

2021 Annual Report

BlackRock FundsSM

- BlackRock Wealth Liquid Environmentally Aware Fund

The Markets in Review

Dear Shareholder,

The 12-month reporting period as of March 31, 2021 reflected a remarkable period of disruption and adaptation, as the global economy dealt with the implications of the coronavirus (or “COVID-19”) pandemic. As the period began, the response to the virus’s spread was well underway, and countries around the world instituted 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.

As April 2020 began, stocks were near their lowest point since the beginning of the pandemic. However, a steady recovery began, as businesses started re-opening 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 late in the reporting period following the implementation of mass vaccination campaigns and passage of an additional \$1.9 trillion of fiscal stimulus. In the United States, both large- and small-capitalization stocks posted a significant advance. International equities also gained, as both developed countries and emerging markets rebounded substantially.

The 10-year U.S. Treasury yield (which is inversely related to bond prices) was near all-time lows as the period began, reflecting a reduced investor appetite for risk. However, inflation concerns from a rapidly expanding economy raised yields late in the reporting period, leading to a negative overall return for most U.S. Treasuries. In the corporate bond market, support from the U.S. Federal Reserve (the “Fed”) assuaged credit concerns and led to positive returns for corporate bonds, particularly high-yield corporates, which gained substantially.

The Fed remained committed to accommodative monetary policy by maintaining near zero interest rates and by announcing that inflation could exceed its 2% target for a sustained period without triggering a rate increase. To stabilize credit markets, the Fed also continued purchasing significant quantities of bonds, as did other influential 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 will continue to accelerate as vaccination efforts ramp up and pent-up consumer demand leads to higher spending. In early 2021, President Biden signed one of the largest economic rescue packages in U.S. history, which should provide a solid tailwind for economic growth. In our view, inflation is likely to increase somewhat as the expansion continues, but moderate inflation is less likely to be followed by interest rate hikes that could threaten the economic expansion due to the change in Fed policy.

Overall, we favor a positive stance toward risk, with an overweight in equities. We see U.S. and Asian equities outside of Japan benefiting from structural growth trends in technology, while emerging markets should be particularly helped by a vaccine-led economic expansion. While we are neutral overall on credit, rising inflation should provide tailwinds for inflation-protected bonds, and global high-yield and Asian bonds also present attractive opportunities. 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.

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 [blackrock.com](https://www.blackrock.com) for further insight about investing in today’s markets.

Sincerely,



Rob Kapito
President, BlackRock Advisors, LLC



Rob Kapito
President, BlackRock Advisors, LLC

Total Returns as of March 31, 2021

	6-Month	12-Month
U.S. large cap equities (S&P 500® Index)	19.07%	56.35%
U.S. small cap equities (Russell 2000® Index)	48.05	94.85
International equities (MSCI Europe, Australasia, Far East Index)	20.08	44.57
Emerging market equities (MSCI Emerging Markets Index)	22.43	58.39
3-month Treasury bills (ICE BofA 3-Month U.S. Treasury Bill Index)	0.06	0.12
U.S. Treasury securities (ICE BofA 10-Year U.S. Treasury Index)	(8.88)	(8.23)
U.S. investment grade bonds (Bloomberg Barclays U.S. Aggregate Bond Index)	(2.73)	0.71
Tax-exempt municipal bonds (S&P Municipal Bond Index)	1.46	5.29
U.S. high yield bonds (Bloomberg Barclays U.S. Corporate High Yield 2% Issuer Capped Index)	7.35	23.65

Past performance is not an indication of future results. Index performance is shown for illustrative purposes only. You cannot invest directly in an index.

Table of Contents

	Page
The Markets in Review	2
Annual Report:	
Money Market Overview	4
Fund Information	5
Disclosure of Expenses	5
Financial Statements:	
Schedule of Investments	6
Statement of Assets and Liabilities	10
Statement of Operations	12
Statements of Changes in Net Assets	13
Financial Highlights	14
Notes to Financial Statements	19
Report of Independent Registered Public Accounting Firm	26
Important Tax Information	27
Disclosure of Investment Sub-Advisory Agreement	28
Trustee and Officer Information	29
Additional Information	33
Glossary of Terms Used in This Report	35

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Money Market Overview For the 12-Month Period Ended on March 31, 2021

During the 12-month period ended March 31, 2021, the Federal Open Market Committee (the “FOMC” or, the “Committee”) left the range for the Federal Funds target rate unchanged at 0.00%–0.25%, which has been the range since the emergency cuts were made at the start of the pandemic. Throughout the course of this period, Fed Chair Jerome Powell maintained the position that “the path of the economy will depend significantly on the course of the virus,” and reiterated the commitment to the Committee’s accommodative policies to help the U.S. economy achieve pre-pandemic employment levels.

During its December 16, 2020 meeting, the FOMC stated it “will continue to increase its holdings of Treasury securities by at least \$80 billion per month and of agency mortgage-backed securities by at least \$40 billion per month until substantial further progress has been made toward the Committee’s maximum employment and price stability goals.”

At its most recent Committee meeting on March 17, 2021, the FOMC released a statement to note that “indicators of economic activity and employment have turned up recently, although the sectors most adversely affected by the pandemic remain weak.” The summary of economic projections was also released alongside this meeting and reflected upgraded forecasts for economic growth and employment relative to the December 2020 projections. Inflation was estimated to be at or above the FOMC’s 2% target over the forecast horizon. However, the Fed’s “dot plot” reflected no change in the median Federal Funds target rate through 2023.

As of March 31, 2021, Treasury bill tenors between one-month and one-year traded between 0.01% and 0.06%. For reference, Treasury bills of the same tenors traded between 0.12% and 0.15% as of June 30, 2020. Rates continuously trended lower during the period as a result of a consistent reduction in net supply, front-end inflows, solid demand and elevated levels of liquidity.

Credit supply in the front-end was lackluster for much of the period as issuers capitalized on the zero-rate environment to issue longer-dated debt. This caused a supply and demand imbalance in the front-end, leading to rich valuations and tighter spreads.

Credit spreads steadily contracted after spiking to record-high levels at the onset of the pandemic amid market stress and volatility. The three-month London Interbank Offered Rate overnight indexed swap spread (a gauge of stress in the financial system) contracted to 0.12% as of March 31, 2021 from 1.37% as of April 1, 2020.

With respect to BlackRock Wealth Liquid Environmentally Aware Fund (the “Fund”), portfolio positioning as of March 31, 2021 expressed our outlook for decreased supply and increased demand for money market assets continuing to pressure yields lower through much of 2021. The Fund’s portfolio purchases were focused on longer-dated fixed and floating rate commercial paper and certificates of deposit from issuers that exhibited better-than-average performance with regard to the environment. To take advantage of the relative value spread between fixed and floating rate investments, the portfolio’s allocation to floating rate instruments increased to 36% as of March 31, 2021 as compared to 17% at the beginning of the 12-month period.

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

Investment Objective

BlackRock Wealth Liquid Environmentally Aware Fund's (the "Fund") investment objective is to seek as high a level of current income as is consistent with liquidity and preservation of capital while giving consideration to select environmental criteria.

CURRENT SEVEN-DAY YIELDS

	7-Day SEC Yields	7-Day Yields
Institutional	0.02%	0.02%
Premier	0.02	0.02
Service	0.00	0.00
Investor A	0.00	0.00
Investor C	0.00	0.00

The 7-Day SEC Yields may differ from the 7-Day Yields shown above due to the fact that the 7-Day SEC Yields exclude distributed capital gains.

Past performance is not an indication of future results.

PORTFOLIO COMPOSITION

Asset Type	Percent of Net Assets
Commercial Paper	47%
Certificates of Deposit	24
Repurchase Agreements	13
Municipal Bonds	9
Time Deposits	5
U.S. Government Sponsored Agency Obligations	1
U.S. Treasury Obligations	— ^(a)
Other Assets Less Liabilities	1

^(a) Represents less than 1% of the Fund's net assets.

Disclosure of Expenses

Shareholders of the Fund may incur the following charges: (a) transactional expenses; and (b) operating expenses, including investment advisory fees, administration fees, service and distribution fees, and other fund expenses. The expense example shown below (which is based on a hypothetical investment of \$1,000 invested on October 1, 2020 and held through March 31, 2021) is intended to assist shareholders both in calculating expenses based on an investment in the Fund and in comparing these expenses with similar costs of investing in other mutual funds.

The expense example provides information about actual account values and actual expenses. In order to estimate the expenses a shareholder paid during the period covered by this report, shareholders can divide their account value by \$1,000 and then multiply the result by the number corresponding to their share class under the heading entitled "Expenses Paid During the Period."

The expense example also provides information about hypothetical account values and hypothetical expenses based on the Fund's actual expense ratio and an assumed rate of return of 5% per year before expenses. In order to assist shareholders in comparing the ongoing expenses of investing in the Fund and other funds, compare the 5% hypothetical example with the 5% hypothetical examples that appear in shareholder reports of other funds.

The expenses shown in the expense example are intended to highlight shareholders' ongoing costs only and do not reflect transactional expenses, such as sales charges, if any. Therefore, the hypothetical example is useful in comparing ongoing expenses only, and will not help shareholders determine the relative total expenses of owning different funds. If these transactional expenses were included, shareholder expenses would have been higher.

	Actual			Hypothetical ^(a)			Annualized Expense Ratio
	Beginning Account Value (10/01/20)	Ending Account Value (03/31/21)	Expenses Paid During the Period ^(b)	Beginning Account Value (10/01/20)	Ending Account Value (03/31/21)	Expenses Paid During the Period ^(b)	
Institutional	\$ 1,000.00	\$ 1,000.30	\$ 1.00	\$ 1,000.00	\$ 1,023.93	\$ 1.01	0.20%
Premier	1,000.00	1,000.30	1.00	1,000.00	1,023.93	1.01	0.20
Service	1,000.00	1,000.20	1.10	1,000.00	1,023.83	1.11	0.22
Investor A	1,000.00	1,000.10	1.15	1,000.00	1,023.78	1.16	0.23
Investor C	1,000.00	1,000.10	1.20	1,000.00	1,023.73	1.21	0.24

^(a) Hypothetical 5% annual return before expenses is calculated by prorating the number of days in the most recent fiscal half year divided by 365.

