

# 2020 Semi-Annual Report (Unaudited)

## iShares Trust

- iShares Focused Value Factor ETF | FOVL | NYSE Arca
- iShares U.S. Aerospace & Defense ETF | ITA | Cboe BZX
- iShares U.S. Broker-Dealers & Securities Exchanges ETF | IAI | NYSE Arca
- iShares U.S. Healthcare Providers ETF | IHF | NYSE Arca
- iShares U.S. Home Construction ETF | ITB | Cboe BZX
- iShares U.S. Infrastructure ETF | IFRA | Cboe BZX
- iShares U.S. Insurance ETF | IAK | NYSE Arca
- iShares U.S. Medical Devices ETF | IHI | NYSE Arca
- iShares U.S. Oil & Gas Exploration & Production ETF | IEO | Cboe BZX
- iShares U.S. Oil Equipment & Services ETF | IEZ | NYSE Arca
- iShares U.S. Pharmaceuticals ETF | IHE | NYSE Arca
- iShares U.S. Real Estate ETF | IYR | NYSE Arca
- iShares U.S. Regional Banks ETF | IAT | NYSE Arca
- iShares U.S. Telecommunications ETF | IYZ | Cboe BZX

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 September 30, 2020 has been a time of sudden change in global financial markets, as the emergence and spread of the coronavirus 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 impressive 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 during 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 gained only marginally during the reporting period. International equities from developed economies were nearly flat, 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 reduced short-term interest rates in late 2019 to support slowing economic growth. After the coronavirus outbreak, the Fed instituted an additional two emergency 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 European stocks, which are poised for cyclical upside as re-openings continue.

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 September 30, 2020

	6-Month	12-Month
U.S. large cap equities (S&P 500® Index)	31.31%	15.15%
U.S. small cap equities (Russell 2000® Index)	31.60	0.39
International equities (MSCI Europe, Australasia, Far East Index)	20.39	0.49
Emerging market equities (MSCI Emerging Markets Index)	29.37	10.54
3-month Treasury bills (ICE BofA 3-Month U.S. Treasury Bill Index)	0.06	1.10
U.S. Treasury securities (ICE BofA 10-Year U.S. Treasury Index)	0.71	10.74
U.S. investment grade bonds (Bloomberg Barclays U.S. Aggregate Bond Index)	3.53	6.98
Tax-exempt municipal bonds (S&P Municipal Bond Index)	3.78	3.85
U.S. high yield bonds (Bloomberg Barclays U.S. Corporate High Yield 2% Issuer Capped Index)	15.18	3.20

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 Focused Value Factor ETF** (the "Fund") seeks to track the investment results of an index composed of U.S. large- and mid-capitalization stocks with prominent value characteristics, as represented by the Focused Value Select 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	Since Inception	1 Year	Since Inception
Fund NAV .....	7.54%	(32.35)%	(22.18)%	(32.35)%	(31.99)%
Fund Market .....	7.74	(32.20)	(22.12)	(32.20)	(31.90)
Index .....	7.70	(32.27)	(22.07)	(32.27)	(31.76)

The inception date of the Fund was 3/19/19. The first day of secondary market trading was 3/21/19.

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 18 for more information.

## Expense Example

Actual			Hypothetical 5% Return			
Beginning Account Value (04/01/20)	Ending Account Value (09/30/20)	Expenses Paid During the Period <sup>(a)</sup>	Beginning Account Value (04/01/20)	Ending Account Value (09/30/20)	Expenses Paid During the Period <sup>(a)</sup>	Annualized Expense Ratio
\$ 1,000.00	\$ 1,075.40	\$ 1.30	\$ 1,000.00	\$ 1,023.80	\$ 1.27	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 (183 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 18 for more information.

## Portfolio Information

### ALLOCATION BY SECTOR

Sector	Percent of Total Investments <sup>(a)</sup>
Banks .....	28.4%
Materials .....	19.9
Diversified Financials .....	13.1
Insurance .....	10.3
Energy .....	7.9
Utilities .....	5.1
Retailing .....	3.2
Consumer Durables & Apparel .....	2.5
Telecommunication Services .....	2.4
Food, Beverage & Tobacco .....	2.4
Technology Hardware & Equipment .....	2.4
Capital Goods .....	2.4

### TEN LARGEST HOLDINGS

Security	Percent of Total Investments <sup>(a)</sup>
Huntsman Corp. ....	3.2%
Penske Automotive Group Inc. ....	3.2
Westlake Chemical Corp. ....	3.0
Evercore Inc., Class A ....	2.9
Steel Dynamics Inc. ....	2.8
Olin Corp. ....	2.8
Reliance Steel & Aluminum Co. ....	2.8
LyondellBasell Industries NV, Class A. ....	2.8
First American Financial Corp. ....	2.7
Regions Financial Corp. ....	2.7

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

## Investment Objective

The **iShares U.S. Aerospace & Defense ETF** (the “Fund”) seeks to track the investment results of an index composed of U.S. equities in the aerospace and defense sector, as represented by the Dow Jones U.S. Select Aerospace & Defense 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 .....	10.63%	(28.28)%	9.05%	12.82%	(28.28)%	54.22%	234.14%
Fund Market .....	10.63	(28.26)	9.06	12.83	(28.26)	54.29	234.44
Index .....	10.82	(27.96)	9.54	13.29	(27.96)	57.69	248.29

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 18 for more information.

## Expense Example

Actual			Hypothetical 5% Return			
Beginning Account Value (04/01/20)	Ending Account Value (09/30/20)	Expenses Paid During the Period <sup>(a)</sup>	Beginning Account Value (04/01/20)	Ending Account Value (09/30/20)	Expenses Paid During the Period <sup>(a)</sup>	Annualized Expense Ratio
\$ 1,000.00	\$ 1,106.30	\$ 2.22	\$ 1,000.00	\$ 1,023.00	\$ 2.13	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 (183 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 18 for more information.

## Portfolio Information

### ALLOCATION BY SECTOR

Sector	Percent of Total Investments <sup>(a)</sup>
Aerospace & Defense .....	97.9%
Industrial Machinery .....	1.3
Leisure Products .....	0.8

### TEN LARGEST HOLDINGS

Security	Percent of Total Investments <sup>(a)</sup>
Lockheed Martin Corp. ....	18.7%
Raytheon Technologies Corp. ....	17.4
Boeing Co. (The) .....	9.3
Teledyne Technologies Inc. ....	4.6
TransDigm Group Inc. ....	4.4
General Dynamics Corp. ....	4.3
L3Harris Technologies Inc. ....	4.3
Northrop Grumman Corp. ....	4.3
Textron Inc. ....	3.4
Howmet Aerospace Inc. ....	2.7

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

## Investment Objective

The **iShares U.S. Broker-Dealers & Securities Exchanges ETF** (the “Fund”) seeks to track the investment results of an index composed of U.S. equities in the investment services sector, as represented by the Dow Jones U.S. Select Investment 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 .....	21.83%	(1.72)%	11.91%	11.27%	(1.72)%	75.51%	190.91%
Fund Market .....	22.04	(1.48)	11.96	11.30	(1.48)	75.91	191.80
Index .....	21.65	(1.61)	12.29	11.64	(1.61)	78.56	200.86

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 18 for more information.

## Expense Example

Actual			Hypothetical 5% Return			
Beginning Account Value (04/01/20)	Ending Account Value (09/30/20)	Expenses Paid During the Period <sup>(a)</sup>	Beginning Account Value (04/01/20)	Ending Account Value (09/30/20)	Expenses Paid During the Period <sup>(a)</sup>	Annualized Expense Ratio
\$ 1,000.00	\$ 1,218.30	\$ 2.39	\$ 1,000.00	\$ 1,022.90	\$ 2.18	0.43%

<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 (183 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 18 for more information.

## Portfolio Information

### ALLOCATION BY SECTOR

Sector	Percent of Total Investments <sup>(a)</sup>
Investment Banking & Brokerage .....	69.8%
Financial Exchanges & Data .....	30.0
Asset Management & Custody Banks .....	0.2

### TEN LARGEST HOLDINGS

Security	Percent of Total Investments <sup>(a)</sup>
Goldman Sachs Group Inc. (The) .....	17.8%
Morgan Stanley .....	14.9
CME Group Inc. ....	11.9
MarketAxess Holdings Inc. ....	4.8
Charles Schwab Corp. (The) .....	4.7
TD Ameritrade Holding Corp. ....	4.7
Raymond James Financial Inc. ....	4.5
Intercontinental Exchange Inc. ....	4.5
Cboe Global Markets Inc. ....	4.5
Nasdaq Inc. ....	4.3

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

## Investment Objective

The **iShares U.S. Healthcare Providers ETF** (the “Fund”) seeks to track the investment results of an index composed of U.S. equities in the healthcare providers sector, as represented by the Dow Jones U.S. Select Health Care Providers 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 .....	21.51%	25.89%	11.52%	16.00%	25.89%	72.49%	341.32%
Fund Market .....	21.43	25.78	11.51	16.00	25.78	72.41	340.97
Index .....	21.76	26.41	11.98	16.43	26.41	76.10	357.91

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 18 for more information.

## Expense Example

Actual			Hypothetical 5% Return			
Beginning Account Value (04/01/20)	Ending Account Value (09/30/20)	Expenses Paid During the Period <sup>(a)</sup>	Beginning Account Value (04/01/20)	Ending Account Value (09/30/20)	Expenses Paid During the Period <sup>(a)</sup>	Annualized Expense Ratio
\$ 1,000.00	\$ 1,215.10	\$ 2.33	\$ 1,000.00	\$ 1,023.00	\$ 2.13	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 (183 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 18 for more information.

## Portfolio Information

### ALLOCATION BY SECTOR

Sector	Percent of Total Investments <sup>(a)</sup>
Managed Health Care .....	45.6%
Health Care Services .....	34.0
Health Care Facilities .....	10.4
Health Care Technology.....	9.1
Life Sciences Tools & Services .....	0.9

### TEN LARGEST HOLDINGS

Security	Percent of Total Investments <sup>(a)</sup>
UnitedHealth Group Inc. ....	22.4%
CVS Health Corp. ....	11.7
Anthem Inc. ....	10.3
Centene Corp. ....	4.6
Humana Inc. ....	4.5
Cigna Corp. ....	4.4
HCA Healthcare Inc. ....	4.2
Laboratory Corp. of America Holdings .....	3.9
Teladoc Health Inc. ....	3.8
Quest Diagnostics Inc. ....	3.3

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

## Investment Objective

The **iShares U.S. Home Construction ETF** (the "Fund") seeks to track the investment results of an index composed of U.S. equities in the home construction sector, as represented by the Dow Jones U.S. Select Home Construction 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 .....	96.10%	31.56%	17.32%	17.33%	31.56%	122.29%	394.23%
Fund Market .....	96.04	31.57	17.33	17.32	31.57	122.36	393.98
Index .....	96.63	32.17	17.83	17.84	32.17	127.10	416.25

Certain sectors and markets performed exceptionally well based on market conditions during the six months period. Achieving such exceptional returns involves the risk of volatility and investors should not expect that such exceptional returns will be repeated.

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 18 for more information.

## Expense Example

Actual			Hypothetical 5% Return			Annualized Expense Ratio
Beginning Account Value (04/01/20)	Ending Account Value (09/30/20)	Expenses Paid During the Period <sup>(a)</sup>	Beginning Account Value (04/01/20)	Ending Account Value (09/30/20)	Expenses Paid During the Period <sup>(a)</sup>	
\$ 1,000.00	\$ 1,961.00	\$ 3.12	\$ 1,000.00	\$ 1,023.00	\$ 2.13	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 (183 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 18 for more information.

## Portfolio Information

### ALLOCATION BY SECTOR

Sector	Percent of Total Investments <sup>(a)</sup>
Homebuilding .....	66.1%
Building Products .....	13.9
Home Improvement Retail .....	10.4
Specialty Chemicals .....	4.3
Home Furnishings .....	2.2
Trading Companies & Distributors .....	1.8
Other (each representing less than 1%) .....	1.3

### TEN LARGEST HOLDINGS

Security	Percent of Total Investments <sup>(a)</sup>
DR Horton Inc. ....	14.6%
Lennar Corp., Class A .....	13.1
NVR Inc. ....	8.3
PulteGroup Inc. ....	7.2
Lowe's Companies Inc. ....	4.5
Sherwin-Williams Co. (The) .....	4.3
Home Depot Inc. (The) .....	4.3
TopBuild Corp. ....	3.3
Toll Brothers Inc. ....	3.3
Masco Corp. ....	2.8

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



## Investment Objective

The **iShares U.S. Infrastructure ETF** (the "Fund") seeks to track the investment results of an index composed of equities of U.S. companies that have infrastructure exposure and that could benefit from a potential increase in domestic infrastructure activities, as represented by the NYSE® FactSet U.S. Infrastructure Index<sup>SM</sup> (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	Since Inception	1 Year	Since Inception
Fund NAV .....	21.27%	(10.02)%	0.78%	(10.02)%	1.96%
Fund Market .....	21.52	(9.84)	0.86	(9.84)	2.16
Index .....	21.57	(9.82)	1.13	(9.82)	2.83

The inception date of the Fund was 4/3/18. The first day of secondary market trading was 4/5/18.

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 18 for more information.

## Expense Example

Actual			Hypothetical 5% Return			
Beginning Account Value (04/01/20)	Ending Account Value (09/30/20)	Expenses Paid During the Period <sup>(a)</sup>	Beginning Account Value (04/01/20)	Ending Account Value (09/30/20)	Expenses Paid During the Period <sup>(a)</sup>	Annualized Expense Ratio
\$ 1,000.00	\$ 1,212.70	\$ 2.22	\$ 1,000.00	\$ 1,023.10	\$ 2.03	0.40%

<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 (183 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 18 for more information.

## Portfolio Information

### ALLOCATION BY SECTOR

Sector	Percent of Total Investments <sup>(a)</sup>
Electric Utilities .....	18.6%
Construction & Engineering .....	11.6
Multi-Utilities .....	11.6
Building Products .....	7.0
Steel .....	7.0
Gas Utilities .....	6.7
Water Utilities .....	6.1
Oil & Gas Storage & Transportation .....	4.3
Commodity Chemicals .....	4.2
Construction Machinery & Heavy Trucks .....	3.6
Construction Materials .....	3.2
Railroads .....	3.2
Specialty Chemicals .....	2.0
Trading Companies & Distributors .....	1.5
Industrial Machinery .....	1.4
Other (each representing less than 1%) .....	8.0

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

### TEN LARGEST HOLDINGS

Security	Percent of Total Investments <sup>(a)</sup>
Duke Energy Corp. ....	0.9%
Pool Corp. ....	0.8
Consolidated Edison Inc. ....	0.8
Advanced Drainage Systems Inc. ....	0.8
Public Service Enterprise Group Inc. ....	0.8
Chesapeake Utilities Corp. ....	0.8
Avangrid Inc. ....	0.8
Southern Co. (The) ....	0.8
Vistra Corp. ....	0.8
American Electric Power Co. Inc. ....	0.8

## Investment Objective

The **iShares U.S. Insurance ETF** (the "Fund") seeks to track the investment results of an index composed of U.S. equities in the insurance sector, as represented by the Dow Jones U.S. Select Insurance 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 .....	13.07%	(20.70)%	4.86%	8.71%	(20.70)%	26.78%	130.52%
Fund Market .....	13.19	(20.58)	4.91	8.72	(20.58)	27.07	130.81
Index .....	13.31	(20.38)	5.28	9.18	(20.38)	29.32	140.71

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 18 for more information.

## Expense Example

Actual			Hypothetical 5% Return			
Beginning Account Value (04/01/20)	Ending Account Value (09/30/20)	Expenses Paid During the Period <sup>(a)</sup>	Beginning Account Value (04/01/20)	Ending Account Value (09/30/20)	Expenses Paid During the Period <sup>(a)</sup>	Annualized Expense Ratio
\$ 1,000.00	\$ 1,130.70	\$ 2.30	\$ 1,000.00	\$ 1,022.90	\$ 2.18	0.43%

<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 (183 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 18 for more information.

## Portfolio Information

### ALLOCATION BY SECTOR

Sector	Percent of Total Investments <sup>(a)</sup>
Property & Casualty Insurance .....	55.1%
Life & Health Insurance .....	25.1
Multi-line Insurance .....	10.4
Insurance Brokers .....	6.7
Reinsurance .....	1.5
Other Diversified Financial Services .....	1.2

### TEN LARGEST HOLDINGS

Security	Percent of Total Investments <sup>(a)</sup>
Progressive Corp. (The) .....	11.1%
Chubb Ltd. ....	10.5
Allstate Corp. (The) .....	5.9
MetLife Inc. ....	5.8
Travelers Companies Inc. (The) .....	5.5
Prudential Financial Inc. ....	5.0
Aflac Inc. ....	4.6
American International Group Inc. ....	4.4
Arthur J Gallagher & Co. ....	4.1
Markel Corp. ....	2.7

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

## Investment Objective

The **iShares U.S. Medical Devices ETF** (the "Fund") seeks to track the investment results of an index composed of U.S. equities in the medical devices sector, as represented by the Dow Jones U.S. Select Medical Equipment 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 .....	33.46%	21.72%	22.57%	19.32%	21.72%	176.67%	485.18%
Fund Market .....	33.06	21.49	22.52	19.31	21.49	176.12	484.36
Index .....	33.75	22.21	23.11	19.83	22.21	182.75	510.63

Certain sectors and markets performed exceptionally well based on market conditions during the six months period. Achieving such exceptional returns involves the risk of volatility and investors should not expect that such exceptional returns will be repeated.

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 18 for more information.

## Expense Example

Actual			Hypothetical 5% Return			
Beginning Account Value (04/01/20)	Ending Account Value (09/30/20)	Expenses Paid During the Period <sup>(a)</sup>	Beginning Account Value (04/01/20)	Ending Account Value (09/30/20)	Expenses Paid During the Period <sup>(a)</sup>	Annualized Expense Ratio
\$ 1,000.00	\$ 1,334.60	\$ 2.46	\$ 1,000.00	\$ 1,023.00	\$ 2.13	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 (183 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 18 for more information.

## Portfolio Information

### ALLOCATION BY SECTOR

Sector	Percent of Total Investments <sup>(a)</sup>
Health Care Equipment .....	84.4%
Life Sciences Tools & Services .....	15.3
Other (each representing less than 1%) .....	0.3

### TEN LARGEST HOLDINGS

Security	Percent of Total Investments <sup>(a)</sup>
Abbott Laboratories .....	14.2%
Thermo Fisher Scientific Inc. ....	12.9
Medtronic PLC .....	10.3
Danaher Corp. ....	8.4
Stryker Corp. ....	4.5
Becton Dickinson and Co. ....	4.4
Intuitive Surgical Inc. ....	4.4
Edwards Lifesciences Corp. ....	4.2
Boston Scientific Corp. ....	4.1
Baxter International Inc. ....	3.4

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

## Investment Objective

The iShares U.S. Oil & Gas Exploration & Production ETF (the "Fund") seeks to track the investment results of an index composed of U.S. equities in the oil and gas exploration and production sector, as represented by the Dow Jones U.S. Select Oil Exploration & Production 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 .....	18.20%	(46.08)%	(12.17)%	(5.21)%	(46.08)%	(47.72)%	(41.42)%
Fund Market .....	18.39	(46.05)	(12.15)	(5.20)	(46.05)	(47.66)	(41.35)
Index .....	18.49	(45.88)	(11.80)	(4.83)	(45.88)	(46.63)	(39.05)

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 18 for more information.

## Expense Example

Actual			Hypothetical 5% Return			
Beginning Account Value (04/01/20)	Ending Account Value (09/30/20)	Expenses Paid During the Period <sup>(a)</sup>	Beginning Account Value (04/01/20)	Ending Account Value (09/30/20)	Expenses Paid During the Period <sup>(a)</sup>	Annualized Expense Ratio
\$ 1,000.00	\$ 1,182.00	\$ 2.30	\$ 1,000.00	\$ 1,023.00	\$ 2.13	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 (183 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 18 for more information.

## Portfolio Information

### ALLOCATION BY SECTOR

Sector	Percent of Total Investments <sup>(a)</sup>
Oil & Gas Exploration & Production .....	66.7%
Oil & Gas Refining & Marketing .....	26.8
Oil & Gas Storage & Transportation .....	6.5

### TEN LARGEST HOLDINGS

Security	Percent of Total Investments <sup>(a)</sup>
ConocoPhillips .....	16.0%
Phillips 66 .....	10.3
EOG Resources Inc. ....	9.5
Marathon Petroleum Corp. ....	8.7
Cheniere Energy Inc. ....	4.7
Valero Energy Corp. ....	4.5
Concho Resources Inc. ....	4.5
Pioneer Natural Resources Co. ....	4.4
Hess Corp. ....	4.3
Cabot Oil & Gas Corp. ....	3.8

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

## Investment Objective

The **iShares U.S. Oil Equipment & Services ETF** (the “Fund”) seeks to track the investment results of an index composed of U.S. equities in the oil equipment and services sector, as represented by the Dow Jones U.S. Select Oil Equipment & 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 .....	22.32%	(57.52)%	(25.97)%	(15.20)%	(57.52)%	(77.76)%	(80.76)%
Fund Market .....	22.35	(57.53)	(25.98)	(15.21)	(57.53)	(77.78)	(80.79)
Index .....	22.88	(57.39)	(25.77)	(14.96)	(57.39)	(77.46)	(80.21)

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 18 for more information.

## Expense Example

Actual			Hypothetical 5% Return			
Beginning Account Value (04/01/20)	Ending Account Value (09/30/20)	Expenses Paid During the Period <sup>(a)</sup>	Beginning Account Value (04/01/20)	Ending Account Value (09/30/20)	Expenses Paid During the Period <sup>(a)</sup>	Annualized Expense Ratio
\$ 1,000.00	\$ 1,223.20	\$ 2.34	\$ 1,000.00	\$ 1,023.00	\$ 2.13	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 (183 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 18 for more information.

## Portfolio Information

### ALLOCATION BY SECTOR

Sector	Percent of Total Investments <sup>(a)</sup>
Oil & Gas Equipment & Services .....	90.1%
Oil & Gas Drilling .....	9.9

### TEN LARGEST HOLDINGS

Security	Percent of Total Investments <sup>(a)</sup>
Schlumberger Ltd. ....	22.3%
Halliburton Co. ....	21.4
Helmerich & Payne Inc. ....	5.2
Baker Hughes Co. ....	5.0
TechnipFMC PLC .....	4.7
ChampionX Corp. ....	4.5
National Oilwell Varco Inc. ....	4.2
Cactus Inc., Class A .....	3.7
Dril-Quip Inc. ....	3.5
Archrock Inc. ....	2.8

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

## Investment Objective

The **iShares U.S. Pharmaceuticals ETF** (the "Fund") seeks to track the investment results of an index composed of U.S. equities in the pharmaceuticals sector, as represented by the Dow Jones U.S. Select Pharmaceuticals 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 .....	21.92%	18.53%	3.46%	11.87%	18.53%	18.55%	207.08%
Fund Market .....	22.03	18.71	3.51	11.89	18.71	18.83	207.63
Index .....	22.21	19.04	3.76	12.24	19.04	20.27	217.32

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 18 for more information.

## Expense Example

Actual			Hypothetical 5% Return			
Beginning Account Value (04/01/20)	Ending Account Value (09/30/20)	Expenses Paid During the Period <sup>(a)</sup>	Beginning Account Value (04/01/20)	Ending Account Value (09/30/20)	Expenses Paid During the Period <sup>(a)</sup>	Annualized Expense Ratio
\$ 1,000.00	\$ 1,219.20	\$ 2.34	\$ 1,000.00	\$ 1,023.00	\$ 2.13	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 (183 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 18 for more information.

## Portfolio Information

### ALLOCATION BY SECTOR

Sector	Percent of Total Investments <sup>(a)</sup>
Pharmaceuticals .....	95.8%
Biotechnology .....	4.2

### TEN LARGEST HOLDINGS

Security	Percent of Total Investments <sup>(a)</sup>
Johnson & Johnson .....	22.4%
Merck & Co. Inc. ....	19.1
Horizon Therapeutics PLC .....	4.8
Zoetis Inc. ....	4.7
Bristol-Myers Squibb Co. ....	4.6
Pfizer Inc. ....	4.6
Catalent Inc. ....	4.5
Eli Lilly & Co. ....	4.4
Elanco Animal Health Inc. ....	3.7
Jazz Pharmaceuticals PLC .....	3.2

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

## Investment Objective

The **iShares U.S. Real Estate ETF** (the “Fund”) seeks to track the investment results of an index composed of U.S. equities in the real estate sector, as represented by the Dow Jones U.S. Real Estate 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 .....	16.05%	(11.79)%	6.17%	8.14%	(11.79)%	34.93%	118.75%
Fund Market .....	16.16	(11.83)	6.17	8.14	(11.83)	34.91	118.77
Index .....	16.27	(11.39)	6.62	8.65	(11.39)	37.80	129.34

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 18 for more information.

## Expense Example

Actual			Hypothetical 5% Return			Annualized Expense Ratio
Beginning Account Value (04/01/20)	Ending Account Value (09/30/20)	Expenses Paid During the Period <sup>(a)</sup>	Beginning Account Value (04/01/20)	Ending Account Value (09/30/20)	Expenses Paid During the Period <sup>(a)</sup>	
\$ 1,000.00	\$ 1,160.50	\$ 2.27	\$ 1,000.00	\$ 1,023.00	\$ 2.13	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 (183 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 18 for more information.

## Portfolio Information

### ALLOCATION BY SECTOR

Sector	Percent of Total Investments <sup>(a)</sup>
Specialized REITs .....	41.5%
Residential REITs .....	13.6
Industrial REITs .....	10.9
Health Care REITs .....	8.6
Retail REITs .....	7.0
Office REITs .....	6.7
Research & Consulting Services .....	3.2
Mortgage REITs .....	2.8
Diversified REITs .....	2.7
Real Estate Services .....	2.0
Other (each representing less than 1%) .....	1.0

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

### TEN LARGEST HOLDINGS

Security	Percent of Total Investments <sup>(a)</sup>
American Tower Corp. ....	10.2%
Prologis Inc. ....	7.0
Crown Castle International Corp. ....	6.6
Equinix Inc. ....	4.7
Digital Realty Trust Inc. ....	3.7
SBA Communications Corp. ....	3.4
Public Storage .....	3.2
CoStar Group Inc. ....	3.2
Welltower Inc. ....	2.2
Weyerhaeuser Co. ....	2.0

## Investment Objective

The **iShares U.S. Regional Banks ETF** (the "Fund") seeks to track the investment results of an index composed of U.S. equities in the regional banks sector, as represented by the Dow Jones U.S. Select Regional Banks 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 .....	15.15%	(27.00)%	1.79%	6.43%	(27.00)%	9.28%	86.49%
Fund Market .....	15.19	(26.99)	1.80	6.43	(26.99)	9.31	86.48
Index .....	15.39	(26.78)	2.21	6.90	(26.78)	11.56	94.82

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 18 for more information.

## Expense Example

Actual			Hypothetical 5% Return			Annualized Expense Ratio
Beginning Account Value (04/01/20)	Ending Account Value (09/30/20)	Expenses Paid During the Period <sup>(a)</sup>	Beginning Account Value (04/01/20)	Ending Account Value (09/30/20)	Expenses Paid During the Period <sup>(a)</sup>	
\$ 1,000.00	\$ 1,151.50	\$ 2.27	\$ 1,000.00	\$ 1,023.00	\$ 2.13	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 (183 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 18 for more information.

## Portfolio Information

### ALLOCATION BY SECTOR

Sector	Percent of Total Investments <sup>(a)</sup>
Regional Banks .....	84.6%
Diversified Banks .....	13.4
Thriffs & Mortgage Finance .....	2.0

### TEN LARGEST HOLDINGS

Security	Percent of Total Investments <sup>(a)</sup>
Truist Financial Corp. ....	14.0%
U.S. Bancorp. ....	13.4
PNC Financial Services Group Inc. (The) ....	12.7
First Republic Bank/CA .....	5.1
Fifth Third Bancorp. ....	4.1
SVB Financial Group .....	3.4
M&T Bank Corp. ....	3.2
KeyCorp .....	3.2
Regions Financial Corp. ....	3.0
Citizens Financial Group Inc. ....	2.9

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



## Investment Objective

The **iShares U.S. Telecommunications ETF** (the “Fund”) seeks to track the investment results of an index composed of U.S. equities in the telecommunications sector, as represented by the Dow Jones U.S. Select Telecommunications 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 .....	10.82%	(4.03)%	2.72%	4.97%	(4.03)%	14.36%	62.43%
Fund Market .....	10.78	(4.03)	2.73	4.97	(4.03)	14.40	62.42
Index .....	10.97	(3.74)	2.85	5.19	(3.74)	15.06	65.92

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 18 for more information.

## Expense Example

Actual			Hypothetical 5% Return			
Beginning Account Value (04/01/20)	Ending Account Value (09/30/20)	Expenses Paid During the Period <sup>(a)</sup>	Beginning Account Value (04/01/20)	Ending Account Value (09/30/20)	Expenses Paid During the Period <sup>(a)</sup>	Annualized Expense Ratio
\$ 1,000.00	\$ 1,108.20	\$ 2.22	\$ 1,000.00	\$ 1,023.00	\$ 2.13	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 (183 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 18 for more information.

