

TAKE A SCREENED APPROACH

iShares
by BlackRock

iShares ESG Screened ETFs

XVV iShares ESG Screened S&P 500 ETF
Expense ratio: 0.08%

XJH iShares ESG Screened S&P Mid-Cap ETF
Expense ratio: 0.12%

XJR iShares ESG Screened S&P Small-Cap ETF
Expense ratio: 0.12%

Key takeaways



Avoid

Seek to eliminate exposure to certain areas that may pose risks or do not align with an investor's preferences.



Access

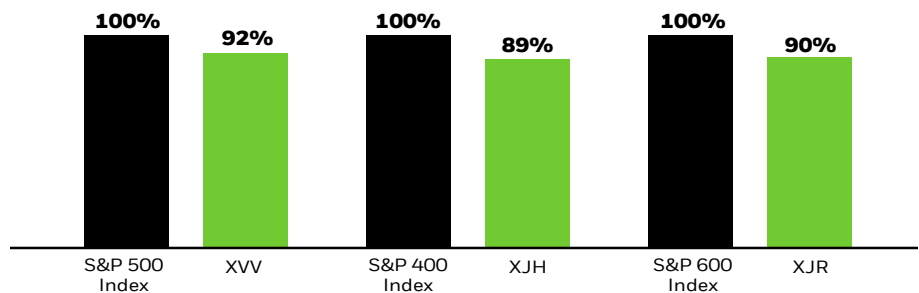
Sustainable equity exposures built off flagship S&P indexes.



Value

A cost-efficient way to build a sustainable equity portfolio.

Preserve market cap exposure to flagship S&P indexes¹



Reduced weighted average carbon intensity²

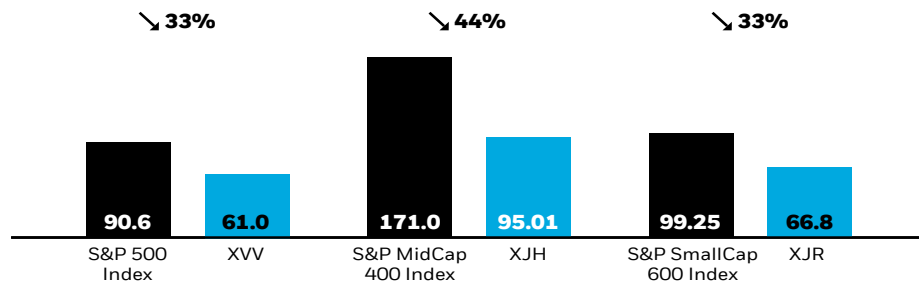


Chart shows weighted average carbon intensity reduction relative to the parent index. Subject to change.

Consider iShares ESG Screened ETFs

Sustainable equity exposure for investors seeking to eliminate exposure to certain areas while accessing flagship S&P indexes. Refer to the following page for additional details on each index screen.

Small arms

Controversial weapons

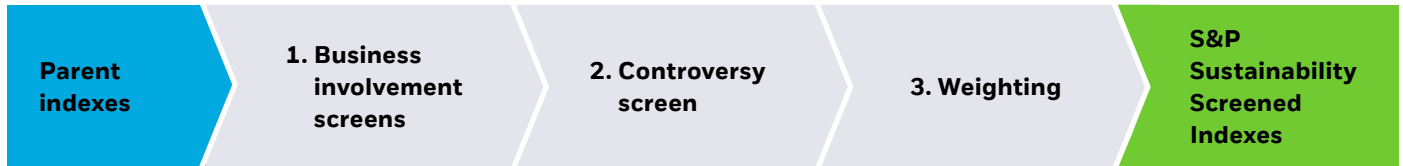
Tobacco

Fossil fuels
(thermal coal, oil sands and shale energy, reserves)