^(b) For each class of the Fund, expenses are equal to the annualized expense ratio for the class, multiplied by the average account value over the period, multiplied by 182/365 (to reflect the one-half year period shown).

Schedule of Investments

March 31, 2021

BlackRock Wealth Liquid Environmentally Aware Fund

(Percentages shown are based on Net Assets)

Security	Par (000)	Value
Certificates of Deposit — 24.4%		
Domestic — 1.7%		
Bank of America NA ^(a) :		
(LIBOR USD 3 Month + 0.05%), 0.29%, 10/01/21	USD 3,750	\$ 3,750,000
(SOFR + 0.26%), 0.27%, 01/10/22	5,300	5,300,000
Citibank NA, 0.27%, 06/14/21	30,000	30,000,000
		39,050,000
Euro — 0.7%^(b)		
Bank of Montreal, 0.28%, 03/09/22	5,000	4,986,738
Mitsubishi UFJ Trust International Ltd., 0.24%, 04/21/21	11,000	10,998,534
		15,985,272
Yankee — 22.0%^(c)		
Bank of Montreal, Chicago ^(a) :		
(LIBOR USD 3 Month + 0.12%), 0.31%, 06/24/21	20,000	20,000,000
(LIBOR USD 3 Month + 0.04%), 0.22%, 09/17/21	20,000	20,000,000
(LIBOR USD 3 Month + 0.04%), 0.28%, 10/06/21	30,000	30,000,000
Canadian Imperial Bank of Commerce, New York:		
0.60%, 05/04/21	15,000	15,000,000
(LIBOR USD 3 Month + 0.14%), 0.36%, 07/23/21 ^(a)	15,000	15,000,000
(LIBOR USD 3 Month + 0.16%), 0.35%, 08/06/21 ^(a)	9,000	9,000,000
(LIBOR USD 3 Month + 0.05%), 0.23%, 09/13/21 ^(a)	13,000	13,000,000
(LIBOR USD 3 Month + 0.04%), 0.28%, 10/04/21 ^(a)	30,000	30,000,000
(LIBOR USD 3 Month + 0.11%), 0.34%, 01/14/22 ^(a)	10,000	10,000,000
Credit Suisse AG, New York, (SOFR + 0.30%), 0.31%, 11/16/21 ^(a)	20,000	20,000,000
Kookmin Bank, New York, (LIBOR USD 1 Month + 0.23%), 0.33%, 02/07/22 ^(a)	9,000	9,000,000
Mizuho Bank Ltd., New York:		
0.25%, 08/10/21	15,000	15,000,000
0.21%, 08/26/21	20,000	20,000,000
Nordea Bank Abp, New York ^(a) :		
(LIBOR USD 3 Month + 0.32%), 0.52%, 05/05/21	6,420	6,420,540
(LIBOR USD 3 Month + 0.10%), 0.29%, 06/09/21	15,000	14,999,459
Royal Bank of Canada, New York:		
(LIBOR USD 3 Month + 0.45%), 0.67%, 04/23/21 ^(a)	10,000	10,000,000
0.65%, 05/03/21	15,000	15,000,000
0.43%, 07/26/21	12,000	12,000,000
(LIBOR USD 3 Month + 0.09%), 0.27%, 12/10/21 ^(a)	18,000	18,000,000
Skandinaviska Enskilda Banken AB, New York:		
0.25%, 05/13/21 - 06/01/21	20,000	20,000,000
Standard Chartered Bank, New York, (LIBOR USD 3 Month + 0.10%), 0.32%, 04/28/21 ^(a)		
25,000	25,000,000	
Sumitomo Mitsui Trust Bank Ltd., New York, 0.05%, 04/05/21		
30,000	30,000,000	
Svenska Handelsbanken AB, New York, (LIBOR USD 3 Month + 0.11%), 0.30%, 06/16/21 ^(a)		
11,000	11,000,000	
Swedbank AB, New York:		
0.25%, 07/26/21	25,000	25,000,000

Security	Par (000)	Value
Yankee (continued)		
(LIBOR USD 3 Month + 0.05%), 0.27%, 10/20/21 ^(a)	USD 20,000	\$ 19,999,414
Toronto-Dominion Bank, New York:		
0.50%, 05/13/21	15,000	15,000,000
(LIBOR USD 3 Month + 0.14%), 0.36%, 07/19/21 ^(a)	10,000	10,000,000
0.43%, 07/28/21	12,000	12,000,000
0.40%, 08/16/21	12,000	12,000,000
UBS AG, Stamford, 1.38%, 04/16/21	15,000	15,000,000
		497,419,413
Total Certificates of Deposit — 24.4% (Cost: \$552,454,685)		
		552,454,685
Commercial Paper — 46.7%		
Alinghi Funding Co. LLC ^(b) :		
0.17%, 09/16/21	6,000	5,992,720
0.19%, 12/07/21	12,000	11,977,500
Alpine Securitization Ltd. ^(d) :		
0.25%, 05/05/21 ^(a)	40,000	40,000,000
0.26%, 05/05/21	25,000	25,000,000
Antalis SA ^(b) :		
0.08%, 04/01/21	30,000	30,000,000
0.09%, 04/06/21	37,600	37,599,530
0.14%, 05/11/21	5,000	4,998,889
ASB Finance Ltd. ^(b) :		
0.11%, 06/28/21	11,750	11,742,819
0.15%, 09/13/21	20,000	19,981,667
Atlantic Asset Securitization LLC ^(a) :		
(LIBOR USD 1 Month + 0.06%), 0.17%, 05/02/21	6,500	6,500,000
(LIBOR USD 1 Month + 0.09%), 0.20%, 05/02/21	9,000	9,000,000
Australia & New Zealand Banking Group Ltd.:		
0.12%, 06/10/21 ^(b)	15,000	14,992,708
(LIBOR USD 3 Month + 0.03%), 0.21%, 03/02/22 ^(a)	10,000	10,000,000
Bank of Nova Scotia (The), (LIBOR USD 3 Month + 0.03%), 0.23%, 08/10/21 ^(a)		
14,000	14,000,119	
Barclays Bank plc, 0.08%, 04/01/21 ^(b)	48,000	48,000,000
Bayerische Landesbank, 0.06%, 04/05/21 ^(b)	31,000	30,999,828
BNP Paribas SA, 0.05%, 04/01/21 ^(b)	65,000	65,000,000
BNZ International Funding Ltd., 0.17%, 11/16/21 ^(b)		
8,000	7,989,568	
BPCE SA ^(b) :		
0.12%, 05/13/21	10,000	9,996,500
0.23%, 12/01/21	14,000	13,968,212
0.23%, 12/09/21	10,000	9,976,550
Britannia Funding Co. LLC ^{(b)(d)} :		
0.20%, 06/17/21	11,000	10,995,530
0.21%, 08/18/21	27,200	27,177,945
CAFCO LLC, 0.05%, 04/01/21 ^(b)	22,000	22,000,000
Citigroup Global Markets, Inc., 0.12%, 06/04/21 ^(b)		
30,000	29,986,133	
Commonwealth Bank of Australia, (LIBOR USD 3 Month + 0.09%), 0.28%, 05/28/21 ^(a)		
35,000	35,000,000	
DBS Bank Ltd., 0.16%, 07/06/21 ^(b)	7,000	6,995,707
DNB Bank ASA, (LIBOR USD 3 Month + 0.10%), 0.30%, 06/25/21 ^(a)		
20,000	20,000,000	
Fairway Finance Co. LLC, 0.17%, 07/08/21 ^(b)	14,000	13,990,091
HSBC Bank plc, (LIBOR USD 3 Month + 0.14%), 0.33%, 08/31/21 ^(a)		
17,000	17,000,000	
ING US Funding LLC, 0.18%, 12/14/21 ^(b)	9,000	8,981,046

Schedule of Investments (continued)

March 31, 2021

BlackRock Wealth Liquid Environmentally Aware Fund

(Percentages shown are based on Net Assets)

Security	Par (000)	Value
Commercial Paper (continued)		
Landesbank Baden-Wuerttemberg, 0.10%, 04/01/21 ^(b) USD	84,000	\$ 84,000,000
Mackinac Funding Co. LLC, 0.11%, 04/15/21 ^(b)	14,000	13,998,421
Matchpoint Finance plc, 0.16%, 06/21/21 ^(b) . . .	20,000	19,993,250
Mitsubishi UFJ Trust & Banking Corp., 0.19%, 08/20/21 ^(b)	16,000	15,986,840
National Australia Bank Ltd. ^(a) : (LIBOR USD 1 Month + 0.11%), 0.22%, 04/29/21	10,000	10,000,168
(LIBOR USD 3 Month + 0.12%), 0.35%, 07/08/21	5,000	5,000,000
(LIBOR USD 3 Month + 0.04%), 0.23%, 03/29/22	7,000	7,000,000
National Bank of Canada, 0.18%, 10/25/21 ^(b) . . .	25,000	24,971,250
Natixis SA, 0.11%, 05/18/21 ^(b)	19,000	18,992,806
Province of British Columbia Canada, 0.07%, 05/13/21 ^(b)	6,000	5,998,320
Societe Generale SA, 0.11%, 06/02/21 ^(b)	15,000	14,992,250
Svenska Handelsbanken AB ^(a) : (LIBOR USD 3 Month + 0.02%), 0.21%, 09/02/21	30,000	29,999,233
(LIBOR USD 3 Month + 0.01%), 0.21%, 09/23/21	9,000	9,000,000
Thunder Bay Funding LLC, 0.12%, 05/17/21 ^(b)	10,000	9,996,806
Toronto-Dominion Bank (The), 0.08%, 04/07/21 ^(b)	20,000	19,999,800
UBS AG ^(a) : (LIBOR USD 3 Month + 0.17%), 0.39%, 07/09/21	25,000	25,000,000
(LIBOR USD 3 Month + 0.12%), 0.35%, 10/14/21	15,000	15,000,000
(LIBOR USD 3 Month + 0.17%), 0.36%, 12/02/21	9,000	9,000,000
(SOFR + 0.20%), 0.21%, 02/08/22	8,000	8,000,000
Victory Receivables Corp., 0.07%, 04/07/21 ^(b) . . .	14,000	13,999,813
Westpac Banking Corp. ^(a) : (LIBOR USD 3 Month + 0.09%), 0.28%, 05/28/21	20,000	20,000,000
(LIBOR USD 3 Month + 0.12%), 0.36%, 07/02/21	20,000	20,000,000
(LIBOR USD 3 Month + 0.00%), 0.19%, 09/01/21	11,000	10,999,463
(LIBOR USD 3 Month + 0.01%), 0.21%, 02/04/22	10,000	9,999,137
(LIBOR USD 3 Month + 0.02%), 0.20%, 02/17/22	14,000	13,999,176
Total Commercial Paper — 46.7% (Cost: \$1,055,769,795)		1,055,769,795

