional infrastructure and services to the iShares funds and their shareholders. The Board noted that the Advisory Contract for the Fund already provided for breakpoints in the Fund's investment advisory fee rate as the assets of the Fund, on an aggregated basis with the assets of certain other iShares funds, increase. The Board noted that it would continue to assess the appropriateness of adding new or revised breakpoints in the future.

The Board concluded that this review of potential economies of scale and the sharing of related benefits, as well as the other factors considered at the meeting, supported the Board's approval of the continuance of the Advisory Contract for the coming year.

**Fees and Services Provided for Other Comparable Funds/Accounts Managed by BFA and its Affiliates:** The Board considered information regarding the investment advisory/management fee rates for other funds/accounts in the U.S. for which BFA (or its affiliates) provides investment advisory/management services, including open-end funds registered under the 1940 Act (including sub-advised funds), collective trust funds, and institutional separate accounts (collectively, the "Other Accounts"). The Board acknowledged BFA's representation that the iShares funds are fundamentally different investment vehicles from the Other Accounts. The Board noted that BFA and its affiliates do not manage Other Accounts with substantially the same investment objective and strategy as the Fund and that track the same index as the Fund. The Board further noted that BFA provided the Board with detailed information regarding how the Other Accounts generally differ from the Fund, including in terms of the types of services and generally more extensive services provided to the Fund, as well as other significant differences. In that regard, the Board considered that the pricing of services to institutional clients is typically based on a number of factors beyond the nature and extent of the specific services to be provided and often depends on the overall relationship between the client and its affiliates and the adviser and its affiliates. In addition, the Board considered the relative complexity and inherent risks and challenges of managing and providing other services to the Fund, as a publicly traded investment vehicle, as compared to the Other Accounts, particularly those that are institutional clients, in light of differing regulatory requirements and client-imposed mandates. The Board also acknowledged management's assertion that, for certain iShares funds, and for client segmentation purposes, BlackRock has launched an iShares fund that may provide a similar investment exposure at a lower investment advisory fee rate. The Board also considered the "all-inclusive" nature of the Fund's advisory fee structure, and the Fund's expenses borne by BFA under this arrangement. The Board noted that the investment advisory fee rate under the Advisory Contract for the Fund was generally higher than the investment advisory/management fee rates for certain of the Other Accounts (particularly institutional clients) and concluded that the differences appeared to be consistent with the factors discussed.

**Other Benefits to BFA and/or its Affiliates:** The Board reviewed other benefits or ancillary revenue received by BFA and/or its affiliates in connection with the services provided to the Fund by BFA, both direct and indirect, such as payment of revenue to BTC, the Fund's securities lending agent, for loaning portfolio securities (which was included in the profit margins reviewed by the Board pursuant to BFA's estimated profitability methodology), payment of advisory fees or other fees to BFA (or its affiliates) in connection with any investments by the Fund in other funds for which BFA (or its affiliates) provides investment advisory services or other services and BlackRock's profile in the investment community. The Board also noted the revenue received by BFA and/or its affiliates pursuant to an agreement that permits a service provider to use certain portions of BlackRock's technology platform to service accounts managed by BFA and/or its affiliates, including the iShares funds. The Board noted that BFA generally does not use soft dollars or consider the value of research or other services that may be provided to BFA (including its affiliates) in selecting brokers for portfolio transactions for the Fund. The Board further noted that any portfolio transactions on behalf of the Fund placed through a BFA affiliate or purchased from an underwriting syndicate in which a BFA affiliate participates (including associated commissions) are reported to the Board pursuant to Rule 17e-1 or Rule 10f-3, as applicable, under the 1940 Act. The Board concluded that any such ancillary benefits would not be disadvantageous to the Fund and thus would not alter the Board's conclusion with respect to the appropriateness of approving the continuance of the Advisory Contract for the coming year.

**Conclusion:** Based on a review of the factors described above, as well as such other factors as deemed appropriate by the Board, the Board, including all of the Independent Board Members, determined that the Fund's investment advisory fee rate under the Advisory Contract does not constitute a fee that is so disproportionately large as to bear no reasonable relationship to the services rendered and that could not have been the product of arm's-length bargaining, and concluded to approve the continuance of the Advisory Contract for the coming year.