## Portfolio Information

### ALLOCATION BY SECTOR

Sector	Percent of Total Investments <sup>(a)</sup>
Diversified Telecommunication Services .....	59.4%
Communications Equipment .....	29.9
Wireless Telecommunication Services .....	6.4
Household Durables .....	4.3

### TEN LARGEST HOLDINGS

Security	Percent of Total Investments <sup>(a)</sup>
Verizon Communications Inc. ....	22.9%
AT&T Inc. ....	22.5
Motorola Solutions Inc. ....	4.7
T-Mobile U.S. Inc. ....	4.7
Cisco Systems Inc. ....	4.5
Garmin Ltd. ....	4.3
Arista Networks Inc. ....	4.2
CenturyLink Inc. ....	3.7
GCI Liberty Inc., Class A .....	3.1
Liberty Global PLC, Class C .....	2.8

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

## 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. Since shares of a fund may not trade in the secondary market until after the fund's inception, for the period from inception to the first day of secondary market trading in shares of the fund, the NAV of the fund is used as a proxy for the Market Price to calculate market returns. 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)

September 30, 2020

## iShares® Focused Value Factor ETF

(Percentages shown are based on Net Assets)

Security	Shares	Value
<b>Common Stocks</b>		
<b>Asset Management &amp; Custody Banks — 5.0%</b>		
Affiliated Managers Group Inc. ....	6,633	\$ 453,564
Ameriprise Financial Inc. ....	3,296	507,947
		<u>961,511</u>
<b>Automotive Retail — 3.2%</b>		
Penske Automotive Group Inc. ....	12,777	<u>608,952</u>
<b>Commodity Chemicals — 11.1%</b>		
Cabot Corp. ....	13,349	480,964
LyondellBasell Industries NV, Class A ....	7,526	530,508
Olin Corp. ....	43,046	532,910
Westlake Chemical Corp. ....	9,219	582,825
		<u>2,127,207</u>
<b>Construction Machinery &amp; Heavy Trucks — 2.4%</b>		
Trinity Industries Inc. ....	23,231	<u>453,005</u>
<b>Diversified Banks — 2.6%</b>		
Bank of America Corp. ....	20,825	<u>501,674</u>
<b>Diversified Chemicals — 3.2%</b>		
Huntsman Corp. ....	27,523	<u>611,286</u>
<b>Gas Utilities — 2.5%</b>		
National Fuel Gas Co. ....	11,796	<u>478,800</u>
<b>Home Furnishings — 2.5%</b>		
Mohawk Industries Inc. <sup>(a)</sup> ....	4,860	<u>474,287</u>
<b>Independent Power Producers &amp; Energy Traders — 2.6%</b>		
Vistra Corp. ....	26,562	<u>500,959</u>
<b>Integrated Oil &amp; Gas — 4.1%</b>		
Chevron Corp. ....	5,543	399,096
Exxon Mobil Corp. ....	11,060	379,690
		<u>778,786</u>
<b>Integrated Telecommunication Services — 2.4%</b>		
AT&T Inc. ....	16,361	<u>466,452</u>
<b>Investment Banking &amp; Brokerage — 8.1%</b>		
Evercore Inc., Class A ....	8,394	549,471
Goldman Sachs Group Inc. (The) ....	2,503	503,028
Morgan Stanley ....	10,240	495,104
		<u>1,547,603</u>
<b>Life &amp; Health Insurance — 2.6%</b>		
Aflac Inc. ....	13,727	<u>498,977</u>

Security	Shares	Value
<b>Oil &amp; Gas Exploration &amp; Production — 3.8%</b>		
ConocoPhillips ....	11,770	\$ 386,527
EOG Resources Inc. ....	9,763	350,882
		<u>737,409</u>
<b>Packaged Foods &amp; Meats — 2.4%</b>		
Kraft Heinz Co. (The) ....	15,509	<u>464,495</u>
<b>Property &amp; Casualty Insurance — 7.7%</b>		
First American Financial Corp. ....	10,300	524,373
Mercury General Corp. ....	12,137	502,108
Old Republic International Corp. ....	30,325	446,990
		<u>1,473,471</u>
<b>Regional Banks — 23.6%</b>		
Associated Banc-Corp. ....	36,154	456,263
Bank OZK ....	21,073	449,276
East West Bancorp. Inc. ....	13,648	446,836
M&T Bank Corp. ....	4,757	438,072
People's United Financial Inc. ....	42,748	440,732
Pinnacle Financial Partners Inc. ....	11,779	419,215
Popular Inc. ....	13,306	482,609
Regions Financial Corp. ....	44,478	512,831
Webster Financial Corp. ....	17,287	456,550
Zions Bancorp NA. ....	14,547	425,063
		<u>4,527,447</u>
<b>Steel — 5.6%</b>		
Reliance Steel & Aluminum Co. ....	5,210	531,628
Steel Dynamics Inc. ....	18,957	542,739
		<u>1,074,367</u>
<b>Technology Distributors — 2.4%</b>		
Avnet Inc. ....	17,737	<u>458,324</u>
<b>Thriffs &amp; Mortgage Finance — 2.1%</b>		
New York Community Bancorp. Inc. ....	48,490	<u>401,012</u>
<b>Total Common Stocks — 99.9%</b>		
(Cost: \$19,911,550) ....		<u>19,146,024</u>
<b>Total Investments in Securities — 99.9%</b>		
(Cost: \$19,911,550) ....		<u>19,146,024</u>
<b>Other Assets, Less Liabilities — 0.1%</b>		
		<u>26,192</u>
<b>Net Assets — 100.0%</b>		
		<u>\$ 19,172,216</u>

<sup>(a)</sup> Non-income producing security.

# Schedule of Investments (unaudited) (continued)

September 30, 2020

iShares® Focused Value Factor ETF

## Affiliates

Investments in issuers considered to be affiliate(s) of the Fund during the six months ended September 30, 2020, for purposes of Section 2(a)(3) of the Investment Company Act of 1940, as amended, were as follows:

<i>Affiliated Issuer</i>	<i>Value at 03/31/20</i>	<i>Purchases at Cost</i>	<i>Proceeds from Sales</i>	<i>Net Realized Gain (Loss)</i>	<i>Change in Unrealized Appreciation (Depreciation)</i>	<i>Value at 09/30/20</i>	<i>Shares Held at 09/30/20</i>	<i>Income</i>	<i>Capital Gain Distributions from Underlying Funds</i>
BlackRock Cash Funds: Institutional, SL Agency Shares <sup>(a)</sup> .....	\$477,236	\$ —	\$(478,246) <sup>(b)</sup>	\$ 826	\$ 184	\$ —	—	\$ 4,654 <sup>(c)</sup>	\$ —
BlackRock Cash Funds: Treasury, SL Agency Shares <sup>(a)</sup> .....	29,000	—	(29,000) <sup>(b)</sup>	—	—	—	—	17	—
				<u>\$ 826</u>	<u>\$ 184</u>	<u>\$ —</u>		<u>\$ 4,671</u>	<u>\$ —</u>

<sup>(a)</sup> As of period end, the entity is no longer held.

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

<sup>(c)</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.

## 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 September 30, 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 .....	<u>\$19,146,024</u>	<u>\$ —</u>	<u>\$ —</u>	<u>\$19,146,024</u>

See notes to financial statements.

# Schedule of Investments (unaudited)

September 30, 2020

## iShares® U.S. Aerospace & Defense ETF

(Percentages shown are based on Net Assets)

Security	Shares	Value
<b>Common Stocks</b>		
<b>Aerospace &amp; Defense — 97.8%</b>		
AAR Corp. ....	358,625	\$ 6,742,150
Aerojet Rocketdyne Holdings Inc. <sup>(a)(b)</sup> .....	790,176	31,520,121
Aerovironment Inc. <sup>(a)(b)</sup> .....	237,056	14,225,731
Axon Enterprise Inc. <sup>(a)(b)</sup> .....	685,980	62,218,386
Boeing Co. (The) .....	1,459,897	241,262,578
BWX Technologies Inc. ....	1,029,781	57,986,968
Cubic Corp. <sup>(b)</sup> .....	338,571	19,694,675
Curtiss-Wright Corp. ....	449,320	41,903,583
General Dynamics Corp. ....	810,938	112,258,147
HEICO Corp. <sup>(b)</sup> .....	451,634	47,268,014
HEICO Corp., Class A .....	783,523	69,467,149
Hexcel Corp. ....	902,442	30,276,929
Howmet Aerospace Inc. ....	4,242,016	70,926,508
Huntington Ingalls Industries Inc. ....	437,594	61,591,356
Kaman Corp. ....	298,874	11,647,120
Kratos Defense & Security Solutions Inc. <sup>(a)(b)</sup> .....	1,326,214	25,569,406
L3Harris Technologies Inc. ....	655,469	111,324,855
Lockheed Martin Corp. ....	1,258,716	482,440,669
Maxar Technologies Inc. ....	657,849	16,406,754
Mercury Systems Inc. <sup>(a)(b)</sup> .....	605,198	46,878,637
Moog Inc., Class A .....	324,239	20,598,904
National Presto Industries Inc. ....	56,118	4,593,819
Northrop Grumman Corp. ....	349,238	110,181,097
PAE Inc. <sup>(a)(b)</sup> .....	667,686	5,675,331
Parsons Corp. <sup>(a)(b)</sup> .....	250,361	8,397,108
Raytheon Technologies Corp. ....	7,816,692	449,772,458
Spirit AeroSystems Holdings Inc., Class A <sup>(b)</sup> .....	1,141,470	21,585,198
Teledyne Technologies Inc. <sup>(a)(b)</sup> .....	379,348	117,677,543
Textron Inc. ....	2,464,357	88,938,644
TransDigm Group Inc. ....	236,629	112,427,170
Triumph Group Inc. ....	562,095	3,659,238
Virgin Galactic Holdings Inc. <sup>(a)(b)</sup> .....	1,390,875	26,746,526
		<u>2,531,862,772</u>

## Affiliates

Investments in issuers considered to be affiliate(s) of the Fund during the six months ended September 30, 2020, for purposes of Section 2(a)(3) of the Investment Company Act of 1940, as amended, were as follows:

Affiliated Issuer	Value at 03/31/20	Purchases at Cost	Proceeds from Sales	Net Realized Gain (Loss)	Change in Unrealized Appreciation (Depreciation)	Value at 09/30/20	Shares Held at 09/30/20	Income	Capital Gain Distributions from Underlying Funds
BlackRock Cash Funds: Institutional, SL Agency Shares .....	\$98,605,172	\$38,315,939 <sup>(a)</sup>	\$ —	\$ 22,540	\$ 74,814	\$137,018,465	136,895,259	\$470,787 <sup>(b)</sup>	\$ —
BlackRock Cash Funds: Treasury, SL Agency Shares .....	—	4,340,000 <sup>(a)</sup>	—	—	—	4,340,000	4,340,000	2,670	—
				<u>\$ 22,540</u>	<u>\$ 74,814</u>	<u>\$141,358,465</u>		<u>\$473,457</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.

September 30, 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 Select Sector Industrial E-Mini Index .....	49	12/18/20	\$ 3,788	\$ 34,997

**Derivative Financial Instruments Categorized by Risk Exposure**

As of September 30, 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> .....	\$ 34,997

<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 September 30, 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 .....	\$1,474,508
<b>Net Change in Unrealized Appreciation (Depreciation) on:</b>	
Futures contracts .....	\$ 3,314

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

Futures contracts:	
Average notional value of contracts — long .....	\$2,531,563

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 September 30, 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 .....	\$2,585,603,772	\$ —	\$ —	\$2,585,603,772
Money Market Funds .....	141,358,465	—	—	141,358,465
	<u>\$2,726,962,237</u>	<u>\$ —</u>	<u>\$ —</u>	<u>\$2,726,962,237</u>
Derivative financial instruments <sup>(a)</sup>				
Assets				
Futures Contracts .....	\$ 34,997	\$ —	\$ —	\$ 34,997

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

See notes to financial statements.

# Schedule of Investments (unaudited)

September 30, 2020

## iShares® U.S. Broker-Dealers & Securities Exchanges ETF

(Percentages shown are based on Net Assets)

Security	Shares	Value
<b>Common Stocks</b>		
<b>Asset Management &amp; Custody Banks — 0.2%</b>		
Diamond Hill Investment Group Inc.....	1,753	\$ 221,439
<b>Financial Exchanges &amp; Data — 30.0%</b>		
Choe Global Markets Inc.....	50,109	4,396,563
CME Group Inc.....	70,584	11,809,409
Intercontinental Exchange Inc.....	44,534	4,455,627
MarketAxess Holdings Inc.....	9,827	4,732,585
Nasdaq Inc.....	34,889	4,281,229
		29,675,413
<b>Investment Banking &amp; Brokerage — 69.7%</b>		
BGC Partners Inc., Class A.....	188,534	452,481
Charles Schwab Corp. (The).....	128,670	4,661,714
Cowen Inc., Class A <sup>(a)</sup> .....	16,592	269,952
E*TRADE Financial Corp.....	85,140	4,261,257
Evercore Inc., Class A.....	24,383	1,596,111
Goldman Sachs Group Inc. (The).....	87,395	17,563,773
Houlihan Lokey Inc.....	30,476	1,799,608
Interactive Brokers Group Inc., Class A.....	47,487	2,295,047
Lazard Ltd., Class A.....	67,739	2,238,774
LPL Financial Holdings Inc.....	47,510	3,642,592
Moelis & Co., Class A.....	33,186	1,166,156
Morgan Stanley.....	304,376	14,716,580
Piper Sandler Cos.....	8,253	602,469
PJT Partners Inc., Class A.....	14,437	875,027
Raymond James Financial Inc.....	61,274	4,458,296
Stifel Financial Corp.....	41,183	2,082,212
StoneX Group Inc. <sup>(b)</sup> .....	9,776	500,140
TD Ameritrade Holding Corp.....	118,989	4,658,419

## Affiliates

Investments in issuers considered to be affiliate(s) of the Fund during the six months ended September 30, 2020, for purposes of Section 2(a)(3) of the Investment Company Act of 1940, as amended, were as follows:

Affiliated Issuer	Value at 03/31/20	Purchases at Cost	Proceeds from Sales	Net Realized Gain (Loss)	Change in Unrealized Appreciation (Depreciation)	Value at 09/30/20	Shares Held at 09/30/20	Income	Capital Gain Distributions from Underlying Funds
BlackRock Cash Funds: Institutional, SL Agency Shares.....	\$1,866,215	\$ —	\$(1,694,300) <sup>(a)</sup>	\$ 1,017	\$ 102	\$173,034	172,878	\$ 2,539 <sup>(b)</sup>	\$ —
BlackRock Cash Funds: Treasury, SL Agency Shares.....	—	140,000 <sup>(a)</sup>	—	—	—	140,000	140,000	103	—
				\$ 1,017	\$ 102	\$313,034		\$ 2,642	\$ —

<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 Select Sector Financial E-Mini Index.....	1	12/18/20	\$ 74	\$ (1,077)

September 30, 2020

**Derivative Financial Instruments Categorized by Risk Exposure**

As of September 30, 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> .....	\$ 1,077

<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 September 30, 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 .....	\$ (2,478)
<b>Net Change in Unrealized Appreciation (Depreciation) on:</b>	
Futures contracts .....	\$ (2,221)

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

Futures contracts:	
Average notional value of contracts — long .....	\$93,329

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 September 30, 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 .....	\$98,855,562	\$ —	\$ —	\$98,855,562
Money Market Funds .....	313,034	—	—	313,034
	<u>\$99,168,596</u>	<u>\$ —</u>	<u>\$ —</u>	<u>\$99,168,596</u>
Derivative financial instruments <sup>(a)</sup>				
Liabilities				
Futures Contracts .....	<u>\$ (1,077)</u>	<u>\$ —</u>	<u>\$ —</u>	<u>\$ (1,077)</u>

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

See notes to financial statements.



# Schedule of Investments (unaudited)

September 30, 2020

## iShares® U.S. Healthcare Providers ETF

(Percentages shown are based on Net Assets)

Security	Shares	Value
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### Common Stocks

#### Health Care Facilities — 10.4%

Acadia Healthcare Co. Inc. <sup>(a)(b)</sup>	173,728	\$ 5,121,501
Brookdale Senior Living Inc. <sup>(a)</sup>	358,598	910,839
Community Health Systems Inc. <sup>(a)(b)</sup>	220,046	928,594
Encompass Health Corp.	194,199	12,619,051
Ensign Group Inc. (The)	98,704	5,632,050
Hanger Inc. <sup>(a)</sup>	74,564	1,179,603
HCA Healthcare Inc.	307,665	38,359,672
National HealthCare Corp.	24,043	1,498,119
Pennant Group Inc. (The) <sup>(a)(b)</sup>	49,042	1,891,060
Select Medical Holdings Corp. <sup>(a)</sup>	209,283	4,357,272
Tenet Healthcare Corp. <sup>(a)</sup>	205,804	5,044,256
U.S. Physical Therapy Inc.	25,032	2,174,780
Universal Health Services Inc., Class B	151,834	16,249,275
		95,966,072

#### Health Care Services — 33.9%

1Life Healthcare Inc. <sup>(a)(b)</sup>	140,481	3,984,041
Addus HomeCare Corp. <sup>(a)</sup>	29,028	2,743,436
Amedisys Inc. <sup>(a)(b)</sup>	63,401	14,989,898
Chemed Corp.	31,086	14,932,160
Cigna Corp. <sup>(b)</sup>	236,560	40,075,630
CorVel Corp. <sup>(a)(b)</sup>	17,897	1,528,941
CVS Health Corp.	1,833,873	107,098,183
DaVita Inc. <sup>(a)</sup>	147,213	12,608,793
Guardant Health Inc. <sup>(a)(b)</sup>	151,611	16,947,078
Laboratory Corp. of America Holdings <sup>(a)</sup>	190,416	35,849,620
LHC Group Inc. <sup>(a)(b)</sup>	61,689	13,112,614
MEDNAX Inc. <sup>(a)(b)</sup>	166,734	2,714,430
Ontrak Inc. <sup>(a)(b)</sup>	15,020	901,200
Option Care Health Inc. <sup>(a)</sup>	105,967	1,416,779
Premier Inc., Class A	138,033	4,531,623
Providence Service Corp. (The) <sup>(a)(b)</sup>	23,818	2,212,930
Quest Diagnostics Inc.	262,561	30,060,609
R1 RCM Inc. <sup>(a)(b)</sup>	225,612	3,869,246
RadNet Inc. <sup>(a)</sup>	83,772	1,285,900
Tivity Health Inc. <sup>(a)</sup>	73,174	1,025,900
		311,889,011

#### Health Care Technology — 9.1%

Change Healthcare Inc. <sup>(a)(b)</sup>	445,675	6,466,744
Health Catalyst Inc. <sup>(a)</sup>	58,026	2,123,752
HealthStream Inc. <sup>(a)(b)</sup>	50,095	1,005,407
HMS Holdings Corp. <sup>(a)</sup>	172,858	4,139,949
Inovalon Holdings Inc., Class A <sup>(a)(b)</sup>	148,527	3,928,539
Inspire Medical Systems Inc. <sup>(a)(b)</sup>	52,336	6,753,961
Livongo Health Inc. <sup>(a)(b)</sup>	125,854	17,625,853

Security	Shares	Value
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### Health Care Technology (continued)

Phreesia Inc. <sup>(a)</sup>	48,663	\$ 1,563,542
Schrodinger Inc. <sup>(a)(b)</sup>	64,002	3,040,735
Tabula Rasa HealthCare Inc. <sup>(a)(b)</sup>	40,889	1,667,044
Teladoc Health Inc. <sup>(a)(b)</sup>	159,621	34,995,308
		83,310,834

#### Life Sciences Tools & Services — 0.9%

NeoGenomics Inc. <sup>(a)(b)</sup>	215,651	7,955,366
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#### Managed Health Care — 45.6%

Anthem Inc.	352,432	94,659,711
Centene Corp. <sup>(a)</sup>	717,849	41,872,132
HealthEquity Inc. <sup>(a)(b)</sup>	149,759	7,693,120
Humana Inc.	100,849	41,740,393
Magellan Health Inc. <sup>(a)</sup>	43,957	3,331,061
Molina Healthcare Inc. <sup>(a)</sup>	117,205	21,453,203
Progyny Inc.	70,671	2,079,848
Triple-S Management Corp., Class B <sup>(a)</sup>	45,868	819,661
UnitedHealth Group Inc.	659,711	205,678,098
		419,327,227

#### Total Common Stocks — 99.9%

(Cost: \$889,015,430) 918,448,510

### Short-Term Investments

#### Money Market Funds — 6.9%

BlackRock Cash Funds: Institutional, SL Agency Shares, 0.31% <sup>(c)(d)(e)</sup>	62,575,817	62,632,135
BlackRock Cash Funds: Treasury, SL Agency Shares, 0.04% <sup>(c)(d)</sup>	1,070,000	1,070,000
		63,702,135

#### Total Short -Term Investments — 6.9%

(Cost: \$63,661,895) 63,702,135

#### Total Investments in Securities — 106.8%

(Cost: \$952,677,325) 982,150,645

Other Assets, Less Liabilities — (6.8)% (62,938,387)

Net Assets — 100.0% \$ 919,212,258

<sup>(a)</sup> Non-income producing security.

<sup>(b)</sup> All or a portion of this security is on loan.

<sup>(c)</sup> Affiliate of the Fund.

<sup>(d)</sup> Annualized 7-day yield as of period-end.

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

# Schedule of Investments (unaudited) (continued)

September 30, 2020

iShares® U.S. Healthcare Providers ETF

## Affiliates

Investments in issuers considered to be affiliate(s) of the Fund during the six months ended September 30, 2020, for purposes of Section 2(a)(3) of the Investment Company Act of 1940, as amended, were as follows:

<i>Affiliated Issuer</i>	<i>Value at 03/31/20</i>	<i>Purchases at Cost</i>	<i>Proceeds from Sales</i>	<i>Net Realized Gain (Loss)</i>	<i>Change in Unrealized Appreciation (Depreciation)</i>	<i>Value at 09/30/20</i>	<i>Shares Held at 09/30/20</i>	<i>Income</i>	<i>Capital Gain Distributions from Underlying Funds</i>
BlackRock Cash Funds: Institutional, SL Agency Shares .....	\$56,705,982	\$5,887,795 <sup>(a)</sup>	\$ —	\$ 15,354	\$ 23,004	\$62,632,135	62,575,817	\$135,180 <sup>(b)</sup>	\$ —
BlackRock Cash Funds: Treasury, SL Agency Shares .....	2,165,000	—	(1,095,000) <sup>(a)</sup>	—	—	1,070,000	1,070,000	1,097	—
				<u>\$ 15,354</u>	<u>\$ 23,004</u>	<u>\$63,702,135</u>		<u>\$136,277</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

<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 Select Sector Health Care E-Mini Index .....	7	12/18/20	\$ 746	\$ 2,668

## Derivative Financial Instruments Categorized by Risk Exposure

As of September 30, 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> .....	\$ 2,668

<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 September 30, 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 .....	\$ 435,878
<b>Net Change in Unrealized Appreciation (Depreciation) on:</b>	
Futures contracts .....	\$(101,036)

## Average Quarterly Balances of Outstanding Derivative Financial Instruments

Futures contracts:	
Average notional value of contracts — long .....	\$1,527,200

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.

September 30, 2020

**Fair Value Measurements (continued)**

The following table summarizes the value of the Fund's investments according to the fair value hierarchy as of September 30, 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 .....	\$918,448,510	\$ —	\$ —	\$918,448,510
Money Market Funds .....	63,702,135	—	—	63,702,135
	<u>\$982,150,645</u>	<u>\$ —</u>	<u>\$ —</u>	<u>\$982,150,645</u>
Derivative financial instruments <sup>(a)</sup>				
Assets				
Futures Contracts .....	\$ 2,668	\$ —	\$ —	\$ 2,668

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

See notes to financial statements.

# Schedule of Investments (unaudited)

September 30, 2020

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

Security	Shares	Value
<b>Common Stocks</b>		
<b>Building Products — 13.9%</b>		
American Woodmark Corp. <sup>(a)</sup>	79,460	\$ 6,240,788
AZEK Co. Inc. (The) <sup>(a)</sup>	335,521	11,679,486
Builders FirstSource Inc. <sup>(a)(b)</sup>	545,015	17,778,389
Fortune Brands Home & Security Inc.	645,250	55,827,030
JELD-WEN Holding Inc. <sup>(a)(b)</sup>	315,050	7,120,130
Lennox International Inc.	162,584	44,322,024
Masco Corp.	1,221,541	67,343,555
Masonite International Corp. <sup>(a)(b)</sup>	114,521	11,268,866
Owens Corning	504,497	34,714,439
PGT Innovations Inc. <sup>(a)</sup>	275,715	4,830,527
Quanex Building Products Corp.	153,397	2,828,641
Simpson Manufacturing Co. Inc.	203,051	19,728,435
Trex Co. Inc. <sup>(a)(b)</sup>	540,658	38,711,113
UFP Industries Inc.	285,591	16,138,748
		<u>338,532,171</u>
<b>Construction Materials — 0.7%</b>		
Eagle Materials Inc.	194,949	<u>16,827,998</u>
<b>Forest Products — 0.6%</b>		
Louisiana-Pacific Corp.	524,358	<u>15,473,805</u>
<b>Home Furnishings — 2.2%</b>		
Ethan Allen Interiors Inc.	101,902	1,379,753
Leggett & Platt Inc.	618,371	25,458,334
Mohawk Industries Inc. <sup>(a)</sup>	279,327	27,259,522
		<u>54,097,609</u>
<b>Home Improvement Retail — 10.4%</b>		
Floor & Decor Holdings Inc., Class A <sup>(a)</sup>	484,503	36,240,824
Home Depot Inc. (The)	378,785	105,192,382
Lowe's Companies Inc.	657,818	109,105,694
Lumber Liquidators Holdings Inc. <sup>(a)(b)</sup>	134,896	2,974,457
		<u>253,513,357</u>
<b>Homebuilding — 66.0%</b>		
Beazer Homes USA Inc. <sup>(a)(b)</sup>	419,256	5,534,179
Cavco Industries Inc. <sup>(a)(b)</sup>	121,290	21,869,800
Century Communities Inc. <sup>(a)(b)</sup>	412,120	17,445,040
DR Horton Inc.	4,702,462	355,647,201
Green Brick Partners Inc. <sup>(a)(b)</sup>	683,816	11,009,438
Installed Building Products Inc. <sup>(a)</sup>	321,768	32,739,894
KB Home	1,251,167	48,032,301
Lennar Corp., Class A <sup>(b)</sup>	3,901,807	318,699,596
Lennar Corp., Class B	219,016	14,380,590
LGI Homes Inc. <sup>(a)(b)</sup>	313,692	36,441,600

Security	Shares	Value
<b>Homebuilding (continued)</b>		
M/I Homes Inc. <sup>(a)(b)</sup>	405,472	\$ 18,671,986
MDC Holdings Inc.	711,637	33,518,103
Meritage Homes Corp. <sup>(a)(b)</sup>	534,278	58,978,948
NVR Inc. <sup>(a)</sup>	49,440	201,869,453
PulteGroup Inc.	3,810,307	176,379,111
Skyline Champion Corp. <sup>(a)</sup>	740,708	19,828,753
Taylor Morrison Home Corp. <sup>(a)</sup>	1,842,728	45,312,681
Toll Brothers Inc.	1,631,463	79,386,989
TopBuild Corp. <sup>(a)(b)</sup>	470,012	80,226,348
TRI Pointe Group Inc. <sup>(a)(b)</sup>	1,851,685	33,589,566
		<u>1,609,561,577</u>
<b>Specialty Chemicals — 4.3%</b>		
Sherwin-Williams Co. (The) <sup>(b)</sup>	151,111	<u>105,285,078</u>
<b>Trading Companies &amp; Distributors — 1.8%</b>		
Beacon Roofing Supply Inc. <sup>(a)(b)</sup>	254,349	7,902,623
Watsco Inc.	153,308	35,703,900
		<u>43,606,523</u>
<b>Total Common Stocks — 99.9%</b>		
(Cost: \$2,155,916,854)		<u>2,436,898,118</u>
<b>Short-Term Investments</b>		
<b>Money Market Funds — 2.0%</b>		
BlackRock Cash Funds: Institutional, SL Agency Shares, 0.31%(c)(d)(e)	47,109,074	47,151,472
BlackRock Cash Funds: Treasury, SL Agency Shares, 0.04%(c)(d)	1,063,000	1,063,000
		<u>48,214,472</u>
<b>Total Short -Term Investments — 2.0%</b>		
(Cost: \$48,196,383)		<u>48,214,472</u>
<b>Total Investments in Securities — 101.9%</b>		
(Cost: \$2,204,113,237)		<u>2,485,112,590</u>
<b>Other Assets, Less Liabilities — (1.9)%</b>		
		<u>(47,045,236)</u>
<b>Net Assets — 100.0%</b>		
		<u>\$ 2,438,067,354</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.

