

Target Allocation ESG ETF Models Model Portfolio Summary

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MODEL OVERVIEW

Objective

Models that offer exposure to companies that exhibit favorable environmental, social and governance (ESG) practices.

Trade Frequency

Dynamic (4-6x per year)

Underlying Investment Vehicle(s)

ETFs

Benchmark

As of 7/1/2021, for all models except the Target Allocation ESG 100/0 Model, the equity portion of the benchmark is represented by 70% MSCI ACWI Index and 30% MSCI USA Index, while the fixed income portion is represented by a fixed 2% allocation to the ICE BofAML US T-Bill 0-3 Month Index and the remaining allocation to the Bloomberg U.S. Universal Index. For example, the benchmark for the 60/40 model portfolio is represented by 42% MSCI ACWI Index, 18% MSCI USA Index, 38% Bloomberg U.S. Universal Index, and 2% ICE BofAML US T-Bill 0-3 Month Index. As of 7/1/2021, the benchmark for the Target Allocation ESG 100/0 Model is 68.6% MSCI ACWI Index, 29.4% MSCI USA Index, and 2% ICE BofAML US T-Bill 0-3 Month Index. Prior to 7/1/2021, for all models, the equity portion of the benchmark was represented by 70% MSCI ACWI Index and 30% MSCI USA Index, and the fixed income portion of the benchmark was represented by 100% Bloomberg U.S. Universal Index.

INVESTMENT GUIDING PRINCIPLES



Your fixed income shouldn't be 'fixed'

Managing duration and credit risk



Exposure to targeted factors, styles, and sectors



Disciplined trading schedule

Ad-hoc flexibility



Moderate U.S. equity overweight

In benchmark



Seek to control active risk

Provide consistent outcomes



+/- 5% max deviation

For equities from benchmark

INVESTMENT PROCESS

Our approach to portfolio construction

01.

Start with a long-term strategy

Strategic asset allocation begins with a broad benchmark and tilts to rewarded sources of returns to reflect our long-term views

02.

Adapt to changing market conditions

Tactical asset allocation takes a disciplined approach to seek opportunities or downside protection based on short-term and medium-term investment views

03.

Investment vehicle selection

Select appropriate investment vehicles that are efficient, cost-effective, and accurately express targeted exposures across both active and passive vehicles to diversify sources of return

04.

Help protect the portfolio

Measure and monitor modal portfolio risks using Aladdin Technology to better understand portfolio risk and manage investments within a risk budget of 300 bps.

TRADE RATIONALE

As of 6/06/24

Key Takeaways:

Add one-percent to equities as our bullish thesis has continued to play out, refreshing target weights to reflect our drifted 4% overweight courtesy of the recent market rally

Close short position in emerging market (EM) stocks; a successful but now mature trade potentially vulnerable to reversal as signs of accommodation from both the Fed and EM central banks has become more visible

Trade Rationale:

“When the facts change, I change my mind.”

For the most part, the facts haven’t changed since our last trade, so neither have our minds (or our forecasts). Stocks over bonds. US over international. Mega-cap over small-cap. Growth over value.

That’s been our anthem the last year plus and we haven’t detected any compelling evidence to materially adjust our tune (at least at this time).

Stocks have continued to blossom in the face of adversity. Interest rate volatility, hawkish Fed talk, election scuttlebutt, and an escalating conflict in the Middle East have been no match for the earnings prowess of the megacap tech and growth-cohort juggernauts, who continues to defy even the most elevated analyst expectations. We expect the impact of the AI renaissance on capex spending and economic productivity to be a long-term structural tailwind for the US economy, further fortifying its position as the economic growth engine of the world.

Some may have been surprised by the stubbornness in inflation prints the last few months, but that’s more so an indictment of the amount of noise in the complex corpus of inflation data. Based on some problematic seasonal adjustments loaded into the first half of the year, our understanding of the Consumer Price Index (CPI) components and their lagged effects (which, as we have illustrated in the past, can potentially be estimated using alternative data sources as real-time proxies), the observed bumps in reported inflation were to be reasonably expected. Thus, for us, there hasn’t been any unforeseen information on the inflation front to warrant a change of mind.