### iShares MSCI KLD 400 Social ETF (the "Fund")

Under Section 15(c) of the Investment Company Act of 1940 (the "1940 Act"), the Trust's Board of Trustees (the "Board"), including a majority of Board Members who are not "interested persons" of the Trust (as that term is defined in the 1940 Act) (the "Independent Board Members"), is required annually to consider and approve the Investment Advisory Contract between the Trust and BFA (the "Advisory Contract") whereby the Board and its committees (composed solely of Independent Board Members) assess BlackRock's services to the Fund, including investment management; fund accounting; administrative and shareholder services; oversight of the Fund's service providers; risk management and oversight; legal and compliance services; and ability to meet applicable legal and regulatory requirements. The Independent Board Members requested, and BFA provided, such information as the Independent Board Members, with advice from independent counsel, deemed reasonably necessary to evaluate the Advisory Contract. At meetings on April 17, 2020 and May 19, 2020, a committee composed of all of the Independent Board Members (the "15(c) Committee"), with



## Board Review and Approval of Investment Advisory Contract (continued)

independent counsel, met with management and reviewed and discussed information provided in response to initial requests of the 15(c) Committee and/or its independent counsel, and requested certain additional information, which management agreed to provide. At a meeting held on June 8-10, 2020, the Board, including the Independent Board Members, reviewed the additional information provided by management in response to these requests.

After extensive discussions and deliberations, the Board, including all of the Independent Board Members, approved the continuance of the Advisory Contract for the Fund, based on a review of qualitative and quantitative information provided by BFA and their cumulative experience as Board Members. The Board noted its satisfaction with the extent and quality of information provided and its frequent interactions with management, as well as the detailed responses and other information provided by BFA. The Independent Board Members were advised by their independent counsel throughout the process, including about the legal standards applicable to their review. In approving the continuance of the Advisory Contract for the Fund, the Board, including the Independent Board Members, considered various factors, including: (i) the expenses and performance of the Fund; (ii) the nature, extent and quality of the services provided by BFA; (iii) the costs of services provided to the Fund and profits realized by BFA and its affiliates; (iv) potential economies of scale and the sharing of related benefits; (v) the fees and services provided for other comparable funds/accounts managed by BFA and its affiliates; and (vi) other benefits to BFA and/or its affiliates. The material factors, none of which was controlling, and conclusions that formed the basis for the Board, including the Independent Board Members, to approve the continuance of the Advisory Contract are discussed below.

**Expenses and Performance of the Fund:** The Board reviewed statistical information prepared by Broadridge Financial Solutions Inc. ("Broadridge"), an independent provider of investment company data, regarding the expense ratio components, including gross and net total expenses, fees and expenses of another fund in which the Fund invests (if applicable), and waivers/reimbursements (if applicable) of the Fund in comparison with the same information for other ETFs (including, where applicable, funds sponsored by an "at cost" service provider), objectively selected by Broadridge as comprising the Fund's applicable peer group pursuant to Broadridge's proprietary ETF methodology (the "Peer Group"). The Board was provided with a detailed description of the proprietary ETF methodology used by Broadridge to determine the Fund's Peer Group. The Board noted that, due to the limitations in providing comparable funds in the Peer Group, the statistical information provided in Broadridge's report may or may not provide meaningful direct comparisons to the Fund in all instances. The Board also noted that the overall fund expenses (net of waivers and reimbursements) for the Fund were within range of the median of the overall fund expenses (net of waivers and reimbursements) of the funds in its Peer Group, excluding iShares funds.

In addition, to the extent that any of the comparison funds included in the Peer Group, excluding iShares funds, track the same index as the Fund, Broadridge also provided, and the Board reviewed, a comparison of the Fund's performance for the one-year, three-year, five-year, ten-year, and since inception periods, as applicable, and for the quarter ended December 31, 2019, to that of relevant comparison fund(s) for the same periods.