# Schedule of Investments (unaudited) (continued)

September 30, 2020

iShares® U.S. Home Construction ETF

## Affiliates

Investments in issuers considered to be affiliate(s) of the Fund during the six months ended September 30, 2020, for purposes of Section 2(a)(3) of the Investment Company Act of 1940, as amended, were as follows:

<i>Affiliated Issuer</i>	<i>Value at 03/31/20</i>	<i>Purchases at Cost</i>	<i>Proceeds from Sales</i>	<i>Net Realized Gain (Loss)</i>	<i>Change in Unrealized Appreciation (Depreciation)</i>	<i>Value at 09/30/20</i>	<i>Shares Held at 09/30/20</i>	<i>Income</i>	<i>Capital Gain Distributions from Underlying Funds</i>
BlackRock Cash Funds: Institutional, SL Agency Shares .....	\$31,425,916	\$15,704,444 <sup>(a)</sup>	\$ —	\$ 14,434	\$ 6,678	\$47,151,472	47,109,074	\$82,204 <sup>(b)</sup>	\$ —
BlackRock Cash Funds: Treasury, SL Agency Shares .....	2,223,000	—	(1,160,000) <sup>(a)</sup>	—	—	1,063,000	1,063,000	764	—
				<u>\$ 14,434</u>	<u>\$ 6,678</u>	<u>\$48,214,472</u>		<u>\$82,968</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.

## 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 September 30, 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 .....	\$2,436,898,118	\$ —	\$ —	\$2,436,898,118
Money Market Funds .....	48,214,472	—	—	48,214,472
	<u>\$2,485,112,590</u>	<u>\$ —</u>	<u>\$ —</u>	<u>\$2,485,112,590</u>

See notes to financial statements.

# Schedule of Investments (unaudited)

September 30, 2020

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

Security	Shares	Value
<b>Common Stocks</b>		
<b>Aerospace &amp; Defense — 0.7%</b>		
Howmet Aerospace Inc. ....	11,226	\$ 187,699
<b>Aluminum — 0.6%</b>		
Kaiser Aluminum Corp. ....	3,083	165,218
<b>Building Products — 7.0%</b>		
Advanced Drainage Systems Inc. ....	3,581	223,598
Apogee Enterprises Inc. ....	9,475	202,481
Armstrong World Industries Inc. ....	2,782	191,429
Builders FirstSource Inc. <sup>(a)(b)</sup> ....	6,618	215,879
Gibraltar Industries Inc. <sup>(a)</sup> ....	3,170	206,494
Insteel Industries Inc. ....	11,038	206,410
Owens Corning ....	3,010	207,118
Simpson Manufacturing Co. Inc. ....	2,074	201,510
Trex Co. Inc. <sup>(a)</sup> ....	2,900	207,640
		1,862,559
<b>Commodity Chemicals — 4.2%</b>		
AdvanSix Inc. <sup>(a)</sup> ....	14,336	184,648
Hawkins Inc. ....	4,011	184,907
LyondellBasell Industries NV, Class A ....	2,757	194,341
Olin Corp. ....	16,436	203,478
Tredegar Corp. ....	11,355	168,849
Westlake Chemical Corp. ....	3,162	199,901
		1,136,124
<b>Construction &amp; Engineering — 11.6%</b>		
AECOM <sup>(a)</sup> ....	5,178	216,648
Aegion Corp. <sup>(a)</sup> ....	12,419	175,480
Argan Inc. ....	4,699	196,935
Construction Partners Inc., Class A <sup>(a)(b)</sup> ....	10,665	194,103
EMCOR Group Inc. ....	2,740	185,525
Fluor Corp. ....	22,030	194,084
Granite Construction Inc. ....	10,569	186,120
Great Lakes Dredge & Dock Corp. <sup>(a)</sup> ....	21,413	203,638
Jacobs Engineering Group Inc. ....	2,160	200,383
MasTec Inc. <sup>(a)</sup> ....	4,423	186,651
MYR Group Inc. <sup>(a)</sup> ....	5,320	197,798
NV5 Global Inc. <sup>(a)</sup> ....	3,790	199,998
Primoris Services Corp. ....	10,144	182,998
Quanta Services Inc. ....	3,821	201,978
Tutor Perini Corp. <sup>(a)(b)</sup> ....	15,999	178,069
Valmont Industries Inc. ....	1,572	195,211
		3,095,619
<b>Construction Machinery &amp; Heavy Trucks — 3.6%</b>		
Astec Industries Inc. <sup>(b)</sup> ....	3,724	202,027
Greenbrier Companies Inc. (The) ....	6,962	204,683
Oshkosh Corp. ....	2,532	186,102
Terex Corp. ....	9,787	189,476
Trinity Industries Inc. ....	9,489	185,036
		967,324
<b>Construction Materials — 3.2%</b>		
Eagle Materials Inc. ....	2,423	209,153
Martin Marietta Materials Inc. ....	924	217,473
Summit Materials Inc., Class A <sup>(a)</sup> ....	13,175	217,915
Vulcan Materials Co. ....	1,589	215,373
		859,914
<b>Distributors — 0.8%</b>		
Pool Corp. ....	672	224,811

Security	Shares	Value
<b>Diversified Chemicals — 0.7%</b>		
Eastman Chemical Co. ....	2,517	\$ 196,628
<b>Diversified Metals &amp; Mining — 0.8%</b>		
Compass Minerals International Inc. ....	3,435	203,867
<b>Electric Utilities — 18.6%</b>		
Alliant Energy Corp. ....	3,957	204,379
American Electric Power Co. Inc. ....	2,668	218,056
Avangrid Inc. ....	4,334	218,694
Duke Energy Corp. ....	2,604	230,610
Edison International ....	4,035	205,139
Entergy Corp. ....	2,153	212,135
Eversource Energy ....	4,065	206,583
Eversource Energy ....	2,450	204,697
Exelon Corp. ....	5,686	203,331
FirstEnergy Corp. ....	7,175	205,994
Hawaiian Electric Industries Inc. ....	6,147	204,326
IDACORP Inc. ....	2,395	191,361
MGE Energy Inc. ....	3,273	205,086
NextEra Energy Inc. ....	760	210,946
NRG Energy Inc. ....	6,319	194,246
OGE Energy Corp. ....	6,688	200,573
Otter Tail Corp. ....	5,523	199,767
PG&E Corp. <sup>(a)</sup> ....	22,953	215,529
Pinnacle West Capital Corp. ....	2,913	217,164
PNM Resources Inc. ....	4,903	202,641
Portland General Electric Co. ....	5,491	194,931
PPL Corp. ....	7,455	202,851
Southern Co. (The) ....	4,033	218,669
Xcel Energy Inc. ....	3,011	207,789
		4,975,497
<b>Environmental &amp; Facilities Services — 0.8%</b>		
Tetra Tech Inc. ....	2,137	204,084
<b>Forest Products — 0.7%</b>		
Boise Cascade Co. ....	4,545	181,436
<b>Gas Utilities — 6.6%</b>		
Atmos Energy Corp. ....	2,169	207,335
Chesapeake Utilities Corp. ....	2,602	219,348
National Fuel Gas Co. ....	4,774	193,777
New Jersey Resources Corp. ....	7,079	191,274
Northwest Natural Holding Co. ....	4,217	191,410
ONE Gas Inc. ....	2,883	198,956
South Jersey Industries Inc. ....	9,549	184,009
Southwest Gas Holdings Inc. ....	3,118	196,746
Spire Inc. ....	3,669	195,191
		1,778,046
<b>Home Furnishings — 0.7%</b>		
Leggett & Platt Inc. ....	4,712	193,993
<b>Independent Power Producers &amp; Energy Traders — 0.8%</b>		
Vistra Corp. ....	11,569	218,191
<b>Industrial Conglomerates — 0.7%</b>		
Carlisle Companies Inc. ....	1,555	190,285
<b>Industrial Machinery — 1.4%</b>		
EnPro Industries Inc. ....	3,403	191,963
Mueller Industries Inc. ....	6,678	180,707
		372,670

# Schedule of Investments (unaudited) (continued)

September 30, 2020

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

Security	Shares	Value
<b>Multi-Utilities — 11.5%</b>		
Ameren Corp.....	2,671	\$ 211,223
Avista Corp. ....	5,685	193,972
Black Hills Corp. ....	3,768	201,550
CenterPoint Energy Inc. ....	10,615	205,400
CMS Energy Corp. ....	3,420	210,022
Consolidated Edison Inc. ....	2,888	224,686
Dominion Energy Inc. ....	2,689	212,243
DTE Energy Co. ....	1,774	204,081
MDU Resources Group Inc. ....	8,197	184,433
NiSource Inc. ....	9,467	208,274
NorthWestern Corp. ....	4,070	197,965
Public Service Enterprise Group Inc. ....	4,015	220,464
Sempra Energy ....	1,744	206,420
Unitil Corp. ....	5,065	195,712
WEC Energy Group Inc. ....	2,185	211,726
		<u>3,088,171</u>
<b>Oil &amp; Gas Storage &amp; Transportation — 4.3%</b>		
Antero Midstream Corp. ....	35,157	188,793
EnLink Midstream LLC ....	79,005	185,662
Equitrans Midstream Corp. ....	21,178	179,166
Kinder Morgan Inc./DE ....	15,602	192,372
ONEOK Inc. ....	7,882	204,774
Williams Companies Inc. (The) ....	10,195	200,332
		<u>1,151,099</u>
<b>Railroads — 3.2%</b>		
CSX Corp. ....	2,794	217,010
Kansas City Southern ....	1,122	202,891
Norfolk Southern Corp. ....	1,007	215,488
Union Pacific Corp. ....	1,103	217,148
		<u>852,537</u>
<b>Specialized REITs — 0.7%</b>		
Weyerhaeuser Co. ....	6,843	195,162
<b>Specialty Chemicals — 2.0%</b>		
Avient Corp. ....	7,132	188,713
Ingevity Corp. <sup>(a)</sup> ....	3,354	165,822
PQ Group Holdings Inc. <sup>(a)</sup> ....	16,854	172,922
		<u>527,457</u>
<b>Steel — 6.9%</b>		
Allegheny Technologies Inc. <sup>(a)</sup> ....	22,103	192,738
Carpenter Technology Corp. ....	9,211	167,272
Cleveland-Cliffs Inc. ....	30,153	193,582
Commercial Metals Co. ....	9,576	191,328
Haynes International Inc. ....	10,107	172,729
Nucor Corp. ....	4,236	190,027

Security	Shares	Value
<b>Steel (continued)</b>		
Reliance Steel & Aluminum Co. ....	1,839	\$ 187,652
Steel Dynamics Inc. ....	6,480	185,522
United States Steel Corp. ....	25,217	185,093
Worthington Industries Inc. ....	4,731	192,930
		<u>1,858,873</u>
<b>Trading Companies &amp; Distributors — 1.5%</b>		
BMC Stock Holdings Inc. <sup>(a)</sup> ....	5,061	216,762
H&E Equipment Services Inc. ....	9,301	182,858
		<u>399,620</u>
<b>Water Utilities — 6.1%</b>		
American States Water Co. ....	2,739	205,288
American Water Works Co. Inc. ....	1,471	213,119
Cadiz Inc. <sup>(a)(b)</sup> ....	20,341	201,986
California Water Service Group ....	4,598	199,783
Essential Utilities Inc. ....	5,071	204,108
Middlesex Water Co. ....	3,301	205,157
SJW Group ....	3,379	205,646
York Water Co. (The) ....	4,723	199,641
		<u>1,634,728</u>
<b>Total Common Stocks — 99.7%</b>		
(Cost: \$25,961,650) .....		<u>26,721,612</u>
<b>Short-Term Investments</b>		
<b>Money Market Funds — 2.4%</b>		
BlackRock Cash Funds: Institutional, SL Agency Shares, 0.31% <sup>(c)(d)(e)</sup> .....	605,100	605,644
BlackRock Cash Funds: Treasury, SL Agency Shares, 0.04% <sup>(c)(d)</sup> .....	30,000	30,000
		<u>635,644</u>
<b>Total Short -Term Investments — 2.4%</b>		
(Cost: \$635,633) .....		<u>635,644</u>
<b>Total Investments in Securities — 102.1%</b>		
(Cost: \$26,597,283) .....		27,357,256
<b>Other Assets, Less Liabilities — (2.1)%</b>		
		<u>(560,155)</u>
<b>Net Assets — 100.0%</b>		
		<u>\$ 26,797,101</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.

# Schedule of Investments (unaudited) (continued)

September 30, 2020

iShares® U.S. Infrastructure ETF

## Affiliates

Investments in issuers considered to be affiliate(s) of the Fund during the six months ended September 30, 2020, for purposes of Section 2(a)(3) of the Investment Company Act of 1940, as amended, were as follows:

<i>Affiliated Issuer</i>	<i>Value at 03/31/20</i>	<i>Purchases at Cost</i>	<i>Proceeds from Sales</i>	<i>Net Realized Gain (Loss)</i>	<i>Change in Unrealized Appreciation (Depreciation)</i>	<i>Value at 09/30/20</i>	<i>Shares Held at 09/30/20</i>	<i>Income</i>	<i>Capital Gain Distributions from Underlying Funds</i>
BlackRock Cash Funds: Institutional, SL Agency Shares .....	\$114,457	\$491,122 <sup>(a)</sup>	\$ —	\$ 103	\$ (38)	\$605,644	605,100	\$ 989 <sup>(b)</sup>	\$ —
BlackRock Cash Funds: Treasury, SL Agency Shares .....	10,000	20,000 <sup>(a)</sup>	—	—	—	30,000	30,000	14	—
				<u>\$ 103</u>	<u>\$ (38)</u>	<u>\$635,644</u>		<u>\$ 1,003</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.

## 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 September 30, 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 .....	\$26,721,612	\$ —	\$ —	\$26,721,612
Money Market Funds .....	635,644	—	—	635,644
	<u>\$27,357,256</u>	<u>\$ —</u>	<u>\$ —</u>	<u>\$27,357,256</u>

See notes to financial statements.



# Schedule of Investments (unaudited)

September 30, 2020

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

Security	Shares	Value
<b>Common Stocks</b>		
<b>Insurance Brokers — 6.7%</b>		
Arthur J Gallagher & Co. ....	24,861	\$ 2,624,824
Brown & Brown Inc. ....	30,474	1,379,558
eHealth Inc. <sup>(a)(b)</sup> .....	3,381	267,099
		<u>4,271,481</u>
<b>Life &amp; Health Insurance — 25.0%</b>		
Aflac Inc. ....	80,318	2,919,559
American Equity Investment Life Holding Co. ....	11,939	262,539
Athene Holding Ltd., Class A <sup>(a)</sup> .....	16,392	558,639
Brighthouse Financial Inc. <sup>(a)</sup> .....	12,194	328,141
CNO Financial Group Inc. ....	18,589	298,168
FBL Financial Group Inc., Class A .....	1,294	62,371
Genworth Financial Inc., Class A <sup>(a)</sup> .....	66,459	222,638
Globe Life Inc. ....	12,722	1,016,488
Lincoln National Corp. ....	23,583	738,855
MetLife Inc. ....	98,842	3,673,957
National Western Life Group Inc., Class A .....	302	55,197
Primerica Inc. ....	5,131	580,521
Principal Financial Group Inc. ....	33,145	1,334,749
Prudential Financial Inc. ....	50,605	3,214,430
Trupanion Inc. <sup>(a)</sup> .....	3,837	302,739
Unum Group. ....	26,427	444,766
		<u>16,013,757</u>
<b>Multi-line Insurance — 10.4%</b>		
American Financial Group Inc./OH .....	9,311	623,651
American International Group Inc. ....	102,058	2,809,657
American National Group Inc. ....	1,195	80,698
Assurant Inc. ....	7,744	939,425
Hartford Financial Services Group Inc. (The) .....	46,503	1,714,101
Horace Mann Educators Corp. ....	5,433	181,462
National General Holdings Corp. ....	8,775	296,156
		<u>6,645,150</u>
<b>Other Diversified Financial Services — 1.2%</b>		
Voya Financial Inc. ....	16,382	785,189
<b>Property &amp; Casualty Insurance — 54.8%</b>		
Allstate Corp. (The) ....	40,012	3,766,730
Ambac Financial Group Inc. <sup>(a)</sup> .....	6,083	77,680
AMERISAFE Inc. ....	2,543	145,866
Arch Capital Group Ltd. <sup>(a)</sup> .....	52,705	1,541,621
Argo Group International Holdings Ltd. ....	4,561	157,035
Assured Guaranty Ltd. ....	10,974	235,722
Axis Capital Holdings Ltd. ....	10,398	457,928
Chubb Ltd. ....	57,826	6,714,755
Cincinnati Financial Corp. ....	19,421	1,514,255
CNA Financial Corp. ....	3,582	107,424
Employers Holdings Inc. ....	3,570	107,993
Erie Indemnity Co., Class A, NVS. ....	3,238	680,887
First American Financial Corp. ....	14,478	737,075
Hanover Insurance Group Inc. (The) .....	4,897	456,302

Security	Shares	Value
<b>Property &amp; Casualty Insurance (continued)</b>		
James River Group Holdings Ltd. ....	4,019	\$ 178,966
Kemper Corp. ....	7,973	532,836
Kinsale Capital Group Inc. ....	2,755	523,946
Lemonade Inc. <sup>(a)(b)</sup> .....	1,647	81,889
Loews Corp. ....	30,947	1,075,408
Markel Corp. <sup>(a)</sup> .....	1,789	1,741,949
MBIA Inc. <sup>(a)</sup> .....	6,833	41,408
Mercury General Corp. ....	3,498	144,712
Old Republic International Corp. ....	36,708	541,076
Palomar Holdings Inc. <sup>(a)</sup> .....	2,840	296,042
ProAssurance Corp. ....	6,996	109,417
Progressive Corp. (The) ....	74,997	7,099,966
RLI Corp. ....	5,153	431,461
Safety Insurance Group Inc. ....	1,871	129,267
Selective Insurance Group Inc. ....	7,838	403,579
State Auto Financial Corp. ....	2,383	32,790
Travelers Companies Inc. (The) ....	32,437	3,509,359
United Fire Group Inc. ....	2,834	57,587
Universal Insurance Holdings Inc. ....	3,859	53,409
White Mountains Insurance Group Ltd. ....	407	317,053
WR Berkley Corp. ....	18,256	1,116,354
		<u>35,119,747</u>
<b>Reinsurance — 1.5%</b>		
Alleghany Corp. ....	1,858	966,996
<b>Total Common Stocks — 99.6%</b>		
(Cost: \$69,829,821) .....		<u>63,802,320</u>
<b>Short-Term Investments</b>		
<b>Money Market Funds — 0.4%</b>		
BlackRock Cash Funds: Institutional, SL Agency Shares, 0.31% <sup>(c)(d)(e)</sup> .....	89,717	89,797
BlackRock Cash Funds: Treasury, SL Agency Shares, 0.04% <sup>(c)(d)</sup> .....	140,000	140,000
		<u>229,797</u>
<b>Total Short -Term Investments — 0.4%</b>		
(Cost: \$229,789) .....		<u>229,797</u>
<b>Total Investments in Securities — 100.0%</b>		
(Cost: \$70,059,610) .....		64,032,117
<b>Other Assets, Less Liabilities — (0.0)%</b>		
		<u>(6,683)</u>
<b>Net Assets — 100.0%</b>		
		<u>\$ 64,025,434</u>

<sup>(a)</sup> Non-income producing security.

<sup>(b)</sup> All or a portion of this security is on loan.

<sup>(c)</sup> Affiliate of the Fund.

<sup>(d)</sup> Annualized 7-day yield as of period-end.

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

# Schedule of Investments (unaudited) (continued)

September 30, 2020

iShares® U.S. Insurance ETF

## Affiliates

Investments in issuers considered to be affiliate(s) of the Fund during the six months ended September 30, 2020, for purposes of Section 2(a)(3) of the Investment Company Act of 1940, as amended, were as follows:

<i>Affiliated Issuer</i>	<i>Value at 03/31/20</i>	<i>Purchases at Cost</i>	<i>Proceeds from Sales</i>	<i>Net Realized Gain (Loss)</i>	<i>Change in Unrealized Appreciation (Depreciation)</i>	<i>Value at 09/30/20</i>	<i>Shares Held at 09/30/20</i>	<i>Income</i>	<i>Capital Gain Distributions from Underlying Funds</i>
BlackRock Cash Funds: Institutional, SL Agency Shares .....	\$724,191	\$ —	\$(635,397) <sup>(a)</sup>	\$ 1,017	\$ (14)	\$ 89,797	89,717	\$ 2,242 <sup>(b)</sup>	\$ —
BlackRock Cash Funds: Treasury, SL Agency Shares .....	80,000	60,000 <sup>(a)</sup>	—	—	—	140,000	140,000	83	—
				<u>\$ 1,017</u>	<u>\$ (14)</u>	<u>\$229,797</u>		<u>\$ 2,325</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

<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 Select Sector Financial E-Mini Index .....	2	12/18/20	\$ 148	<u>\$ (2,717)</u>

## Derivative Financial Instruments Categorized by Risk Exposure

As of September 30, 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>\$ 2,717</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 September 30, 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>\$ 28,837</u>
<b>Net Change in Unrealized Appreciation (Depreciation) on:</b>	
Futures contracts .....	<u>\$ (7,244)</u>

## Average Quarterly Balances of Outstanding Derivative Financial Instruments

Futures contracts:	
Average notional value of contracts — long .....	<u>\$160,438</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 September 30, 2020. The breakdown of the Fund's investments into major categories is disclosed in the Schedule of Investments above.

September 30, 2020

## Fair Value Measurements (continued)

	Level 1	Level 2	Level 3	Total
Investments				
Assets				
Common Stocks .....	\$63,802,320	\$ —	\$ —	\$63,802,320
Money Market Funds .....	229,797	—	—	229,797
	<u>\$64,032,117</u>	<u>\$ —</u>	<u>\$ —</u>	<u>\$64,032,117</u>
Derivative financial instruments <sup>(a)</sup>				
Liabilities				
Futures Contracts .....	\$ (2,717)	\$ —	\$ —	\$ (2,717)

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

See notes to financial statements.

# Schedule of Investments (unaudited)

September 30, 2020

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

Security	Shares	Value
<b>Common Stocks</b>		
<b>Health Care Equipment — 84.2%</b>		
Abbott Laboratories.....	10,763,531	\$ 1,171,395,079
ABIOMED Inc. <sup>(a)(b)</sup> .....	310,597	86,054,005
AngioDynamics Inc. <sup>(a)(b)</sup> .....	261,708	3,156,198
AtriCure Inc. <sup>(a)</sup> .....	309,788	12,360,541
Axogen Inc. <sup>(a)(b)</sup> .....	240,457	2,796,515
Axonics Modulation Technologies Inc. <sup>(a)</sup> .....	201,537	10,286,448
Baxter International Inc.....	3,490,462	280,702,954
Becton Dickinson and Co.....	1,555,555	361,946,537
Boston Scientific Corp. <sup>(a)</sup> .....	8,825,180	337,210,128
Cantel Medical Corp.....	257,532	11,315,956
Cardiovascular Systems Inc. <sup>(a)(b)</sup> .....	273,456	10,760,494
CONMED Corp. <sup>(b)</sup> .....	196,992	15,497,361
CryoLife Inc. <sup>(a)(b)</sup> .....	261,991	4,838,974
CryoPort Inc. <sup>(a)(b)</sup> .....	262,506	12,442,784
Danaher Corp.....	3,213,161	691,889,958
DexCom Inc. <sup>(a)(b)</sup> .....	660,088	272,108,076
Edwards Lifesciences Corp. <sup>(a)(b)</sup> .....	4,286,829	342,174,691
Envista Holdings Corp. <sup>(a)(b)</sup> .....	1,097,817	27,094,124
GenMark Diagnostics Inc. <sup>(a)(b)</sup> .....	465,460	6,609,532
Glaukos Corp. <sup>(a)(b)</sup> .....	307,967	15,250,526
Globus Medical Inc., Class A <sup>(a)(b)</sup> .....	519,377	25,719,549
Heska Corp. <sup>(a)(b)</sup> .....	61,201	6,046,047
Hill-Rom Holdings Inc.....	459,243	38,351,383
Hologic Inc. <sup>(a)</sup> .....	1,785,675	118,693,817
IDEXX Laboratories Inc. <sup>(a)(b)</sup> .....	586,444	230,537,001
Inari Medical Inc. <sup>(a)(b)</sup> .....	56,768	3,918,127
Inogen Inc. <sup>(a)(b)</sup> .....	127,048	3,684,392
Insulet Corp. <sup>(a)(b)</sup> .....	452,656	107,093,883
Integer Holdings Corp. <sup>(a)(b)</sup> .....	226,492	13,365,293
Integra LifeSciences Holdings Corp. <sup>(a)(b)</sup> .....	488,069	23,046,618
Intuitive Surgical Inc. <sup>(a)</sup> .....	509,513	361,519,854
iRhythm Technologies Inc. <sup>(a)(b)</sup> .....	197,579	47,045,536
LeMaitre Vascular Inc.....	114,881	3,737,079
LivaNova PLC <sup>(a)(b)</sup> .....	335,488	15,167,413
Masimo Corp. <sup>(a)(b)</sup> .....	348,546	82,277,769
Medtronic PLC.....	8,171,828	849,216,366
Mesa Laboratories Inc. <sup>(b)</sup> .....	33,417	8,513,315
Natus Medical Inc. <sup>(a)(b)</sup> .....	234,692	4,020,274
Nevro Corp. <sup>(a)(b)</sup> .....	236,587	32,956,569
Novocure Ltd. <sup>(a)(b)</sup> .....	577,445	64,275,403
NuVasive Inc. <sup>(a)(b)</sup> .....	353,392	17,164,249
Orthofix Medical Inc. <sup>(a)(b)</sup> .....	133,297	4,150,869
Penumbra Inc. <sup>(a)(b)</sup> .....	231,522	45,003,246
ResMed Inc.....	999,083	171,272,799
Shockwave Medical Inc. <sup>(a)(b)</sup> .....	212,948	16,141,458
Steris PLC.....	586,431	103,323,278
Stryker Corp.....	1,784,043	371,741,040

Security	Shares	Value
<b>Health Care Equipment (continued)</b>		
Surmodics Inc. <sup>(a)(b)</sup> .....	94,485	\$ 3,676,411
Tactile Systems Technology Inc. <sup>(a)(b)</sup> .....	133,534	4,886,009
Tandem Diabetes Care Inc. <sup>(a)</sup> .....	419,890	47,657,515
Teleflex Inc.....	320,722	109,180,183
Vapotherm Inc. <sup>(a)(b)</sup> .....	147,821	4,286,809
Varex Imaging Corp. <sup>(a)(b)</sup> .....	271,466	3,453,048
Varian Medical Systems Inc. <sup>(a)</sup> .....	628,327	108,072,244
Wright Medical Group NV <sup>(a)(b)</sup> .....	888,678	27,140,226
Zimmer Biomet Holdings Inc.....	1,427,594	194,352,647
		<u>6,946,578,600</u>
<b>Health Care Services — 0.1%</b>		
BioTelemetry Inc. <sup>(a)(b)</sup> .....	235,041	<u>10,713,169</u>
<b>Health Care Supplies — 0.2%</b>		
STAAR Surgical Co. <sup>(a)(b)</sup> .....	315,618	<u>17,851,354</u>
<b>Life Sciences Tools &amp; Services — 15.3%</b>		
Bio-Rad Laboratories Inc., Class A <sup>(a)(b)</sup> .....	147,479	76,019,525
Bruker Corp.....	708,511	28,163,312
NanoString Technologies Inc. <sup>(a)(b)</sup> .....	261,877	11,705,902
Thermo Fisher Scientific Inc. <sup>(b)</sup> .....	2,404,894	1,061,808,799
Waters Corp. <sup>(a)</sup> .....	426,972	83,549,881
		<u>1,261,247,419</u>
<b>Total Common Stocks — 99.8%</b>		
(Cost: \$6,986,034,808).....		<u>8,236,390,542</u>
<b>Short-Term Investments</b>		
<b>Money Market Funds — 2.2%</b>		
BlackRock Cash Funds: Institutional, SL Agency Shares, 0.31% <sup>(c)(d)(e)</sup> .....	171,986,464	172,141,252
BlackRock Cash Funds: Treasury, SL Agency Shares, 0.04% <sup>(c)(d)</sup> .....	12,353,000	12,353,000
		<u>184,494,252</u>
<b>Total Short -Term Investments — 2.2%</b>		
(Cost: \$184,284,397).....		<u>184,494,252</u>
<b>Total Investments in Securities — 102.0%</b>		
(Cost: \$7,170,319,205).....		<u>8,420,884,794</u>
<b>Other Assets, Less Liabilities — (2.0%)</b>		
		<u>(165,015,743)</u>
<b>Net Assets — 100.0%</b>		
		<u>\$ 8,255,869,051</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.

September 30, 2020

**Affiliates**

Investments in issuers considered to be affiliate(s) of the Fund during the six months ended September 30, 2020, for purposes of Section 2(a)(3) of the Investment Company Act of 1940, as amended, were as follows:

<i>Affiliated Issuer</i>	<i>Value at 03/31/20</i>	<i>Purchases at Cost</i>	<i>Proceeds from Sales</i>	<i>Net Realized Gain (Loss)</i>	<i>Change in Unrealized Appreciation (Depreciation)</i>	<i>Value at 09/30/20</i>	<i>Shares Held at 09/30/20</i>	<i>Income</i>	<i>Capital Gain Distributions from Underlying Funds</i>
BlackRock Cash Funds: Institutional, SL Agency Shares .....	\$168,274,046	\$3,584,962 <sup>(a)</sup>	—	\$ 167,356	\$ 114,888	\$172,141,252	171,986,464	\$586,314 <sup>(b)</sup>	—
BlackRock Cash Funds: Treasury, SL Agency Shares .....	9,823,000	2,530,000 <sup>(a)</sup>	—	—	—	12,353,000	12,353,000	9,144	—
				<u>\$ 167,356</u>	<u>\$ 114,888</u>	<u>\$184,494,252</u>		<u>\$595,458</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**

<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 Select Sector Health Care E-Mini Index .....	132	12/18/20	\$14,058	\$ 225,121
S&P Select Sector Technology E-Mini Index .....	39	12/18/20	4,582	192,299
				<u>\$ 417,420</u>

**Derivative Financial Instruments Categorized by Risk Exposure**

As of September 30, 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> .....	<u>\$417,420</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 September 30, 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>\$3,636,639</u>
<b>Net Change in Unrealized Appreciation (Depreciation) on:</b>	
Futures contracts .....	<u>\$ (102,199)</u>

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

Futures contracts:	
Average notional value of contracts — long .....	<u>\$14,943,507</u>

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

# Schedule of Investments (unaudited) (continued)

September 30, 2020

iShares® U.S. Medical Devices ETF

## 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 September 30, 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.....	\$8,236,390,542	\$ —	\$ —	\$8,236,390,542
Money Market Funds .....	184,494,252	—	—	184,494,252
	<u>\$8,420,884,794</u>	<u>\$ —</u>	<u>\$ —</u>	<u>\$8,420,884,794</u>
Derivative financial instruments <sup>(a)</sup>				
Assets				
Futures Contracts .....	\$ 417,420	\$ —	\$ —	\$ 417,420

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

See notes to financial statements.