However, we do expect those ‘sticky’ inflation prints to weaken and perhaps even surprise to the downside sometime late summer/early fall (provisioning the Fed with the requisite dove-bait to follow-through on their projected rate cuts before year-end). Out-of-favor trades like long duration, long EM stocks, and short dollar (among others) could potentially benefit in this scenario, so we’re starting to nibble. If this forecast doesn’t come to fruition, all else equal, then maybe the facts have changed and we may need to humbly heed the wisdom from John Maynard Keynes above. ‘Til then, our song remains the same.

Views are subject to change.

PERFORMANCE COMMENTARY

As of 4/30/24

PERFORMANCE

After a steady three-week pullback that eclipsed 5%, US stocks staged a heroic rebound toward the end of the month, according to Bloomberg. Nervous investors wiped their brow as strong Q1 earnings reports from megacap tech companies helped prop up the market despite an increasingly consensus opinion that interest rates could stay higher for longer. The hawkish lean in market sentiment propelled yields higher, with 10-year Treasuries closing the month above 4.6%. Small caps' outsized sensitivity to interest rates caused them to underperform their large cap counterparts once again. Commodities and energy stocks outperformed but lost momentum as progress toward a cease-fire in the conflict in the Middle East made headlines. Japanese stocks gave up March's gains and retraced lower but stabilized in conjunction with the yen on speculation of central bank intervention. Emerging markets (EM) eked out a modest gain, thanks to strength in commodities and growing investor appetite for beaten-down Chinese stocks.

Performance across the suite was negative on a total and relative return basis during the month, amidst a global retreat in prices across both stocks and bonds. Our preference for large cap over small cap stocks helped insulate the portfolio from deeper losses. ESG stock screens weighed on relative performance. The breather in US tech stocks during an overall risk-off month also detracted from returns relative to benchmark. On the fixed income side, there was broad downside pressure from the move in rates.

Past performance does not guarantee future results.

Latest Holdings (%)

		Allocation as of 6/06/24											
		As of Date	0/100	10/90	20/80	30/70	40/60	50/50	60/40	70/30	80/20	90/10	100/0
Net Expense Ratio (%)		4/30/24	0.13	0.14	0.14	0.14	0.15	0.15	0.16	0.16	0.17	0.16	0.16
Gross Expense Ratio (%)		4/30/24	0.14	0.15	0.16	0.17	0.18	0.19	0.19	0.20	0.21	0.21	0.21
US Equities			-	10.0	18.0	26.0	34.0	42.0	49.5	57.5	66.0	73.0	76.0
DSI	iShares MSCI KLD 400 Social ETF	-	4.0	6.0	7.0	9.0	11.5	14.0	15.5	16.5	17.5	19.0	
ESGU	iShares ESG Aware MSCI USA ETF	-	-	1.0	2.5	3.5	4.5	6.0	6.5	9.5	11.0	11.5	
LCTU	BlackRock U.S. Carbon Transition Readiness ETF	-	3.5	6.5	10.0	12.5	15.5	18.5	21.0	24.5	26.5	27.5	
USXF	iShares ESG Advanced MSCI USA ETF	-	2.5	4.5	6.5	9.0	10.5	11.0	14.5	15.5	18.0	18.0	
International/Global Equities			-	3.0	5.0	7.0	10.0	12.0	14.5	16.5	18.0	21.0	22.0
DMXF	iShares ESG Advanced MSCI EAFE Index ETF	-	2.0	3.0	3.5	3.5	4.5	6.5	7.5	8.5	9.5	10.5	
ESGE	iShares ESG Aware MSCI EM ETF	-	1.0	2.0	2.0	3.0	4.0	4.5	5.5	6.0	7.0	7.0	
LCTD	BlackRock World ex U.S. Carbon Transition Readiness ETF	-	-	-	1.5	3.5	3.5	3.5	3.5	3.5	4.5	4.5	
US Fixed Income			98.0	85.0	75.0	65.0	54.0	44.0	34.0	24.0	14.0	4.0	-
EAGG	iShares ESG U.S. Aggregate Bond ETF	19.5	19.0	18.5	16.5	14.0	12.5	12.5	8.5	1.0	-	-	
EUSB	iShares ESG Advanced Total USD Bond Market ETF	47.5	38.0	33.5	26.0	18.0	15.0	7.5	1.5	-	-	-	
SUSB	iShares ESG 1-5 Year USD Corporate Bond ETF	6.5	4.0	2.0	2.0	1.5	-	-	-	-	-	-	
SUSC	iShares ESG USD Corporate Bond ETF	24.5	24.0	21.0	20.5	20.5	16.5	14.0	14.0	13.0	4.0	-	
Cash & Cash Alternatives			2.0	2.0	2.0	2.0	2.0	2.0	2.0	2.0	2.0	2.0	2.0
CASH-USD	UNITED STATES DOLLAR	2.0	2.0	2.0	2.0	2.0	2.0	2.0	2.0	2.0	2.0	2.0	