Municipal Bonds — 8.5%

Arizona — 2.4%^{(d)(e)(f)}

Mizuho Floater/Residual Trust, Tender Option Bond Trust Receipts/Certificates Various States, Series 2020-MIZ9031, RB, VRDN (Mizuho Capital Markets LLC LOC), 0.49%, 05/05/21	13,630	13,630,000
Mizuho Floater/Residual Trust, Tender Option Bond Trust Receipts/Certificates Various States, Series 2020-MIZ9037, RB, VRDN (Mizuho Capital Markets LLC LOC), 0.49%, 05/05/21	25,000	25,000,000

Security	Par (000)	Value
Arizona (continued)		
Mizuho Floater/Residual Trust, Tender Option Bond Trust Receipts/Certificates Various States, Series 2020-MIZ9045, RB, VRDN (Mizuho Capital Markets LLC LOC), 0.49%, 05/05/21 USD	15,000	\$ 15,000,000
		53,630,000
California — 1.4% ^{(d)(e)(f)}		
Mizuho Floater/Residual Trust, Tender Option Bond Trust Receipts/Certificates Various States, Series 2020-MIZ9014, RB, VRDN (Mizuho Capital Markets LLC LIQ), 0.47%, 05/05/21	22,455	22,455,000
Mizuho Floater/Residual Trust, Tender Option Bond Trust Receipts/Certificates Various States, Series 2020-MIZ9048, RB, VRDN (Mizuho Capital Markets LLC LOC), 0.49%, 05/05/21	9,345	9,345,000
		31,800,000
Colorado — 0.4%		
Colorado Housing and Finance Authority, Series 2021C-2, RB, VRDN (Federal Home Loan Bank SBPA), 0.09%, 04/07/21 ^(f)	9,485	9,485,000
Florida — 1.2%		
Abag Finance Authority for Nonprofit Corp., Tender Option Bond Trust Receipts/ Certificates Various States, Series 2020- XFT1204, RB, VRDN (JP Morgan Chase Bank NA LIQ), 0.21%, 04/07/21 ^{(d)(e)(f)}	28,325	28,325,000
New York — 1.5%		
Taxable Series 2021-XFT1210, Tender Option Bond Trust Receipts/Certificates Various States, VRDN (JP Morgan Chase Bank NA LIQ), 0.21%, 04/07/21 ^{(d)(e)(f)}	32,900	32,900,000
Other — 0.2%		
Mizuho Floater/Residual Trust, Tender Option Bond Trust Receipts/Certificates Various States, Series 2020-MIZ9043, RB, VRDN (Mizuho Bank Ltd. LOC), 0.32%, 04/07/21 ^{(d)(e)(f)}	4,985	4,985,000
Rhode Island — 1.4%		
Mizuho Floater/Residual Trust, Tender Option Bond Trust Receipts/Certificates Various States, Series 2020-MIZ9023, RB, VRDN (Mizuho Capital Markets LLC LOC), 0.47%, 05/05/21 ^{(d)(e)(f)}	30,915	30,915,000
Total Municipal Bonds — 8.5% (Cost: \$192,040,000)		192,040,000
Time Deposits — 5.4%		
Credit Agricole Corporate and Investment Bank SA, 0.05%, 04/01/21	11,800	11,800,000
Skandinaviska Enskilda Banken AB, 0.03%, 04/01/21	90,000	90,000,000
Svenska Handelsbanken AB, 0.02%, 04/01/21	20,000	20,000,000
Total Time Deposits — 5.4% (Cost: \$121,800,000)		121,800,000

Schedule of Investments (continued)

BlackRock Wealth Liquid Environmentally Aware Fund (Percentages shown are based on Net Assets)

March 31, 2021

Security	Par (000)	Value
U.S. Government Sponsored Agency Obligations — 0.8%		
United States International Development Finance Corp. Variable Rate Notes: (3 Month Treasury Bill Rate + 0.00%), 0.10%, 04/07/21 ^(a) USD		
	18,947	\$ 18,946,875
Total U.S. Government Sponsored Agency Obligations — 0.8% (Cost: \$18,946,875).		<u>18,946,875</u>

Security	Par (000)	Value
U.S. Treasury Obligations — 0.3%		
U.S. Treasury Notes, (US Treasury 3 Month Bill Money Market Yield + 0.22%), 0.24%, 07/31/21 ^(a) USD		
	7,000	\$ 6,999,570
Total U.S. Treasury Obligations — 0.3% (Cost: \$6,999,570)		<u>6,999,570</u>
Total Repurchase Agreements — 12.5% (Cost: \$283,000,000)		
		<u>283,000,000</u>
Total Investments — 98.6% (Cost: \$2,231,010,925)^(g)		
		<u>2,231,010,925</u>
Other Assets Less Liabilities — 1.4%		
		<u>31,201,409</u>
Net Assets — 100.0%		<u>\$ 2,262,212,334</u>

- (a) Variable rate security. Interest rate resets periodically. The rate shown is the effective interest rate as of period end. Security description also includes the reference rate and spread if published and available.
- (b) Rates are the current rate or a range of current rates as of period end.
- (c) Issuer is a U.S. branch of a foreign domiciled bank.
- (d) Security exempt from registration pursuant to Rule 144A under the Securities Act of 1933, as amended. These securities may be resold in transactions exempt from registration to qualified institutional investors.
- (e) These securities are short-term floating rate certificates issued by tender option bond trusts and are secured by the underlying municipal bond securities.
- (f) Variable rate security. Rate as of period end and maturity is the date the principal owed can be recovered through demand.
- (g) Cost for U.S. federal income tax purposes.

Repurchase Agreements

Counterparty	Repurchase Agreements						Collateral		Position Received, At Value
	Coupon Rate	Purchase Date	Maturity Date	Par (000)	At Value (000)	Proceeds Including Interest	Position	Original Par	
Bank of America Securities, Inc.	0.01%	03/31/21	04/01/21	\$ 15,000	\$ 15,000	\$ 15,000,004	U.S. Government Sponsored Agency Obligation, 2.50%, due 02/20/51.	\$ 14,827,545	\$ 15,300,000
Citigroup Global Markets, Inc.	0.01	03/31/21	04/01/21	30,000	30,000	30,000,009	U.S. Treasury Obligation, 2.88%, due 05/15/49.	27,522,500	30,600,097
Fixed Income Clearing Corp.	0.01	03/31/21	04/01/21	8,000	8,000	8,000,002	U.S. Treasury Obligation, 2.25%, due 11/15/27.	7,629,400	8,160,002
JP Morgan Securities LLC	0.01	03/31/21	04/01/21	8,000	8,000	8,000,002	U.S. Treasury Obligation, 1.63%, due 08/15/22.	7,979,100	8,160,019
	0.01	03/31/21	04/01/21	200,000	200,000	200,000,056	U.S. Government Sponsored Agency Obligations, 1.50% to 5.00%, due 11/20/25 to 09/15/62.	233,789,576	204,000,000
					\$ 208,000			\$ 212,160,019	
Mizuho Securities USA LLC.	0.01	03/31/21	04/01/21	22,000	22,000	22,000,006	U.S. Treasury Obligations, 3.00% to 3.88%, due 08/15/40 to 08/15/48.	18,994,500	22,440,007
					\$ 283,000			\$ 288,660,125	

Schedule of Investments (continued)

March 31, 2021

Fair Value Hierarchy as of Period End

Various inputs are used in determining the fair value of financial instruments. For a 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 Fund's investments categorized in the fair value hierarchy. 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>
Assets:				
Investments:				
Short-Term Securities	\$ —	\$ 2,231,010,925	\$ —	\$ 2,231,010,925

See notes to financial statements.

Statement of Assets and Liabilities

March 31, 2021

BlackRock
Wealth Liquid
Environmentally
Aware Fund

ASSETS

Investments at value — unaffiliated (cost — \$1,948,010,925)	\$ 1,948,010,925
Cash	42,478,695
Repurchase agreements at value (cost — \$283,000,000)	283,000,000
Receivables:	
Capital shares sold	2,109,662
Interest — unaffiliated	1,010,569
From the Manager	5,266
Prepaid expenses	215,139
Total assets	<u>2,276,830,256</u>

LIABILITIES

Payables:	
Administration fees	108,598
Capital shares redeemed	14,041,654
Income dividend distributions	2,639
Investment advisory fees	185,109
Trustees' and Officer's fees	2,808
Other affiliate fees	35,533
Other accrued expenses	241,581
Total liabilities	<u>14,617,922</u>

NET ASSETS \$ 2,262,212,334

NET ASSETS CONSIST OF

Paid-in capital	\$ 2,262,021,683
Accumulated earnings	190,651
NET ASSETS	<u>\$ 2,262,212,334</u>

See notes to financial statements.