# Schedule of Investments (unaudited)

September 30, 2020

## iShares® U.S. Oil & Gas Exploration & Production ETF

(Percentages shown are based on Net Assets)

Security Shares Value

### Common Stocks

#### Oil & Gas Exploration & Production — 66.5%

Antero Resources Corp. <sup>(a)(b)</sup>	165,167	\$ 454,209
Apache Corp.	252,338	2,389,641
Bonanza Creek Energy Inc. <sup>(a)</sup>	12,428	233,646
Cabot Oil & Gas Corp.	266,458	4,625,711
Callon Petroleum Co. <sup>(a)</sup>	26,284	126,689
Cimarex Energy Co.	68,220	1,659,792
CNX Resources Corp. <sup>(a)</sup>	150,130	1,417,227
Concho Resources Inc.	123,173	5,434,393
ConocoPhillips	589,521	19,359,870
Continental Resources Inc./OK	41,496	509,571
Devon Energy Corp.	255,908	2,420,890
Diamondback Energy Inc.	105,507	3,177,871
EOG Resources Inc.	320,022	11,501,591
EQT Corp.	170,875	2,209,414
Hess Corp.	128,027	5,240,145
Kosmos Energy Ltd.	270,531	263,930
Magnolia Oil & Gas Corp., Class A <sup>(a)(b)</sup>	81,280	420,217
Marathon Oil Corp.	527,754	2,158,514
Matador Resources Co. <sup>(a)(b)</sup>	73,423	606,474
Murphy Oil Corp.	96,523	860,985
Noble Energy Inc.	323,997	2,770,174
Ovintiv Inc.	173,722	1,417,571
Parsley Energy Inc., Class A	199,467	1,867,011
PDC Energy Inc. <sup>(a)(b)</sup>	66,584	825,309
Pioneer Natural Resources Co.	62,224	5,350,642
Range Resources Corp.	171,193	1,133,298
SM Energy Co.	71,344	113,437
Southwestern Energy Co. <sup>(a)(b)</sup>	404,781	951,235
WPX Energy Inc. <sup>(a)</sup>	270,023	1,323,113
		80,822,570

#### Oil & Gas Refining & Marketing — 26.8%

CVR Energy Inc.	19,540	241,905
Delek U.S. Holdings Inc.	41,353	460,259
HollyFrontier Corp.	99,645	1,964,003
Marathon Petroleum Corp.	357,646	10,493,334

### Affiliates

Investments in issuers considered to be affiliate(s) of the Fund during the six months ended September 30, 2020, for purposes of Section 2(a)(3) of the Investment Company Act of 1940, as amended, were as follows:

Security Shares Value

### Oil & Gas Refining & Marketing (continued)

Par Pacific Holdings Inc. <sup>(a)</sup>	26,765	\$ 181,199
PBF Energy Inc., Class A	64,222	365,423
Phillips 66	240,024	12,442,844
Valero Energy Corp.	125,883	5,453,252
World Fuel Services Corp.	42,444	899,388
		32,501,607

### Oil & Gas Storage & Transportation — 6.4%

Cheniere Energy Inc. <sup>(a)</sup>	121,850	5,637,999
Targa Resources Corp.	155,897	2,187,235
		7,825,234

### Total Common Stocks — 99.7%

(Cost: \$275,576,517) 121,149,411

### Short-Term Investments

#### Money Market Funds — 2.8%

BlackRock Cash Funds: Institutional, SL Agency Shares, 0.31% <sup>(c)(d)(e)</sup>	3,274,081	3,277,028
BlackRock Cash Funds: Treasury, SL Agency Shares, 0.04% <sup>(c)(d)</sup>	197,000	197,000
		3,474,028

### Total Short -Term Investments — 2.8%

(Cost: \$3,471,818) 3,474,028

### Total Investments in Securities — 102.5%

(Cost: \$279,048,335) 124,623,439

Other Assets, Less Liabilities — (2.5)% (3,081,023)

Net Assets — 100.0% \$ 121,542,416

(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.

Affiliated Issuer	Value at 03/31/20	Purchases at Cost	Proceeds from Sales	Net Realized Gain (Loss)	Change in Unrealized Appreciation (Depreciation)	Value at 09/30/20	Shares Held at 09/30/20	Income	Capital Gain Distributions from Underlying Funds
BlackRock Cash Funds: Institutional, SL Agency Shares	\$3,061,984	\$208,807 <sup>(a)</sup>	\$ —	\$ 4,973	\$ 1,264	\$3,277,028	3,274,081	\$49,242 <sup>(b)</sup>	\$ —
BlackRock Cash Funds: Treasury, SL Agency Shares	427,000	—	(230,000) <sup>(a)</sup>	—	—	197,000	197,000	289	—
				\$ 4,973	\$ 1,264	\$3,474,028		\$49,531	\$ —

(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.

# Schedule of Investments (unaudited) (continued)

September 30, 2020

iShares® U.S. Oil & Gas Exploration & Production ETF

## Futures Contracts

Description	Number of Contracts	Expiration Date	Notional Amount (000)	Value/ Unrealized Appreciation (Depreciation)
Long Contracts				
S&P Select Sector Energy E-Mini Index .....	11	12/18/20	\$ 341	\$ (25,390)

## Derivative Financial Instruments Categorized by Risk Exposure

As of September 30, 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> .....	\$ 25,390

<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 September 30, 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 .....	\$ 58,442
<b>Net Change in Unrealized Appreciation (Depreciation) on:</b>	
Futures contracts .....	\$ (29,878)

## Average Quarterly Balances of Outstanding Derivative Financial Instruments

Futures contracts:	
Average notional value of contracts — long .....	\$268,053

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 September 30, 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 .....	\$121,149,411	\$ —	\$ —	\$121,149,411
Money Market Funds .....	3,474,028	—	—	3,474,028
	<u>\$124,623,439</u>	<u>\$ —</u>	<u>\$ —</u>	<u>\$124,623,439</u>
Derivative financial instruments <sup>(a)</sup>				
Liabilities				
Futures Contracts .....	\$ (25,390)	\$ —	\$ —	\$ (25,390)

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

See notes to financial statements.



# Schedule of Investments (unaudited)

September 30, 2020

## iShares® U.S. Oil Equipment & Services ETF

(Percentages shown are based on Net Assets)

Security	Shares	Value
<b>Common Stocks</b>		
<b>Oil &amp; Gas Drilling — 9.9%</b>		
Helmerich & Payne Inc.....	170,707	\$ 2,500,858
Nabors Industries Ltd.....	12,488	305,207
Patterson-UTI Energy Inc.....	364,233	1,038,064
Transocean Ltd. <sup>(a)(b)</sup> .....	1,122,847	906,025
		<u>4,750,154</u>
<b>Oil &amp; Gas Equipment &amp; Services — 89.6%</b>		
Archrock Inc.....	249,736	1,343,580
Baker Hughes Co. ....	180,507	2,398,938
Bristow Group Inc. <sup>(a)(b)</sup> .....	45,895	975,269
Cactus Inc., Class A.....	92,296	1,771,160
ChampionX Corp. <sup>(a)</sup> .....	266,695	2,130,893
Core Laboratories NV <sup>(b)</sup> .....	86,473	1,319,578
DMC Global Inc. ....	28,696	945,246
Dril-Quip Inc. <sup>(a)(b)</sup> .....	68,160	1,687,642
Halliburton Co. ....	846,410	10,199,240
Helix Energy Solutions Group Inc. <sup>(a)(b)</sup> .....	274,044	660,446
Liberty Oilfield Services Inc., Class A.....	115,392	921,982
National Oilwell Varco Inc. ....	221,627	2,007,941
NexTier Oilfield Solutions Inc. <sup>(a)(b)</sup> .....	312,219	577,605
Oceaneering International Inc. <sup>(a)</sup> .....	192,897	678,997
Oil States International Inc. <sup>(a)(b)</sup> .....	118,438	323,336
ProPetro Holding Corp. <sup>(a)</sup> .....	156,800	636,608
Schlumberger Ltd. ....	684,952	10,657,853
SEACOR Holdings Inc. <sup>(a)</sup> .....	37,159	1,080,584
Select Energy Services Inc., Class A <sup>(a)(b)</sup> .....	121,476	466,468
TechnipFMC PLC <sup>(b)</sup> .....	356,456	2,249,237
		<u>43,032,603</u>
<b>Total Common Stocks — 99.5%</b>		
(Cost: \$83,194,001).....		<u>47,782,757</u>

### Affiliates

Investments in issuers considered to be affiliate(s) of the Fund during the six months ended September 30, 2020, for purposes of Section 2(a)(3) of the Investment Company Act of 1940, as amended, were as follows:

Affiliated Issuer	Value at 03/31/20	Purchases at Cost	Proceeds from Sales	Net Realized Gain (Loss)	Change in Unrealized Appreciation (Depreciation)	Value at 09/30/20	Shares Held at 09/30/20	Income	Capital Gain Distributions from Underlying Funds
BlackRock Cash Funds: Institutional, SL Agency Shares .	\$2,792,356	\$ —	\$(437,083) <sup>(a)</sup>	\$ 118	\$ 2,227	\$2,357,618	2,355,498	\$86,985 <sup>(b)</sup>	\$ —
BlackRock Cash Funds: Treasury, SL Agency Shares ....	—	20,000 <sup>(a)</sup>	—	—	—	20,000	20,000	172	—
				<u>\$ 118</u>	<u>\$ 2,227</u>	<u>\$2,377,618</u>		<u>\$87,157</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.

# Schedule of Investments (unaudited) (continued)

September 30, 2020

iShares® U.S. Oil Equipment & Services ETF

## Futures Contracts

Description	Number of Contracts	Expiration Date	Notional Amount (000)	Value/ Unrealized Appreciation (Depreciation)
Long Contracts				
S&P Select Sector Energy E-Mini Index .....	7	12/18/20	\$ 217	\$ (15,206)

## Derivative Financial Instruments Categorized by Risk Exposure

As of September 30, 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> .....	\$ 15,206

<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 September 30, 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 .....	\$ 42,109
<b>Net Change in Unrealized Appreciation (Depreciation) on:</b>	
Futures contracts .....	\$ (27,390)

## Average Quarterly Balances of Outstanding Derivative Financial Instruments

Futures contracts:	
Average notional value of contracts — long .....	\$338,927

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 September 30, 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 .....	\$47,782,757	\$ —	\$ —	\$47,782,757
Money Market Funds .....	2,377,618	—	—	2,377,618
	<u>\$50,160,375</u>	<u>\$ —</u>	<u>\$ —</u>	<u>\$50,160,375</u>
Derivative financial instruments <sup>(a)</sup>				
Liabilities				
Futures Contracts .....	\$ (15,206)	\$ —	\$ —	\$ (15,206)

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

See notes to financial statements.

# Schedule of Investments (unaudited)

September 30, 2020

## iShares® U.S. Pharmaceuticals ETF

(Percentages shown are based on Net Assets)

Security	Shares	Value
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### Common Stocks

#### Biotechnology — 4.2%

Amicus Therapeutics Inc. <sup>(a)(b)</sup>	367,408	\$ 5,187,801
Catalyst Pharmaceuticals Inc. <sup>(a)</sup>	136,132	404,312
ChemoCentryx Inc. <sup>(a)</sup>	70,421	3,859,071
Ironwood Pharmaceuticals Inc. <sup>(a)(b)</sup>	227,037	2,042,198
Madrigal Pharmaceuticals Inc. <sup>(a)(b)</sup>	13,137	1,559,756
Spectrum Pharmaceuticals Inc. <sup>(a)</sup>	207,138	845,123
Vanda Pharmaceuticals Inc. <sup>(a)</sup>	77,579	749,413
		<u>14,647,674</u>

#### Pharmaceuticals — 95.6%

Aerie Pharmaceuticals Inc. <sup>(a)</sup>	66,045	777,350
AMAG Pharmaceuticals Inc. <sup>(a)(b)</sup>	42,901	403,269
Amneal Pharmaceuticals Inc. <sup>(a)(b)</sup>	161,221	625,537
Amphastar Pharmaceuticals Inc. <sup>(a)</sup>	51,968	974,400
Arvinas Inc. <sup>(a)(b)</sup>	34,572	816,245
Axsome Therapeutics Inc. <sup>(a)</sup>	37,582	2,677,718
Bristol-Myers Squibb Co.	266,780	16,084,166
Cara Therapeutics Inc. <sup>(a)(b)</sup>	60,613	771,300
Catalent Inc. <sup>(a)(b)</sup>	185,865	15,921,196
Collegium Pharmaceutical Inc. <sup>(a)(b)</sup>	49,060	1,021,429
Corcept Therapeutics Inc. <sup>(a)(b)</sup>	147,629	2,569,483
Elanco Animal Health Inc. <sup>(a)</sup>	464,391	12,970,441
Eli Lilly & Co.	103,714	15,351,746
Endo International PLC <sup>(a)</sup>	326,670	1,078,011
Horizon Therapeutics PLC <sup>(a)</sup>	217,368	16,885,146
Innoviva Inc. <sup>(a)(b)</sup>	89,355	933,760
Intersect ENT Inc. <sup>(a)</sup>	46,435	757,355
Intra-Cellular Therapies Inc. <sup>(a)(b)</sup>	98,660	2,531,616
Jazz Pharmaceuticals PLC <sup>(a)(b)</sup>	78,736	11,226,966
Johnson & Johnson	526,432	78,375,196
Merck & Co. Inc.	807,119	66,950,521
Mylan NV <sup>(a)(b)</sup>	733,922	10,884,063
MyoKardia Inc. <sup>(a)</sup>	75,230	10,256,106
Omeros Corp. <sup>(a)(b)</sup>	87,299	882,156
Pacira BioSciences Inc. <sup>(a)(b)</sup>	60,682	3,648,202
Perrigo Co. PLC	193,764	8,895,705
Pfizer Inc.	435,638	15,987,915
Phathom Pharmaceuticals Inc. <sup>(a)(b)</sup>	17,257	632,814
Phibro Animal Health Corp., Class A	28,743	500,128

Security	Shares	Value
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### Pharmaceuticals (continued)

Prestige Consumer Healthcare Inc. <sup>(a)</sup>	71,241	\$ 2,594,597
Provention Bio Inc. <sup>(a)(b)</sup>	67,983	872,222
Reata Pharmaceuticals Inc., Class A <sup>(a)(b)</sup>	34,059	3,318,028
Relmada Therapeutics Inc. <sup>(a)(b)</sup>	19,107	718,805
Revance Therapeutics Inc. <sup>(a)(b)</sup>	87,020	2,187,683
Royalty Pharma PLC, Class A	114,285	4,807,970
TherapeuticsMD Inc. <sup>(a)(b)</sup>	346,939	548,164
Theravance Biopharma Inc. <sup>(a)(b)</sup>	70,421	1,041,175
Tricida Inc. <sup>(a)(b)</sup>	42,119	381,598
Zoetis Inc.	99,184	16,402,058
Zogenix Inc. <sup>(a)(b)</sup>	78,816	1,413,171
		<u>335,675,411</u>

#### Total Common Stocks — 99.8%

(Cost: \$337,998,791)	<u>350,323,085</u>
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### Short-Term Investments

#### Money Market Funds — 7.3%

BlackRock Cash Funds: Institutional, SL Agency Shares, 0.31% <sup>(c)(d)(e)</sup>	25,310,726	25,333,505
BlackRock Cash Funds: Treasury, SL Agency Shares, 0.04% <sup>(c)(d)</sup>	346,000	346,000
		<u>25,679,505</u>

#### Total Short -Term Investments — 7.3%

(Cost: \$25,668,258)	<u>25,679,505</u>
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#### Total Investments in Securities — 107.1%

(Cost: \$363,667,049)	376,002,590
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Other Assets, Less Liabilities — (7.1)%	<u>(24,871,298)</u>
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Net Assets — 100.0%	<u>\$ 351,131,292</u>
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<sup>(a)</sup> Non-income producing security.

<sup>(b)</sup> All or a portion of this security is on loan.

<sup>(c)</sup> Affiliate of the Fund.

<sup>(d)</sup> Annualized 7-day yield as of period-end.

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

# Schedule of Investments (unaudited) (continued)

September 30, 2020

iShares® U.S. Pharmaceuticals ETF

## Affiliates

Investments in issuers considered to be affiliate(s) of the Fund during the six months ended September 30, 2020, for purposes of Section 2(a)(3) of the Investment Company Act of 1940, as amended, were as follows:

<i>Affiliated Issuer</i>	<i>Value at 03/31/20</i>	<i>Purchases at Cost</i>	<i>Proceeds from Sales</i>	<i>Net Realized Gain (Loss)</i>	<i>Change in Unrealized Appreciation (Depreciation)</i>	<i>Value at 09/30/20</i>	<i>Shares Held at 09/30/20</i>	<i>Income</i>	<i>Capital Gain Distributions from Underlying Funds</i>
BlackRock Cash Funds: Institutional, SL Agency Shares.....	\$8,519,755	\$16,806,876 <sup>(a)</sup>	\$ —	\$ 1,353	\$ 5,521	\$25,333,505	25,310,726	\$78,923 <sup>(b)</sup>	\$ —
BlackRock Cash Funds: Treasury, SL Agency Shares.....	676,000	—	(330,000) <sup>(a)</sup>	—	—	346,000	346,000	600	—
				<u>\$ 1,353</u>	<u>\$ 5,521</u>	<u>\$25,679,505</u>		<u>\$79,523</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

<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 Select Sector Health Care E-Mini Index.....	7	12/18/20	\$ 746	\$ 2,395

## Derivative Financial Instruments Categorized by Risk Exposure

As of September 30, 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> .....	<u>\$ 2,395</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 September 30, 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>\$102,718</u>
<b>Net Change in Unrealized Appreciation (Depreciation) on:</b>	
Futures contracts .....	<u>\$ (73,194)</u>

## Average Quarterly Balances of Outstanding Derivative Financial Instruments

Futures contracts:	
Average notional value of contracts — long .....	<u>\$871,010</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.

September 30, 2020

**Fair Value Measurements (continued)**

The following table summarizes the value of the Fund's investments according to the fair value hierarchy as of September 30, 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 .....	\$350,323,085	\$ —	\$ —	\$350,323,085
Money Market Funds .....	25,679,505	—	—	25,679,505
	<u>\$376,002,590</u>	<u>\$ —</u>	<u>\$ —</u>	<u>\$376,002,590</u>
Derivative financial instruments <sup>(a)</sup>				
Assets				
Futures Contracts .....	\$ 2,395	\$ —	\$ —	\$ 2,395

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

See notes to financial statements.

# Schedule of Investments (unaudited)

September 30, 2020

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

Security	Shares	Value
<b>Common Stocks</b>		
<b>Diversified REITs — 2.6%</b>		
PS Business Parks Inc., Class A .....	73,602	\$ 9,008,149
STORE Capital Corp. ....	795,048	21,808,167
VEREIT Inc. ....	3,745,822	24,347,843
WP Carey Inc. ....	596,834	38,889,703
		<u>94,053,862</u>
<b>Health Care REITs — 8.5%</b>		
Healthcare Realty Trust Inc. ....	483,100	14,550,972
Healthcare Trust of America Inc., Class A <sup>(a)</sup> .....	764,683	19,881,758
Healthpeak Properties Inc. ....	1,840,310	49,964,416
Medical Properties Trust Inc. ....	1,823,389	32,146,348
National Health Investors Inc. ....	162,178	9,774,468
Omega Healthcare Investors Inc. ....	787,713	23,584,127
Physicians Realty Trust. ....	742,701	13,301,775
Sabra Health Care REIT Inc. ....	742,286	10,232,413
Ventas Inc. ....	1,273,887	53,452,299
Welltower Inc. ....	1,397,079	76,965,082
		<u>303,853,658</u>
<b>Hotel &amp; Resort REITs — 0.7%</b>		
Host Hotels & Resorts Inc. <sup>(a)</sup> .....	2,443,822	26,368,839
<b>Industrial REITs — 10.9%</b>		
Americold Realty Trust .....	706,245	25,248,259
Duke Realty Corp. ....	1,267,658	46,776,580
EastGroup Properties Inc. ....	137,993	17,846,635
First Industrial Realty Trust Inc. ....	446,402	17,766,799
Lexington Realty Trust. ....	1,002,476	10,475,874
Prologis Inc. ....	2,473,315	248,864,955
Rexford Industrial Realty Inc. ....	432,851	19,807,262
		<u>386,786,364</u>
<b>Mortgage REITs — 2.8%</b>		
AGNC Investment Corp. ....	1,921,400	26,726,674
Annaly Capital Management Inc. ....	4,820,552	34,322,330
Blackstone Mortgage Trust Inc., Class A. ....	523,941	11,510,984
Invesco Mortgage Capital Inc. ....	72	195
New Residential Investment Corp. ....	1,492,449	11,864,970
Starwood Property Trust Inc. ....	1,003,157	15,137,639
		<u>99,562,792</u>
<b>Office REITs — 6.7%</b>		
Alexandria Real Estate Equities Inc. ....	392,660	62,825,600
Boston Properties Inc. ....	485,815	39,010,944
Corporate Office Properties Trust .....	378,135	8,969,362
Cousins Properties Inc. ....	525,742	15,030,964
Douglas Emmett Inc. ....	583,621	14,648,887
Equity Commonwealth .....	433,324	11,539,418
Highwoods Properties Inc. ....	371,161	12,459,875
Hudson Pacific Properties Inc. ....	548,291	12,024,022
JBG SMITH Properties .....	406,004	10,856,547
Kilroy Realty Corp. ....	366,417	19,039,027
SL Green Realty Corp. ....	263,181	12,203,703
Vornado Realty Trust. ....	548,950	18,505,105
		<u>237,113,454</u>
<b>Real Estate Development — 0.3%</b>		
Howard Hughes Corp. (The) <sup>(a)(b)</sup> .....	164,595	9,480,672
<b>Real Estate Services — 2.0%</b>		
CBRE Group Inc., Class A <sup>(a)(b)</sup> .....	1,144,379	53,751,482

Security	Shares	Value
<b>Real Estate Services (continued)</b>		
Jones Lang LaSalle Inc. ....	181,713	\$ 17,382,665
		<u>71,134,147</u>
<b>Research &amp; Consulting Services — 3.1%</b>		
CoStar Group Inc. <sup>(a)(b)</sup> .....	131,795	111,829,375
<b>Residential REITs — 13.5%</b>		
American Campus Communities Inc. ....	484,400	16,915,248
American Homes 4 Rent, Class A. ....	923,045	26,288,321
Apartment Investment & Management Co., Class A. ....	522,576	17,621,263
AvalonBay Communities Inc. ....	471,194	70,368,112
Camden Property Trust. ....	336,199	29,914,987
Equity LifeStyle Properties Inc. ....	583,204	35,750,405
Equity Residential. ....	1,146,425	58,845,995
Essex Property Trust Inc. ....	223,166	44,809,501
Invitation Homes Inc. ....	1,913,788	53,566,926
Mid-America Apartment Communities Inc. ....	391,504	45,394,889
Sun Communities Inc. ....	336,124	47,262,396
UDR Inc. ....	1,015,859	33,127,162
		<u>479,865,205</u>
<b>Retail REITs — 6.9%</b>		
Brixmor Property Group Inc. ....	1,059,781	12,388,840
Federal Realty Investment Trust .....	241,391	17,727,755
Kimco Realty Corp. ....	1,517,466	17,086,667
National Retail Properties Inc. ....	604,870	20,874,064
Realty Income Corp. ....	1,155,160	70,175,970
Regency Centers Corp. ....	551,747	20,977,421
Simon Property Group Inc. ....	1,024,109	66,239,370
Spirit Realty Capital Inc. ....	368,255	12,428,606
Taubman Centers Inc. ....	228,198	7,596,712
		<u>245,495,405</u>
<b>Specialized REITs — 41.3%</b>		
American Tower Corp. ....	1,485,024	358,974,852
CoreSite Realty Corp. ....	149,319	17,751,043
Crown Castle International Corp. ....	1,405,002	233,932,833
CubeSmart .....	674,843	21,804,177
CyrusOne Inc. ....	403,534	28,259,486
Digital Realty Trust Inc. ....	900,563	132,166,626
Equinix Inc. ....	220,754	167,801,738
Extra Space Storage Inc. ....	441,397	47,225,065
Gaming and Leisure Properties Inc. <sup>(a)</sup> .....	706,339	26,085,099
Iron Mountain Inc. ....	996,530	26,697,039
Lamar Advertising Co., Class A .....	301,566	19,954,622
Life Storage Inc. ....	164,803	17,348,812
PotlatchDeltic Corp. ....	239,991	10,103,621
Public Storage .....	509,149	113,397,665
Rayonier Inc. ....	486,957	12,875,143
SBA Communications Corp. ....	374,754	119,351,654
VICI Properties Inc. ....	1,828,654	42,735,644
Weyerhaeuser Co. ....	2,498,423	71,255,024
		<u>1,467,720,143</u>
<b>Total Common Stocks — 99.3%</b>		
(Cost: \$4,294,768,207) .....		<u>3,533,263,916</u>
<b>Short-Term Investments</b>		
<b>Money Market Funds — 0.5%</b>		
BlackRock Cash Funds: Institutional, SL Agency Shares, 0.31% <sup>(c)(d)(e)</sup> .....	9,324,385	9,332,777

# Schedule of Investments (unaudited) (continued)

September 30, 2020

**iShares® U.S. Real Estate 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>	8,330,000	\$ 8,330,000
		<u>17,662,777</u>
<b>Total Short-Term Investments — 0.5%</b>		
(Cost: \$17,646,662)		<u>17,662,777</u>
<b>Total Investments in Securities — 99.8%</b>		
(Cost: \$4,312,414,869)	3,550,926,693	
<b>Other Assets, Less Liabilities — 0.2%</b>		<u>7,169,409</u>
<b>Net Assets — 100.0%</b>		<u>\$ 3,558,096,102</u>

- (a) All or a portion of this security is on loan.  
(b) Non-income producing security.  
(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 September 30, 2020, for purposes of Section 2(a)(3) of the Investment Company Act of 1940, as amended, were as follows:

Affiliated Issuer	Value at 03/31/20	Purchases at Cost	Proceeds from Sales	Net Realized Gain (Loss)	Change in Unrealized Appreciation (Depreciation)	Value at 09/30/20	Shares Held at 09/30/20	Income	Capital Gain Distributions from Underlying Funds
BlackRock Cash Funds: Institutional, SL Agency Shares	\$15,872,514	\$ —	\$(6,599,277) <sup>(a)</sup>	\$ 55,114	\$ 4,426	\$ 9,332,777	9,324,385	\$140,916 <sup>(b)</sup>	\$ —
BlackRock Cash Funds: Treasury, SL Agency Shares	7,010,000	1,320,000 <sup>(a)</sup>	—	—	—	8,330,000	8,330,000	5,022	—
				<u>\$ 55,114</u>	<u>\$ 4,426</u>	<u>\$17,662,777</u>		<u>\$145,938</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				
DJ U.S. Real Estate Index	788	12/18/20	\$24,704	\$ 29,936

## Derivative Financial Instruments Categorized by Risk Exposure

As of September 30, 2020, the fair values of derivative financial instruments located in the Statements of Assets and Liabilities were as follows:

Assets — Derivative Financial Instruments	Equity Contracts
Futures contracts	
Unrealized appreciation on futures contracts <sup>(a)</sup>	<u>\$ 29,936</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).

September 30, 2020

For the six months ended September 30, 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>\$2,624,572</u>
<b>Net Change in Unrealized Appreciation (Depreciation) on:</b>	
Futures contracts .....	<u>\$ 95,625</u>

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

Futures contracts:	
Average notional value of contracts — long .....	<u>\$22,706,607</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 September 30, 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 .....	\$3,533,263,916	\$ —	\$ —	\$3,533,263,916
Money Market Funds .....	<u>17,662,777</u>	<u>—</u>	<u>—</u>	<u>17,662,777</u>
	<u>\$3,550,926,693</u>	<u>\$ —</u>	<u>\$ —</u>	<u>\$3,550,926,693</u>
Derivative financial instruments <sup>(a)</sup>				
Assets				
Futures Contracts .....	<u>\$ 29,936</u>	<u>\$ —</u>	<u>\$ —</u>	<u>\$ 29,936</u>

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

See notes to financial statements.