Allocations for the model portfolios are targets and subject to change. If a ratio is used in the model name, the ratio corresponds to the target percentage of equity and fixed income exposure within the model. For example, "60/40" means the model targets 60% in equity exposure and 40% in fixed income exposure. The target fixed income exposure may include an allocation to cash.

Changes to Holdings (%)

		Allocation as of 6/06/24										
		0/100	10/90	20/80	30/70	40/60	50/50	60/40	70/30	80/20	90/10	100/0
US Equities		-	-2.0	-1.0	-1.0	-1.0	-0.5	-0.5	-1.0	-	-1.0	-2.0
DSI	iShares MSCI KLD 400 Social ETF	-	-	-	-	-	-	-	-	-	-	-
ESGU	iShares ESG Aware MSCI USA ETF	-	-	-	-	-	-	-	-	-	-	-
LCTU	BlackRock U.S. Carbon Transition Readiness ETF	-	-2.0	-1.0	-1.0	-1.0	-0.5	-0.5	-1.0	-	-1.0	-2.0
USXF	iShares ESG Advanced MSCI USA ETF	-	-	-	-	-	-	-	-	-	-	-
International/Global Equities		-	2.0	1.0	1.0	2.0	1.5	1.5	2.0	1.0	2.0	2.0
DMXF	iShares ESG Advanced MSCI EAFE Index ETF	-	+1.0	-	-	-	-	-	-	-	-	-
ESGE	iShares ESG Aware MSCI EM ETF	-	+1.0	+1.0	+1.0	+1.5	+1.5	+1.5	+2.0	+1.5	+2.0	+2.0
LCTD	BlackRock World ex U.S. Carbon Transition Readiness ETF	-	-	-	-	+0.5	-	-	-	-0.5	-	-
US Fixed Income		-	-	-	-	-1.0	-1.0	-1.0	-1.0	-1.0	-1.0	-
EAGG	iShares ESG U.S. Aggregate Bond ETF	+1.5	+1.0	+1.0	+1.0	-	-1.0	-1.0	-1.0	-1.0	-	-
EUSB	iShares ESG Advanced Total USD Bond Market ETF	-	-	-	-	-	-	-	-	-	-	-
SUSB	iShares ESG 1-5 Year USD Corporate Bond ETF	+1.5	-	-	-	-	-	-	-	-	-	-
SUSC	iShares ESG USD Corporate Bond ETF	-3.0	-1.0	-1.0	-1.0	-1.0	-	-	-	-	-1.0	-
Cash & Cash Alternatives		-	-	-	-	-	-	-	-	-	-	-
CASH-USD	UNITED STATES DOLLAR	-	-	-	-	-	-	-	-	-	-	-

Allocations for the model portfolios are targets and subject to change. If a ratio is used in the model name, the ratio corresponds to the target percentage of equity and fixed income exposure within the model. For example, "60/40" means the model targets 60% in equity exposure and 40% in fixed income exposure. The target fixed income exposure may include an allocation to cash.

Performance (%)