Statement of Assets and Liabilities (continued)

March 31, 2021

BlackRock
Wealth Liquid
Environmentally
Aware Fund

NET ASSET VALUE

Institutional	
Net assets	\$ 523,321,782
Shares outstanding	523,307,707
Net asset value	\$ 1.00
Shares authorized	Unlimited
Par value	\$ 0.001
Premier	
Net assets	\$ 36,745
Shares outstanding	36,744
Net asset value	\$ 1.00
Shares authorized	Unlimited
Par value	\$ 0.001
Service	
Net assets	\$ 45,925,946
Shares outstanding	45,924,710
Net asset value	\$ 1.00
Shares authorized	Unlimited
Par value	\$ 0.001
Investor A	
Net assets	\$ 1,677,580,861
Shares outstanding	1,677,535,490
Net asset value	\$ 1.00
Shares authorized	Unlimited
Par value	\$ 0.001
Investor C	
Net assets	\$ 15,347,000
Shares outstanding	15,346,529
Net asset value	\$ 1.00
Shares authorized	Unlimited
Par value	\$ 0.001

See notes to financial statements.

Statement of Operations

Year Ended March 31, 2021

BlackRock
Wealth Liquid
Environmentally
Aware Fund

INVESTMENT INCOME

Interest — unaffiliated	\$ 12,302,645
Total investment income	<u>12,302,645</u>

EXPENSES

Investment advisory	11,778,216
Service and distribution — class specific	6,073,014
Administration	1,095,509
Registration	703,212
Administration — class specific	575,960
Transfer agent — class specific	455,408
Professional	235,553
Accounting services	77,499
Printing and postage	66,326
Custodian	54,748
Offering	30,588
Trustees and Officer	22,702
Miscellaneous	51,318
Total expenses	<u>21,220,053</u>
Less:	
Administration fees waived — class specific	(204,545)
Fees waived and/or reimbursed by the Manager	(8,357,937)
Service and distribution fees waived and/or reimbursed — class specific	(3,618,264)
Transfer agent fees waived and/or reimbursed — class specific	<u>(98,330)</u>
Total expenses after fees waived and/or reimbursed	<u>8,940,977</u>
Net investment income	<u>3,361,668</u>

REALIZED GAIN

Net realized gain from investments	221,016
NET INCREASE IN NET ASSETS RESULTING FROM OPERATIONS	<u>\$ 3,582,684</u>

See notes to financial statements.

Statements of Changes in Net Assets

BlackRock Wealth Liquid Environmentally
Aware Fund

Year Ended March 31,

2021 2020

INCREASE (DECREASE) IN NET ASSETS

OPERATIONS

Net investment income	\$ 3,361,668	\$ 23,584,407
Net realized gain	221,016	568
Net increase in net assets resulting from operations.	<u>3,582,684</u>	<u>23,584,975</u>

DISTRIBUTIONS TO SHAREHOLDERS ^(a)

Institutional	(971,388)	(7,657,012)
Premier	(79)	(448)
Service	(15,811)	(69,830)
Investor A	(2,515,253)	(15,741,317)
Investor C	(20,815)	(114,872)
Decrease in net assets resulting from distributions to shareholders.	<u>(3,523,346)</u>	<u>(23,583,479)</u>

CAPITAL SHARE TRANSACTIONS

Net increase (decrease) in net assets derived from capital share transactions	(758,932,753)	2,179,069,573
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NET ASSETS

Total increase (decrease) in net assets	(758,873,415)	2,179,071,069
Beginning of year.	3,021,085,749	842,014,680
End of year.	<u>\$ 2,262,212,334</u>	<u>\$ 3,021,085,749</u>

^(a) 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)

	BlackRock Wealth Liquid Environmentally Aware Fund				
	Institutional				
	Year Ended March 31,				
	2021	2020	2019	2018	2017
Net asset value, beginning of year	\$ 1.00	\$ 1.00	\$ 1.00	\$ 1.00	\$ 1.00
Net investment income	0.0021	0.0195	0.0213	0.0118	0.0061
Net realized gain	0.0001	0.0000 ^(a)	0.0000 ^(a)	0.0004	0.0002
Net increase from investment operations	0.0022	0.0195	0.0213	0.0122	0.0063
Distributions ^(b)					
From net investment income	(0.0021)	(0.0195)	(0.0213)	(0.0122)	(0.0061)
From net realized gain	(0.0001)	(0.0000) ^(c)	(0.0000) ^(c)	—	(0.0002)
Total distributions	(0.0022)	(0.0195)	(0.0213)	(0.0122)	(0.0063)
Net asset value, end of year	\$ 1.00	\$ 1.00	\$ 1.00	\$ 1.00	\$ 1.00
Total Return ^(d)					
Based on net asset value	0.21%	1.97%	2.15%	1.23%	0.63%
Ratios to Average Net Assets					
Total expenses	0.53%	0.56%	0.60%	0.56%	0.56%
Total expenses after fees waived and/or reimbursed	0.20%	0.20%	0.20%	0.20%	0.20%
Net investment income	0.18%	1.94%	2.17%	1.18%	0.61%
Supplemental Data					
Net assets, end of year (000)	\$ 523,322	\$ 369,187	\$ 336,387	\$ 305,669	\$ 569,757

^(a) Amount is less than \$0.00005 per share.

^(b) Distributions for annual periods determined in accordance with U.S. federal income tax regulations.

^(c) Amount is greater than \$(0.00005) per share.

^(d) Where applicable, assumes the reinvestment of distributions.

See notes to financial statements.

Financial Highlights (continued)
(For a share outstanding throughout each period)

	BlackRock Wealth Liquid Environmentally Aware Fund	
	Premier	
	Year Ended 03/31/2021	Period from 07/26/19 ^(a) to 03/31/20
Net asset value, beginning of period	\$ 1.00	\$ 1.00
Net investment income	0.0021	0.0117
Net realized gain	0.0001	0.0000 ^(b)
Net increase from investment operations	0.0022	0.0117
Distributions ^(c)		
From net investment income	(0.0021)	(0.0117)
From net realized gain	(0.0001)	(0.0000) ^(d)
Total distributions	(0.0022)	(0.0117)
Net asset value, end of period	\$ 1.00	\$ 1.00
Total Return ^(e)		
Based on net asset value	0.22%	1.18% ^(f)
Ratios to Average Net Assets		
Total expenses	0.58%	0.70% ^(g)
Total expenses after fees waived and/or reimbursed	0.20%	0.20% ^(g)
Net investment income	0.21%	1.75% ^(g)
Supplemental Data		
Net assets, end of period (000)	\$ 37	\$ 37

^(a) Commencement of operations.

^(b) Amount is less than \$0.00005 per share.

^(c) Distributions for annual periods determined in accordance with U.S. federal income tax regulations.

^(d) Amount is greater than \$(0.00005) per share.

^(e) Where applicable, assumes the reinvestment of distributions.

^(f) Aggregate total return.

^(g) Annualized.

See notes to financial statements.

Financial Highlights (continued)
(For a share outstanding throughout each period)

	BlackRock Wealth Liquid Environmentally Aware Fund				
	Service				
	Year Ended March 31,				
	2021	2020	2019	2018	2017
Net asset value, beginning of year	\$ 1.00	\$ 1.00	\$ 1.00	\$ 1.00	\$ 1.00
Net investment income	0.0009	0.0165	0.0185	0.0092	0.0009
Net realized gain	0.0001	0.0000 ^(a)	0.0000 ^(a)	0.0001	0.0024
Net increase from investment operations	0.0010	0.0165	0.0185	0.0093	0.0033
Distributions ^(b)					
From net investment income	(0.0009)	(0.0165)	(0.0185)	(0.0093)	(0.0009)
From net realized gain	(0.0001)	(0.0000) ^(c)	(0.0000) ^(c)	—	(0.0024)
Total distributions	(0.0010)	(0.0165)	(0.0185)	(0.0093)	(0.0033)
Net asset value, end of year	\$ 1.00	\$ 1.00	\$ 1.00	\$ 1.00	\$ 1.00
Total Return ^(d)					
Based on net asset value	0.10%	1.66%	1.87%	0.93%	0.33%
Ratios to Average Net Assets					
Total expenses	0.78%	0.84%	0.83%	0.86%	0.89%
Total expenses after fees waived and/or reimbursed	0.25%	0.50%	0.47%	0.50%	0.50%
Net investment income	0.04%	1.65%	1.87%	0.92%	0.09%
Supplemental Data					
Net assets, end of year (000)	\$ 45,926	\$ 5,692	\$ 6,152	\$ 5,655	\$ 6,191

^(a) Amount is less than \$0.00005 per share.

^(b) Distributions for annual periods determined in accordance with U.S. federal income tax regulations.

^(c) Amount is greater than \$(0.00005) per share.

^(d) Where applicable, assumes the reinvestment of distributions.

See notes to financial statements.

Financial Highlights (continued)
(For a share outstanding throughout each period)

	BlackRock Wealth Liquid Environmentally Aware Fund				
	Investor A				
	Year Ended March 31,				
	2021	2020	2019	2018	2017
Net asset value, beginning of year	\$ 1.00	\$ 1.00	\$ 1.00	\$ 1.00	\$ 1.00
Net investment income	0.0009	0.0164	0.0178	0.0090	0.0025
Net realized gain (loss)	0.0001	0.0000 ^(a)	0.0000 ^(a)	(0.0002)	0.0003
Net increase from investment operations	0.0010	0.0164	0.0178	0.0088	0.0028
Distributions ^(b)					
From net investment income	(0.0009)	(0.0164)	(0.0178)	(0.0088)	(0.0025)
From net realized gain	(0.0001)	(0.0000) ^(c)	(0.0000) ^(c)	—	(0.0003)
Total distributions	(0.0010)	(0.0164)	(0.0178)	(0.0088)	(0.0028)
Net asset value, end of year	\$ 1.00	\$ 1.00	\$ 1.00	\$ 1.00	\$ 1.00
Total Return ^(d)					
Based on net asset value	0.10%	1.66%	1.80%	0.88%	0.28%
Ratios to Average Net Assets					
Total expenses	0.78%	0.81%	0.90%	0.91%	0.97%
Total expenses after fees waived and/or reimbursed	0.34%	0.50%	0.54%	0.54%	0.55%
Net investment income	0.10%	1.45%	1.85%	0.90%	0.25%
Supplemental Data					
Net assets, end of year (000)	\$ 1,677,581	\$ 2,616,196	\$ 484,301	\$ 180,873	\$ 122,896

^(a) Amount is less than \$0.00005 per share.