The Board noted that the Fund seeks to track its specified underlying index and that, during the year, the Board received periodic reports on the Fund's short- and longer-term performance in comparison with its underlying index. Such periodic comparative performance information, including additional detailed information as requested by the Board, was also considered. The Board noted that the Fund generally performed in line with its underlying index over the relevant periods.

Based on this review, the other factors considered at the meeting, and their general knowledge of ETF pricing, the Board concluded that the investment advisory fee rate and expense level and the historical performance of the Fund supported the Board's approval of the continuance of the Advisory Contract for the coming year.

**Nature, Extent and Quality of Services Provided:** Based on management's representations, including information about recent and proposed enhancements to the iShares business, including with respect to capital markets support and analysis, technology, portfolio management, product design and quality, compliance and risk management, global public policy and other services, the Board expected that there would be no diminution in the scope of services required of or provided by BFA under the Advisory Contract for the coming year as compared with the scope of services provided by BFA during prior years. In reviewing the scope of these services, the Board considered BFA's investment philosophy and experience, noting that BFA and its affiliates have committed significant resources over time, including during the past year, to support the iShares funds and their shareholders and have made significant investments into the iShares business. The Board also considered BFA's compliance program and its compliance record with respect to the Fund. In that regard, the Board noted that BFA reports to the Board about portfolio management and compliance matters on a periodic basis in connection with regularly scheduled meetings of the Board, and on other occasions as necessary and appropriate, and has provided information and made relevant officers and other employees of BFA (and its affiliates) available as needed to provide further assistance with these matters. The Board also reviewed the background and experience of the persons responsible for the day-to-day management of the Fund, as well as the resources available to them in managing the Fund. In addition to the above considerations, the Board reviewed and considered detailed presentations regarding BFA's investment performance, investment and risk management processes and strategies, which were provided at the June 8-10, 2020 meeting and throughout the year.

Based on review of this information, and the performance information discussed above, the Board concluded that the nature, extent and quality of services provided to the Fund under the Advisory Contract supported the Board's approval of the continuance of the Advisory Contract for the coming year.

**Costs of Services Provided to the Fund and Profits Realized by BFA and its Affiliates:** The Board reviewed information about the estimated profitability to BlackRock in managing the Fund, based on the fees payable to BFA and its affiliates (including fees under the Advisory Contract), and other sources of revenue and expense to BFA and its affiliates from the Fund's operations for the last calendar year. The Board reviewed BlackRock's methodology for calculating estimated profitability of the iShares funds, noting that the 15(c) Committee and the Board had focused on the methodology and profitability presentation. The Board recognized that profitability may be affected by numerous factors, including, among other things, fee waivers by BFA, the types of funds managed, expense allocations and business mix. The Board thus recognized that calculating and comparing profitability at individual fund levels is challenging. The Board discussed with management the sources of direct and ancillary revenue, including the revenues to BTC, a BlackRock affiliate, from securities lending by the Fund. The Board also discussed BFA's estimated profit margin as reflected in the Fund's profitability analysis and reviewed information regarding potential economies of scale (as discussed below).

Based on this review, the Board concluded that the profits realized by BFA and its affiliates under the Advisory Contract and from other relationships between the Fund and BFA and/or its affiliates, if any, were within a reasonable range in light of the factors and other information considered.

## Board Review and Approval of Investment Advisory Contract (continued)

**Economies of Scale:** The Board reviewed information and considered the extent to which economies of scale might be realized as the assets of the Fund increase, noting that the issue of potential economies of scale had been focused on by the 15(c) Committee and the Board during their meetings and addressed by management. The 15(c) Committee and the Board received information regarding BlackRock's historical estimated profitability, including BFA's and its affiliates' estimated costs in providing services. The estimated cost information distinguished, among other things, between fixed and variable costs, and showed how the level and nature of fixed and variable costs may impact the existence or size of scale benefits, with the Board recognizing that potential economies of scale are difficult to measure. The 15(c) Committee and the Board reviewed information provided by BFA regarding the sharing of scale benefits with the iShares funds through various means, including, as applicable, through relatively low fee rates established at inception, breakpoints, waivers, or other fee reductions, as well as through additional investment in the iShares business and the provision of improved or additional infrastructure and services to the iShares funds and their shareholders. The Board noted that the Advisory Contract for the Fund did not provide for breakpoints in the Fund's investment advisory fee rate as the assets of the Fund increase. However, the Board would continue to assess the appropriateness of adding breakpoints in the future.