# Schedule of Investments (unaudited)

September 30, 2020

## iShares® U.S. Regional Banks ETF (Percentages shown are based on Net Assets)

Security	Shares	Value
<b>Common Stocks</b>		
<b>Diversified Banks — 13.4%</b>		
U.S. Bancorp. ....	793,645	\$ 28,452,173
<b>Regional Banks — 84.3%</b>		
Bank of Hawaii Corp. ....	23,187	1,171,407
BankUnited Inc. ....	53,390	1,169,775
BOK Financial Corp. ....	17,917	922,905
Cathay General Bancorp. ....	43,345	939,720
CIT Group Inc. ....	57,008	1,009,612
Citizens Financial Group Inc. ....	247,118	6,247,143
Comerica Inc. ....	80,498	3,079,048
Commerce Bancshares Inc. ....	58,116	3,271,350
Cullen/Frost Bankers Inc. ....	32,308	2,066,097
East West Bancorp. Inc. ....	81,916	2,681,930
Fifth Third Bancorp. ....	412,360	8,791,515
First Citizens BancShares Inc./NC, Class A ....	4,183	1,333,457
First Financial Bankshares Inc. ....	82,233	2,295,123
First Hawaiian Inc. ....	75,199	1,088,130
First Horizon National Corp. ....	320,324	3,020,655
First Republic Bank/CA ....	99,650	10,867,829
FNB Corp. ....	187,124	1,268,701
Fulton Financial Corp. ....	93,881	875,910
Glacier Bancorp. Inc. ....	55,238	1,770,378
Hancock Whitney Corp. ....	50,010	940,688
Home BancShares Inc./AR ....	87,996	1,334,019
Huntington Bancshares Inc./OH ....	588,983	5,400,974
International Bancshares Corp. ....	32,254	840,539
Investors Bancorp. Inc. ....	131,706	956,186
KeyCorp. ....	565,066	6,741,237
M&T Bank Corp. ....	74,269	6,839,432
PacWest Bancorp. ....	67,594	1,154,506
People's United Financial Inc. ....	245,930	2,535,538
Pinnacle Financial Partners Inc. ....	43,911	1,562,792
PNC Financial Services Group Inc. (The) ....	245,846	27,020,934
Popular Inc. ....	48,758	1,768,453
Prosperity Bancshares Inc. ....	53,647	2,780,524
Regions Financial Corp. ....	555,899	6,409,515
Signature Bank/New York NY ....	31,011	2,573,603
Sterling Bancorp./DE ....	112,595	1,184,499
SVB Financial Group <sup>(a)</sup> ....	29,968	7,210,900

Security	Shares	Value
<b>Regional Banks (continued)</b>		
Synovus Financial Corp. ....	85,289	\$ 1,805,568
TCF Financial Corp. ....	88,138	2,058,904
Texas Capital Bancshares Inc. <sup>(a)</sup> ....	29,222	909,681
Truist Financial Corp. ....	780,253	29,688,627
Trustmark Corp. ....	36,748	786,775
UMB Financial Corp. ....	25,024	1,226,426
Umpqua Holdings Corp. ....	127,500	1,354,050
United Bankshares Inc./WV ....	75,123	1,612,891
Valley National Bancorp. ....	233,784	1,601,420
Webster Financial Corp. ....	52,218	1,379,077
Western Alliance Bancorp. ....	58,380	1,845,976
Wintrust Financial Corp. ....	33,349	1,335,627
Zions Bancorp NA ....	94,937	2,774,059
		179,504,105
<b>Thriffs &amp; Mortgage Finance — 2.0%</b>		
Capitol Federal Financial Inc. ....	76,053	704,631
New York Community Bancorp. Inc. ....	268,586	2,221,206
TFS Financial Corp. ....	27,524	404,328
Washington Federal Inc. ....	43,847	914,648
		4,244,813
<b>Total Common Stocks — 99.7%</b>		
(Cost: \$320,422,771) ....		212,201,091
<b>Short-Term Investments</b>		
<b>Money Market Funds — 0.1%</b>		
BlackRock Cash Funds: Treasury, SL Agency Shares, 0.04% <sup>(b)(c)</sup> ....	237,000	237,000
<b>Total Short -Term Investments — 0.1%</b>		
(Cost: \$237,000) ....		237,000
<b>Total Investments in Securities — 99.8%</b>		
(Cost: \$320,659,771) ....		212,438,091
<b>Other Assets, Less Liabilities — 0.2%</b>		
		339,521
<b>Net Assets — 100.0%</b>		
		\$ 212,777,612

(a) Non-income producing security.

(b) Affiliate of the Fund.

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

# Schedule of Investments (unaudited) (continued)

September 30, 2020

iShares® U.S. Regional Banks ETF

## Affiliates

Investments in issuers considered to be affiliate(s) of the Fund during the six months ended September 30, 2020, for purposes of Section 2(a)(3) of the Investment Company Act of 1940, as amended, were as follows:

<i>Affiliated Issuer</i>	<i>Value at 03/31/20</i>	<i>Purchases at Cost</i>	<i>Proceeds from Sales</i>	<i>Net Realized Gain (Loss)</i>	<i>Change in Unrealized Appreciation (Depreciation)</i>	<i>Value at 09/30/20</i>	<i>Shares Held at 09/30/20</i>	<i>Income</i>	<i>Capital Gain Distributions from Underlying Funds</i>
BlackRock Cash Funds: Institutional, SL Agency Shares <sup>(a)</sup> .....	\$110,691	\$ —	\$(110,165) <sup>(b)</sup>	\$ (446)	\$ (80)	\$ —	—	\$ 2,277 <sup>(c)</sup>	\$ —
BlackRock Cash Funds: Treasury, SL Agency Shares .....	317,000	—	(80,000) <sup>(b)</sup>	—	—	237,000	237,000	251	—
				<u>\$ (446)</u>	<u>\$ (80)</u>	<u>\$237,000</u>		<u>\$ 2,528</u>	<u>\$ —</u>

<sup>(a)</sup> As of period end, the entity is no longer held.

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

<sup>(c)</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

<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 Select Sector Financial E-Mini Index .....	7	12/18/20	\$ 518	<u>\$ (12,578)</u>

## Derivative Financial Instruments Categorized by Risk Exposure

As of September 30, 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>\$ 12,578</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 September 30, 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>\$ 197,943</u>
<b>Net Change in Unrealized Appreciation (Depreciation) on:</b>	
Futures contracts .....	<u>\$ (44,194)</u>

## Average Quarterly Balances of Outstanding Derivative Financial Instruments

Futures contracts:	
Average notional value of contracts — long .....	<u>\$664,550</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.

September 30, 2020

**Fair Value Measurements (continued)**

The following table summarizes the value of the Fund's investments according to the fair value hierarchy as of September 30, 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 .....	\$212,201,091	\$ —	\$ —	\$212,201,091
Money Market Funds .....	237,000	—	—	237,000
	<u>\$212,438,091</u>	<u>\$ —</u>	<u>\$ —</u>	<u>\$212,438,091</u>
Derivative financial instruments <sup>(a)</sup>				
Liabilities				
Futures Contracts .....	\$ (12,578)	\$ —	\$ —	\$ (12,578)

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

See notes to financial statements.

# Schedule of Investments (unaudited)

September 30, 2020

## iShares® U.S. Telecommunications ETF

(Percentages shown are based on Net Assets)

Security	Shares	Value
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### Common Stocks

#### Alternative Carriers — 13.4%

Anterix Inc. <sup>(a)</sup>	15,736	\$ 514,725
CenturyLink Inc.	1,341,033	13,531,023
GCI Liberty Inc., Class A <sup>(a)</sup>	137,562	11,274,582
Globalstar Inc. <sup>(a)(b)</sup>	875,528	268,612
Iridium Communications Inc. <sup>(a)(b)</sup>	158,334	4,050,184
Liberty Global PLC, Class A <sup>(a)</sup>	193,021	4,055,371
Liberty Global PLC, Class C, NVS <sup>(a)(b)</sup>	503,535	10,340,091
Liberty Latin America Ltd., Class C, NVS <sup>(a)</sup>	205,677	1,674,211
ORBCOMM Inc. <sup>(a)</sup>	105,886	360,012
Vonage Holdings Corp. <sup>(a)(b)</sup>	313,375	3,205,826
		49,274,637

#### Communications Equipment — 29.8%

Acacia Communications Inc. <sup>(a)</sup>	52,195	3,517,943
ADTRAN Inc.	65,129	667,898
Applied Optoelectronics Inc. <sup>(a)</sup>	28,463	320,208
Arista Networks Inc. <sup>(a)</sup>	74,315	15,378,003
CalAmp Corp. <sup>(a)</sup>	46,678	335,615
Ciena Corp. <sup>(a)</sup>	208,592	8,279,016
Cisco Systems Inc.	424,407	16,717,392
CommScope Holding Co. Inc. <sup>(a)</sup>	267,213	2,404,917
Comtech Telecommunications Corp.	33,590	470,260
EchoStar Corp., Class A <sup>(a)(b)</sup>	68,303	1,700,062
Extreme Networks Inc. <sup>(a)</sup>	167,664	674,009
F5 Networks Inc. <sup>(a)</sup>	83,050	10,196,048
Harmonic Inc. <sup>(a)(b)</sup>	132,310	738,290
Inseego Corp. <sup>(a)</sup>	85,496	882,319
Juniper Networks Inc.	450,390	9,683,385
Lumentum Holdings Inc. <sup>(a)(b)</sup>	102,094	7,670,322
Motorola Solutions Inc.	110,904	17,390,856
NETGEAR Inc. <sup>(a)</sup>	40,606	1,251,477
NetScout Systems Inc. <sup>(a)</sup>	98,373	2,147,483
Plantronics Inc.	50,354	596,191
Ribbon Communications Inc. <sup>(a)</sup>	159,663	617,896
Ubiquiti Inc.	10,376	1,729,264
ViaSat Inc. <sup>(a)(b)</sup>	87,064	2,994,131
Viavi Solutions Inc. <sup>(a)(b)</sup>	309,979	3,636,054
		109,999,039

#### Consumer Electronics — 4.3%

Garmin Ltd.	168,395	15,973,950
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Security	Shares	Value
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#### Integrated Telecommunication Services — 46.0%

AT&T Inc.	2,899,858	\$ 82,674,951
ATN International Inc.	14,962	750,195
Cincinnati Bell Inc. <sup>(a)</sup>	67,774	1,016,610
Consolidated Communications Holdings Inc. <sup>(a)</sup>	99,220	564,562
Verizon Communications Inc.	1,418,331	84,376,511
		169,382,829

#### Wireless Telecommunication Services — 6.4%

Shenandoah Telecommunications Co. <sup>(b)</sup>	67,684	3,007,538
Spok Holdings Inc.	23,779	226,138
T-Mobile U.S. Inc. <sup>(a)(b)</sup>	150,455	17,206,034
Telephone and Data Systems Inc.	135,148	2,492,129
U.S. Cellular Corp. <sup>(a)</sup>	20,128	594,380
		23,526,219

#### Total Common Stocks — 99.9%

(Cost: \$409,467,449) 368,156,674

### Short-Term Investments

#### Money Market Funds — 3.6%

BlackRock Cash Funds: Institutional, SL Agency Shares, 0.31% <sup>(c)(d)(e)</sup>	12,948,141	12,959,795
BlackRock Cash Funds: Treasury, SL Agency Shares, 0.04% <sup>(c)(d)</sup>	470,000	470,000
		13,429,795

#### Total Short -Term Investments — 3.6%

(Cost: \$13,424,007) 13,429,795

#### Total Investments in Securities — 103.5%

(Cost: \$422,891,456) 381,586,469

Other Assets, Less Liabilities — (3.5)% (12,981,507)

Net Assets — 100.0% \$ 368,604,962

<sup>(a)</sup> Non-income producing security.

<sup>(b)</sup> All or a portion of this security is on loan.

<sup>(c)</sup> Affiliate of the Fund.

<sup>(d)</sup> Annualized 7-day yield as of period-end.

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

# Schedule of Investments (unaudited) (continued)

September 30, 2020

iShares® U.S. Telecommunications ETF

## Affiliates

Investments in issuers considered to be affiliate(s) of the Fund during the six months ended September 30, 2020, for purposes of Section 2(a)(3) of the Investment Company Act of 1940, as amended, were as follows:

<i>Affiliated Issuer</i>	<i>Value at 03/31/20</i>	<i>Purchases at Cost</i>	<i>Proceeds from Sales</i>	<i>Net Realized Gain (Loss)</i>	<i>Change in Unrealized Appreciation (Depreciation)</i>	<i>Value at 09/30/20</i>	<i>Shares Held at 09/30/20</i>	<i>Income</i>	<i>Capital Gain Distributions from Underlying Funds</i>
BlackRock Cash Funds: Institutional, SL Agency Shares .....	\$25,707,632	\$ —	\$(12,765,687) <sup>(a)</sup>	17,591	\$ 259	\$12,959,795	12,948,141	\$36,761 <sup>(b)</sup>	\$ —
BlackRock Cash Funds: Treasury, SL Agency Shares .....	450,000	20,000 <sup>(a)</sup>	—	—	—	470,000	470,000	267	—
				<u>\$ 17,591</u>	<u>\$ 259</u>	<u>\$13,429,795</u>		<u>\$37,028</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

<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 Communication Services Select Sector E-Mini Index .....	5	12/18/20	\$ 388	<u>\$ (2,778)</u>

## Derivative Financial Instruments Categorized by Risk Exposure

As of September 30, 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>\$ 2,778</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 September 30, 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>\$339,041</u>
<b>Net Change in Unrealized Appreciation (Depreciation) on:</b>	
Futures contracts .....	<u>\$ (11,157)</u>

## Average Quarterly Balances of Outstanding Derivative Financial Instruments

Futures contracts:	
Average notional value of contracts — long .....	<u>\$515,035</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.

# Schedule of Investments (unaudited) (continued)

September 30, 2020

iShares® U.S. Telecommunications ETF

## Fair Value Measurements (continued)

The following table summarizes the value of the Fund's investments according to the fair value hierarchy as of September 30, 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 .....	\$368,156,674	\$ —	\$ —	\$368,156,674
Money Market Funds .....	13,429,795	—	—	13,429,795
	<u>\$381,586,469</u>	<u>\$ —</u>	<u>\$ —</u>	<u>\$381,586,469</u>
Derivative financial instruments <sup>(a)</sup>				
Liabilities				
Futures Contracts.....	\$ (2,778)	\$ —	\$ —	\$ (2,778)

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

See notes to financial statements.

# Statements of Assets and Liabilities (unaudited)

September 30, 2020

	iShares Focused Value Factor ETF	iShares U.S. Aerospace & Defense ETF	iShares U.S. Broker-Dealers & Securities Exchanges ETF	iShares U.S. Healthcare Providers ETF
<b>ASSETS</b>				
Investments in securities, at value (including securities on loan) <sup>(a)</sup> :				
Unaffiliated <sup>(b)</sup> .....	\$ 19,146,024	\$ 2,585,603,772	\$ 98,855,562	\$ 918,448,510
Affiliated <sup>(c)</sup> .....	—	141,358,465	313,034	63,702,135
Cash .....	8,530	2,710	4,191	3,370
Cash pledged:				
Futures contracts .....	—	332,000	8,000	56,000
Receivables:				
Securities lending income — Affiliated .....	4	45,361	83	19,154
Variation margin on futures contracts .....	—	—	941	12,847
Dividends .....	21,734	178,999	22,685	135,800
Total assets .....	<u>\$ 19,176,292</u>	<u>\$ 2,727,521,307</u>	<u>\$ 99,204,496</u>	<u>\$ 982,377,816</u>
<b>LIABILITIES</b>				
Collateral on securities loaned, at value .....	—	136,996,716	172,926	62,617,132
Payables:				
Variation margin on futures contracts .....	—	9,356	—	—
Capital shares redeemed .....	—	—	—	228,635
Investment advisory fees .....	4,076	935,808	34,355	319,791
Total liabilities .....	<u>4,076</u>	<u>137,941,880</u>	<u>207,281</u>	<u>63,165,558</u>
NET ASSETS .....	<u>\$ 19,172,216</u>	<u>\$ 2,589,579,427</u>	<u>\$ 98,997,215</u>	<u>\$ 919,212,258</u>
<b>NET ASSETS CONSIST OF:</b>				
Paid-in capital .....	\$ 29,812,879	\$ 3,736,510,869	\$ 149,901,104	\$ 1,000,797,854
Accumulated loss .....	(10,640,663)	(1,146,931,442)	(50,903,889)	(81,585,596)
NET ASSETS .....	<u>\$ 19,172,216</u>	<u>\$ 2,589,579,427</u>	<u>\$ 98,997,215</u>	<u>\$ 919,212,258</u>
Shares outstanding .....	600,000	16,350,000	1,600,000	4,550,000
Net asset value .....	<u>\$ 31.95</u>	<u>\$ 158.38</u>	<u>\$ 61.87</u>	<u>\$ 202.02</u>
Shares authorized .....	Unlimited	Unlimited	Unlimited	Unlimited
Par value .....	None	None	None	None
<sup>(a)</sup> Securities loaned, at value .....	\$ —	\$ 133,135,366	\$ 170,510	\$ 62,090,971
<sup>(b)</sup> Investments, at cost — Unaffiliated .....	\$ 19,911,550	\$ 3,043,185,773	\$ 114,985,817	\$ 889,015,430
<sup>(c)</sup> Investments, at cost — Affiliated .....	\$ —	\$ 141,272,274	\$ 312,884	\$ 63,661,895

See notes to financial statements.

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

September 30, 2020

	iShares U.S. Home Construction ETF	iShares U.S. Infrastructure ETF	iShares U.S. Insurance ETF	iShares U.S. Medical Devices ETF
<b>ASSETS</b>				
Investments in securities, at value (including securities on loan) <sup>(a)</sup> :				
Unaffiliated <sup>(b)</sup> .....	\$2,436,898,118	\$26,721,612	\$ 63,802,320	\$8,236,390,542
Affiliated <sup>(c)</sup> .....	48,214,472	635,644	229,797	184,494,252
Cash .....	9,657	9,477	7,739	2,651
Cash pledged:				
Futures contracts .....	—	—	24,000	1,321,000
Receivables:				
Securities lending income — Affiliated .....	12,183	278	415	37,218
Variation margin on futures contracts .....	—	—	2,710	284,956
Capital shares sold .....	110,226	6,610	—	—
Dividends .....	826,689	36,846	93,773	8,072,518
Total assets .....	<u>2,486,071,345</u>	<u>27,410,467</u>	<u>64,160,754</u>	<u>8,430,603,137</u>
<b>LIABILITIES</b>				
Collateral on securities loaned, at value .....	47,183,035	605,674	90,500	171,941,998
Payables:				
Investments purchased .....	—	—	22,678	—
Capital shares redeemed .....	57,434	—	—	58,869
Investment advisory fees .....	763,522	7,692	22,142	2,733,219
Total liabilities .....	<u>48,003,991</u>	<u>613,366</u>	<u>135,320</u>	<u>174,734,086</u>
NET ASSETS .....	<u>\$2,438,067,354</u>	<u>\$26,797,101</u>	<u>\$ 64,025,434</u>	<u>\$8,255,869,051</u>
<b>NET ASSETS CONSIST OF:</b>				
Paid-in capital .....	\$2,160,799,760	\$26,721,054	\$ 74,197,203	\$6,831,171,035
Accumulated earnings (loss) .....	277,267,594	76,047	(10,171,769)	1,424,698,016
NET ASSETS .....	<u>\$2,438,067,354</u>	<u>\$26,797,101</u>	<u>\$ 64,025,434</u>	<u>\$8,255,869,051</u>
Shares outstanding .....	<u>43,050,000</u>	<u>1,100,000</u>	<u>1,150,000</u>	<u>27,500,000</u>
Net asset value .....	<u>\$ 56.63</u>	<u>\$ 24.36</u>	<u>\$ 55.67</u>	<u>\$ 300.21</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 .....	\$ 46,935,300	\$ 586,886	\$ 88,944	\$ 169,581,590
<sup>(b)</sup> Investments, at cost — Unaffiliated .....	\$2,155,916,854	\$25,961,650	\$ 69,829,821	\$6,986,034,808
<sup>(c)</sup> Investments, at cost — Affiliated .....	\$ 48,196,383	\$ 635,633	\$ 229,789	\$ 184,284,397

See notes to financial statements.



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

September 30, 2020

	iShares U.S. Oil & Gas Exploration & Production ETF	iShares U.S. Oil Equipment & Services ETF	iShares U.S. Pharmaceuticals ETF	iShares U.S. Real Estate ETF
<b>ASSETS</b>				
Investments in securities, at value (including securities on loan) <sup>(a)</sup> :				
Unaffiliated <sup>(b)</sup> .....	\$ 121,149,411	\$ 47,782,757	\$ 350,323,085	\$ 3,533,263,916
Affiliated <sup>(c)</sup> .....	3,474,028	2,377,618	25,679,505	17,662,777
Cash .....	2,343	8,189	7,245	9,453
Cash pledged:				
Futures contracts .....	58,000	37,000	56,000	2,079,000
Receivables:				
Investments sold .....	—	16,791	—	694,422
Securities lending income — Affiliated .....	1,487	1,607	12,447	8,879
Variation margin on futures contracts .....	—	—	12,850	64,388
Capital shares sold .....	6,019	—	—	161,094
Dividends .....	170,619	193,236	482,894	15,177,759
Total assets .....	<u>124,861,907</u>	<u>50,417,198</u>	<u>376,574,026</u>	<u>3,569,121,688</u>
<b>LIABILITIES</b>				
Collateral on securities loaned, at value .....	3,262,941	2,350,464	25,322,291	9,289,849
Payables:				
Variation margin on futures contracts .....	803	524	—	—
Capital shares redeemed .....	—	20,627	—	528,092
Investment advisory fees .....	55,747	33,163	120,443	1,207,645
Total liabilities .....	<u>3,319,491</u>	<u>2,404,778</u>	<u>25,442,734</u>	<u>11,025,586</u>
NET ASSETS .....	<u>\$ 121,542,416</u>	<u>\$ 48,012,420</u>	<u>\$ 351,131,292</u>	<u>\$ 3,558,096,102</u>
<b>NET ASSETS CONSIST OF:</b>				
Paid-in capital .....	\$ 453,883,921	\$ 355,483,436	\$ 518,827,175	\$ 4,645,241,728
Accumulated loss .....	(332,341,505)	(307,471,016)	(167,695,883)	(1,087,145,626)
NET ASSETS .....	<u>\$ 121,542,416</u>	<u>\$ 48,012,420</u>	<u>\$ 351,131,292</u>	<u>\$ 3,558,096,102</u>
Shares outstanding .....	4,600,000	6,650,000	2,150,000	44,550,000
Net asset value .....	\$ 26.42	\$ 7.22	\$ 163.32	\$ 79.87
Shares authorized .....	Unlimited	Unlimited	Unlimited	Unlimited
Par value .....	None	None	None	None
<sup>(a)</sup> Securities loaned, at value .....	\$ 3,073,238	\$ 2,220,438	\$ 24,771,880	\$ 9,122,722
<sup>(b)</sup> Investments, at cost — Unaffiliated .....	\$ 275,576,517	\$ 83,194,001	\$ 337,998,791	\$ 4,294,768,207
<sup>(c)</sup> Investments, at cost — Affiliated .....	\$ 3,471,818	\$ 2,374,683	\$ 25,668,258	\$ 17,646,662

See notes to financial statements.

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

September 30, 2020

	iShares U.S. Regional Banks ETF	iShares U.S. Telecommunications ETF
<b>ASSETS</b>		
Investments in securities, at value (including securities on loan) <sup>(a)</sup> :		
Unaffiliated <sup>(b)</sup> .....	\$ 212,201,091	\$ 368,156,674
Affiliated <sup>(c)</sup> .....	237,000	13,429,795
Cash .....	19,458	5,897
Cash pledged:		
Futures contracts .....	56,000	40,000
Receivables:		
Investments sold .....	—	954,011
Securities lending income — Affiliated .....	318	4,274
Variation margin on futures contracts .....	6,703	546
Capital shares sold .....	—	20,039
Dividends .....	787,309	72,730
Total assets .....	<u>213,307,879</u>	<u>382,683,966</u>
<b>LIABILITIES</b>		
Collateral on securities loaned, at value .....	—	12,967,036
Payables:		
Investments purchased .....	453,213	987,873
Investment advisory fees .....	77,054	124,095
Total liabilities .....	<u>530,267</u>	<u>14,079,004</u>
NET ASSETS .....	<u>\$ 212,777,612</u>	<u>\$ 368,604,962</u>
<b>NET ASSETS CONSIST OF:</b>		
Paid-in capital .....	\$ 349,424,255	\$ 633,368,207
Accumulated loss .....	(136,646,643)	(264,763,245)
NET ASSETS .....	<u>\$ 212,777,612</u>	<u>\$ 368,604,962</u>
Shares outstanding .....	6,500,000	13,550,000
Net asset value .....	\$ 32.74	\$ 27.20
Shares authorized .....	Unlimited	Unlimited
Par value .....	None	None
<sup>(a)</sup> Securities loaned, at value .....	\$ —	\$ 12,147,309
<sup>(b)</sup> Investments, at cost — Unaffiliated .....	\$ 320,422,771	\$ 409,467,449
<sup>(c)</sup> Investments, at cost — Affiliated .....	\$ 237,000	\$ 13,424,007

See notes to financial statements.

# Statements of Operations (unaudited)

Six Months Ended September 30, 2020

	iShares Focused Value Factor ETF	iShares U.S. Aerospace & Defense ETF	iShares U.S. Broker-Dealers & Securities Exchanges ETF	iShares U.S. Healthcare Providers ETF
<b>INVESTMENT INCOME</b>				
Dividends — Unaffiliated .....	\$ 370,840	\$ 20,299,065	\$ 1,196,517	\$ 4,678,559
Dividends — Affiliated .....	17	2,670	103	1,097
Securities lending income — Affiliated — net .....	4,654	470,787	2,539	135,180
Foreign taxes withheld .....	(1,059)	—	—	—
Total investment income .....	<u>374,452</u>	<u>20,772,522</u>	<u>1,199,159</u>	<u>4,814,836</u>
<b>EXPENSES</b>				
Investment advisory fees .....	24,716	6,242,325	255,820	1,955,211
Miscellaneous .....	—	264	264	264
Total expenses .....	<u>24,716</u>	<u>6,242,589</u>	<u>256,084</u>	<u>1,955,475</u>
Net investment income .....	<u>349,736</u>	<u>14,529,933</u>	<u>943,075</u>	<u>2,859,361</u>
<b>REALIZED AND UNREALIZED GAIN (LOSS)</b>				
Net realized gain (loss) from:				
Investments — Unaffiliated .....	(9,401,408)	(397,934,012)	(1,157,727)	(17,323,209)
Investments — Affiliated .....	826	22,540	1,017	15,354
In-kind redemptions — Unaffiliated .....	—	40,789,484	762,470	33,468,180
Futures contracts .....	—	1,474,508	(2,478)	435,878
Net realized gain (loss) .....	<u>(9,400,582)</u>	<u>(355,647,480)</u>	<u>(396,718)</u>	<u>16,596,203</u>
Net change in unrealized appreciation (depreciation) on:				
Investments — Unaffiliated .....	10,422,876	635,620,834	26,594,326	144,875,409
Investments — Affiliated .....	184	74,814	102	23,004
Futures contracts .....	—	3,314	(2,221)	(101,036)
Net change in unrealized appreciation (depreciation) .....	<u>10,423,060</u>	<u>635,698,962</u>	<u>26,592,207</u>	<u>144,797,377</u>
Net realized and unrealized gain .....	<u>1,022,478</u>	<u>280,051,482</u>	<u>26,195,489</u>	<u>161,393,580</u>
NET INCREASE IN NET ASSETS RESULTING FROM OPERATIONS .....	<u>\$ 1,372,214</u>	<u>\$ 294,581,415</u>	<u>\$27,138,564</u>	<u>\$164,252,941</u>

See notes to financial statements.

# Statements of Operations (unaudited) (continued)

Six Months Ended September 30, 2020

	iShares U.S. Home Construction ETF	iShares U.S. Infrastructure ETF	iShares U.S. Insurance ETF	iShares U.S. Medical Devices ETF
<b>INVESTMENT INCOME</b>				
Dividends — Unaffiliated .....	\$ 6,878,057	\$ 201,326	\$ 791,285	\$ 25,930,780
Dividends — Affiliated .....	764	14	83	9,144
Securities lending income — Affiliated — net .....	82,204	989	2,242	586,314
Total investment income .....	<u>6,961,025</u>	<u>202,329</u>	<u>793,610</u>	<u>26,526,238</u>
<b>EXPENSES</b>				
Investment advisory fees .....	3,197,551	28,911	132,576	14,611,682
Miscellaneous .....	264	264	264	264
Total expenses .....	<u>3,197,815</u>	<u>29,175</u>	<u>132,840</u>	<u>14,611,946</u>
Net investment income .....	<u>3,763,210</u>	<u>173,154</u>	<u>660,770</u>	<u>11,914,292</u>
<b>REALIZED AND UNREALIZED GAIN (LOSS)</b>				
Net realized gain (loss) from:				
Investments — Unaffiliated .....	(27,561,758)	(827,335)	(1,321,376)	(37,722,530)
Investments — Affiliated .....	14,434	103	1,017	167,356
In-kind redemptions — Unaffiliated .....	85,953,962	241,608	(206,738)	283,521,849
Futures contracts .....	—	—	28,837	3,636,639
Net realized gain (loss) .....	<u>58,406,638</u>	<u>(585,624)</u>	<u>(1,498,260)</u>	<u>249,603,314</u>
Net change in unrealized appreciation (depreciation) on:				
Investments — Unaffiliated .....	756,345,381	1,889,246	7,978,820	1,504,148,755
Investments — Affiliated .....	6,678	(38)	(14)	114,888
Futures contracts .....	—	—	(7,244)	(102,199)
Net change in unrealized appreciation (depreciation) .....	<u>756,352,059</u>	<u>1,889,208</u>	<u>7,971,562</u>	<u>1,504,161,444</u>
Net realized and unrealized gain .....	<u>814,758,697</u>	<u>1,303,584</u>	<u>6,473,302</u>	<u>1,753,764,758</u>
NET INCREASE IN NET ASSETS RESULTING FROM OPERATIONS .....	<u>\$818,521,907</u>	<u>\$1,476,738</u>	<u>\$ 7,134,072</u>	<u>\$1,765,679,050</u>

See notes to financial statements.