^(b) Distributions for annual periods determined in accordance with U.S. federal income tax regulations.

^(c) Amount is greater than \$(0.00005) per share.

^(d) Where applicable, assumes the reinvestment of distributions.

See notes to financial statements.

Financial Highlights (continued)
(For a share outstanding throughout each period)

	BlackRock Wealth Liquid Environmentally Aware Fund				
	Investor C				
	Year Ended March 31,				
	2021	2020	2019	2018	2017
Net asset value, beginning of year	\$ 1.00	\$ 1.00	\$ 1.00	\$ 1.00	\$ 1.00
Net investment income	0.0008	0.0086	0.0105	0.0017	0.0009
Net realized gain	0.0001	0.0000 ^(a)	0.0000 ^(a)	0.0001	0.0001
Net increase from investment operations	0.0009	0.0086	0.0105	0.0018	0.0010
Distributions ^(b)					
From net investment income	(0.0008)	(0.0086)	(0.0105)	(0.0018)	(0.0009)
From net realized gain	(0.0001)	(0.0000) ^(c)	(0.0000) ^(c)	—	(0.0001)
Total distributions	(0.0009)	(0.0086)	(0.0105)	(0.0018)	(0.0010)
Net asset value, end of year	\$ 1.00	\$ 1.00	\$ 1.00	\$ 1.00	\$ 1.00
Total Return ^(d)					
Based on net asset value	0.08%	0.87%	1.05%	0.18%	0.10%
Ratios to Average Net Assets					
Total expenses	1.54%	1.62%	1.64%	1.65%	1.62%
Total expenses after fees waived and/or reimbursed	0.35%	1.28%	1.28%	1.24%	0.71%
Net investment income	0.09%	0.85%	1.07%	0.17%	0.09%
Supplemental Data					
Net assets, end of year (000)	\$ 15,347	\$ 29,973	\$ 15,174	\$ 21,727	\$ 26,434

^(a) Amount is less than \$0.00005 per share.

^(b) Distributions for annual periods determined in accordance with U.S. federal income tax regulations.

^(c) Amount is greater than \$(0.00005) per share.

^(d) Where applicable, assumes the reinvestment of distributions.

See notes to financial statements.

Notes to Financial Statements

1. ORGANIZATION

BlackRock FundsSM (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 Massachusetts business trust. BlackRock Wealth Liquid Environmentally Aware Fund (the "Fund") is a series of the Trust. The Fund is classified as diversified.

The Fund offers multiple classes of shares. All classes of shares have identical voting, dividend, liquidation and other rights and are subject to the same terms and conditions, except that certain classes bear expenses related to the shareholder servicing and distribution of such shares. Institutional and Service Shares are sold without a sales charge and only to certain eligible investors. Premier Shares are sold without a sales charge and are only available through financial intermediaries trading on the NSCC Fund/SERV trading platform. Service, Investor A and Investor C Shares bear certain expenses related to shareholder servicing of such shares and Investor C Shares also bear certain expenses related to the distribution of such shares. Investor A Shares are generally available through financial intermediaries. Investor C Shares are available only through exchanges and dividend and capital gain reinvestments by current holders. Each class has exclusive voting rights with respect to matters relating to its shareholder servicing and distribution expenditures (except that Investor C shareholders may vote on material changes to the Investor A Shares distribution and service plan).

<i>Share Class</i>	<i>Initial Sales Charge</i>	<i>CDSC</i>	<i>Conversion Privilege</i>
Institutional and Service Shares	No	No	None
Premier Shares ^(a)	No	No	None
Investor A Shares	No	No ^(b)	None
Investor C Shares	No	No ^(b)	To Investor A Shares after approximately 8 years

^(a) Premier Shares commenced operations on July 26, 2019.

^(b) Investor A Shares may be subject to a CDSC upon redemption of shares received in an exchange transaction for Investor A Shares of a fund advised by the Manager (defined below) or its affiliates (each, a "BlackRock Fund") where no initial sales charge was paid at the time of purchase of such fund. Investor C Shares may be subject to a CDSC upon redemption of shares received in an exchange transaction for Investor C Shares of a non-money market BlackRock Fund.

The Fund operates as a "retail money market fund" under Rule 2a-7 under the 1940 Act.

The Board of Trustees of the Trust (the "Board") is permitted to impose a liquidity fee of up to 2% of the value of shares redeemed or temporarily restrict redemptions from the Fund for up to 10 business days during a 90 day period, in the event that the Fund's weekly liquid assets fall below certain thresholds.

The Fund, together with certain other registered investment companies advised by BlackRock Advisors, LLC (the "Manager") or its affiliates, is included in a complex of equity, multi-asset, index and money market funds referred to as the BlackRock Multi-Asset Complex.

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. The 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. Interest income, including amortization and accretion of premiums and discounts on debt securities, is recognized daily on an accrual basis. Income, expenses and realized and unrealized gains and losses are allocated daily to each class based on its relative net assets.

Distributions: Distributions from net investment income are declared daily and paid monthly. Distributions of capital gains are distributed at least annually and are recorded on the ex-dividend dates. The character and timing of distributions are determined in accordance with U.S. federal income tax regulations, which may differ from U.S. GAAP.

Liquidity Fees: Any liquidity fees imposed on the value of shares redeemed in the event that the Fund's weekly liquid assets fall below certain thresholds are recorded as paid-in-capital. The liquidity fees are collected and retained by the Fund for the benefit of the Fund's remaining shareholders.

Offering Costs: Offering costs are amortized over a 12-month period beginning with the commencement of operations of a class of shares.

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

Other: Expenses directly related to the Fund or its classes are charged to the Fund or the applicable class. Expenses directly related to the Fund and other shared expenses prorated to the Fund are allocated daily to each class based on its relative net assets or other appropriate methods. Other operating expenses shared by several funds, including other funds managed by the Manager, are prorated among those funds on the basis of relative net assets or other appropriate methods.

The Fund has an arrangement with its custodian whereby credits are earned on uninvested cash balances, which could be used to reduce custody fees and/or overdraft charges. The Fund may incur charges on overdrafts, subject to certain conditions.

3. INVESTMENT VALUATION AND FAIR VALUE MEASUREMENTS

Investment Valuation Policies: U.S. GAAP defines fair value as the price the Fund would receive to sell an asset or pay to transfer a liability in an orderly transaction between market participants at the measurement date. The Fund's investments are valued under the amortized cost method which approximates current market value in accordance with Rule 2a-7 under the 1940 Act. Under this method, investments are valued at cost when purchased and, thereafter, a constant proportionate accretion of discounts and amortization of premiums are recorded until the maturity of the security. The Fund seeks to maintain its net asset value ("NAV") per share at \$1.00, although there is no assurance that it will be able to do so on a continuing basis.

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

- Fixed-income investments for which market quotations are readily available are generally valued using the last available bid price or current market quotations provided by independent dealers or third party pricing services. Pricing services generally value fixed-income securities assuming orderly transactions of an institutional round lot size, but a fund may hold or transact in such securities in smaller, odd lot sizes. Odd lots may trade at lower prices than institutional round lots. The pricing services may use matrix pricing or valuation models that utilize certain inputs and assumptions to derive values, including transaction data (e.g., recent representative bids and offers), market data, credit quality information, perceived market movements, news, and other relevant information. Certain fixed-income securities, including asset-backed and mortgage related securities may be valued based on valuation models that consider the estimated cash flows of each tranche of the entity, establish a benchmark yield and develop an estimated tranche specific spread to the benchmark yield based on the unique attributes of the tranche. The amortized cost method of valuation may be used with respect to debt obligations with sixty days or less remaining to maturity unless the Manager determines such method does not represent fair value.
- Repurchase agreements are valued at amortized cost, which approximates market value.

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 the 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 judgment 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. 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

Repurchase Agreements: Repurchase agreements are commitments to purchase a security from a counterparty who agrees to repurchase the same security at a mutually agreed upon date and price. On a daily basis, the counterparty is required to maintain collateral subject to the agreement and in value no less than the agreed upon repurchase amount. Repurchase agreements may be traded bilaterally, in a tri-party arrangement or may be centrally cleared through a sponsoring agent. Subject to the custodial undertaking associated with a tri-party repurchase arrangement and for centrally cleared repurchase agreements, a third party custodian maintains accounts to hold collateral for a fund and its counterparties. Typically, a fund and counterparty are not permitted to sell, re-pledge or use the collateral absent a default by the counterparty or the fund, respectively.

In the event the counterparty defaults and the fair value of the collateral declines, a fund could experience losses, delays and costs in liquidating the collateral.

Repurchase agreements are entered into by a fund under Master Repurchase Agreements (each, an "MRA"). The MRA permits the fund, under certain circumstances including an event of default (such as bankruptcy or insolvency), to offset payables and/or receivables with collateral held by and/or posted to the counterparty. As a result, one single net payment is created. Bankruptcy or insolvency laws of a particular jurisdiction may impose restrictions on or prohibitions against such a right of offset in the event of the MRA counterparty's bankruptcy or insolvency. Based on the terms of the MRA, the fund receives collateral with a market value in excess of the repurchase price at maturity. Upon a bankruptcy or insolvency of the MRA counterparty, the fund would recognize a liability with respect to such excess collateral. The liability reflects the fund's obligation under bankruptcy law to return the excess to the counterparty.

5. INVESTMENT ADVISORY AGREEMENT AND OTHER TRANSACTIONS WITH AFFILIATES

Investment Advisory: The Trust, on behalf of the Fund, entered into an Investment Advisory Agreement with the Manager, the Fund's investment adviser and an indirect, wholly-owned subsidiary of BlackRock, Inc. ("BlackRock"), to provide investment advisory services. The Manager is responsible for the management of the Fund's portfolio and provides the personnel, facilities, equipment and certain other services necessary to the operations of the Fund.