The Board concluded that this review of potential economies of scale and the sharing of related benefits, as well as the other factors considered at the meeting, supported the Board's approval of the continuance of the Advisory Contract for the coming year.

**Fees and Services Provided for Other Comparable Funds/Accounts Managed by BFA and its Affiliates:** The Board considered information regarding the investment advisory/management fee rates for other funds/accounts in the U.S. for which BFA (or its affiliates) provides investment advisory/management services, including open-end funds registered under the 1940 Act (including sub-advised funds), collective trust funds, and institutional separate accounts (collectively, the "Other Accounts"). The Board acknowledged BFA's representation that the iShares funds are fundamentally different investment vehicles from the Other Accounts. The Board noted that BFA and its affiliates manage Other Accounts with substantially the same investment objective and strategy as the Fund and that track the same index as the Fund. The Board further noted that BFA provided the Board with detailed information regarding how the Other Accounts generally differ from the Fund, including in terms of the types of services and generally more extensive services provided to the Fund, as well as other significant differences. In that regard, the Board considered that the pricing of services to institutional clients is typically based on a number of factors beyond the nature and extent of the specific services to be provided and often depends on the overall relationship between the client and its affiliates and the adviser and its affiliates. In addition, the Board considered the relative complexity and inherent risks and challenges of managing and providing other services to the Fund, as a publicly traded investment vehicle, as compared to the Other Accounts, particularly those that are institutional clients, in light of differing regulatory requirements and client-imposed mandates. The Board also acknowledged management's assertion that, for certain iShares funds, and for client segmentation purposes, BlackRock has launched an iShares fund that may provide a similar investment exposure at a lower investment advisory fee rate. The Board also considered the "all-inclusive" nature of the Fund's advisory fee structure, and the Fund's expenses borne by BFA under this arrangement. The Board noted that the investment advisory fee rate under the Advisory Contract for the Fund was generally higher than the investment advisory/management fee rates for certain of the Other Accounts (particularly institutional clients) and concluded that the differences appeared to be consistent with the factors discussed.

**Other Benefits to BFA and/or its Affiliates:** The Board reviewed other benefits or ancillary revenue received by BFA and/or its affiliates in connection with the services provided to the Fund by BFA, both direct and indirect, such as payment of revenue to BTC, the Fund's securities lending agent, for loaning portfolio securities (which was included in the profit margins reviewed by the Board pursuant to BFA's estimated profitability methodology), payment of advisory fees or other fees to BFA (or its affiliates) in connection with any investments by the Fund in other funds for which BFA (or its affiliates) provides investment advisory services or other services and BlackRock's profile in the investment community. The Board also noted the revenue received by BFA and/or its affiliates pursuant to an agreement that permits a service provider to use certain portions of BlackRock's technology platform to service accounts managed by BFA and/or its affiliates, including the iShares funds. The Board noted that BFA generally does not use soft dollars or consider the value of research or other services that may be provided to BFA (including its affiliates) in selecting brokers for portfolio transactions for the Fund. The Board further noted that any portfolio transactions on behalf of the Fund placed through a BFA affiliate or purchased from an underwriting syndicate in which a BFA affiliate participates (including associated commissions) are reported to the Board pursuant to Rule 17e-1 or Rule 10f-3, as applicable, under the 1940 Act. The Board concluded that any such ancillary benefits would not be disadvantageous to the Fund and thus would not alter the Board's conclusion with respect to the appropriateness of approving the continuance of the Advisory Contract for the coming year.

**Conclusion:** Based on a review of the factors described above, as well as such other factors as deemed appropriate by the Board, the Board, including all of the Independent Board Members, determined that the Fund's investment advisory fee rate under the Advisory Contract does not constitute a fee that is so disproportionately large as to bear no reasonable relationship to the services rendered and that could not have been the product of arm's-length bargaining, and concluded to approve the continuance of the Advisory Contract for the coming year.