As of 4/30/24

Model	Performance Type	Last Month (%)	3 Month (%)	Year to Date (%)	1 Year (%)	3 Year (%)	5 Year (%)	10 Year (%)	Since Inception (%)
0/100	Gross of an advisory fee	-2.38	-2.63	-2.84	-0.23	-	-	-	-4.34
	Net of 3% advisory fee	-2.63	-3.37	-3.82	-3.22	-	-	-	-7.21
0/100 Benchmark	Gross of an advisory fee	-2.28	-2.48	-2.70	-0.22	-	-	-	-4.35
10/90	Gross of an advisory fee	-2.67	-1.89	-1.87	1.75	-	-	-	-3.83
	Net of 3% advisory fee	-2.91	-2.64	-2.86	-1.30	-	-	-	-6.72
10/90 Benchmark	Gross of an advisory fee	-2.40	-1.82	-1.94	1.62	-	-	-	-3.62
20/80	Gross of an advisory fee	-2.86	-1.28	-1.14	3.69	-	-	-	-3.15
	Net of 3% advisory fee	-3.11	-2.03	-2.14	0.58	-	-	-	-6.05
20/80 Benchmark	Gross of an advisory fee	-2.53	-1.16	-1.17	3.49	-	-	-	-2.91
30/70	Gross of an advisory fee	-3.04	-0.64	-0.38	5.63	-	-	-	-2.51
	Net of 3% advisory fee	-3.29	-1.39	-1.39	2.46	-	-	-	-5.43
30/70 Benchmark	Gross of an advisory fee	-2.65	-0.50	-0.40	5.37	-	-	-	-2.20
40/60	Gross of an advisory fee	-3.22	0.01	0.39	7.77	-0.24	4.46	-	4.89
	Net of 3% advisory fee	-3.47	-0.75	-0.63	4.54	-3.23	1.33	-	1.74
40/60 Benchmark	Gross of an advisory fee	-2.77	0.16	0.37	7.28	0.37	4.64	-	4.97
50/50	Gross of an advisory fee	-3.40	0.65	1.18	9.46	-	-	-	-1.43
	Net of 3% advisory fee	-3.65	-0.12	0.16	6.18	-	-	-	-4.38
50/50 Benchmark	Gross of an advisory fee	-2.89	0.82	1.15	9.21	-	-	-	-0.83
60/40	Gross of an advisory fee	-3.56	1.31	2.02	11.57	1.18	6.33	-	6.86
	Net of 3% advisory fee	-3.80	0.54	0.99	8.23	-1.85	3.14	-	3.65
60/40 Benchmark	Gross of an advisory fee	-3.01	1.48	1.93	11.16	2.02	6.70	-	6.94
70/30	Gross of an advisory fee	-3.76	1.98	2.78	13.55	-	-	-	-0.14
	Net of 3% advisory fee	-4.00	1.21	1.74	10.14	-	-	-	-3.14
70/30 Benchmark	Gross of an advisory fee	-3.13	2.14	2.70	13.13	-	-	-	0.50
80/20	Gross of an advisory fee	-3.90	2.67	3.60	15.62	2.75	8.41	-	8.76

Model	Performance Type	Last Month (%)	3 Month (%)	Year to Date (%)	1 Year (%)	3 Year (%)	5 Year (%)	10 Year (%)	Since Inception (%)
	Net of 3% advisory fee	-4.14	1.89	2.56	12.15	-0.33	5.16	-	5.50
80/20 Benchmark	Gross of an advisory fee	-3.26	2.81	3.48	15.13	3.63	8.65	-	8.76
90/10	Gross of an advisory fee	-4.07	3.34	4.39	17.67	-	-	-	1.11
	Net of 3% advisory fee	-4.31	2.56	3.34	14.14	-	-	-	-1.93
90/10 Benchmark	Gross of an advisory fee	-3.38	3.47	4.27	17.14	-	-	-	1.78
100/0	Gross of an advisory fee	-4.16	3.75	4.91	19.09	4.13	10.19	-	10.39
	Net of 3% advisory fee	-4.41	2.96	3.85	15.52	1.01	6.88	-	7.08
100/0 Benchmark	Gross of an advisory fee	-3.47	4.00	4.89	18.77	5.06	10.40	-	10.42

Inception date for the 60/40, 80/20, 100/0 models are **4/30/17**. Inception date for the 40/60 model is **4/30/18**. Inception date for the 0/100, 10/90, 20/80, 30/70, 50/50, 70/30, 90/10 models are **12/31/21**.

As of 7/1/2021, for all models except the Target Allocation ESG 100/0 Model, the equity portion of the benchmark is represented by 70% MSCI ACWI Index and 30% MSCI USA Index, while the fixed income portion is represented by a fixed 2% allocation to the ICE BofAML US T-Bill 0-3 Month Index and the remaining allocation to the Bloomberg U.S. Universal Index. For example, the benchmark for the 60/40 model portfolio is represented by 42% MSCI ACWI Index, 18% MSCI USA Index, 38% Bloomberg U.S. Universal Index, and 2% ICE BofAML US T-Bill 0-3 Month Index. As of 7/1/2021, the benchmark for the Target Allocation ESG 100/0 Model is 68.6% MSCI ACWI Index, 29.4% MSCI USA Index, and 2% ICE BofAML US T-Bill 0-3 Month Index. Prior to 7/1/2021, for all models, the equity portion of the benchmark was represented by 70% MSCI ACWI Index and 30% MSCI USA Index, and the fixed income portion of the benchmark was represented by 100% Bloomberg U.S. Universal Index.