¹ BlackRock with data from S&P as of 3/28/2024. ² Source for the funds: MSCI ESG Fund Ratings, as of 4/1/2024, based on holdings as of 2/29/2024. Source for S&P indexes: BlackRock computed the S&P index metrics using index holdings data from the respective index provider, as of 2/29/2024, and Carbon Intensity data from MSCI ESG Research, as of 4/1/2024. The Weighted Average Carbon Intensity measures a portfolio's exposure to carbon intensive companies. This figure represents the estimated greenhouse gas emissions per \$1 million in sales across the portfolio's holdings. The figure is a sum of the normalized security weight multiplied by the security Carbon Intensity. This allows for comparisons between portfolios of different sizes. It is measured in tons CO₂/\$M sales. The index shown is the parent index of the index that the fund seeks to track. There may be material differences between the fund's index and the index shown including without limitation holdings, methodology and performance. The parent index of XVV's index is the S&P 500 Index (99.89% carbon intensity coverage by MSCI ESG Research). The parent index of XJH's index is the S&P MidCap 400 Index (100.00% carbon intensity coverage by MSCI ESG Research). The parent index of XJR's index is the S&P 600 Index (99.99% carbon intensity coverage by MSCI ESG Research). For MSCI ESG Fund Ratings and more information on ESG metrics, please see the end of this document.

How the indexes are built

- 1 Screen out small arms, controversial weapons, tobacco, fossil fuels (thermal coal, oil sands and shale energy, reserves)
- 2 Screen out securities violating the UNGC controversy screen and controversies.³
- 3 Eligible constituents are market-cap weighted and rebalanced quarterly



Source: S&P. For illustrative purposes only.

3 The controversy screen removes 1) companies identified and deemed by Sustainalytics to be non-compliant with the United Nations Global Compact (UNGC) as of each rebalancing reference date, or 2) companies that have been flagged by SAM ESG Research's Media and Stakeholder Analysis (MSA) on issues such as economic crime and corruption, fraud, illegal commercial practices, human rights issues, labor disputes, workplace safety, catastrophic accidents, and environmental disasters, and been determined by the Index Committee as ineligible for inclusion. In the event that the Index Committee decides to remove a company in question, that company would not be eligible for reentry into the index for one full calendar year, beginning with the subsequent rebalancing.

Rules behind the ESG Screened business involvement screens

Please refer to the respective index methodology for the detailed definition of each screen.

- **Controversial weapons** - all companies with direct involvement or via an ownership stake of greater than or equal to 25% of companies involved in the core weapon system, or components/services of the core weapon system. All companies with any tie to Controversial Weapons (anti-personnel mines, biological and chemical weapons, cluster weapons, depleted uranium, nuclear weapons, white phosphorus), as defined by the Sustainalytics.
- **Small arms** - all companies classified as "Producers" of civilian firearms, military and law enforcement small arms, key components of small arms and companies deriving annual revenue from retail of small arms.
- **Tobacco** - all companies deriving revenue from tobacco sales, directly, or via an ownership stake of 25% or more of producers and greater than or equal to 10% revenue from tobacco-related products & services and retail.
- **Oil sands and shale energy** - all companies deriving equal to or more than 5% revenue from oil sands and shale energy extraction and/or production.
- **Thermal coal** - all companies deriving equal to or more than 5% revenue from thermal coal extraction and thermal coal related power generation.
- **Fossil fuel reserves** - all companies with specific fossil fuel reserves, as measured by S&P Trucost Limited (Trucost).

ESG fund ratings

Ticker	Name	ESG rating	ESG quality score	ESG% coverage	Weighted avg carbon intensity	Carbon % coverage	Holdings date
XVV	iShares ESG Screened S&P 500 ETF	A	6.61	99.65	61.01	99.52	2/29/2024
XJH	iShares ESG Screened S&P Mid-Cap ETF	A	6.00	95.56	95.01	95.62	2/29/2024
XJR	iShares ESG Screened S&P Small-Cap ETF	BBB	5.57	96.29	66.79	94.12	2/29/2024

