

iShares MSCI USA Quality Factor ETF

QUAL | Cboe BZX Exchange

Annual Shareholder Report — July 31, 2026



This annual shareholder report contains important information about iShares MSCI USA Quality Factor ETF (the “Fund”) for the period of August 1, 2025 to July 31, 2026. You can find additional information about the Fund at blackrock.com/fundreports. You can also request this information by contacting us at 1-800-iShares (1-800-474-2737).

This report describes changes to the Fund that occurred during the reporting period.

What were the Fund costs for the last year?

(based on a hypothetical \$10,000 investment)

Fund name	Costs of a \$10,000 investment	Costs paid as a percentage of a \$10,000 investment
iShares MSCI USA Quality Factor ETF	\$17	0.15%

How did the Fund perform last year?

- For the reporting period ended July 31, 2026, the Fund returned 20.16%.
- For the same period, the MSCI USA Index returned 19.09% and the MSCI USA Sector Neutral Quality Index returned 20.46%.

What contributed to performance?

U.S. equities were the largest contributor to the Fund's return during the reporting period, driven by the information technology sector. Semiconductors and semiconductor equipment stocks benefited from robust demand for artificial intelligence (“AI”), cloud computing, and data center infrastructure. In technology hardware, storage, and peripherals, stocks gained amid resilient consumer demand and AI-driven demand for data storage. In the healthcare sector, pharmaceutical stocks advanced on strong GLP-1 and oncology sales, as well as increased deal activity to bolster their drug pipelines. Surging demand for power generation equipment from AI data centers supported capital goods companies in the industrials sector.

What detracted from performance?

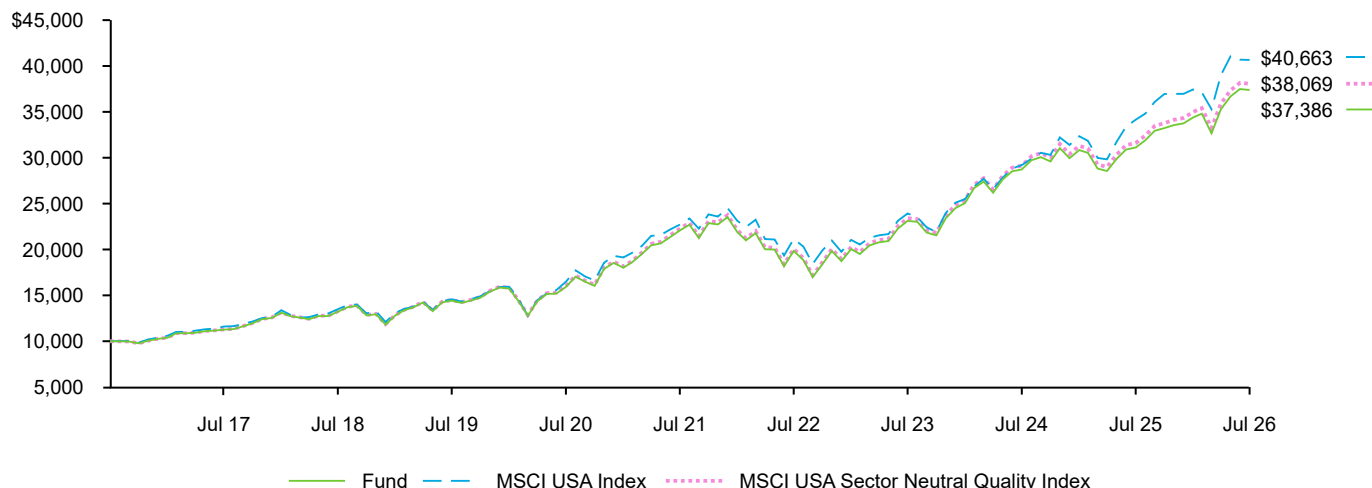
There were no significant detractors from the Fund's return during the reporting period.

The views expressed reflect the opinions of BlackRock as of the date of this report and are subject to change based on changes in market, economic or other conditions. These views are not intended to be a forecast of future events and are no guarantee of future results.

Fund performance

Cumulative performance: August 1, 2016 through July 31, 2026

Initial investment of \$10,000



See “Average annual total returns” for additional information on fund performance.

Average annual total returns				Key Fund statistics	
	1 Year	5 Years	10 Years		
Fund NAV.....	20.16%	11.12%	14.10%	Net Assets.....	\$46,564,431,907
MSCI USA Index.....	19.09	12.36	15.06	Number of Portfolio Holdings.....	127
MSCI USA Sector Neutral Quality Index.....	20.46	11.31	14.30	Net Investment Advisory Fees.....	\$74,650,969
				Portfolio Turnover Rate.....	28%

Past performance is not an indication 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. Visit [iShares.com](https://www.ishares.com) for more recent performance information.

What did the Fund invest in?

(as of July 31, 2026)

Sector allocation		Ten largest holdings	
Sector	Percent of Total Investments ^(a)	Security	Percent of Total Investments ^(a)
Information Technology.....	36.0%	Microsoft Corp.....	7.2%
Financials.....	11.9	Apple, Inc.....	6.7
Consumer Discretionary.....	10.3	NVIDIA Corp.....	5.9
Communication Services.....	10.1	TJX Companies, Inc. (The).....	4.0
Industrials.....	9.2	Meta Platforms, Inc., Class A.....	3.7
Health Care.....	9.1	Eli Lilly & Co.....	3.7
Consumer Staples.....	4.4	Lam Research Corp.....	3.5
Energy.....	3.3	Visa, Inc., Class A.....	3.2
Utilities.....	2.1	Applied Materials, Inc.....	3.1
Materials.....	1.8	KLA Corp.....	2.5
Real Estate.....	1.8		

(a) Excludes money market funds.

Material Fund changes

This is a summary of certain changes to the Fund since July 31, 2025. For more complete information, you may review the Fund's next prospectus, which we expect to be available approximately 120 days after July 31, 2026 at blackrock.com/fundreports or upon request by contacting us at 1-800-iShares (1-800-474-2737).

Effective March 31, 2026, the Fund updated its investment policy to indicate that it intends to be "diversified," as defined in the Investment Company Act of 1940, in approximately the same proportion as its Underlying Index is diversified. Therefore, shareholder approval will not be sought if the Fund crosses from diversified to non-diversified status due solely to a change in the relative market capitalization or index weighting of the constituents of its Underlying Index.

Additional information

If you wish to view additional information about the Fund, including but not limited to financial statements, the Fund's prospectus, and proxy voting policies and procedures, please visit blackrock.com/fundreports. For proxy voting records, visit blackrock.com/proxyrecords.

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.

The Fund is not sponsored, endorsed, issued, sold or promoted by MSCI, Inc. and its affiliates, nor does this company make any representation regarding the advisability of investing in the Fund. BlackRock is not affiliated with the company listed above.

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by BlackRock

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