### iShares MSCI USA ESG Select ETF (the "Fund")

Under Section 15(c) of the Investment Company Act of 1940 (the "1940 Act"), the Trust's Board of Trustees (the "Board"), including a majority of Board Members who are not "interested persons" of the Trust (as that term is defined in the 1940 Act) (the "Independent Board Members"), is required annually to consider and approve the Investment Advisory Contract between the Trust and BFA (the "Advisory Contract") whereby the Board and its committees (composed solely of Independent Board Members) assess BlackRock's services to the Fund, including investment management; fund accounting; administrative and shareholder services; oversight of the Fund's service providers; risk management and oversight; legal and compliance services; and ability to meet applicable legal and regulatory requirements. The Independent Board Members requested, and BFA provided, such information as the Independent Board Members, with advice from independent counsel, deemed reasonably necessary to evaluate the Advisory Contract. At meetings on April 17, 2020 and May 19, 2020, a committee composed of all of the Independent Board Members (the "15(c) Committee"), with independent counsel, met with management and reviewed and discussed information provided in response to initial requests of the 15(c) Committee and/or its independent counsel, and requested certain additional information, which management agreed to provide. At a meeting held on June 8-10, 2020, the Board, including the Independent Board Members, reviewed the additional information provided by management in response to these requests.

After extensive discussions and deliberations, the Board, including all of the Independent Board Members, approved the continuance of the Advisory Contract for the Fund, based on a review of qualitative and quantitative information provided by BFA and their cumulative experience as Board Members. The Board noted its satisfaction with the

## Board Review and Approval of Investment Advisory Contract (continued)

extent and quality of information provided and its frequent interactions with management, as well as the detailed responses and other information provided by BFA. The Independent Board Members were advised by their independent counsel throughout the process, including about the legal standards applicable to their review. In approving the continuance of the Advisory Contract for the Fund, the Board, including the Independent Board Members, considered various factors, including: (i) the expenses and performance of the Fund; (ii) the nature, extent and quality of the services provided by BFA; (iii) the costs of services provided to the Fund and profits realized by BFA and its affiliates; (iv) potential economies of scale and the sharing of related benefits; (v) the fees and services provided for other comparable funds/accounts managed by BFA and its affiliates; and (vi) other benefits to BFA and/or its affiliates. The material factors, none of which was controlling, and conclusions that formed the basis for the Board, including the Independent Board Members, to approve the continuance of the Advisory Contract are discussed below.

**Expenses and Performance of the Fund:** The Board reviewed statistical information prepared by Broadridge Financial Solutions Inc. ("Broadridge"), an independent provider of investment company data, regarding the expense ratio components, including gross and net total expenses, fees and expenses of another fund in which the Fund invests (if applicable), and waivers/reimbursements (if applicable) of the Fund in comparison with the same information for other ETFs (including, where applicable, funds sponsored by an "at cost" service provider), objectively selected by Broadridge as comprising the Fund's applicable peer group pursuant to Broadridge's proprietary ETF methodology (the "Peer Group"). The Board was provided with a detailed description of the proprietary ETF methodology used by Broadridge to determine the Fund's Peer Group. The Board noted that, due to the limitations in providing comparable funds in the Peer Group, the statistical information provided in Broadridge's report may or may not provide meaningful direct comparisons to the Fund in all instances. The Board also noted that overall fund expenses (net of waivers and reimbursements) for the Fund were lower than the median of the overall fund expenses (net of waivers and reimbursements) of the funds in its Peer Group, excluding iShares funds.

In addition, to the extent that any of the comparison funds included in the Peer Group, excluding iShares funds, track the same index as the Fund, Broadridge also provided, and the Board reviewed, a comparison of the Fund's performance for the one-year, three-year, five-year, ten-year, and since inception periods, as applicable, and for the quarter ended December 31, 2019, to that of relevant comparison fund(s) for the same periods.

The Board noted that the Fund seeks to track its specified underlying index and that, during the year, the Board received periodic reports on the Fund's short- and longer-term performance in comparison with its underlying index. Such periodic comparative performance information, including additional detailed information as requested by the Board, was also considered. The Board noted that the Fund generally performed in line with its underlying index over the relevant periods.