Source: MSCI ESG Fund Ratings as of 4/1/2024, based on holdings as of 2/29/2024. The MSCI ESG Rating for funds is designed to measure the resiliency of portfolios to long-term ESG risks and opportunities. The most highly rated funds consist of issuers with leading or improving management of key ESG risks. The ESG Rating is calculated as a direct mapping of ESG Quality Scores to letter rating categories (e.g. AAA = 8.6-10). The ESG Ratings range from leader (AAA, AA), average (A, BBB, BB) to laggard (B, CCC). The MSCI ESG Quality Score (0 - 10) for funds is calculated using the weighted average of the ESG scores of fund holdings. MSCI rates underlying holdings according to their exposure to industry specific ESG risks and their ability to manage those risks relative to peers. These issuer-level ESG ratings correspond to an issuer-level ESG Score. The Weighted Average Carbon Intensity is measured in tons CO2/\$M sales. ESG % Coverage is the percent by weight of a portfolio's holdings that have ESG Data. Carbon % Coverage is the percentage of a portfolio's market value with Carbon Intensity data. To be included in MSCI ESG Fund Ratings, 65% (or 50% for bond funds and money market funds) of the fund's gross weight must come from securities with ESG coverage by MSCI ESG Research (certain cash positions and other asset types deemed not relevant for ESG analysis by MSCI are removed prior to calculating a fund's gross weight; the absolute values of short positions are included but treated as uncovered), the fund's holdings date must be less than one year old, and the fund must have at least ten securities. Please refer to the MSCI ESG Fund Ratings Methodology for more information.

Carefully consider the Funds' investment objectives, risk factors, and charges and expenses before investing. This and other information can be found in the Funds' prospectuses and, if available, summary prospectuses, which may be obtained by visiting www.iShares.com or www.blackrock.com. Read the prospectus carefully before investing.

Investing involves risk, including possible loss of principal.

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.

Small-capitalization companies may be less stable and more susceptible to adverse developments, and their securities may be more volatile and less liquid than larger capitalization companies.

This information should not be relied upon as research, investment advice, or a recommendation regarding any products, strategies, or any security in particular. This material is strictly for illustrative, educational, or informational purposes and is subject to change.

This material contains general information only and does not take into account an individual's financial circumstances. This information should not be relied upon as a primary basis for

an investment decision. Rather, an assessment should be made as to whether the information is appropriate in individual circumstances and consideration should be given to talking to

a financial professional before making an investment decision.

The iShares Funds are not sponsored, endorsed, issued, sold or promoted by S&P Dow Jones Indices LLC, nor does this company make any representation regarding the advisability of investing in the Funds. BlackRock is not affiliated with S&P Dow Jones Indices LLC.

Certain information ©2024 MSCI ESG Research LLC. Reproduced by permission; no further distribution. Certain information contained herein (the "Information") has been provided by MSCI ESG Research LLC, a RIA under the Investment Advisers Act of 1940, and may include data from its affiliates (including MSCI Inc. and its subsidiaries ("MSCI")), or third party suppliers (each an "Information Provider"), and it may not be reproduced or disseminated in whole or in part without prior written permission. The Information has not been submitted to, nor received approval from, the US SEC or any other regulatory body. The Information may not be used to create any derivative works, or in connection with, nor does it constitute, an offer to buy or sell, or a promotion or recommendation of, any security, financial instrument or product or trading strategy, nor should it be taken as an indication or guarantee of any future performance, analysis, forecast or prediction. Some funds may be based on or linked to MSCI indexes, and MSCI may be compensated based on the fund's assets under management or other measures. MSCI has established an information barrier between equity index research and certain Information. None of the Information in and of itself can be used to determine which securities to buy or sell or when to buy or sell them. The Information is provided "as is" and the user of the Information assumes the entire risk of any use it may make or permit to be made of the Information. Neither MSCI ESG Research nor any Information Party makes any representations or express or implied warranties (which are expressly disclaimed), nor shall they incur liability for any errors or omissions in the Information, or for any damages related thereto. The foregoing shall not exclude or limit any liability that may not by applicable law be excluded or limited.

© 2024 BlackRock, Inc. or its affiliates. All Rights Reserved. **BLACKROCK** and **ISHARES** are trademarks of BlackRock, Inc. or its affiliates. All other trademarks are those of their respective owners.

GELM-2272-APR24-US