Past performance does not guarantee future results. For standardized performance of the underlying funds within the model portfolios, please see the Appendix. Index performance is for illustrative purposes only. Index performance does not reflect any management fees, transaction costs or expenses. Indexes are unmanaged and one cannot invest directly in an index. Performance is annualized for time periods greater than 1 year. The performance shown does not reflect the performance of actual client accounts. Each model portfolio includes allocations to underlying constituent securities and uses the underlying securities' historical performance. Where the constituent security is a fund, performance (i) assumes reinvestment of dividends and capital gains, (ii) reflects the deduction of fund expenses, including management fees and other expenses, and (iii) does not reflect any applicable sales charges. In addition, where the constituent security is a fund, performance shown is based on the performance of the share class (if applicable) featured in the model portfolio. Where the constituent security is an unlisted closed end fund or non-traded business development company (BDC), performance shown is based on the most recent NAV of the fund or BDC, calculated pursuant to its registration statement, available as of the rebalance date of the model portfolio. A financial professional's client may or may not be eligible to hold the share class shown. In the case of an unlisted closed end fund or non-traded BDC, a financial professional's client (i) may not be eligible to hold such fund and (ii), due to liquidity constraints, may not be able to trade in the shares as of the rebalance date or otherwise hold the positions at model weight.

The performance of actual client accounts may differ from the performance shown for a variety of reasons, including but not limited to: the financial professional is responsible for implementing trades in the accounts; differences in market conditions; client-imposed investment restrictions; the timing of client investments and withdrawals; fees payable by such accounts; cash flows into or out of such accounts; certain of the underlying holdings may have eligibility requirements or restrictions on liquidity; and/or other factors.

Gross performance does not reflect the deduction of any fees or expenses that may be charged by the financial professional. The fees and expenses that a client may incur in their account will reduce the account's return. Net performance reflects the deduction of an annual investment advisory fee, deducted monthly, that may be charged by the financial professional but does not reflect the deduction of any applicable custodial fees, platform fees or brokerage commissions. The default net performance reflects a hypothetical annual investment advisory fee of 3%; however a financial professional may input a different annual investment advisory fee or exclude the investment advisory fee. By changing the default investment advisory fee, the financial professional represents that such inputs reflect the fee that is applicable to the client's account. BlackRock does not independently verify the accuracy of such investment advisory fee inputs. Due to the compounding effect of these fees, annual net performance results may be lower than stated gross returns less the indicated annual fee. Actual advisory fees charged by a financial professional may vary.

APPENDIX

Fund Performance

QUARTERLY RETURNS - NAV(%)

As of 3/31/24

Ticker	Name	1YR	5YR	10YR	Since Inception	Inception Date
DMXF	iShares ESG Advanced MSCI EAFE Index ETF	17.33%	-	-	9.73%	6/16/20
DSI	iShares MSCI KLD 400 Social ETF	30.88%	15.37%	12.70%	9.88%	11/14/06
EAGG	iShares ESG U.S. Aggregate Bond ETF	1.49%	0.25%	-	1.21%	10/18/18
ESGE	iShares ESG Aware MSCI EM ETF	5.59%	1.45%	-	5.48%	6/28/16
ESGU	iShares ESG Aware MSCI USA ETF	28.97%	14.74%	-	14.48%	12/1/16
EUSB	iShares ESG Advanced Total USD Bond Market ETF	2.27%	-	-	-2.16%	6/23/20
LCTD	BlackRock World ex U.S. Carbon Transition Readiness ETF	13.10%	-	-	2.63%	4/6/21
LCTU	BlackRock U.S. Carbon Transition Readiness ETF	28.97%	-	-	9.34%	4/6/21
SUSB	iShares ESG 1-5 Year USD Corporate Bond ETF	4.88%	1.78%	-	1.90%	7/11/17
SUSC	iShares ESG USD Corporate Bond ETF	4.23%	1.36%	-	1.71%	7/11/17
USXF	iShares® ESG Advanced MSCI USA ETF	38.29%	-	-	17.79%	6/16/20