Notes to Financial Statements (continued)

For such services, the Fund pays the Manager a monthly fee at an annual rate equal to the following percentages of the average daily value of the Fund's net assets:

<i>Average Daily Net Assets</i>	<i>Investment Advisory Fees</i>
First \$1 Billion	0.450%
\$1 Billion - \$2 Billion	0.400
\$2 Billion - \$3 Billion	0.375
Greater than \$3 Billion	0.350

The Manager entered into a sub-advisory agreement, effective February 26, 2021, with BlackRock International Limited ("BIL"), an affiliate of the Manager. The Manager pays BIL for services it provides for that portion of the Fund for which BIL acts as sub-adviser, a monthly fee that is equal to a percentage of the investment advisory fees paid by the Fund to the Manager.

Service and Distribution Fees: The Trust, on behalf of the Fund, entered into a Distribution Agreement and a Distribution and Service Plan with BlackRock Investments, LLC ("BRIL"), an affiliate of the Manager. Pursuant to the Distribution and Service Plan and in accordance with Rule 12b-1 under the 1940 Act, the Fund pays BRIL ongoing service and distribution fees. The fees are accrued daily and paid monthly at annual rates based upon the average daily net assets of the relevant share class of the Fund as follows:

	<i>Service Fees</i>	<i>Distribution Fees</i>
Service	0.25%	—%
Investor A	0.25	—
Investor C	0.25	0.75

BRIL and broker-dealers, pursuant to sub-agreements with BRIL, provide shareholder servicing and distribution services to the Fund. The ongoing service and/or distribution fee compensates BRIL and each broker-dealer for providing shareholder servicing and/or distribution related services to shareholders.

For the year ended March 31, 2021, the following table shows the class specific service and distribution fees borne directly by each share class of the Fund:

	<i>Service and Distribution Fees</i>
Service	\$ 76,140
Investor A	5,777,472
Investor C	219,402
	\$ 6,073,014

Administration: The Trust, on behalf of the Fund, entered into an Administration Agreement with the Manager, an indirect, wholly-owned subsidiary of BlackRock, to provide administrative services. For these services, the Manager receives an administration fee computed daily and payable monthly, based on a percentage of the average daily net assets of the Fund. The administration fee, which is shown as administration in the Statement of Operations, is paid at the annual rates below.

<i>Average Daily Net Assets</i>	<i>Administration Fees</i>
First \$500 Million	0.0425%
\$500 Million - \$1 Billion	0.0400
\$1 Billion - \$2 Billion	0.0375
\$2 Billion - \$4 Billion	0.0350
\$4 Billion - \$13 Billion	0.0325
Greater than \$13 Billion	0.0300

In addition, the Manager charges each of the share classes an administration fee, which is shown as administration — class specific in the Statement of Operations, at an annual rate of 0.02% of the average daily net assets of each respective class.

For the year ended March 31, 2021, the following table shows the class specific administration fees borne directly by each share class of the Fund:

Institutional	\$ 102,557
Premier	7
Service	6,095
Investor A	462,907
Investor C	4,394
	\$ 575,960

Transfer Agent: Pursuant to written agreements, certain financial intermediaries, some of which may be affiliates, provide the Fund with sub-accounting, recordkeeping, sub-transfer agency and other administrative services with respect to servicing of underlying investor accounts. For these services, these entities receive an asset-based fee or an annual fee per shareholder account, which will vary depending on share class and/or net assets. For the year ended March 31, 2021, the Fund paid the following amounts to affiliates of BlackRock in return for these services, which are included in transfer agent — class specific in the Statement of Operations:

Institutional	\$ 3,956
Investor A	1,683
	\$ 5,639

Notes to Financial Statements (continued)

The Manager maintains a call center that is responsible for providing certain shareholder services to the Fund. Shareholder services include responding to inquiries and processing purchases and sales based upon instructions from shareholders. For the year ended March 31, 2021, the Fund reimbursed the Manager the following amounts for costs incurred in running the call center, which are included in transfer agent — class specific in the Statement of Operations:

Institutional	\$ 2,948
Service	275
Investor A	33,425
Investor C	2,101
	\$ 38,749

For the year ended March 31, 2021, the following table shows the class specific transfer agent fees borne directly by each share class of the Fund:

Institutional	\$ 73,540
Premier	26
Service	3,120
Investor A	371,904
Investor C	6,818
	\$ 455,408

Other Fees: For the year ended March 31, 2021, affiliates received CDSCs as follows:

Investor A	\$ 87,004
Investor C	4,160

Expense Limitations, Waivers and Reimbursements: The Manager contractually agreed to waive and/or reimburse fees or expenses in order to limit expenses, excluding interest expense, dividend expense, tax expense, acquired fund fees and expenses, and certain other fund expenses, which constitute extraordinary expenses not incurred in the ordinary course of the Fund's business ("expense limitation"). The expense limitations as a percentage of average daily net assets are as follows:

Institutional	0.20%
Premier	0.20
Service	0.50
Investor A	0.55
Investor C	1.30

The Manager has agreed not to reduce or discontinue these contractual expense limitations through July 31, 2021, unless approved by the Board, including a majority of the trustees who are not "interested persons" of the Trust, as defined in the 1940 Act ("Independent Trustees"), or by a vote of a majority of the outstanding voting securities of the Fund. For the year ended March 31, 2021, the Manager waived and/or reimbursed investment advisory fees of \$8,357,937, which is included in fees waived and/or reimbursed by the Manager in the Statement of Operations.

In addition, these amounts waived and/or reimbursed by the Manager are included in administration fees waived — class specific and transfer agent fees waived and/or reimbursed — class specific, respectively, in the Statement of Operations. For the year ended March 31, 2021, class specific expense waivers and/or reimbursements are as follows:

Fund Name/Share Class	<i>Administration Fees Waived</i>	<i>Transfer Agent Fees Waived and/or Reimbursed</i>
BlackRock Wealth Liquid Environmentally Aware Fund		
Institutional	\$ 102,557	\$ 73,297
Premier	7	26
Service	218	—
Investor A	—	—
Investor C	—	—
	\$ 102,782	\$ 73,323

The Manager and BRIL have also voluntarily agreed to waive a portion of their respective investment advisory and service and distribution fees and/or reimburse operating expenses to enable the Fund to maintain minimum levels of daily net investment income if applicable. These amounts, if any, are reported in the Statement of Operations as administration fees waived — class specific, service and distribution fees waived and/or reimbursed — class specific and transfer agent fees waived and/or reimbursed — class specific. The Manager and BRIL may discontinue the waiver and/or reimbursement at any time. For the year ended March 31, 2021, there were \$3,745,034 waived and/or reimbursed by the Manager and BRIL under this agreement.

Trustees and Officers: Certain trustees and/or officers of the Trust are directors and/or officers of BlackRock or its affiliates. The Fund reimburses the Manager for a portion of the compensation paid to the Trust's Chief Compliance Officer, which is included in Trustees and Officer in the Statement of Operations.

Notes to Financial Statements (continued)

6. INCOME TAX INFORMATION

It is the Fund's policy to comply with the requirements of the Internal Revenue Code of 1986, as amended, applicable to regulated investment companies, and to distribute substantially all of its taxable income to its shareholders. Therefore, no U.S. federal income tax provision is required.

The Fund files U.S. federal and various state and local tax returns. No income tax returns are currently under examination. The statute of limitations on the Fund's U.S. federal tax returns generally remains open for a period of three fiscal years after they are filed. The statutes of limitations on the Fund's state and local tax returns may remain open for an additional year depending upon the jurisdiction.

Management has analyzed tax laws and regulations and their application to the Fund as of March 31, 2021, 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 Fund's financial statements.

U.S. GAAP requires that certain components of net assets be adjusted to reflect permanent differences between financial and tax reporting. These reclassifications have no effect on net assets or NAVs per share. As of period end, the following permanent differences attributable to nondeductible expenses were reclassified to the following accounts:

Fund Name	Paid-in capital	Accumulated Earnings (Loss)
BlackRock Wealth Liquid Environmentally Aware Fund	\$ (30,588)	\$ 30,588

The tax character of distributions paid was as follows:

Fund Name	03/31/21	03/31/20
BlackRock Wealth Liquid Environmentally Aware Fund		
Ordinary income	\$ 3,523,346	\$ 23,583,479

As of period end, the tax components of accumulated earnings (loss) were as follows:

	Undistributed Ordinary Income
BlackRock Wealth Liquid Environmentally Aware Fund	\$ 190,651

7. PRINCIPAL RISKS

In the normal course of business, the 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 and 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 Fund and its investments. The Fund's prospectus provides details of the risks to which the Fund is subject.

Certain obligations held by the Fund have a credit enhancement or liquidity feature that may, under certain circumstances, provide for repayment of principal and interest on the obligation when due. These enhancements, which may include letters of credit, stand-by bond purchase agreements and/or third party insurance, are issued by financial institutions. The value of the obligations may be affected by changes in creditworthiness of the entities that provide the credit enhancements or liquidity features. The Fund monitors its exposure by reviewing the creditworthiness of the issuers, as well as the financial institutions issuing the credit enhancements and by limiting the amount of holdings with credit enhancements from one financial institution.

Market Risk: Municipal securities are subject to the risk that litigation, legislation or other political events, local business or economic conditions, credit rating downgrades, or the bankruptcy of the issuer could have a significant effect on an issuer's ability to make payments of principal and/or interest or otherwise affect the value of such securities. Municipal securities can be significantly affected by political or economic changes, including changes made in the law after issuance of the securities, as well as uncertainties in the municipal market related to, taxation, legislative changes or the rights of municipal security holders, including in connection with an issuer insolvency. Municipal securities backed by current or anticipated revenues from a specific project or specific assets can be negatively affected by the discontinuance of the tax benefits supporting the project or assets or the inability to collect revenues for the project or from the assets. Municipal securities may be less liquid than taxable bonds, and there may be less publicly available information on the financial condition of municipal security issuers than for issuers of other securities.

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.

Counterparty Credit Risk: The Fund 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 Fund manages counterparty credit risk

Notes to Financial Statements (continued)

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 Fund to market, issuer and counterparty credit risks, consist principally of financial instruments and receivables due from counterparties. The extent of the Fund's 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 Fund.

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 the Fund's portfolio are disclosed in its Schedule of Investments.