# Statements of Operations (unaudited) (continued)

Six Months Ended September 30, 2020

	iShares U.S. Oil & Gas Exploration & Production ETF	iShares U.S. Oil Equipment & Services ETF	iShares U.S. Pharmaceuticals ETF	iShares U.S. Real Estate ETF
<b>INVESTMENT INCOME</b>				
Dividends — Unaffiliated .....	\$ 3,465,744	\$ 1,386,138	\$ 2,858,052	\$ 42,694,291
Dividends — Affiliated .....	289	172	600	5,022
Securities lending income — Affiliated — net .....	49,242	86,985	78,923	140,916
Foreign taxes withheld .....	—	(427)	—	—
Total investment income .....	<u>3,515,275</u>	<u>1,472,868</u>	<u>2,937,575</u>	<u>42,840,229</u>
<b>EXPENSES</b>				
Investment advisory fees .....	413,042	244,341	737,093	6,841,720
Miscellaneous .....	264	264	264	264
Total expenses .....	<u>413,306</u>	<u>244,605</u>	<u>737,357</u>	<u>6,841,984</u>
Net investment income .....	<u>3,101,969</u>	<u>1,228,263</u>	<u>2,200,218</u>	<u>35,998,245</u>
<b>REALIZED AND UNREALIZED GAIN (LOSS)</b>				
Net realized gain (loss) from:				
Investments — Unaffiliated .....	(53,398,810)	(55,818,784)	(13,034,175)	(262,406,921)
Investments — Affiliated .....	4,973	118	1,353	55,114
In-kind redemptions — Unaffiliated .....	965,263	25,167,564	8,072,302	15,195,839
Futures contracts .....	58,442	42,109	102,718	2,624,572
Net realized loss .....	<u>(52,370,132)</u>	<u>(30,608,993)</u>	<u>(4,857,802)</u>	<u>(244,531,396)</u>
Net change in unrealized appreciation (depreciation) on:				
Investments — Unaffiliated .....	54,092,246	53,215,113	67,884,000	673,959,554
Investments — Affiliated .....	1,264	2,227	5,521	4,426
Futures contracts .....	(29,878)	(27,390)	(73,194)	95,625
Net change in unrealized appreciation (depreciation) .....	<u>54,063,632</u>	<u>53,189,950</u>	<u>67,816,327</u>	<u>674,059,605</u>
Net realized and unrealized gain .....	<u>1,693,500</u>	<u>22,580,957</u>	<u>62,958,525</u>	<u>429,528,209</u>
NET INCREASE IN NET ASSETS RESULTING FROM OPERATIONS .....	<u>\$ 4,795,469</u>	<u>\$ 23,809,220</u>	<u>\$ 65,158,743</u>	<u>\$ 465,526,454</u>

See notes to financial statements.

# Statements of Operations (unaudited) (continued)

Six Months Ended September 30, 2020

	iShares U.S. Regional Banks ETF	iShares U.S. Telecommunications ETF
<b>INVESTMENT INCOME</b>		
Dividends — Unaffiliated .....	\$ 4,791,959	\$ 5,476,404
Dividends — Affiliated .....	251	267
Securities lending income — Affiliated — net .....	2,277	36,761
Foreign taxes withheld .....	(4,330)	—
Total investment income .....	<u>4,790,157</u>	<u>5,513,432</u>
<b>EXPENSES</b>		
Investment advisory fees .....	478,009	744,458
Miscellaneous .....	264	264
Total expenses .....	<u>478,273</u>	<u>744,722</u>
Net investment income .....	<u>4,311,884</u>	<u>4,768,710</u>
<b>REALIZED AND UNREALIZED GAIN (LOSS)</b>		
Net realized gain (loss) from:		
Investments — Unaffiliated .....	(6,785,434)	(23,155,722)
Investments — Affiliated .....	(446)	17,591
In-kind redemptions — Unaffiliated .....	(5,720,031)	11,070,120
Futures contracts .....	197,943	339,041
Net realized loss .....	<u>(12,307,968)</u>	<u>(11,728,970)</u>
Net change in unrealized appreciation (depreciation) on:		
Investments — Unaffiliated .....	35,334,281	36,114,467
Investments — Affiliated .....	(80)	259
Futures contracts .....	(44,194)	(11,157)
Net change in unrealized appreciation (depreciation) .....	<u>35,290,007</u>	<u>36,103,569</u>
Net realized and unrealized gain .....	<u>22,982,039</u>	<u>24,374,599</u>
NET INCREASE IN NET ASSETS RESULTING FROM OPERATIONS .....	<u>\$ 27,293,923</u>	<u>\$ 29,143,309</u>

See notes to financial statements.

# Statements of Changes in Net Assets

	iShares Focused Value Factor ETF		iShares U.S. Aerospace & Defense ETF	
	Six Months Ended 09/30/20 (unaudited)	Year Ended 03/31/20	Six Months Ended 09/30/20 (unaudited)	Year Ended 03/31/20
<b>INCREASE (DECREASE) IN NET ASSETS</b>				
<b>OPERATIONS</b>				
Net investment income .....	\$ 349,736	\$ 832,369	\$ 14,529,933	\$ 81,215,346
Net realized gain (loss) .....	(9,400,582)	(432,465)	(355,647,480)	109,238,230
Net change in unrealized appreciation (depreciation) .....	10,423,060	(10,638,834)	635,698,962	(1,414,745,761)
Net increase (decrease) in net assets resulting from operations .....	1,372,214	(10,238,930)	294,581,415	(1,224,292,185)
<b>DISTRIBUTIONS TO SHAREHOLDERS<sup>(a)</sup></b>				
Decrease in net assets resulting from distributions to shareholders .....	(340,913)	(886,738)	(14,703,578)	(84,797,489)
<b>CAPITAL SHARE TRANSACTIONS</b>				
Net decrease in net assets derived from capital share transactions .....	—	(2,340,510)	(524,701,762)	(876,138,639)
<b>NET ASSETS</b>				
Total increase (decrease) in net assets .....	1,031,301	(13,466,178)	(244,823,925)	(2,185,228,313)
Beginning of period .....	18,140,915	31,607,093	2,834,403,352	5,019,631,665
End of period .....	\$19,172,216	\$ 18,140,915	\$2,589,579,427	\$ 2,834,403,352

<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. Broker-Dealers & Securities Exchanges ETF		iShares U.S. Healthcare Providers ETF	
	Six Months Ended 09/30/20 (unaudited)	Year Ended 03/31/20	Six Months Ended 09/30/20 (unaudited)	Year Ended 03/31/20
<b>INCREASE (DECREASE) IN NET ASSETS</b>				
<b>OPERATIONS</b>				
Net investment income.....	\$ 943,075	\$ 3,738,366	\$ 2,859,361	\$ 6,024,680
Net realized gain (loss).....	(396,718)	(9,305,911)	16,596,203	13,349,638
Net change in unrealized appreciation (depreciation) .....	26,592,207	(15,164,462)	144,797,377	(29,986,685)
Net increase (decrease) in net assets resulting from operations.....	27,138,564	(20,732,007)	164,252,941	(10,612,367)
<b>DISTRIBUTIONS TO SHAREHOLDERS<sup>(a)</sup></b>				
Decrease in net assets resulting from distributions to shareholders.....	(1,039,372)	(3,658,799)	(3,152,914)	(6,589,181)
<b>CAPITAL SHARE TRANSACTIONS</b>				
Net increase (decrease) in net assets derived from capital share transactions .....	(68,187,530)	(52,164,741)	(26,088,470)	3,493,153
<b>NET ASSETS</b>				
Total increase (decrease) in net assets .....	(42,088,338)	(76,555,547)	135,011,557	(13,708,395)
Beginning of period.....	141,085,553	217,641,100	784,200,701	797,909,096
End of period.....	\$ 98,997,215	\$141,085,553	\$919,212,258	\$784,200,701

<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. Home Construction ETF		iShares U.S. Infrastructure ETF	
	Six Months Ended 09/30/20 (unaudited)	Year Ended 03/31/20	Six Months Ended 09/30/20 (unaudited)	Year Ended 03/31/20
<b>INCREASE (DECREASE) IN NET ASSETS</b>				
<b>OPERATIONS</b>				
Net investment income .....	\$ 3,763,210	\$ 6,602,053	\$ 173,154	\$ 118,869
Net realized gain (loss) .....	58,406,638	23,568,879	(585,624)	(59,602)
Net change in unrealized appreciation (depreciation) .....	756,352,059	(288,252,650)	1,889,208	(1,428,430)
Net increase (decrease) in net assets resulting from operations .....	818,521,907	(258,081,718)	1,476,738	(1,369,163)
<b>DISTRIBUTIONS TO SHAREHOLDERS<sup>(a)</sup></b>				
From net investment income .....	(3,825,560)	(6,569,106)	(159,910)	(118,715)
Return of capital .....	—	—	—	(14,204)
Decrease in net assets resulting from distributions to shareholders .....	(3,825,560)	(6,569,106)	(159,910)	(132,919)
<b>CAPITAL SHARE TRANSACTIONS</b>				
Net increase (decrease) in net assets derived from capital share transactions .....	915,731,322	(175,366,107)	20,412,183	1,308,263
<b>NET ASSETS</b>				
Total increase (decrease) in net assets .....	1,730,427,669	(440,016,931)	21,729,011	(193,819)
Beginning of period .....	707,639,685	1,147,656,616	5,068,090	5,261,909
End of period .....	\$2,438,067,354	\$ 707,639,685	\$26,797,101	\$ 5,068,090

<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. Insurance ETF		iShares U.S. Medical Devices ETF	
	Six Months Ended 09/30/20 (unaudited)	Year Ended 03/31/20	Six Months Ended 09/30/20 (unaudited)	Year Ended 03/31/20
<b>INCREASE (DECREASE) IN NET ASSETS</b>				
<b>OPERATIONS</b>				
Net investment income .....	\$ 660,770	\$ 1,970,351	\$ 11,914,292	\$ 16,366,543
Net realized gain (loss) .....	(1,498,260)	2,454,215	249,603,314	386,292,194
Net change in unrealized appreciation (depreciation) .....	<u>7,971,562</u>	<u>(19,077,696)</u>	<u>1,504,161,444</u>	<u>(576,646,130)</u>
Net increase (decrease) in net assets resulting from operations .....	<u>7,134,072</u>	<u>(14,653,130)</u>	<u>1,765,679,050</u>	<u>(173,987,393)</u>
<b>DISTRIBUTIONS TO SHAREHOLDERS<sup>(a)</sup></b>				
Decrease in net assets resulting from distributions to shareholders .....	<u>(666,247)</u>	<u>(2,042,667)</u>	<u>(10,063,370)</u>	<u>(15,429,791)</u>
<b>CAPITAL SHARE TRANSACTIONS</b>				
Net increase (decrease) in net assets derived from capital share transactions .....	<u>(4,648,119)</u>	<u>(19,735,135)</u>	<u>2,355,394,246</u>	<u>677,542,405</u>
<b>NET ASSETS</b>				
Total increase (decrease) in net assets .....	1,819,706	(36,430,932)	4,111,009,926	488,125,221
Beginning of period .....	<u>62,205,728</u>	<u>98,636,660</u>	<u>4,144,859,125</u>	<u>3,656,733,904</u>
End of period .....	<u>\$64,025,434</u>	<u>\$ 62,205,728</u>	<u>\$8,255,869,051</u>	<u>\$4,144,859,125</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. Oil & Gas Exploration & Production ETF		iShares U.S. Oil Equipment & Services ETF	
	Six Months Ended 09/30/20 (unaudited)	Year Ended 03/31/20	Six Months Ended 09/30/20 (unaudited)	Year Ended 03/31/20
<b>INCREASE (DECREASE) IN NET ASSETS</b>				
<b>OPERATIONS</b>				
Net investment income.....	\$ 3,101,969	\$ 4,070,586	\$ 1,228,263	\$ 2,322,858
Net realized loss.....	(52,370,132)	(41,687,293)	(30,608,993)	(70,893,405)
Net change in unrealized appreciation (depreciation) .....	<u>54,063,632</u>	<u>(101,502,258)</u>	<u>53,189,950</u>	<u>(16,271,815)</u>
Net increase (decrease) in net assets resulting from operations.....	<u>4,795,469</u>	<u>(139,118,965)</u>	<u>23,809,220</u>	<u>(84,842,362)</u>
<b>DISTRIBUTIONS TO SHAREHOLDERS<sup>(a)</sup></b>				
Decrease in net assets resulting from distributions to shareholders.....	<u>(3,076,145)</u>	<u>(4,636,142)</u>	<u>(1,268,360)</u>	<u>(2,287,708)</u>
<b>CAPITAL SHARE TRANSACTIONS</b>				
Net increase (decrease) in net assets derived from capital share transactions .....	<u>29,654,331</u>	<u>(42,525,842)</u>	<u>(197,167)</u>	<u>(42,439,650)</u>
<b>NET ASSETS<sup>(a)</sup></b>				
Total increase (decrease) in net assets .....	31,373,655	(186,280,949)	22,343,693	(129,569,720)
Beginning of period.....	<u>90,168,761</u>	<u>276,449,710</u>	<u>25,668,727</u>	<u>155,238,447</u>
End of period.....	<u>\$121,542,416</u>	<u>\$ 90,168,761</u>	<u>\$ 48,012,420</u>	<u>\$ 25,668,727</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. Pharmaceuticals ETF		iShares U.S. Real Estate ETF	
	Six Months Ended 09/30/20 (unaudited)	Year Ended 03/31/20	Six Months Ended 09/30/20 (unaudited)	Year Ended 03/31/20
<b>INCREASE (DECREASE) IN NET ASSETS</b>				
<b>OPERATIONS</b>				
Net investment income.....	\$ 2,200,218	\$ 4,885,667	\$ 35,998,245	\$ 106,092,992
Net realized gain (loss).....	(4,857,802)	9,942,498	(244,531,396)	508,188,551
Net change in unrealized appreciation (depreciation) .....	67,816,327	(49,495,781)	674,059,605	(1,210,119,563)
Net increase (decrease) in net assets resulting from operations.....	65,158,743	(34,667,616)	465,526,454	(595,838,020)
<b>DISTRIBUTIONS TO SHAREHOLDERS<sup>(a)</sup></b>				
Decrease in net assets resulting from distributions to shareholders.....	(2,230,271)	(4,902,342)	(42,206,457)	(140,400,588)
<b>CAPITAL SHARE TRANSACTIONS</b>				
Net increase (decrease) in net assets derived from capital share transactions .....	11,799,246	(69,140,296)	67,678,320	(794,268,827)
<b>NET ASSETS</b>				
Total increase (decrease) in net assets .....	74,727,718	(108,710,254)	490,998,317	(1,530,507,435)
Beginning of period.....	276,403,574	385,113,828	3,067,097,785	4,597,605,220
End of period.....	\$351,131,292	\$ 276,403,574	\$3,558,096,102	\$ 3,067,097,785

<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. Regional Banks ETF		iShares U.S. Telecommunications ETF	
	Six Months Ended 09/30/20 (unaudited)	Year Ended 03/31/20	Six Months Ended 09/30/20 (unaudited)	Year Ended 03/31/20
<b>INCREASE (DECREASE) IN NET ASSETS</b>				
<b>OPERATIONS</b>				
Net investment income .....	\$ 4,311,884	\$ 10,867,181	\$ 4,768,710	\$ 10,048,913
Net realized gain (loss) .....	(12,307,968)	(10,789,970)	(11,728,970)	16,874,423
Net change in unrealized appreciation (depreciation) .....	35,290,007	(79,981,534)	36,103,569	(80,288,889)
Net increase (decrease) in net assets resulting from operations .....	<u>27,293,923</u>	<u>(79,904,323)</u>	<u>29,143,309</u>	<u>(53,365,553)</u>
<b>DISTRIBUTIONS TO SHAREHOLDERS<sup>(a)</sup></b>				
Decrease in net assets resulting from distributions to shareholders .....	<u>(4,506,727)</u>	<u>(11,196,908)</u>	<u>(4,853,219)</u>	<u>(9,996,669)</u>
<b>CAPITAL SHARE TRANSACTIONS</b>				
Net increase (decrease) in net assets derived from capital share transactions .....	<u>(7,191,891)</u>	<u>(230,804,722)</u>	<u>51,935,939</u>	<u>(108,015,033)</u>
<b>NET ASSETS<sup>(a)</sup></b>				
Total increase (decrease) in net assets .....	15,595,305	(321,905,953)	76,226,029	(171,377,255)
Beginning of period .....	<u>197,182,307</u>	<u>519,088,260</u>	<u>292,378,933</u>	<u>463,756,188</u>
End of period .....	<u>\$212,777,612</u>	<u>\$ 197,182,307</u>	<u>\$368,604,962</u>	<u>\$ 292,378,933</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 Focused Value Factor ETF		
	Six Months Ended 09/30/20 (unaudited)	Year Ended 03/31/20	Period From 03/19/19 <sup>(a)</sup> to 03/31/19
<b>Net asset value, beginning of period</b> .....	<u>\$ 30.23</u>	<u>\$ 48.63</u>	<u>\$ 49.43</u>
Net investment income <sup>(b)</sup> .....	0.58	1.33	0.04
Net realized and unrealized gain (loss) <sup>(c)</sup> .....	<u>1.71</u>	<u>(18.31)</u>	<u>(0.84)</u>
Net increase (decrease) from investment operations .....	<u>2.29</u>	<u>(16.98)</u>	<u>(0.80)</u>
<b>Distributions<sup>(d)</sup></b>			
From net investment income .....	<u>(0.57)</u>	<u>(1.42)</u>	<u>—</u>
Total distributions .....	<u>(0.57)</u>	<u>(1.42)</u>	<u>—</u>
<b>Net asset value, end of period</b> .....	<u>\$ 31.95</u>	<u>\$ 30.23</u>	<u>\$ 48.63</u>
<b>Total Return</b>			
Based on net asset value .....	<u>7.54%<sup>(e)</sup></u>	<u>(35.71)%</u>	<u>(1.62)%<sup>(e)</sup></u>
<b>Ratios to Average Net Assets</b>			
Total expenses .....	<u>0.25%<sup>(f)</sup></u>	<u>0.25%</u>	<u>0.25%<sup>(f)</sup></u>
Net investment income .....	<u>3.54%<sup>(f)</sup></u>	<u>2.76%</u>	<u>2.36%<sup>(f)</sup></u>
<b>Supplemental Data</b>			
Net assets, end of period (000) .....	<u>\$19,172</u>	<u>\$18,141</u>	<u>\$31,607</u>
Portfolio turnover rate <sup>(g)</sup> .....	<u>85%<sup>(e)</sup></u>	<u>149%</u>	<u>0%<sup>(e)</sup></u>

<sup>(a)</sup> Commencement of operations.

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

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

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

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

<sup>(g)</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. Aerospace & Defense ETF						
	Six Months Ended 09/30/20 (unaudited)	Year Ended 03/31/20	Year Ended 03/31/19	Year Ended 03/31/18	Year Ended 03/31/17	Period From 05/01/15 to 03/31/16 <sup>(a)</sup>	Year Ended 04/30/15
<b>Net asset value, beginning of period</b> .....	<u>\$ 143.88</u>	<u>\$ 199.59</u>	<u>\$ 197.93</u>	<u>\$ 148.79</u>	<u>\$ 116.90</u>	<u>\$ 120.15</u>	<u>\$ 108.61</u>
Net investment income <sup>(b)</sup> .....	0.80	3.37	1.78	1.55	1.71	1.05	1.46
Net realized and unrealized gain (loss) <sup>(c)</sup> .....	<u>14.53</u>	<u>(55.46)</u>	<u>2.00</u>	<u>49.41</u>	<u>31.69</u>	<u>(3.26)</u>	<u>11.76</u>
Net increase (decrease) from investment operations .....	<u>15.33</u>	<u>(52.09)</u>	<u>3.78</u>	<u>50.96</u>	<u>33.40</u>	<u>(2.21)</u>	<u>13.22</u>
<b>Distributions</b> <sup>(d)</sup>							
From net investment income .....	(0.83)	(3.62)	(1.83)	(1.82)	(1.51)	(1.04)	(1.68)
From net realized gain .....	<u>—</u>	<u>—</u>	<u>(0.29)</u>	<u>—</u>	<u>—</u>	<u>—</u>	<u>—</u>
Total distributions .....	<u>(0.83)</u>	<u>(3.62)</u>	<u>(2.12)</u>	<u>(1.82)</u>	<u>(1.51)</u>	<u>(1.04)</u>	<u>(1.68)</u>
<b>Net asset value, end of period</b> .....	<u>\$ 158.38</u>	<u>\$ 143.88</u>	<u>\$ 199.59</u>	<u>\$ 197.93</u>	<u>\$ 148.79</u>	<u>\$ 116.90</u>	<u>\$ 120.15</u>
<b>Total Return</b>							
Based on net asset value .....	<u>10.63% <sup>(e)</sup></u>	<u>(26.58)%</u>	<u>1.91%</u>	<u>34.40%</u>	<u>28.70%</u>	<u>(1.84)% <sup>(e)</sup></u>	<u>12.28%</u>
<b>Ratios to Average Net Assets</b>							
Total expenses .....	<u>0.42% <sup>(f)</sup></u>	<u>0.42%</u>	<u>0.42%</u>	<u>0.43%</u>	<u>0.44%</u>	<u>0.44% <sup>(f)</sup></u>	<u>0.43%</u>
Net investment income .....	<u>0.99% <sup>(f)</sup></u>	<u>1.57%</u>	<u>0.90%</u>	<u>0.87%</u>	<u>1.24%</u>	<u>0.99% <sup>(f)</sup></u>	<u>1.29%</u>
<b>Supplemental Data</b>							
Net assets, end of period (000) .....	<u>\$2,589,579</u>	<u>\$2,834,403</u>	<u>\$5,019,632</u>	<u>\$5,749,730</u>	<u>\$2,574,090</u>	<u>\$637,129</u>	<u>\$546,702</u>
Portfolio turnover rate <sup>(g)</sup> .....	<u>33% <sup>(e)</sup></u>	<u>20%</u>	<u>38%</u>	<u>14%</u>	<u>14%</u>	<u>17% <sup>(e)</sup></u>	<u>15%</u>

<sup>(a)</sup> The Fund's fiscal year-end changed from April 30 to March 31.

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

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

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

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

<sup>(g)</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. Broker-Dealers & Securities Exchanges ETF						
	Six Months Ended 09/30/20 (unaudited)	Year Ended 03/31/20	Year Ended 03/31/19	Year Ended 03/31/18	Year Ended 03/31/17	Period From 05/01/15 to 03/31/16 <sup>(a)</sup>	Year Ended 04/30/15
<b>Net asset value, beginning of period</b> .....	<u>\$ 51.30</u>	<u>\$ 58.82</u>	<u>\$ 65.50</u>	<u>\$ 51.31</u>	<u>\$ 37.44</u>	<u>\$ 42.46</u>	<u>\$ 37.45</u>
Net investment income <sup>(b)</sup> .....	0.47	1.03	0.88	0.83	0.83	0.58	0.46
Net realized and unrealized gain (loss) <sup>(c)</sup> .....	10.71	(7.46)	(6.51)	14.15	13.77	(4.89)	5.02
Net increase (decrease) from investment operations .....	<u>11.18</u>	<u>(6.43)</u>	<u>(5.63)</u>	<u>14.98</u>	<u>14.60</u>	<u>(4.31)</u>	<u>5.48</u>
<b>Distributions</b> <sup>(d)</sup>							
From net investment income .....	(0.61)	(1.09)	(1.05)	(0.79)	(0.73)	(0.71)	(0.47)
Total distributions .....	<u>(0.61)</u>	<u>(1.09)</u>	<u>(1.05)</u>	<u>(0.79)</u>	<u>(0.73)</u>	<u>(0.71)</u>	<u>(0.47)</u>
<b>Net asset value, end of period</b> .....	<u>\$ 61.87</u>	<u>\$ 51.30</u>	<u>\$ 58.82</u>	<u>\$ 65.50</u>	<u>\$ 51.31</u>	<u>\$ 37.44</u>	<u>\$ 42.46</u>
<b>Total Return</b>							
Based on net asset value .....	<u>21.83%</u> <sup>(e)</sup>	<u>(11.15)%</u>	<u>(8.63)%</u>	<u>29.39%</u>	<u>39.27%</u>	<u>(10.23)%</u> <sup>(e)</sup>	<u>14.68%</u>
<b>Ratios to Average Net Assets</b>							
Total expenses .....	<u>0.43%</u> <sup>(f)</sup>	<u>0.42%</u>	<u>0.42%</u>	<u>0.43%</u>	<u>0.44%</u>	<u>0.44%</u> <sup>(f)</sup>	<u>0.43%</u>
Net investment income .....	<u>1.57%</u> <sup>(f)</sup>	<u>1.60%</u>	<u>1.38%</u>	<u>1.44%</u>	<u>1.83%</u>	<u>1.53%</u> <sup>(f)</sup>	<u>1.14%</u>
<b>Supplemental Data</b>							
Net assets, end of period (000) .....	<u>\$98,997</u>	<u>\$141,086</u>	<u>\$217,641</u>	<u>\$347,155</u>	<u>\$171,887</u>	<u>\$112,313</u>	<u>\$297,222</u>
Portfolio turnover rate <sup>(g)</sup> .....	<u>15%</u> <sup>(e)</sup>	<u>15%</u>	<u>27%</u>	<u>13%</u>	<u>17%</u>	<u>26%</u> <sup>(e)</sup>	<u>19%</u>

<sup>(a)</sup> The Fund's fiscal year-end changed from April 30 to March 31.

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

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

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

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

<sup>(g)</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. Healthcare Providers ETF							
	Six Months Ended 09/30/20 (unaudited)	Year Ended 03/31/20	Year Ended 03/31/19	Year Ended 03/31/18	Year Ended 03/31/17	Period From 05/01/15 to 03/31/16 <sup>(a)</sup>	Year Ended 04/30/15
<b>Net asset value, beginning of period</b> .....	<u>\$ 166.85</u>	<u>\$ 167.98</u>	<u>\$ 157.08</u>	<u>\$ 134.12</u>	<u>\$ 121.98</u>	<u>\$ 128.59</u>	<u>\$ 94.83</u>
Net investment income <sup>(b)</sup> .....	0.61	1.25	0.54	0.35	0.31	0.24	0.21
Net realized and unrealized gain (loss) <sup>(c)</sup> .....	<u>35.24</u>	<u>(1.04)</u>	<u>16.99</u>	<u>22.97</u>	<u>12.14</u>	<u>(6.58)</u>	<u>33.76</u>
Net increase (decrease) from investment operations .....	<u>35.85</u>	<u>0.21</u>	<u>17.53</u>	<u>23.32</u>	<u>12.45</u>	<u>(6.34)</u>	<u>33.97</u>
<b>Distributions <sup>(d)</sup></b>							
From net investment income .....	<u>(0.68)</u>	<u>(1.34)</u>	<u>(6.63)</u>	<u>(0.36)</u>	<u>(0.31)</u>	<u>(0.27)</u>	<u>(0.21)</u>
Total distributions .....	<u>(0.68)</u>	<u>(1.34)</u>	<u>(6.63)</u>	<u>(0.36)</u>	<u>(0.31)</u>	<u>(0.27)</u>	<u>(0.21)</u>
<b>Net asset value, end of period</b> .....	<u>\$ 202.02</u>	<u>\$ 166.85</u>	<u>\$ 167.98</u>	<u>\$ 157.08</u>	<u>\$ 134.12</u>	<u>\$ 121.98</u>	<u>\$ 128.59</u>
<b>Total Return</b>							
Based on net asset value .....	<u>21.51% <sup>(e)</sup></u>	<u>0.10%</u>	<u>11.25%</u>	<u>17.40%</u>	<u>10.23%</u>	<u>(4.94)% <sup>(e)</sup></u>	<u>35.85%</u>
<b>Ratios to Average Net Assets</b>							
Total expenses .....	<u>0.42% <sup>(f)</sup></u>	<u>0.42%</u>	<u>0.43%</u>	<u>0.43%</u>	<u>0.44%</u>	<u>0.44% <sup>(f)</sup></u>	<u>0.43%</u>
Net investment income .....	<u>0.62% <sup>(f)</sup></u>	<u>0.70%</u>	<u>0.29%</u>	<u>0.24%</u>	<u>0.25%</u>	<u>0.20% <sup>(f)</sup></u>	<u>0.18%</u>
<b>Supplemental Data</b>							
Net assets, end of period (000) .....	<u>\$919,212</u>	<u>\$784,201</u>	<u>\$797,909</u>	<u>\$471,251</u>	<u>\$529,775</u>	<u>\$676,989</u>	<u>\$822,992</u>
Portfolio turnover rate <sup>(g)</sup> .....	<u>14% <sup>(e)</sup></u>	<u>30%</u>	<u>48%</u>	<u>20%</u>	<u>12%</u>	<u>16% <sup>(e)</sup></u>	<u>12%</u>

<sup>(a)</sup> The Fund's fiscal year-end changed from April 30 to March 31.