QUARTERLY RETURNS - MARKET(%)

As of 3/31/24

Ticker	Name	1YR	5YR	10YR	Since Inception	Inception Date
DMXF	iShares ESG Advanced MSCI EAFE Index ETF	17.10%	-	-	9.73%	6/16/20
DSI	iShares MSCI KLD 400 Social ETF	30.84%	15.35%	12.68%	9.88%	11/14/06
EAGG	iShares ESG U.S. Aggregate Bond ETF	1.37%	0.21%	-	1.19%	10/18/18
ESGE	iShares ESG Aware MSCI EM ETF	5.19%	1.31%	-	4.29%	6/28/16
ESGU	iShares ESG Aware MSCI USA ETF	28.89%	14.75%	-	14.31%	12/1/16
EUSB	iShares ESG Advanced Total USD Bond Market ETF	2.30%	-	-	-2.10%	6/23/20
LCTD	BlackRock World ex U.S. Carbon Transition Readiness ETF	13.06%	-	-	2.64%	4/6/21
LCTU	BlackRock U.S. Carbon Transition Readiness ETF	28.81%	-	-	9.31%	4/6/21
SUSB	iShares ESG 1-5 Year USD Corporate Bond ETF	4.85%	1.72%	-	1.82%	7/11/17
SUSC	iShares ESG USD Corporate Bond ETF	4.07%	1.24%	-	1.49%	7/11/17
USXF	iShares® ESG Advanced MSCI USA ETF	38.29%	-	-	17.75%	6/16/20

QUARTERLY RETURNS - LOAD ADJUSTED(%)

As of 3/31/24

Target Allocation ESG ETF Models

Ticker	Name	1YR	5YR	10YR	Since Inception	Inception Date	Max Front Load	Deferred Load
DMXF	iShares ESG Advanced MSCI EAFE Index ETF	17.33%	-	-	9.73%	6/16/20	-	-
DSI	iShares MSCI KLD 400 Social ETF	30.88%	15.37%	12.70%	9.88%	11/14/06	-	-
EAGG	iShares ESG U.S. Aggregate Bond ETF	1.49%	0.25%	-	1.21%	10/18/18	-	-
ESGE	iShares ESG Aware MSCI EM ETF	5.59%	1.45%	-	5.48%	6/28/16	-	-
ESGU	iShares ESG Aware MSCI USA ETF	28.97%	14.74%	-	14.48%	12/1/16	-	-
EUSB	iShares ESG Advanced Total USD Bond Market ETF	2.27%	-	-	-2.16%	6/23/20	-	-
LCTD	BlackRock World ex U.S. Carbon Transition Readiness ETF	13.10%	-	-	2.63%	4/6/21	-	-
LCTU	BlackRock U.S. Carbon Transition Readiness ETF	28.97%	-	-	9.34%	4/6/21	-	-
SUSB	iShares ESG 1-5 Year USD Corporate Bond ETF	4.88%	1.78%	-	1.90%	7/11/17	-	-
SUSC	iShares ESG USD Corporate Bond ETF	4.23%	1.36%	-	1.71%	7/11/17	-	-
USXF	iShares® ESG Advanced MSCI USA ETF	38.29%	-	-	17.79%	6/16/20	-	-

The performance quoted represents past performance and does not guarantee future results. Investment return and principal value of an investment will fluctuate so that an investor's shares, when sold or redeemed, may be worth more or less than the original cost. Current performance may be lower or higher than the performance quoted. Performance data current to the most recent month end for the BlackRock and iShares Funds may be obtained by visiting www.blackrock.com or www.iShares.com. For month-end performance for other funds, please visit the respective providers' websites. Performance is annualized for time periods greater than 1 year. Shares of ETFs are bought and sold at market price (not NAV) and are not individually redeemed from the fund. Any applicable brokerage commissions will reduce returns. Beginning August 10, 2020, market price returns for BlackRock and iShares ETFs are calculated using the closing price and account for distributions from the fund. Prior to August 10, 2020, market price returns for BlackRock and iShares ETFs were calculated using the midpoint price and accounted for distributions from the fund. The midpoint is the average of the bid/ask prices at 4:00 PM ET (when NAV is normally determined for most ETFs). The returns shown do not represent the returns you would receive if you traded shares at other times. Performance shown reflects fee waivers and/or expense reimbursements by the investment advisor to the fund for some or all of the periods shown. Performance would have been lower without such waivers. Source: Morningstar