Based on this review, the other factors considered at the meeting, and their general knowledge of ETF pricing, the Board concluded that the investment advisory fee rate and expense level and the historical performance of the Fund supported the Board's approval of the continuance of the Advisory Contract for the coming year.

**Nature, Extent and Quality of Services Provided:** Based on management's representations, including information about recent and proposed enhancements to the iShares business, including with respect to capital markets support and analysis, technology, portfolio management, product design and quality, compliance and risk management, global public policy and other services, the Board expected that there would be no diminution in the scope of services required of or provided by BFA under the Advisory Contract for the coming year as compared with the scope of services provided by BFA during prior years. In reviewing the scope of these services, the Board considered BFA's investment philosophy and experience, noting that BFA and its affiliates have committed significant resources over time, including during the past year, to support the iShares funds and their shareholders and have made significant investments into the iShares business. The Board also considered BFA's compliance program and its compliance record with respect to the Fund. In that regard, the Board noted that BFA reports to the Board about portfolio management and compliance matters on a periodic basis in connection with regularly scheduled meetings of the Board, and on other occasions as necessary and appropriate, and has provided information and made relevant officers and other employees of BFA (and its affiliates) available as needed to provide further assistance with these matters. The Board also reviewed the background and experience of the persons responsible for the day-to-day management of the Fund, as well as the resources available to them in managing the Fund. In addition to the above considerations, the Board reviewed and considered detailed presentations regarding BFA's investment performance, investment and risk management processes and strategies, which were provided at the June 8-10, 2020 meeting and throughout the year.

Based on review of this information, and the performance information discussed above, the Board concluded that the nature, extent and quality of services provided to the Fund under the Advisory Contract supported the Board's approval of the continuance of the Advisory Contract for the coming year.

**Costs of Services Provided to the Fund and Profits Realized by BFA and its Affiliates:** The Board reviewed information about the estimated profitability to BlackRock in managing the Fund, based on the fees payable to BFA and its affiliates (including fees under the Advisory Contract), and other sources of revenue and expense to BFA and its affiliates from the Fund's operations for the last calendar year. The Board reviewed BlackRock's methodology for calculating estimated profitability of the iShares funds, noting that the 15(c) Committee and the Board had focused on the methodology and profitability presentation. The Board recognized that profitability may be affected by numerous factors, including, among other things, fee waivers by BFA, the types of funds managed, expense allocations and business mix. The Board thus recognized that calculating and comparing profitability at individual fund levels is challenging. The Board discussed with management the sources of direct and ancillary revenue, including the revenues to BTC, a BlackRock affiliate, from securities lending by the Fund. The Board also discussed BFA's estimated profit margin as reflected in the Fund's profitability analysis and reviewed information regarding potential economies of scale (as discussed below).

Based on this review, the Board concluded that the profits realized by BFA and its affiliates under the Advisory Contract and from other relationships between the Fund and BFA and/or its affiliates, if any, were within a reasonable range in light of the factors and other information considered.

**Economies of Scale:** The Board reviewed information and considered the extent to which economies of scale might be realized as the assets of the Fund increase, noting that the issue of potential economies of scale had been focused on by the 15(c) Committee and the Board during their meetings and addressed by management. The 15(c) Committee and the Board received information regarding BlackRock's historical estimated profitability, including BFA's and its affiliates' estimated costs in providing services. The estimated cost information distinguished, among other things, between fixed and variable costs, and showed how the level and nature of fixed and variable costs may impact the existence or size of scale benefits, with the Board recognizing that potential economies of scale are difficult to measure. The 15(c) Committee and the Board reviewed information provided by BFA regarding the sharing of scale benefits with the iShares funds through various means, including, as applicable, through

## Board Review and Approval of Investment Advisory Contract (continued)

relatively low fee rates established at inception, breakpoints, waivers, or other fee reductions, as well as through additional investment in the iShares business and the provision of improved or additional infrastructure and services to the iShares funds and their shareholders. The Board noted that the Advisory Contract for the Fund did not provide for breakpoints in the Fund's investment advisory fee rate as the assets of the Fund increase. However, the Board would continue to assess the appropriateness of adding breakpoints in the future.