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

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

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

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

<sup>(g)</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. Home Construction ETF						
	Six Months Ended 09/30/20 (unaudited)	Year Ended 03/31/20	Year Ended 03/31/19	Year Ended 03/31/18	Year Ended 03/31/17	Period From 05/01/15 to 03/31/16 <sup>(a)</sup>	Year Ended 04/30/15
<b>Net asset value, beginning of period</b> .....	<u>\$ 28.94</u>	<u>\$ 35.26</u>	<u>\$ 39.24</u>	<u>\$ 31.97</u>	<u>\$ 27.09</u>	<u>\$ 25.90</u>	<u>\$ 23.36</u>
Net investment income <sup>(b)</sup> .....	<u>0.12</u>	<u>0.23</u>	<u>0.19</u>	<u>0.13</u>	<u>0.11</u>	<u>0.10</u>	<u>0.09</u>
Net realized and unrealized gain (loss) <sup>(c)</sup> .....	<u>27.67</u>	<u>(6.31)</u>	<u>(3.97)</u>	<u>7.28</u>	<u>4.89</u>	<u>1.19</u>	<u>2.54</u>
Net increase (decrease) from investment operations .....	<u>27.79</u>	<u>(6.08)</u>	<u>(3.78)</u>	<u>7.41</u>	<u>5.00</u>	<u>1.29</u>	<u>2.63</u>
<b>Distributions <sup>(d)</sup></b>							
From net investment income .....	<u>(0.10)</u>	<u>(0.24)</u>	<u>(0.20)</u>	<u>(0.14)</u>	<u>(0.12)</u>	<u>(0.10)</u>	<u>(0.09)</u>
Total distributions .....	<u>(0.10)</u>	<u>(0.24)</u>	<u>(0.20)</u>	<u>(0.14)</u>	<u>(0.12)</u>	<u>(0.10)</u>	<u>(0.09)</u>
<b>Net asset value, end of period</b> .....	<u>\$ 56.63</u>	<u>\$ 28.94</u>	<u>\$ 35.26</u>	<u>\$ 39.24</u>	<u>\$ 31.97</u>	<u>\$ 27.09</u>	<u>\$ 25.90</u>
<b>Total Return</b>							
Based on net asset value .....	<u>96.10% <sup>(e)</sup></u>	<u>(17.40)%</u>	<u>(9.60)%</u>	<u>23.19%</u>	<u>18.50%</u>	<u>5.00% <sup>(e)</sup></u>	<u>11.28%</u>
<b>Ratios to Average Net Assets</b>							
Total expenses .....	<u>0.42% <sup>(f)</sup></u>	<u>0.42%</u>	<u>0.42%</u>	<u>0.43%</u>	<u>0.44%</u>	<u>0.44% <sup>(f)</sup></u>	<u>0.43%</u>
Net investment income .....	<u>0.50% <sup>(f)</sup></u>	<u>0.55%</u>	<u>0.53%</u>	<u>0.34%</u>	<u>0.41%</u>	<u>0.39% <sup>(f)</sup></u>	<u>0.38%</u>
<b>Supplemental Data</b>							
Net assets, end of period (000) .....	<u>\$2,438,067</u>	<u>\$707,640</u>	<u>\$1,147,657</u>	<u>\$1,618,817</u>	<u>\$1,426,069</u>	<u>\$1,476,333</u>	<u>\$2,011,455</u>
Portfolio turnover rate <sup>(g)</sup> .....	<u>10% <sup>(e)</sup></u>	<u>15%</u>	<u>17%</u>	<u>18%</u>	<u>12%</u>	<u>14% <sup>(e)</sup></u>	<u>13%</u>

<sup>(a)</sup> The Fund's fiscal year-end changed from April 30 to March 31.

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

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

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

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

<sup>(g)</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. Infrastructure ETF		
	Six Months Ended 09/30/20 (unaudited)	Year Ended 03/31/20	Period From 04/03/18 <sup>(a)</sup> to 03/31/19
<b>Net asset value, beginning of period</b> .....	<u>\$ 20.27</u>	<u>\$ 26.31</u>	<u>\$25.31</u>
Net investment income <sup>(b)</sup> .....	0.29	0.49	0.43
Net realized and unrealized gain (loss) <sup>(c)</sup> .....	<u>4.01</u>	<u>(6.00)</u>	<u>1.24</u>
Net increase (decrease) from investment operations .....	<u>4.30</u>	<u>(5.51)</u>	<u>1.67</u>
<b>Distributions<sup>(d)</sup></b>			
From net investment income .....	(0.21)	(0.47)	(0.34)
From net realized gain .....	—	—	(0.33)
Return of capital .....	<u>—</u>	<u>(0.06)</u>	<u>(0.00)<sup>(e)</sup></u>
Total distributions .....	<u>(0.21)</u>	<u>(0.53)</u>	<u>(0.67)</u>
<b>Net asset value, end of period</b> .....	<u>\$ 24.36</u>	<u>\$ 20.27</u>	<u>\$26.31</u>
<b>Total Return</b>			
Based on net asset value .....	<u>21.27%<sup>(f)</sup></u>	<u>(21.26)%</u>	<u>6.78%<sup>(f)</sup></u>
<b>Ratios to Average Net Assets</b>			
Total expenses .....	<u>0.40%<sup>(g)</sup></u>	<u>0.40%</u>	<u>0.40%<sup>(g)</sup></u>
Net investment income .....	<u>2.40%<sup>(g)</sup></u>	<u>1.84%</u>	<u>1.67%<sup>(g)</sup></u>
<b>Supplemental Data</b>			
Net assets, end of period (000) .....	<u>\$26,797</u>	<u>\$ 5,068</u>	<u>\$5,262</u>
Portfolio turnover rate <sup>(h)</sup> .....	<u>28%<sup>(f)</sup></u>	<u>23%</u>	<u>43%<sup>(f)</sup></u>

<sup>(a)</sup> Commencement of operations.

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

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

<sup>(e)</sup> Rounds to less than \$0.01.

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

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

<sup>(h)</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. Insurance ETF							
	Six Months Ended 09/30/20 (unaudited)	Year Ended 03/31/20	Year Ended 03/31/19	Year Ended 03/31/18	Year Ended 03/31/17	Period From 05/01/15 to 03/31/16 <sup>(a)</sup>	Year Ended 04/30/15
<b>Net asset value, beginning of period</b> .....	<u>\$ 49.76</u>	<u>\$ 63.64</u>	<u>\$ 64.54</u>	<u>\$ 60.46</u>	<u>\$ 49.91</u>	<u>\$ 49.04</u>	<u>\$ 46.26</u>
Net investment income <sup>(b)</sup> .....	0.58	1.35	1.23	1.18	1.03	0.87	0.75
Net realized and unrealized gain (loss) <sup>(c)</sup> .....	<u>5.91</u>	<u>(13.77)</u>	<u>(0.89)</u>	<u>4.20</u>	<u>10.48</u>	<u>0.90</u>	<u>2.79</u>
Net increase (decrease) from investment operations .....	<u>6.49</u>	<u>(12.42)</u>	<u>0.34</u>	<u>5.38</u>	<u>11.51</u>	<u>1.77</u>	<u>3.54</u>
<b>Distributions</b> <sup>(d)</sup>							
From net investment income .....	<u>(0.58)</u>	<u>(1.46)</u>	<u>(1.24)</u>	<u>(1.30)</u>	<u>(0.96)</u>	<u>(0.90)</u>	<u>(0.76)</u>
Total distributions .....	<u>(0.58)</u>	<u>(1.46)</u>	<u>(1.24)</u>	<u>(1.30)</u>	<u>(0.96)</u>	<u>(0.90)</u>	<u>(0.76)</u>
<b>Net asset value, end of period</b> .....	<u>\$ 55.67</u>	<u>\$ 49.76</u>	<u>\$ 63.64</u>	<u>\$ 64.54</u>	<u>\$ 60.46</u>	<u>\$ 49.91</u>	<u>\$ 49.04</u>
<b>Total Return</b>							
Based on net asset value .....	<u>13.07%</u> <sup>(e)</sup>	<u>(19.92)%</u>	<u>0.60%</u>	<u>8.93%</u>	<u>23.25%</u>	<u>3.60%</u> <sup>(e)</sup>	<u>7.67%</u>
<b>Ratios to Average Net Assets</b>							
Total expenses .....	<u>0.43%</u> <sup>(f)</sup>	<u>0.42%</u>	<u>0.43%</u>	<u>0.43%</u>	<u>0.44%</u>	<u>0.44%</u> <sup>(f)</sup>	<u>0.43%</u>
Net investment income .....	<u>2.12%</u> <sup>(f)</sup>	<u>1.95%</u>	<u>1.94%</u>	<u>1.85%</u>	<u>1.86%</u>	<u>1.89%</u> <sup>(f)</sup>	<u>1.57%</u>
<b>Supplemental Data</b>							
Net assets, end of period (000) .....	<u>\$64,025</u>	<u>\$62,206</u>	<u>\$98,637</u>	<u>\$132,302</u>	<u>\$166,264</u>	<u>\$99,823</u>	<u>\$120,146</u>
Portfolio turnover rate <sup>(g)</sup> .....	<u>4%</u> <sup>(e)</sup>	<u>8%</u>	<u>17%</u>	<u>12%</u>	<u>14%</u>	<u>10%</u> <sup>(e)</sup>	<u>12%</u>

<sup>(a)</sup> The Fund's fiscal year-end changed from April 30 to March 31.

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

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

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

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

<sup>(g)</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. Medical Devices ETF						
	Six Months Ended 09/30/20 (unaudited)	Year Ended 03/31/20	Year Ended 03/31/19	Year Ended 03/31/18	Year Ended 03/31/17	Period From 05/01/15 to 03/31/16 <sup>(a)</sup>	Year Ended 04/30/15
<b>Net asset value, beginning of period</b> .....	\$ 225.26	\$ 231.44	\$ 184.88	\$ 151.42	\$ 122.48	\$ 116.87	\$ 95.07
Net investment income <sup>(b)</sup> .....	0.48	0.97	0.69	0.66	0.69	0.67	0.73
Net realized and unrealized gain (loss) <sup>(c)</sup> .....	74.86	(6.25)	46.38	33.33	29.06	6.47	21.79
Net increase (decrease) from investment operations .....	75.34	(5.28)	47.07	33.99	29.75	7.14	22.52
<b>Distributions <sup>(d)</sup></b>							
From net investment income .....	(0.39)	(0.90)	(0.51)	(0.53)	(0.81)	(1.53)	(0.72)
Total distributions .....	(0.39)	(0.90)	(0.51)	(0.53)	(0.81)	(1.53)	(0.72)
<b>Net asset value, end of period</b> .....	\$ 300.21	\$ 225.26	\$ 231.44	\$ 184.88	\$ 151.42	\$ 122.48	\$ 116.87
<b>Total Return</b>							
Based on net asset value .....	33.46% <sup>(e)</sup>	(2.32)%	25.50%	22.48%	24.36%	6.13% <sup>(e)</sup>	23.75%
<b>Ratios to Average Net Assets</b>							
Total expenses .....	0.42% <sup>(f)</sup>	0.42%	0.43%	0.43%	0.44%	0.44% <sup>(f)</sup>	0.43%
Net investment income .....	0.35% <sup>(f)</sup>	0.39%	0.33%	0.38%	0.49%	0.61% <sup>(f)</sup>	0.67%
<b>Supplemental Data</b>							
Net assets, end of period (000) .....	\$8,255,869	\$4,144,859	\$3,656,734	\$1,719,373	\$1,052,380	\$857,337	\$765,524
Portfolio turnover rate <sup>(g)</sup> .....	8% <sup>(e)</sup>	9%	36%	15%	20%	17% <sup>(e)</sup>	19%

<sup>(a)</sup> The Fund's fiscal year-end changed from April 30 to March 31.

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

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

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

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

<sup>(g)</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. Oil & Gas Exploration & Production ETF							
	Six Months Ended 09/30/20 (unaudited)	Year Ended 03/31/20	Year Ended 03/31/19	Year Ended 03/31/18	Year Ended 03/31/17	Period From 05/01/15 to 03/31/16 <sup>(a)</sup>	Year Ended 04/30/15
<b>Net asset value, beginning of period</b> .....	<u>\$ 22.83</u>	<u>\$ 58.20</u>	<u>\$ 63.55</u>	<u>\$ 61.16</u>	<u>\$ 51.96</u>	<u>\$ 78.75</u>	<u>\$ 90.37</u>
Net investment income <sup>(b)</sup> .....	0.51	0.95	0.67	0.56	0.55	0.96	1.00
Net realized and unrealized gain (loss) <sup>(c)</sup> .....	3.70	(35.22)	(5.11)	2.49	9.25	(26.76)	(11.65)
Net increase (decrease) from investment operations .....	<u>4.21</u>	<u>(34.27)</u>	<u>(4.44)</u>	<u>3.05</u>	<u>9.80</u>	<u>(25.80)</u>	<u>(10.65)</u>
<b>Distributions <sup>(d)</sup></b>							
From net investment income .....	(0.62)	(1.10)	(0.91)	(0.66)	(0.60)	(0.99)	(0.97)
Total distributions .....	<u>(0.62)</u>	<u>(1.10)</u>	<u>(0.91)</u>	<u>(0.66)</u>	<u>(0.60)</u>	<u>(0.99)</u>	<u>(0.97)</u>
<b>Net asset value, end of period</b> .....	<u>\$ 26.42</u>	<u>\$ 22.83</u>	<u>\$ 58.20</u>	<u>\$ 63.55</u>	<u>\$ 61.16</u>	<u>\$ 51.96</u>	<u>\$ 78.75</u>
<b>Total Return</b>							
Based on net asset value .....	<u>18.20% <sup>(e)</sup></u>	<u>(59.65)%</u>	<u>(7.06)%</u>	<u>5.09%</u>	<u>18.88%</u>	<u>(32.89)% <sup>(e)</sup></u>	<u>(11.80)%</u>
<b>Ratios to Average Net Assets</b>							
Total expenses .....	<u>0.42% <sup>(f)</sup></u>	<u>0.42%</u>	<u>0.42%</u>	<u>0.43%</u>	<u>0.44%</u>	<u>0.44% <sup>(f)</sup></u>	<u>0.43%</u>
Net investment income .....	<u>3.18% <sup>(f)</sup></u>	<u>1.87%</u>	<u>1.00%</u>	<u>0.96%</u>	<u>0.93%</u>	<u>1.74% <sup>(f)</sup></u>	<u>1.21%</u>
<b>Supplemental Data</b>							
Net assets, end of period (000) .....	<u>\$121,542</u>	<u>\$90,169</u>	<u>\$276,450</u>	<u>\$365,406</u>	<u>\$418,955</u>	<u>\$368,947</u>	<u>\$543,362</u>
Portfolio turnover rate <sup>(g)</sup> .....	<u>11% <sup>(e)</sup></u>	<u>25%</u>	<u>12%</u>	<u>17%</u>	<u>8%</u>	<u>18% <sup>(e)</sup></u>	<u>7%</u>

<sup>(a)</sup> The Fund's fiscal year-end changed from April 30 to March 31.

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

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

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

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

<sup>(g)</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. Oil Equipment & Services ETF						
	Six Months Ended 09/30/20 (unaudited)	Year Ended 03/31/20	Year Ended 03/31/19	Year Ended 03/31/18	Year Ended 03/31/17	Period From 05/01/15 to 03/31/16 <sup>(a)</sup>	Year Ended 04/30/15
<b>Net asset value, beginning of period</b> .....	<u>\$ 5.97</u>	<u>\$ 25.24</u>	<u>\$ 32.41</u>	<u>\$ 42.09</u>	<u>\$ 35.72</u>	<u>\$ 54.16</u>	<u>\$ 70.65</u>
Net investment income <sup>(b)</sup> .....	0.09	0.47	0.34	1.18 <sup>(c)</sup>	0.33	0.71	0.93
Net realized and unrealized gain (loss) <sup>(d)</sup> .....	<u>1.25</u>	<u>(19.27)</u>	<u>(7.14)</u>	<u>(9.61)</u>	<u>6.39</u>	<u>(18.42)</u>	<u>(16.48)</u>
Net increase (decrease) from investment operations .....	<u>1.34</u>	<u>(18.80)</u>	<u>(6.80)</u>	<u>(8.43)</u>	<u>6.72</u>	<u>(17.71)</u>	<u>(15.55)</u>
<b>Distributions <sup>(e)</sup></b>							
From net investment income .....	<u>(0.09)</u>	<u>(0.47)</u>	<u>(0.37)</u>	<u>(1.25)</u>	<u>(0.35)</u>	<u>(0.73)</u>	<u>(0.94)</u>
Total distributions .....	<u>(0.09)</u>	<u>(0.47)</u>	<u>(0.37)</u>	<u>(1.25)</u>	<u>(0.35)</u>	<u>(0.73)</u>	<u>(0.94)</u>
<b>Net asset value, end of period</b> .....	<u>\$ 7.22</u>	<u>\$ 5.97</u>	<u>\$ 25.24</u>	<u>\$ 32.41</u>	<u>\$ 42.09</u>	<u>\$ 35.72</u>	<u>\$ 54.16</u>
<b>Total Return</b>							
Based on net asset value .....	<u>22.32% <sup>(f)</sup></u>	<u>(75.48)%</u>	<u>(21.10)%</u>	<u>(20.19)% <sup>(g)</sup></u>	<u>18.88%</u>	<u>(32.83)% <sup>(f)</sup></u>	<u>(22.07)%</u>
<b>Ratios to Average Net Assets</b>							
Total expenses .....	<u>0.42% <sup>(h)</sup></u>	<u>0.42%</u>	<u>0.42%</u>	<u>0.43%</u>	<u>0.44%</u>	<u>0.44% <sup>(h)</sup></u>	<u>0.43%</u>
Net investment income .....	<u>2.13% <sup>(h)</sup></u>	<u>2.44%</u>	<u>1.09%</u>	<u>3.37% <sup>(c)</sup></u>	<u>0.81%</u>	<u>1.91% <sup>(h)</sup></u>	<u>1.52%</u>
<b>Supplemental Data</b>							
Net assets, end of period (000) .....	<u>\$48,012</u>	<u>\$25,669</u>	<u>\$155,238</u>	<u>\$204,188</u>	<u>\$250,434</u>	<u>\$233,938</u>	<u>\$389,980</u>
Portfolio turnover rate <sup>(i)</sup> .....	<u>47% <sup>(f)</sup></u>	<u>23%</u>	<u>35%</u>	<u>25%</u>	<u>27%</u>	<u>18% <sup>(f)</sup></u>	<u>14%</u>

<sup>(a)</sup> The Fund's fiscal year-end changed from April 30 to March 31.

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

<sup>(c)</sup> Includes a one-time special distribution from Baker Hughes Inc. Excluding such special distribution, the net investment income would have been \$0.37 per share and 1.05% of average net assets.

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

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

<sup>(g)</sup> Includes proceeds received from a class action litigation, which impacted the Fund's total return. Not including these proceeds, the Fund's total return would have been (20.37)% for the year ended March 31, 2018.

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

<sup>(i)</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. Pharmaceuticals ETF						
	Six Months Ended 09/30/20 (unaudited)	Year Ended 03/31/20	Year Ended 03/31/19	Year Ended 03/31/18	Year Ended 03/31/17	Period From 05/01/15 to 03/31/16 <sup>(a)</sup>	Year Ended 04/30/15
<b>Net asset value, beginning of period</b> .....	<u>\$ 134.83</u>	<u>\$ 154.05</u>	<u>\$ 147.20</u>	<u>\$ 150.97</u>	<u>\$ 137.03</u>	<u>\$ 168.05</u>	<u>\$ 129.31</u>
Net investment income <sup>(b)</sup> .....	0.99	2.14	1.73	2.25	1.28	1.54	1.53
Net realized and unrealized gain (loss) <sup>(c)</sup> .....	<u>28.52</u>	<u>(19.09)</u>	<u>6.91</u>	<u>(3.75)</u>	<u>14.01</u>	<u>(29.40)</u>	<u>39.00</u>
Net increase (decrease) from investment operations .....	<u>29.51</u>	<u>(16.95)</u>	<u>8.64</u>	<u>(1.50)</u>	<u>15.29</u>	<u>(27.86)</u>	<u>40.53</u>
<b>Distributions</b> <sup>(d)</sup>							
From net investment income .....	(1.02)	(2.27)	(1.79)	(2.27)	(1.35)	(1.52)	(1.61)
From net realized gain .....	<u>—</u>	<u>—</u>	<u>—</u>	<u>—</u>	<u>—</u>	<u>(1.64)</u>	<u>(0.18)</u>
Total distributions .....	<u>(1.02)</u>	<u>(2.27)</u>	<u>(1.79)</u>	<u>(2.27)</u>	<u>(1.35)</u>	<u>(3.16)</u>	<u>(1.79)</u>
<b>Net asset value, end of period</b> .....	<u>\$ 163.32</u>	<u>\$ 134.83</u>	<u>\$ 154.05</u>	<u>\$ 147.20</u>	<u>\$ 150.97</u>	<u>\$ 137.03</u>	<u>\$ 168.05</u>
<b>Total Return</b>							
Based on net asset value .....	<u>21.92% <sup>(e)</sup></u>	<u>(11.06)%</u>	<u>5.88%</u>	<u>(1.05)%</u>	<u>11.19%</u>	<u>(16.84)% <sup>(e)</sup></u>	<u>31.58%</u>
<b>Ratios to Average Net Assets</b>							
Total expenses .....	<u>0.42% <sup>(f)</sup></u>	<u>0.42%</u>	<u>0.42%</u>	<u>0.43%</u>	<u>0.44%</u>	<u>0.44% <sup>(f)</sup></u>	<u>0.43%</u>
Net investment income .....	<u>1.27% <sup>(f)</sup></u>	<u>1.45%</u>	<u>1.12%</u>	<u>1.47%</u>	<u>0.87%</u>	<u>1.03% <sup>(f)</sup></u>	<u>1.03%</u>
<b>Supplemental Data</b>							
Net assets, end of period (000) .....	<u>\$351,131</u>	<u>\$276,404</u>	<u>\$385,114</u>	<u>\$390,088</u>	<u>\$717,098</u>	<u>\$637,189</u>	<u>\$1,167,951</u>
Portfolio turnover rate <sup>(g)</sup> .....	<u>18% <sup>(e)</sup></u>	<u>40%</u>	<u>51%</u>	<u>23%</u>	<u>33%</u>	<u>31% <sup>(e)</sup></u>	<u>37%</u>

<sup>(a)</sup> The Fund's fiscal year-end changed from April 30 to March 31.

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

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

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

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

<sup>(g)</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. Real Estate ETF						
	Six Months Ended 09/30/20 (unaudited)	Year Ended 03/31/20	Year Ended 03/31/19	Year Ended 03/31/18	Year Ended 03/31/17	Period From 05/01/15 to 03/31/16 <sup>(a)</sup>	Year Ended 04/30/15
<b>Net asset value, beginning of period</b> .....	\$ 69.71	\$ 86.99	\$ 75.48	\$ 78.51	\$ 77.88	\$ 75.44	\$ 69.75
Net investment income <sup>(b)</sup> .....	0.88	2.16	2.28	2.22	2.19	1.84	1.92
Net realized and unrealized gain (loss) <sup>(c)</sup> .....	10.29	(16.61)	11.86	(2.36)	1.67	3.79	6.47
Net increase (decrease) from investment operations .....	11.17	(14.45)	14.14	(0.14)	3.86	5.63	8.39
<b>Distributions <sup>(d)</sup></b>							
From net investment income .....	(1.01)	(2.83)	(2.63)	(2.89)	(3.23)	(2.60)	(2.55)
From net realized gain .....	—	—	—	—	—	(0.59)	(0.15)
Total distributions .....	(1.01)	(2.83)	(2.63)	(2.89)	(3.23)	(3.19)	(2.70)
<b>Net asset value, end of period</b> .....	\$ 79.87	\$ 69.71	\$ 86.99	\$ 75.48	\$ 78.51	\$ 77.88	\$ 75.44
<b>Total Return</b>							
Based on net asset value .....	16.05% <sup>(e)</sup>	(17.14)%	19.09%	(0.29)%	5.03%	7.77% <sup>(e)</sup>	12.14%
<b>Ratios to Average Net Assets</b>							
Total expenses .....	0.42% <sup>(f)</sup>	0.42%	0.42%	0.43%	0.44%	0.44% <sup>(f)</sup>	0.43%
Net investment income .....	2.23% <sup>(f)</sup>	2.39%	2.85%	2.80%	2.77%	2.72% <sup>(f)</sup>	2.55%
<b>Supplemental Data</b>							
Net assets, end of period (000) .....	\$3,558,096	\$3,067,098	\$4,597,605	\$3,596,742	\$4,608,522	\$4,466,380	\$4,937,495
Portfolio turnover rate <sup>(g)</sup> .....	9% <sup>(e)</sup>	8%	11%	13%	18%	13% <sup>(e)</sup>	21%

<sup>(a)</sup> The Fund's fiscal year-end changed from April 30 to March 31.

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

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

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

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

<sup>(g)</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. Regional Banks ETF						
	Six Months Ended 09/30/20 (unaudited)	Year Ended 03/31/20	Year Ended 03/31/19	Year Ended 03/31/18	Year Ended 03/31/17	Period From 05/01/15 to 03/31/16 <sup>(a)</sup>	Year Ended 04/30/15
<b>Net asset value, beginning of period</b> .....	<u>\$ 29.00</u>	<u>\$ 43.44</u>	<u>\$ 50.39</u>	<u>\$ 44.79</u>	<u>\$ 31.79</u>	<u>\$ 34.87</u>	<u>\$ 33.02</u>
Net investment income <sup>(b)</sup> .....	0.64	1.20	1.01	0.80	0.71	0.63	0.61
Net realized and unrealized gain (loss) <sup>(c)</sup> .....	<u>3.75</u>	<u>(14.32)</u>	<u>(6.91)</u>	<u>5.60</u>	<u>12.95</u>	<u>(3.04)</u>	<u>1.84</u>
Net increase (decrease) from investment operations .....	<u>4.39</u>	<u>(13.12)</u>	<u>(5.90)</u>	<u>6.40</u>	<u>13.66</u>	<u>(2.41)</u>	<u>2.45</u>
<b>Distributions</b> <sup>(d)</sup>							
From net investment income .....	<u>(0.65)</u>	<u>(1.32)</u>	<u>(1.05)</u>	<u>(0.80)</u>	<u>(0.66)</u>	<u>(0.67)</u>	<u>(0.60)</u>
Total distributions .....	<u>(0.65)</u>	<u>(1.32)</u>	<u>(1.05)</u>	<u>(0.80)</u>	<u>(0.66)</u>	<u>(0.67)</u>	<u>(0.60)</u>
<b>Net asset value, end of period</b> .....	<u>\$ 32.74</u>	<u>\$ 29.00</u>	<u>\$ 43.44</u>	<u>\$ 50.39</u>	<u>\$ 44.79</u>	<u>\$ 31.79</u>	<u>\$ 34.87</u>
<b>Total Return</b>							
Based on net asset value .....	<u>15.15%</u> <sup>(e)</sup>	<u>(31.09)%</u>	<u>(11.79)%</u>	<u>14.42%</u>	<u>43.37%</u>	<u>(7.08)%</u> <sup>(e)</sup>	<u>7.44%</u>
<b>Ratios to Average Net Assets</b>							
Total expenses .....	<u>0.42%</u> <sup>(f)</sup>	<u>0.42%</u>	<u>0.42%</u>	<u>0.43%</u>	<u>0.44%</u>	<u>0.44%</u> <sup>(f)</sup>	<u>0.43%</u>
Net investment income .....	<u>3.83%</u> <sup>(f)</sup>	<u>2.60%</u>	<u>2.08%</u>	<u>1.68%</u>	<u>1.79%</u>	<u>1.99%</u> <sup>(f)</sup>	<u>1.80%</u>
<b>Supplemental Data</b>							
Net assets, end of period (000) .....	<u>\$212,778</u>	<u>\$197,182</u>	<u>\$519,088</u>	<u>\$902,061</u>	<u>\$747,957</u>	<u>\$410,119</u>	<u>\$543,990</u>
Portfolio turnover rate <sup>(g)</sup> .....	<u>4%</u> <sup>(e)</sup>	<u>5%</u>	<u>10%</u>	<u>4%</u>	<u>6%</u>	<u>11%</u> <sup>(e)</sup>	<u>5%</u>

<sup>(a)</sup> The Fund's fiscal year-end changed from April 30 to March 31.