Fees

As of 4/30/24

Ticker	Name	Gross Expense Ratio
DMXF	iShares ESG Advanced MSCI EAFE Index ETF	0.12%
DSI	iShares MSCI KLD 400 Social ETF	0.25%
EAGG	iShares ESG U.S. Aggregate Bond ETF	0.11%
ESGE	iShares ESG Aware MSCI EM ETF	0.25%
ESGU	iShares ESG Aware MSCI USA ETF	0.15%
EUSB	iShares ESG Advanced Total USD Bond Market ETF	0.13%
LCTD	BlackRock World ex U.S. Carbon Transition Readiness ETF	0.35%
LCTU	BlackRock U.S. Carbon Transition Readiness ETF	0.29%
SUSB	iShares ESG 1-5 Year USD Corporate Bond ETF	0.12%
SUSC	iShares ESG USD Corporate Bond ETF	0.18%
USXF	iShares® ESG Advanced MSCI USA ETF	0.10%

Fees are as of current prospectus. A sponsor fee is shown in lieu of gross and net expense ratios for any iShares Trusts or other products registered only under the Securities Act of 1933. Source: Morningstar

Glossary

Gross Expense Ratio: Weighted average prospectus gross expense ratio of the portfolio. Source: Morningstar

Net Expense Ratio: Weighted average prospectus net expense ratio of the portfolio. Source: Morningstar

IMPORTANT INFORMATION

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Fixed income risks include interest-rate and credit risk. Typically, when interest rates rise, there is a corresponding decline in bond values. Credit risk refers to the possibility that the bond issuer will not be able to make principal and interest payments. Non-investment-grade debt securities (high-yield/junk bonds) may be subject to greater market fluctuations, risk of default or loss of income and principal than higher-rated securities. Mortgage-backed securities ("MBS") and commercial mortgage-backed securities ("CMBS") are subject to prepayment and extension risk and therefore react differently to changes in interest rates than other bonds. Small movements in interest rates may quickly and significantly reduce the value of certain mortgage-backed securities. There may be less information on the financial condition of municipal issuers than for public corporations. The market for municipal bonds may be less liquid than for taxable bonds. Some investors may be subject to federal or state income taxes or the Alternative Minimum Tax (AMT). Capital gains distributions, if any, are taxable. An investment in a treasury Fund is not insured or guaranteed by the Federal Deposit Insurance Corporation or any other government agency and its return and yield will fluctuate with market conditions.

International investing involves risks, including risks related to foreign currency, limited liquidity, less government regulation and the possibility of substantial volatility due to adverse political, economic or other developments. These risks often are heightened for investments in emerging/developing markets and in concentrations of single countries. Funds that concentrate investments in specific industries, sectors, markets or asset classes may underperform or be more volatile than other industries, sectors, markets or asset classes and the general securities market.

A fund's use of derivatives may reduce a fund's returns and/or increase volatility and subject the fund to counterparty risk, which is the risk that the other party in the transaction will not fulfill its contractual obligation. A fund could suffer losses related to its derivative positions because of a possible lack of liquidity in the secondary market and as a result of unanticipated market movements, which losses are potentially unlimited. There can be no assurance that any fund's hedging transactions will be effective.

There can be no assurance that performance will be enhanced or risk will be reduced for funds that seek to provide exposure to certain quantitative investment characteristics ("factors"). Exposure to such investment factors may detract from performance in some market environments, perhaps for extended periods. In such circumstances, a fund may seek to maintain exposure to the targeted investment factors and not adjust to target different factors, which could result in losses.

A fund's environmental, social and governance ("ESG") investment strategy limits the types and number of investment opportunities available to the fund and, as a result, the fund may underperform other funds that do not have an ESG focus. A fund's ESG investment strategy may result in the fund investing in securities or industry sectors that underperform the market as a whole or underperform other funds screened for ESG standards. In addition, companies selected by the index provider may not exhibit positive or favorable ESG characteristics.

Alternative investments present the opportunity for significant losses and some alternative investments have experienced periods of extreme volatility. Alternative investments may be less liquid than investments in traditional securities.

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