The Board concluded that this review of potential economies of scale and the sharing of related benefits, as well as the other factors considered at the meeting, supported the Board's approval of the continuance of the Advisory Contract for the coming year.

**Fees and Services Provided for Other Comparable Funds/Accounts Managed by BFA and its Affiliates:** The Board considered information regarding the investment advisory/management fee rates for other funds/accounts in the U.S. for which BFA (or its affiliates) provides investment advisory/management services, including open-end funds registered under the 1940 Act (including sub-advised funds), collective trust funds, and institutional separate accounts (collectively, the "Other Accounts"). The Board acknowledged BFA's representation that the iShares funds are fundamentally different investment vehicles from the Other Accounts. The Board noted that BFA and its affiliates do not manage Other Accounts with substantially the same investment objective and strategy as the Fund and that track the same index as the Fund. The Board further noted that BFA provided the Board with detailed information regarding how the Other Accounts generally differ from the Fund, including in terms of the types of services and generally more extensive services provided to the Fund, as well as other significant differences. In that regard, the Board considered that the pricing of services to institutional clients is typically based on a number of factors beyond the nature and extent of the specific services to be provided and often depends on the overall relationship between the client and its affiliates and the adviser and its affiliates. In addition, the Board considered the relative complexity and inherent risks and challenges of managing and providing other services to the Fund, as a publicly traded investment vehicle, as compared to the Other Accounts, particularly those that are institutional clients, in light of differing regulatory requirements and client-imposed mandates. The Board also acknowledged management's assertion that, for certain iShares funds, and for client segmentation purposes, BlackRock has launched an iShares fund that may provide a similar investment exposure at a lower investment advisory fee rate. The Board also considered the "all-inclusive" nature of the Fund's advisory fee structure, and the Fund's expenses borne by BFA under this arrangement. The Board noted that the investment advisory fee rate under the Advisory Contract for the Fund was generally higher than the investment advisory/management fee rates for certain of the Other Accounts (particularly institutional clients) and concluded that the differences appeared to be consistent with the factors discussed.

**Other Benefits to BFA and/or its Affiliates:** The Board reviewed other benefits or ancillary revenue received by BFA and/or its affiliates in connection with the services provided to the Fund by BFA, both direct and indirect, such as payment of revenue to BTC, the Fund's securities lending agent, for loaning portfolio securities (which was included in the profit margins reviewed by the Board pursuant to BFA's estimated profitability methodology), payment of advisory fees or other fees to BFA (or its affiliates) in connection with any investments by the Fund in other funds for which BFA (or its affiliates) provides investment advisory services or other services and BlackRock's profile in the investment community. The Board also noted the revenue received by BFA and/or its affiliates pursuant to an agreement that permits a service provider to use certain portions of BlackRock's technology platform to service accounts managed by BFA and/or its affiliates, including the iShares funds. The Board noted that BFA generally does not use soft dollars or consider the value of research or other services that may be provided to BFA (including its affiliates) in selecting brokers for portfolio transactions for the Fund. The Board further noted that any portfolio transactions on behalf of the Fund placed through a BFA affiliate or purchased from an underwriting syndicate in which a BFA affiliate participates (including associated commissions) are reported to the Board pursuant to Rule 17e-1 or Rule 10f-3, as applicable, under the 1940 Act. The Board concluded that any such ancillary benefits would not be disadvantageous to the Fund and thus would not alter the Board's conclusion with respect to the appropriateness of approving the continuance of the Advisory Contract for the coming year.

**Conclusion:** Based on a review of the factors described above, as well as such other factors as deemed appropriate by the Board, the Board, including all of the Independent Board Members, determined that the Fund's investment advisory fee rate under the Advisory Contract does not constitute a fee that is so disproportionately large as to bear no reasonable relationship to the services rendered and that could not have been the product of arm's-length bargaining, and concluded to approve the continuance of the Advisory Contract for the coming year.