The Fund invests a significant portion of its assets in securities of issuers located in Europe or with significant exposure to European issuers or countries. The European financial markets have recently experienced volatility and adverse trends due to concerns about economic downturns in, or rising government debt levels of, several European countries. These events may spread to other countries in Europe and may affect the value and liquidity of certain of the Fund's investments.

Responses to the financial problems by European governments, central banks and others, including austerity measures and reforms, may not work, may result in social unrest and may limit future growth and economic recovery or have other unintended consequences. Further defaults or restructurings by governments and others of their debt could have additional adverse effects on economies, financial markets and asset valuations around the world. In addition, the United Kingdom has withdrawn from the European Union, and one or more other countries may withdraw from the European Union and/or abandon the Euro, the common currency of the European Union. The impact of these actions, especially if they occur in a disorderly fashion, is not clear but could be significant and far reaching.

LIBOR Transition Risk: The United Kingdom's Financial Conduct Authority announced a phase out of the London Interbank Offered Rate ("LIBOR"). Although many LIBOR rates will be phased out by the end of 2021, a selection of widely used USD LIBOR rates will continue to be published through June 2023 in order to assist with the transition. The Fund 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 Fund is uncertain.

8. CAPITAL SHARE TRANSACTIONS

The number of shares sold, reinvested and redeemed corresponds to the net proceeds from the sale of shares, reinvestment of all distributions and cost of shares redeemed, respectively, since shares are sold and redeemed at \$1.00 per share.

	<i>Year Ended</i>	
	<i>03/31/21</i>	<i>03/31/20</i>
Institutional		
Shares sold	1,170,723,442	1,000,234,370
Shares issued in reinvestment of distributions	438,340	4,918,418
Shares redeemed	(1,017,040,963)	(972,353,075)
Net increase.	154,120,819	32,799,713
<i>Period from</i>		
<i>07/26/19^(a) to 03/31/20</i>		
Premier		
Shares sold	—	36,500
Shares issued in reinvestment of distributions	—	244
Net increase.	—	36,744
<i>Year Ended</i>		
<i>03/31/21</i> <i>03/31/20</i>		
Service		
Shares sold	72,032,686	5,189,284
Shares issued in reinvestment of distributions	15,339	65,882
Shares redeemed	(31,815,664)	(5,714,672)
Net increase (decrease).	40,232,361	(459,506)
Investor A		
Shares sold and automatic conversion of shares	1,380,124,647	3,751,987,196
Shares issued in reinvestment of distributions	2,512,348	15,706,210
Shares redeemed	(2,321,296,419)	(1,635,799,370)
Net increase (decrease).	(938,659,424)	2,131,894,036
Investor C		
Shares sold	22,616,645	41,263,967
Shares issued in reinvestment of distributions	20,363	110,085
Shares redeemed and automatic conversion of shares	(37,263,517)	(26,575,466)
Net increase (decrease).	(14,626,509)	14,798,586
Total Net Increase (Decrease)	(758,932,753)	2,179,069,573

^(a) Commencement of Operations.

Notes to Financial Statements (continued)

As of March 31, 2021, BlackRock Financial Management, Inc., an affiliate of the Fund, owned 36,744 Premier Shares of the Fund.

9. SUBSEQUENT EVENTS

Management has evaluated the impact of all subsequent events on the Fund through the date the financial statements were issued and has determined that there were no subsequent events requiring adjustment or additional disclosure in the financial statements.

Report of Independent Registered Public Accounting Firm

To the Shareholders of BlackRock Wealth Liquid Environmentally Aware Fund and the Board of Trustees of BlackRock FundsSM:

Opinion on the Financial Statements and Financial Highlights

We have audited the accompanying statement of assets and liabilities of BlackRock Wealth Liquid Environmentally Aware Fund of BlackRock FundsSM (the "Fund"), including the schedule of investments, as of March 31, 2021, the related statement of operations for the year then ended, the statements of changes in net assets for each of the two years in the period then ended, the financial highlights for each of the five years in the period then ended, and the related notes. In our opinion, the financial statements and financial highlights present fairly, in all material respects, the financial position of the Fund as of March 31, 2021, and the results of its operations for the year then ended, the changes in its net assets for each of the two years in the period then ended, and the financial highlights for each of the five years in the period then ended, in conformity with accounting principles generally accepted in the United States of America.

Basis for Opinion

These financial statements and financial highlights are the responsibility of the Fund's management. Our responsibility is to express an opinion on the Fund's financial statements and financial highlights based on our audits. We are a public accounting firm registered with the Public Company Accounting Oversight Board (United States) (PCAOB) and are required to be independent with respect to the Fund in accordance with the U.S. federal securities laws and the applicable rules and regulations of the Securities and Exchange Commission and the PCAOB.

We conducted our audits in accordance with the standards of the PCAOB. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements and financial highlights are free of material misstatement, whether due to error or fraud. The Fund is not required to have, nor were we engaged to perform, an audit of its internal control over financial reporting. As part of our audits we are required to obtain an understanding of internal control over financial reporting but not for the purpose of expressing an opinion on the effectiveness of the Fund's internal control over financial reporting. Accordingly, we express no such opinion.

Our audits included performing procedures to assess the risks of material misstatement of the financial statements and financial highlights, whether due to error or fraud, and performing procedures that respond to those risks. Such procedures included examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements and financial highlights. Our audits also included evaluating the accounting principles used and significant estimates made by management, as well as evaluating the overall presentation of the financial statements and financial highlights. Our procedures included confirmation of securities owned as of March 31, 2021, by correspondence with the custodian and brokers; when replies were not received from brokers, we performed other auditing procedures. We believe that our audits provide a reasonable basis for our opinion.

Deloitte & Touche LLP
Boston, Massachusetts
May 21, 2021

We have served as the auditor of one or more BlackRock investment companies since 1992.

Important Tax Information (unaudited)

For the fiscal year ended March 31, 2021, the Fund hereby designates the following maximum amounts allowable as business interest income eligible to be treated as a Section 163(j) interest dividend:

Fund	Interest Dividends
BlackRock Wealth Liquid Environmentally Aware Fund	\$ 3,361,666

For the fiscal year ended March 31, 2021, the Fund hereby designates the following maximum amounts allowable as interest-related dividends and qualified short-term capital gains eligible for exemption from U.S. withholding tax for nonresident aliens and foreign corporations:

Fund	Interest-Related Dividends and Qualified Short-Term Capital Gains
BlackRock Wealth Liquid Environmentally Aware Fund	\$ 1,774,294

The Fund hereby designates the following amount of distributions from direct federal obligation interest for the fiscal year ended March 31, 2021:

Fund	Federal Obligation Interest
BlackRock Wealth Liquid Environmentally Aware Fund	\$ 97,197

The law varies in each state as to whether and what percent of ordinary income dividends attributable to federal obligations is exempt from state income tax. Shareholders are advised to check with their tax advisers to determine if any portion of the dividends received is exempt from state income tax.

The following distribution amounts are hereby designated for the fiscal year ended March 31, 2021:

Fund	Short-Term Capital Gain Dividends
BlackRock Wealth Liquid Environmentally Aware Fund	\$ 161,680

Disclosure of Investment Sub-Advisory Agreement

The Board of Trustees (the “Board,” the members of which are referred to as “Board Members”) of BlackRock Funds (the “Trust”) met on February 8-10, 2021 (the “Meeting”) to consider the initial approval of the proposed sub-advisory agreement (the “Sub-Advisory Agreement”) between BlackRock Advisors, LLC (the “Manager”), the Trust’s investment advisor, and BlackRock International Limited (the “Sub-Advisor”) with respect to BlackRock Wealth Liquid Environmentally Aware Fund (the “Fund”), a series of the Trust. The Sub-Advisory Agreement was substantially the same as sub-advisory agreements that had previously been approved by the Board with respect to certain other portfolios of the Trust.

On the date of the Meeting, the Board consisted of fourteen individuals, twelve of whom were not “interested persons” of the Trust or the Fund as defined in the Investment Company Act of 1940, as amended (the “1940 Act”) (the “Independent Board Members”). Consistent with the requirements of the 1940 Act, the Board considers the initial approval of the Sub-Advisory Agreement.

At the Meeting, the Board reviewed materials relating to its consideration of the Sub-Advisory Agreement. The Board previously met in person on May 11-13, 2020 (the “May 2020 Meeting”) to consider the approval of the continuation of the Trust’s investment advisory agreement (the “Advisory Agreement”) with the Manager on behalf of the Fund. At the May 2020 Meeting, the Board, including the Independent Board Members, unanimously approved the continuation of the Advisory Agreement with respect to the Fund for a one-year term ending June 30, 2021. A discussion of the basis for the Board’s approval of the Advisory Agreement at the May 2020 Meeting is included in the semi-annual shareholder report for the Fund for the period ended September 30, 2020. The factors considered by the Board at the Meeting in connection with the approval of the proposed Sub-Advisory Agreement were substantially the same as the factors considered at the May 2020 Meeting with respect to approval of the Advisory Agreement.

Following discussion, the Board, including the Independent Board Members, unanimously approved the Sub-Advisory Agreement between the Manager and the Sub-Advisor, with respect to the Fund, for a two-year term beginning on the effective date of the Sub-Advisory Agreement. Based upon its evaluation of all of the aforementioned factors in their totality, as well as other information, the Board, including a majority of the Independent Board Members, was satisfied that the terms of the Sub-Advisory Agreement were fair and reasonable and in the best interest of the Fund and its shareholders. In arriving at its decision to approve the Sub-Advisory Agreement, the Board did not identify any single factor or group of factors as all-important or controlling, but considered all factors together, and different Board Members may have attributed different weights to the various factors considered. The Independent Board Members were also assisted by the advice of independent legal counsel in making this determination.