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

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

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

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

<sup>(g)</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. Telecommunications ETF						
	Six Months Ended 09/30/20 (unaudited)	Year Ended 03/31/20	Year Ended 03/31/19	Year Ended 03/31/18	Year Ended 03/31/17	Period From 05/01/15 to 03/31/16 <sup>(a)</sup>	Year Ended 04/30/15
<b>Net asset value, beginning of period</b> .....	<u>\$ 24.88</u>	<u>\$ 29.73</u>	<u>\$ 27.06</u>	<u>\$ 32.38</u>	<u>\$ 30.71</u>	<u>\$ 30.75</u>	<u>\$ 29.34</u>
Net investment income <sup>(b)</sup> .....	0.38	0.71	0.49	0.74	0.66	0.44	0.64
Net realized and unrealized gain (loss) <sup>(c)</sup> .....	2.31	(4.80)	2.71	(5.08)	1.87	0.12	1.43
Net increase (decrease) from investment operations .....	<u>2.69</u>	<u>(4.09)</u>	<u>3.20</u>	<u>(4.34)</u>	<u>2.53</u>	<u>0.56</u>	<u>2.07</u>
<b>Distributions</b> <sup>(d)</sup>							
From net investment income .....	<u>(0.37)</u>	<u>(0.76)</u>	<u>(0.53)</u>	<u>(0.98)</u>	<u>(0.86)</u>	<u>(0.60)</u>	<u>(0.66)</u>
Total distributions .....	<u>(0.37)</u>	<u>(0.76)</u>	<u>(0.53)</u>	<u>(0.98)</u>	<u>(0.86)</u>	<u>(0.60)</u>	<u>(0.66)</u>
<b>Net asset value, end of period</b> .....	<u>\$ 27.20</u>	<u>\$ 24.88</u>	<u>\$ 29.73</u>	<u>\$ 27.06</u>	<u>\$ 32.38</u>	<u>\$ 30.71</u>	<u>\$ 30.75</u>
<b>Total Return</b>							
Based on net asset value .....	<u>10.82% <sup>(e)</sup></u>	<u>(13.99)%</u>	<u>11.91%</u>	<u>(13.63)%</u>	<u>8.25%</u>	<u>1.93% <sup>(e)</sup></u>	<u>7.15%</u>
<b>Ratios to Average Net Assets</b>							
Total expenses .....	<u>0.42% <sup>(f)</sup></u>	<u>0.42%</u>	<u>0.42%</u>	<u>0.43%</u>	<u>0.44%</u>	<u>0.44% <sup>(f)</sup></u>	<u>0.43%</u>
Net investment income .....	<u>2.72% <sup>(f)</sup></u>	<u>2.40%</u>	<u>1.73%</u>	<u>2.41%</u>	<u>2.02%</u>	<u>1.67% <sup>(f)</sup></u>	<u>2.14%</u>
<b>Supplemental Data</b>							
Net assets, end of period (000) .....	<u>\$368,605</u>	<u>\$292,379</u>	<u>\$463,756</u>	<u>\$316,596</u>	<u>\$519,768</u>	<u>\$560,382</u>	<u>\$713,380</u>
Portfolio turnover rate <sup>(g)</sup> .....	<u>32% <sup>(e)</sup></u>	<u>41%</u>	<u>35%</u>	<u>86%</u>	<u>47%</u>	<u>24% <sup>(e)</sup></u>	<u>49%</u>

<sup>(a)</sup> The Fund's fiscal year-end changed from April 30 to March 31.

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

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

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

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

<sup>(g)</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>
Focused Value Factor .....	Non-diversified
U.S. Aerospace & Defense .....	Non-diversified
U.S. Broker-Dealers & Securities Exchanges .....	Non-diversified
U.S. Healthcare Providers .....	Non-diversified
U.S. Home Construction .....	Non-diversified
U.S. Infrastructure .....	Non-diversified
U.S. Insurance .....	Non-diversified
U.S. Medical Devices .....	Non-diversified
U.S. Oil & Gas Exploration & Production .....	Non-diversified
U.S. Oil Equipment & Services .....	Non-diversified
U.S. Pharmaceuticals .....	Non-diversified
U.S. Real Estate .....	Diversified
U.S. Regional Banks .....	Non-diversified
U.S. Telecommunications .....	Non-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.

**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 September 30, 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 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 company announcement, market volatility 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 September 30, 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

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

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 September 30, 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 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 September 30, 2020:

<i>iShares ETF and Counterparty</i>	<i>Market Value of Securities on Loan</i>	<i>Cash Collateral Received<sup>(a)</sup></i>	<i>Non-Cash Collateral Received</i>	<i>Net Amount</i>
<b>U.S. Aerospace &amp; Defense</b>				
Barclays Bank PLC .....	\$ 16,183,028	\$ 16,183,028	\$ —	\$ —
Barclays Capital Inc. ....	33,883	33,883	—	—
BNP Paribas Prime Brokerage International Ltd. ....	3,494,027	3,494,027	—	—
BNP Paribas Securities Corp. ....	57	57	—	—
BofA Securities, Inc. ....	4,866,047	4,866,047	—	—
Credit Suisse Securities (USA) LLC ....	1,204,836	1,204,836	—	—
Deutsche Bank Securities Inc. ....	751,797	751,797	—	—
Goldman Sachs & Co. ....	4,626,899	4,626,899	—	—
JPMorgan Securities LLC .....	73,881,515	73,881,515	—	—
Morgan Stanley & Co. LLC .....	2,311,085	2,311,085	—	—
National Financial Services LLC .....	1,794,299	1,794,299	—	—
SG Americas Securities LLC .....	293,048	293,048	—	—
State Street Bank & Trust Company .....	253,068	253,068	—	—
TD Prime Services LLC .....	620,800	620,800	—	—
UBS AG .....	22,574,884	22,574,884	—	—
Wells Fargo Bank, National Association .....	246,093	246,093	—	—
	<u>\$ 133,135,366</u>	<u>\$ 133,135,366</u>	<u>\$ —</u>	<u>\$ —</u>
<b>U.S. Broker-Dealers &amp; Securities Exchanges</b>				
BNP Paribas Prime Brokerage International Ltd. ....	\$ 170,510	\$ 170,510	\$ —	\$ —
<b>U.S. Healthcare Providers</b>				
BNP Paribas Prime Brokerage International Ltd. ....	\$ 3,806,563	\$ 3,806,563	\$ —	\$ —
BofA Securities, Inc. ....	1,880,460	1,880,460	—	—
Citigroup Global Markets Inc. ....	837,316	837,316	—	—
Credit Suisse Securities (USA) LLC .....	350,217	350,217	—	—
Goldman Sachs & Co. ....	8,177,959	8,177,959	—	—
HSBC Bank PLC .....	704,185	704,185	—	—
Jefferies LLC .....	6,776,751	6,776,751	—	—
JPMorgan Securities LLC .....	9,869,797	9,869,797	—	—
Morgan Stanley & Co. LLC .....	3,386,006	3,386,006	—	—
National Financial Services LLC .....	1,278,360	1,278,360	—	—
Nomura Securities International Inc. ....	524,428	524,428	—	—
SG Americas Securities LLC .....	148,656	146,835	—	(1,821) <sup>(b)</sup>
State Street Bank & Trust Company .....	71,413	71,413	—	—
UBS AG .....	13,044,149	13,044,149	—	—
UBS Securities LLC .....	11,124,712	11,105,480	—	(19,232) <sup>(b)</sup>
Wells Fargo Securities LLC .....	109,999	109,999	—	—
	<u>\$ 62,090,971</u>	<u>\$ 62,069,918</u>	<u>\$ —</u>	<u>\$ (21,053)</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<sup>(a)</sup></i>	<i>Non-Cash Collateral Received</i>	<i>Net Amount</i>
<b>U.S. Home Construction</b>				
BNP Paribas Prime Brokerage International Ltd.....	\$ 1,166,668	\$ 1,153,932	\$ —	\$ (12,736) <sup>(b)</sup>
Citigroup Global Markets Inc. ....	9,429,790	9,429,790	—	—
Credit Suisse Securities (USA) LLC.....	954,542	940,168	—	(14,374) <sup>(b)</sup>
Goldman Sachs & Co.....	3,565,038	3,563,450	—	(1,588) <sup>(b)</sup>
HSBC Bank PLC.....	5,861,579	5,861,579	—	—
JPMorgan Securities LLC.....	13,218,204	13,218,204	—	—
Morgan Stanley & Co. LLC.....	11,944,739	11,944,739	—	—
SG Americas Securities LLC.....	35,420	35,420	—	—
State Street Bank & Trust Company.....	72,304	72,304	—	—
UBS AG.....	58,080	58,080	—	—
Wells Fargo Bank, National Association.....	628,936	621,362	—	(7,574) <sup>(b)</sup>
	<u>\$ 46,935,300</u>	<u>\$ 46,899,028</u>	<u>\$ —</u>	<u>\$ (36,272)</u>
<b>U.S. Infrastructure</b>				
BofA Securities, Inc.....	\$ 164,939	\$ 164,939	\$ —	\$ —
Citigroup Global Markets Inc. ....	9,688	9,688	—	—
Credit Suisse Securities (USA) LLC.....	10,742	10,742	—	—
Morgan Stanley & Co. LLC.....	401,517	401,517	—	—
	<u>\$ 586,886</u>	<u>\$ 586,886</u>	<u>\$ —</u>	<u>\$ —</u>
<b>U.S. Insurance</b>				
BofA Securities, Inc.....	\$ 81,044	\$ 81,044	\$ —	\$ —
HSBC Bank PLC.....	7,900	7,715	—	(185) <sup>(b)</sup>
	<u>\$ 88,944</u>	<u>\$ 88,759</u>	<u>\$ —</u>	<u>\$ (185)</u>
<b>U.S. Medical Devices</b>				
Barclays Bank PLC.....	\$ 9,007,599	\$ 9,007,599	\$ —	\$ —
Barclays Capital Inc. ....	6,035,396	6,035,396	—	—
BNP Paribas Prime Brokerage International Ltd.....	13,570,027	13,570,027	—	—
BofA Securities, Inc.....	15,350,574	15,350,574	—	—
Citigroup Global Markets Inc. ....	22,069,667	22,069,667	—	—
Credit Suisse Securities (USA) LLC.....	4,055,940	4,055,940	—	—
Deutsche Bank Securities Inc.....	210,090	210,090	—	—
Goldman Sachs & Co.....	8,215,929	8,215,929	—	—
HSBC Bank PLC.....	141,797	141,797	—	—
Jefferies LLC.....	34,647	34,647	—	—
JPMorgan Securities LLC.....	27,554,395	27,554,395	—	—
Morgan Stanley & Co. LLC.....	6,474,626	6,474,626	—	—
National Financial Services LLC.....	1,839,866	1,839,866	—	—
Nomura Securities International Inc. ....	966,692	966,692	—	—
Scotia Capital (USA) Inc.....	84,184	84,184	—	—
SG Americas Securities LLC.....	7,699,707	7,699,707	—	—
State Street Bank & Trust Company.....	882,275	882,275	—	—
TD Prime Services LLC.....	1,388,028	1,388,028	—	—
UBS AG.....	26,565,571	26,565,571	—	—
UBS Securities LLC.....	4,759,018	4,759,018	—	—
Virtu Americas LLC.....	76,428	76,428	—	—
Wells Fargo Bank, National Association.....	1,356	1,329	—	(27) <sup>(b)</sup>
Wells Fargo Securities LLC.....	12,597,778	12,597,778	—	—
	<u>\$ 169,581,590</u>	<u>\$ 169,581,563</u>	<u>\$ —</u>	<u>\$ (27)</u>
<b>U.S. Oil &amp; Gas Exploration &amp; Production</b>				
Barclays Bank PLC.....	\$ 343,255	\$ 343,255	\$ —	\$ —
BofA Securities, Inc.....	101,525	101,525	—	—
Goldman Sachs & Co.....	955,431	955,431	—	—
JPMorgan Securities LLC.....	1,673,027	1,673,027	—	—
	<u>\$ 3,073,238</u>	<u>\$ 3,073,238</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<sup>(a)</sup></i>	<i>Non-Cash Collateral Received</i>	<i>Net Amount</i>
<b>U.S. Oil Equipment &amp; Services</b>				
Barclays Bank PLC .....	\$ 369,538	\$ 369,538	\$ —	\$ —
BofA Securities, Inc. ....	1,536	1,536	—	—
Goldman Sachs & Co. ....	55,149	55,149	—	—
Jefferies LLC .....	119,536	119,536	—	—
JPMorgan Securities LLC .....	374,923	374,923	—	—
Morgan Stanley & Co. LLC .....	651,131	651,131	—	—
Nomura Securities International Inc. ....	9,904	9,904	—	—
Scotia Capital (USA) Inc. ....	384	384	—	—
SG Americas Securities LLC .....	25,530	25,530	—	—
State Street Bank & Trust Company .....	109,407	109,407	—	—
UBS AG .....	85,087	85,087	—	—
Virtu Americas LLC .....	139,451	139,451	—	—
Wells Fargo Securities LLC .....	278,862	278,862	—	—
	<u>\$ 2,220,438</u>	<u>\$ 2,220,438</u>	<u>\$ —</u>	<u>\$ —</u>
<b>U.S. Pharmaceuticals</b>				
Barclays Bank PLC .....	\$ 52,361	\$ 52,361	\$ —	\$ —
Barclays Capital Inc. ....	29,973	29,973	—	—
BNP Paribas Prime Brokerage International Ltd. ....	209,157	209,157	—	—
BofA Securities, Inc. ....	440,154	440,154	—	—
Citigroup Global Markets Inc. ....	5,429,433	5,429,433	—	—
Deutsche Bank Securities Inc. ....	17,699	17,699	—	—
Goldman Sachs & Co. ....	2,649,180	2,649,180	—	—
HSBC Bank PLC .....	4,024,800	4,024,800	—	—
Jefferies LLC .....	250,038	250,038	—	—
JPMorgan Securities LLC .....	984,765	984,765	—	—
Morgan Stanley & Co. LLC .....	4,358,870	4,351,997	—	(6,873) <sup>(b)</sup>
National Financial Services LLC .....	551,364	551,364	—	—
SG Americas Securities LLC .....	262,434	262,434	—	—
State Street Bank & Trust Company .....	1,335,808	1,335,808	—	—
TD Prime Services LLC .....	865,728	865,728	—	—
UBS AG .....	1,705,297	1,705,297	—	—
UBS Securities LLC .....	961,484	961,484	—	—
Wells Fargo Securities LLC .....	643,335	643,335	—	—
	<u>\$ 24,771,880</u>	<u>\$ 24,765,007</u>	<u>\$ —</u>	<u>\$ (6,873)</u>
<b>U.S. Real Estate</b>				
Barclays Bank PLC .....	\$ 956,160	\$ 956,160	\$ —	\$ —
BofA Securities, Inc. ....	1,757,691	1,757,691	—	—
Goldman Sachs & Co. ....	1,864,560	1,864,560	—	—
JPMorgan Securities LLC .....	1,008,688	1,008,688	—	—
Nomura Securities International Inc. ....	23,738	23,738	—	—
Virtu Americas LLC .....	424,255	424,255	—	—
Wells Fargo Securities LLC .....	3,087,630	3,087,630	—	—
	<u>\$ 9,122,722</u>	<u>\$ 9,122,722</u>	<u>\$ —</u>	<u>\$ —</u>
<b>U.S. Telecommunications</b>				
Barclays Bank PLC .....	\$ 594,273	\$ 594,273	\$ —	\$ —
BNP Paribas Prime Brokerage International Ltd. ....	151,333	151,333	—	—
Credit Suisse Securities (USA) LLC .....	247,566	247,566	—	—
JPMorgan Securities LLC .....	8,092,709	8,092,709	—	—
SG Americas Securities LLC .....	1,006,368	1,006,368	—	—
UBS AG .....	1,950,522	1,950,522	—	—
Wells Fargo Bank, National Association .....	104,538	104,538	—	—
	<u>\$ 12,147,309</u>	<u>\$ 12,147,309</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.



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

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 standardized, exchange-traded agreements to buy or sell a specific quantity of an underlying instrument at a set price on a future date. Depending on the terms of a contract, a futures contract 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, a fund is required to pledge to the executing broker which holds segregated from its own assets, an amount of cash, U.S. government securities or other high-quality debt and equity securities equal to the minimum initial margin requirements of the exchange on which the contract is traded. Securities deposited as initial margin, if any, are designated in the schedule of investments and cash deposited, if any, is shown as cash pledged for futures contracts in the statement of assets and liabilities.

Pursuant to the contract, a fund agrees 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 or 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. Losses may arise if the notional value of a futures contract decreases due to an unfavorable change in the market rates or values of the underlying instrument during the term of the contract or if the counterparty does not perform under the contract. The use of futures contracts involves the risk of an imperfect correlation in the movements in the price of futures contracts and the assets underlying such contracts.

### 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 Fund, except for the iShares Focused Value Factor ETF and iShares U.S. Infrastructure ETF, 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 the iShares Focused Value Factor ETF and iShares U.S. Infrastructure ETF, BFA is entitled to an annual investment advisory fee of 0.25% and 0.40%, respectively, accrued daily and paid monthly by the Fund, based on the average daily net assets of the Fund.

**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

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

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 September 30, 2020, the Funds paid BTC the following amounts for securities lending agent services:

<i>iShares ETF</i>	<i>Fees Paid to BTC</i>
Focused Value Factor .....	\$ 1,663
U.S. Aerospace & Defense .....	175,780
U.S. Broker-Dealers & Securities Exchanges .....	1,008
U.S. Healthcare Providers .....	55,022
U.S. Home Construction .....	33,468
U.S. Infrastructure .....	357
U.S. Insurance .....	873
U.S. Medical Devices .....	236,573
U.S. Oil & Gas Exploration & Production .....	17,398
U.S. Oil Equipment & Services .....	30,496
U.S. Pharmaceuticals .....	30,550
U.S. Real Estate .....	51,977
U.S. Regional Banks .....	937
U.S. Telecommunications .....	14,748

**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 September 30, 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. Aerospace & Defense .....	\$ 126,222,243	\$ 54,152,746	\$ (2,254,685)
U.S. Broker-Dealers & Securities Exchanges .....	2,978,644	2,689,907	(759,076)
U.S. Healthcare Providers .....	32,378,994	28,384,565	—
U.S. Home Construction .....	75,685,480	12,429,672	(1,835,719)
U.S. Infrastructure .....	711,095	420,479	(79,792)
U.S. Insurance .....	1,076,182	841,994	(635,520)
U.S. Medical Devices .....	48,952,595	172,136,994	(11,327,810)
U.S. Oil & Gas Exploration & Production .....	10,029,525	8,929,156	(22,979,382)
U.S. Oil Equipment & Services .....	26,013,059	7,394,286	(3,207,554)
U.S. Pharmaceuticals .....	16,399,647	17,892,396	(7,572,080)
U.S. Real Estate .....	112,685,270	21,593,450	(22,434,402)
U.S. Regional Banks .....	2,595,271	2,221,400	(1,474,061)
U.S. Telecommunications .....	48,675,967	26,063,160	(1,237,125)

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 September 30, 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>
Focused Value Factor .....	\$ 16,671,413	\$ 16,633,327
U.S. Aerospace & Defense .....	944,166,374	948,921,945
U.S. Broker-Dealers & Securities Exchanges .....	17,728,851	17,734,031
U.S. Healthcare Providers .....	132,825,892	130,667,351
U.S. Home Construction .....	149,407,257	148,239,746
U.S. Infrastructure .....	4,159,890	4,087,256
U.S. Insurance .....	2,653,789	2,715,163
U.S. Medical Devices .....	523,994,741	518,644,215
U.S. Oil & Gas Exploration & Production .....	20,761,786	20,870,916
U.S. Oil Equipment & Services .....	48,042,959	46,105,405
U.S. Pharmaceuticals .....	63,009,541	62,619,933
U.S. Real Estate .....	315,111,726	303,864,153
U.S. Regional Banks .....	9,729,630	9,677,008
U.S. Telecommunications .....	110,483,148	110,615,523

For the six months ended September 30, 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. Aerospace & Defense .....	\$ 197,410,112	\$ 718,628,451
U.S. Broker-Dealers & Securities Exchanges .....	47,514,919	115,362,381
U.S. Healthcare Providers .....	220,036,635	246,473,155
U.S. Home Construction .....	1,704,806,336	790,867,308
U.S. Infrastructure .....	21,459,961	1,154,877
U.S. Insurance .....	8,292,943	12,895,656
U.S. Medical Devices .....	3,623,602,604	1,278,427,533
U.S. Oil & Gas Exploration & Production .....	207,553,710	177,928,939
U.S. Oil Equipment & Services .....	178,891,377	180,931,237
U.S. Pharmaceuticals .....	50,636,932	38,834,364
U.S. Real Estate .....	4,789,909,402	4,724,058,222
U.S. Regional Banks .....	56,404,643	63,499,066
U.S. Telecommunications .....	227,141,496	175,652,491

## 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 the policy of each Fund to qualify as a regulated investment company by complying with the provisions applicable to regulated investment companies, as defined under Subchapter M of the Internal Revenue Code of 1986, as amended, and to annually distribute substantially all of its ordinary income and any net capital gains (taking into account any capital loss carryforwards) sufficient to relieve it from all, or substantially all, federal income and excise taxes. Accordingly, no provision for federal income taxes is required.

Management has analyzed tax laws and regulations and their application to the Funds as of September 30, 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.

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

As of March 31, 2020, the Funds had non-expiring capital loss carryforwards available to offset future realized capital gains as follows:

<i>iShares ETF</i>	<i>Non-Expiring</i>
Focused Value Factor .....	\$ 338,591
U.S. Aerospace & Defense .....	196,788,244
U.S. Broker-Dealers & Securities Exchanges .....	32,126,015
U.S. Healthcare Providers .....	97,142,424
U.S. Home Construction .....	36,301,853
U.S. Infrastructure .....	29,247
U.S. Insurance .....	1,667,808
U.S. Medical Devices .....	37,052,155
U.S. Oil & Gas Exploration & Production .....	103,489,644
U.S. Oil Equipment & Services .....	202,655,454
U.S. Pharmaceuticals .....	161,449,195
U.S. Real Estate .....	41,177,503
U.S. Regional Banks .....	11,593,640
U.S. Telecommunications .....	202,192,179

As of September 30, 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>
Focused Value Factor .....	\$ 20,056,337	\$ 1,020,890	\$ (1,931,203)	\$ (910,313)
U.S. Aerospace & Defense .....	3,258,280,990	123,284,631	(654,568,387)	(531,283,756)
U.S. Broker-Dealers & Securities Exchanges .....	116,232,924	2,895,015	(19,960,420)	(17,065,405)
U.S. Healthcare Providers .....	967,387,270	89,273,483	(74,507,440)	14,766,043
U.S. Home Construction .....	2,205,096,938	304,525,635	(24,509,983)	280,015,652
U.S. Infrastructure .....	26,665,427	1,737,266	(1,045,437)	691,829
U.S. Insurance .....	70,698,611	6,816,929	(13,486,140)	(6,669,211)
U.S. Medical Devices .....	7,174,197,378	1,347,666,096	(100,561,260)	1,247,104,836
U.S. Oil & Gas Exploration & Production .....	286,544,018	423,934	(162,369,903)	(161,945,969)
U.S. Oil Equipment & Services .....	91,505,829	81,279	(41,441,939)	(41,360,660)
U.S. Pharmaceuticals .....	368,619,012	41,697,513	(34,311,540)	7,385,973
U.S. Real Estate .....	4,332,459,312	77,778,901	(859,281,584)	(781,502,683)
U.S. Regional Banks .....	323,615,957	923,418	(112,113,862)	(111,190,444)
U.S. Telecommunications .....	425,784,301	7,280,347	(51,480,957)	(44,200,610)

## 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

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

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.

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 09/30/20		Year Ended 03/31/20	
	Shares	Amount	Shares	Amount
<i>iShares ETF</i>				
Focused Value Factor				
Shares redeemed .....	—	\$ —	(50,000)	\$ (2,340,510)
U.S. Aerospace & Defense				
Shares sold .....	1,200,000	\$ 198,141,088	6,200,000	\$ 1,376,639,641
Shares redeemed .....	(4,550,000)	(722,842,850)	(11,650,000)	(2,252,778,280)
Net decrease .....	(3,350,000)	\$ (524,701,762)	(5,450,000)	\$ (876,138,639)
U.S. Broker-Dealers & Securities Exchanges				
Shares sold .....	750,000	\$ 47,605,256	600,000	\$ 38,074,129
Shares redeemed .....	(1,900,000)	(115,792,786)	(1,550,000)	(90,238,870)
Net decrease .....	(1,150,000)	\$ (68,187,530)	(950,000)	\$ (52,164,741)

# Notes to Financial Statements (unaudited) (continued)

<i>iShares ETF</i>	Six Months Ended 09/30/20		Year Ended 03/31/20	
	Shares	Amount	Shares	Amount
<b>U.S. Healthcare Providers</b>				
Shares sold .....	1,150,000	\$ 225,601,537	4,650,000	\$ 821,661,091
Shares redeemed .....	(1,300,000)	(251,690,007)	(4,700,000)	(818,167,938)
Net increase (decrease) .....	(150,000)	\$ (26,088,470)	(50,000)	\$ 3,493,153
<b>U.S. Home Construction</b>				
Shares sold .....	36,750,000	\$ 1,708,233,890	77,750,000	\$ 3,359,582,082
Shares redeemed .....	(18,150,000)	(792,502,568)	(85,850,000)	(3,534,948,189)
Net increase (decrease) .....	18,600,000	\$ 915,731,322	(8,100,000)	\$ (175,366,107)
<b>U.S. Infrastructure</b>				
Shares sold .....	900,000	\$ 21,580,302	50,000	\$ 1,308,263
Shares redeemed .....	(50,000)	(1,168,119)	—	—
Net increase .....	850,000	\$ 20,412,183	50,000	\$ 1,308,263
<b>U.S. Insurance</b>				
Shares sold .....	150,000	\$ 8,482,303	50,000	\$ 3,430,500
Shares redeemed .....	(250,000)	(13,130,422)	(350,000)	(23,165,635)
Net decrease .....	(100,000)	\$ (4,648,119)	(300,000)	\$ (19,735,135)
<b>U.S. Medical Devices</b>				
Shares sold .....	13,850,000	\$ 3,638,071,504	14,250,000	\$ 3,411,818,792
Shares redeemed .....	(4,750,000)	(1,282,677,258)	(11,650,000)	(2,734,276,387)
Net increase .....	9,100,000	\$ 2,355,394,246	2,600,000	\$ 677,542,405
<b>U.S. Oil &amp; Gas Exploration &amp; Production</b>				
Shares sold .....	6,400,000	\$ 208,429,405	1,750,000	\$ 70,874,410
Shares redeemed .....	(5,750,000)	(178,775,074)	(2,550,000)	(113,400,252)
Net increase (decrease) .....	650,000	\$ 29,654,331	(800,000)	\$ (42,525,842)
<b>U.S. Oil Equipment &amp; Services</b>				
Shares sold .....	22,950,000	\$ 185,825,534	2,050,000	\$ 31,187,835
Shares redeemed .....	(20,600,000)	(186,022,701)	(3,900,000)	(73,627,485)
Net increase (decrease) .....	2,350,000	\$ (197,167)	(1,850,000)	\$ (42,439,650)
<b>U.S. Pharmaceuticals</b>				
Shares sold .....	350,000	\$ 50,727,832	1,550,000	\$ 231,697,191
Shares redeemed .....	(250,000)	(38,928,586)	(2,000,000)	(300,837,487)
Net increase (decrease) .....	100,000	\$ 11,799,246	(450,000)	\$ (69,140,296)
<b>U.S. Real Estate</b>				
Shares sold .....	62,150,000	\$ 4,814,909,199	183,100,000	\$ 16,374,841,039
Shares redeemed .....	(61,600,000)	(4,747,230,879)	(191,950,000)	(17,169,109,866)
Net increase (decrease) .....	550,000	\$ 67,678,320	(8,850,000)	\$ (794,268,827)
<b>U.S. Regional Banks</b>				
Shares sold .....	1,700,000	\$ 56,626,036	800,000	\$ 34,265,228
Shares redeemed .....	(2,000,000)	(63,817,927)	(5,950,000)	(265,069,950)
Net decrease .....	(300,000)	\$ (7,191,891)	(5,150,000)	\$ (230,804,722)
<b>U.S. Telecommunications</b>				
Shares sold .....	8,200,000	\$ 228,541,552	20,900,000	\$ 610,783,233
Shares redeemed .....	(6,400,000)	(176,605,613)	(24,750,000)	(718,798,266)
Net increase (decrease) .....	1,800,000	\$ 51,935,939	(3,850,000)	\$ (108,015,033)

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.

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

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.

### 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 two-for-one stock split for the iShares U.S. Aerospace & Defense ETF, 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 by a factor of two, while decreasing the NAV per share by a factor of two, resulting in no effect on the net assets of the Fund.



# Board Review and Approval of Investment Advisory Contract

## iShares Focused Value Factor ETF, iShares U.S. Infrastructure 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 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.

### iShares U.S. Aerospace & Defense ETF, iShares U.S. Home Construction 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 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,

## 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 U.S. Broker-Dealers & Securities Exchanges ETF, iShares U.S. Healthcare Providers ETF, iShares U.S. Insurance ETF, iShares U.S. Medical Devices ETF, iShares U.S. Oil & Gas Exploration & Production ETF, iShares U.S. Oil Equipment & Services ETF, iShares U.S. Pharmaceuticals ETF, iShares U.S. Real Estate ETF, iShares U.S. Regional Banks 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

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

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 U.S. Telecommunications 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 higher than the median of 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 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 further 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.

## 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.

September 30, 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>								
Focused Value Factor <sup>(a)</sup>	\$ 0.555821	\$ —	\$ 0.012367	\$ 0.568188	98%	—%	2%	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.



## 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://www.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://www.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.**

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