## Section 19(a) Notices

The amounts and sources of distributions reported are estimates and are being provided pursuant to regulatory requirements and are not being provided for tax reporting purposes. The actual amounts and sources for tax reporting purposes will depend upon each fund's investment experience during the year and may be subject to changes based on tax regulations. Shareholders will receive a Form 1099-DIV each calendar year that will inform them how to report these distributions for federal income tax purposes.

October 31, 2020

	Total Cumulative Distributions for the Fiscal Year-to-Date				% Breakdown of the Total Cumulative Distributions for the Fiscal Year-to-Date			
	Net Investment Income	Net Realized Capital Gains	Return of Capital	Total Per Share	Net Investment Income	Net Realized Capital Gains	Return of Capital	Total Per Share
<i>iShares ETF</i>								
U.S. Consumer Services <sup>(a)</sup> .....	\$ 0.785955	\$ —	\$ 0.000646	\$ 0.786601	100%	—%	0% <sup>(b)</sup>	100%
U.S. Financials <sup>(a)</sup> .....	0.887039	—	0.190987	1.078026	82	—	18	100
MSCI KLD 400 Social <sup>(a)</sup> .....	0.784201	—	0.009799	0.794000	99	—	1	100
MSCI USA ESG Select <sup>(a)</sup> .....	0.916723	—	0.010016	0.926739	99	—	1	100

<sup>(a)</sup> The Fund estimates that it has distributed more than its net investment income and net realized capital gains; therefore, a portion of the distribution may be a return of capital. A return of capital may occur, for example, when some or all of the shareholder's investment in the Fund is returned to the shareholder. A return of capital does not necessarily reflect the Fund's investment performance and should not be confused with "yield" or "income". When distributions exceed total return performance, the difference will incrementally reduce the Fund's net asset value per share.

<sup>(b)</sup> Rounds to less than 1%.

## General Information

### Electronic Delivery

Shareholders can sign up for email notifications announcing that the shareholder report or prospectus has been posted on the iShares website at [iShares.com](https://www.ishares.com). Once you have enrolled, you will no longer receive prospectuses and shareholder reports in the mail.

To enroll in electronic delivery:

- Go to [icsdelivery.com](https://icsdelivery.com).
- If your brokerage firm is not listed, electronic delivery may not be available. Please contact your broker-dealer or financial advisor.

### 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.

### Availability of Quarterly Schedule of Investments

The iShares Funds file their complete schedule of portfolio holdings with the SEC for the first and third quarters of each fiscal year as an exhibit to its reports on Form N-PORT. The iShares Funds' Forms N-PORT are available on the SEC's website at [sec.gov](https://sec.gov). The iShares Funds also disclose their complete schedule of portfolio holdings on a daily basis on the iShares website at [iShares.com](https://www.ishares.com).

### Availability of Proxy Voting Policies and Proxy Voting Records

A description of the policies and procedures that the iShares Funds use to determine how to vote proxies relating to portfolio securities and information about how the iShares Funds voted proxies relating to portfolio securities during the most recent twelve-month period ending June 30 is available without charge, upon request (1) by calling toll-free 1-800-474-2737; (2) on the iShares website at [iShares.com](https://www.ishares.com); and (3) on the SEC website at [sec.gov](https://sec.gov).

A description of the Company's policies and procedures with respect to the disclosure of the Fund's portfolio securities is available in the Fund Prospectus. The Fund discloses its portfolio holdings daily and provides information regarding its top holdings in Fund fact sheets at [iShares.com](https://www.ishares.com).

## Glossary of Terms Used in this Report

### Portfolio Abbreviations - Equity

NVS	Non-Voting Shares
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## Want to know more?

iShares.com | 1-800-474-2737

**This report is intended for the Funds' shareholders. It may not be distributed to prospective investors unless it is preceded or accompanied by the current prospectus.**

**Investing involves risk, including possible loss of principal.**

The iShares Funds are distributed by BlackRock Investments, LLC (together with its affiliates, "BlackRock").

The iShares Funds are not sponsored, endorsed, issued, sold or promoted by MSCI Inc. or S&P Dow Jones Indices LLC, nor do these companies make any representation regarding the advisability of investing in the iShares Funds. BlackRock is not affiliated with the companies listed above.

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