Trustee and Officer Information

Independent Trustees ^(a)

Name Year of Birth ^(b)	Position(s) Held (Length of Service) ^(c)	Principal Occupation(s) During Past Five Years	Number of BlackRock-Advised Registered Investment Companies ("RICs") Consisting of Investment Portfolios ("Portfolios") Overseen	Public Company and Other Investment Company Directorships Held During Past Five Years
Mark Stalnecker 1951	Chair of the Board (Since 2019) and Trustee (Since 2015)	Chief Investment Officer, University of Delaware from 1999 to 2013; Trustee and Chair of the Finance and Investment Committees, Winterthur Museum and Country Estate from 2005 to 2016; Member of the Investment Committee, Delaware Public Employees' Retirement System since 2002; Member of the Investment Committee, Christiana Care Health System from 2009 to 2017; Member of the Investment Committee, Delaware Community Foundation from 2013 to 2014; Director and Chair of the Audit Committee, SEI Private Trust Co. from 2001 to 2014.	30 RICs consisting of 150 Portfolios	None
Bruce R. Bond 1946	Trustee (Since 2019)	Board Member, Amsphere Limited (software) since 2018; Trustee and Member of the Governance Committee, State Street Research Mutual Funds from 1997 to 2005; Board Member of Governance, Audit and Finance Committee, Avaya Inc. (computer equipment) from 2003 to 2007.	30 RICs consisting of 150 Portfolios	None
Susan J. Carter 1956	Trustee (Since 2016)	Director, Pacific Pension Institute from 2014 to 2018; Advisory Board Member, Center for Private Equity and Entrepreneurship at Tuck School of Business since 1997; Senior Advisor, Commonfund Capital, Inc. ("CCI") (investment adviser) in 2015; Chief Executive Officer, CCI from 2013 to 2014; President & Chief Executive Officer, CCI from 1997 to 2013; Advisory Board Member, Girls Who Invest from 2015 to 2018 and Board Member thereof since 2018; Advisory Board Member, Bridges Fund Management since 2016; Trustee, Financial Accounting Foundation since 2017; Practitioner Advisory Board Member, Private Capital Research Institute ("PCR") since 2017; Lecturer in the Practice of Management, Yale School of Management since 2019. Advisor to Finance Committee, Altman Foundation since 2020.	30 RICs consisting of 150 Portfolios	None
Collette Chilton 1958	Trustee (Since 2015)	Chief Investment Officer, Williams College since 2006; Chief Investment Officer, Lucent Asset Management Corporation from 1998 to 2006; Director, Boys and Girls Club of Boston since 2017; Director, B1 Capital since 2018; Director, David and Lucile Packard Foundation since 2020.	30 RICs consisting of 150 Portfolios	None
Neil A. Cotty 1954	Trustee (Since 2016)	Bank of America Corporation from 1996 to 2015, serving in various senior finance leadership roles, including Chief Accounting Officer from 2009 to 2015, Chief Financial Officer of Global Banking, Markets and Wealth Management from 2008 to 2009, Chief Accounting Officer from 2004 to 2008, Chief Financial Officer of Consumer Bank from 2003 to 2004, Chief Financial Officer of Global Corporate Investment Bank from 1999 to 2002.	30 RICs consisting of 150 Portfolios	None
Lena G. Goldberg 1949	Trustee (Since 2019)	Senior Lecturer, Harvard Business School, since 2008; Director, Charles Stark Draper Laboratory, Inc. since 2013; FMR LLC/ Fidelity Investments (financial services) from 1996 to 2008, serving in various senior roles including Executive Vice President - Strategic Corporate Initiatives and Executive Vice President and General Counsel; Partner, Sullivan & Worcester LLP from 1985 to 1996 and Associate thereof from 1979 to 1985.	30 RICs consisting of 150 Portfolios	None
Henry R. Keizer 1956	Trustee (Since 2019)	Director, Park Indemnity Ltd. (captive insurer) since 2010; Director, MUFG Americas Holdings Corporation and MUFG Union Bank, N.A. (financial and bank holding company) from 2014 to 2016; Director, American Institute of Certified Public Accountants from 2009 to 2011; Director, KPMG LLP (audit, tax and advisory services) from 2004 to 2005 and 2010 to 2012; Director, KPMG International in 2012, Deputy Chairman and Chief Operating Officer thereof from 2010 to 2012 and U.S. Vice Chairman of Audit thereof from 2005 to 2010; Global Head of Audit, KPMGI (consortium of KPMG firms) from 2006 to 2010; Director, YMCA of Greater New York from 2006 to 2010.	30 RICs consisting of 150 Portfolios	Hertz Global Holdings (car rental); WABCO (commercial vehicle safety systems) from 2015 to 2020; Montpelier Re Holdings, Ltd. (publicly held property and casualty reinsurance) from 2013 until 2015; Sealed Air Corp. (packaging)
Cynthia A. Montgomery 1952	Trustee (Since 2007)	Professor, Harvard Business School since 1989.	30 RICs consisting of 150 Portfolios	Newell Rubbermaid, Inc. (manufacturing) from 1995 to 2016.

Independent Trustees ^(a) (continued)

Name Year of Birth ^(b)	Position(s) Held (Length of Service) ^(c)	Principal Occupation(s) During Past Five Years	Number of BlackRock-Advised Registered Investment Companies ("RICs") Consisting of Investment Portfolios ("Portfolios") Overseen	Public Company and Other Investment Company Directorships Held During Past Five Years
Donald C. Opatrny 1952	Trustee (Since 2019)	Trustee, Vice Chair, Member of the Executive Committee and Chair of the Investment Committee, Cornell University from 2004 to 2019; President, Trustee and Member of the Investment Committee, The Aldrich Contemporary Art Museum from 2007 to 2014; Member of the Board and Investment Committee, University School from 2007 to 2018; Member of the Investment Committee, Mellon Foundation from 2009 to 2015; Trustee, Artstor (a Mellon Foundation affiliate) from 2010 to 2015; President and Trustee, the Center for the Arts, Jackson Hole from 2011 to 2018; Director, Athena Capital Advisors LLC (investment management firm) since 2013; Trustee and Chair of the Investment Committee, Community Foundation of Jackson Hole since 2014; Member of Affordable Housing Supply Board of Jackson, Wyoming since 2017; Member, Investment Funds Committee, State of Wyoming since 2017; Trustee, Phoenix Art Museum since 2018; Trustee, Arizona Community Foundation and Member of Investment Committee since 2020.	30 RICs consisting of 150 Portfolios	None
Joseph P. Platt 1947	Trustee (Since 2007)	General Partner, Thorn Partners, LP (private investments) since 1998; Director, WQED Multi-Media (public broadcasting not-for-profit) since 2001; Chair, Basic Health International (non-profit) since 2015.	30 RICs consisting of 150 Portfolios	Greenlight Capital Re, Ltd. (reinsurance company); Consol Energy Inc.
Kenneth L. Urish 1951	Trustee (Since 2007)	Managing Partner, Urish Popeck & Co., LLC (certified public accountants and consultants) since 1976; Past-Chairman of the Professional Ethics Committee of the Pennsylvania Institute of Certified Public Accountants and Committee Member thereof since 2007; Member of External Advisory Board, The Pennsylvania State University Accounting Department since founding in 2001; Principal, UP Strategic Wealth Investment Advisors, LLC since 2013; Trustee, The Holy Family Institute from 2001 to 2010; President and Trustee, Pittsburgh Catholic Publishing Associates from 2003 to 2008; Director, Inter-Tel from 2006 to 2007; Member Advisory Board, ESG Competent Boards since 2020.	30 RICs consisting of 150 Portfolios	None
Claire A. Walton 1957	Trustee (Since 2016)	Chief Operating Officer and Chief Financial Officer of Liberty Square Asset Management, LP from 1998 to 2015; General Partner of Neon Liberty Capital Management, LLC since 2003; Director, Boston Hedge Fund Group from 2009 to 2018; Director, Woodstock Ski Runners since 2013; Director, Massachusetts Council on Economic Education from 2013 to 2015.	30 RICs consisting of 150 Portfolios	None

Trustee and Officer Information (continued)

Interested Trustees ^{(a)(d)}

Name Year of Birth ^(b)	Position(s) Held (Length of Service) ^(c)	Principal Occupation(s) During Past Five Years	Number of BlackRock-Advised Registered Investment Companies ("RICs") Consisting of Investment Portfolios ("Portfolios") Overseen	Public Company and Other Investment Company Directorships Held During Past Five Years
Robert Fairbairn 1965	Trustee (Since 2018)	Vice Chairman of BlackRock, Inc. since 2019; Member of BlackRock's Global Executive and Global Operating Committees; Co-Chair of BlackRock's Human Capital Committee; Senior Managing Director of BlackRock, Inc. from 2010 to 2019; oversaw BlackRock's Strategic Partner Program and Strategic Product Management Group from 2012 to 2019; Member of the Board of Managers of BlackRock Investments, LLC from 2011 to 2018; Global Head of BlackRock's Retail and iShares® businesses from 2012 to 2016.	113 RICs consisting of 258 Portfolios	None
John M. Perowski ^(e) 1964	Trustee (Since 2015) President and Chief Executive Officer (Since 2010)	Managing Director of BlackRock, Inc. since 2009; Head of BlackRock Global Accounting and Product Services since 2009; Advisory Director of Family Resource Network (charitable foundation) since 2009.	115 RICs consisting of 260 Portfolios	None

^(a) The address of each Trustee is c/o BlackRock, Inc., 55 East 52nd Street, New York, New York 10055.

^(b) Independent Trustees serve until their resignation, retirement, removal or death, or until December 31 of the year in which they turn 75. The Board may determine to extend the terms of Independent Trustees on a case-by-case basis, as appropriate.

^(c) Following the combination of Merrill Lynch Investment Managers, L.P. ("MLIM") and BlackRock, Inc. in September 2006, the various legacy MLIM and legacy BlackRock fund boards were realigned and consolidated into three new fund boards in 2007. Furthermore, effective January 1, 2019, three BlackRock Fund Complexes were realigned and consolidated into two BlackRock Fund Complexes. As a result, although the chart shows the year that each Independent Trustee joined the Board, certain Independent Trustees first became members of the boards of other BlackRock-advised Funds, legacy MLIM funds or legacy BlackRock funds as follows: Bruce R. Bond, 2005; Cynthia A. Montgomery, 1994; Joseph P. Platt, 1999; Kenneth L. Urish, 1999; Lena G. Goldberg, 2016; Henry R. Keizer, 2016; Donald C. Opatny, 2015.

^(d) Mr. Fairbairn and Mr. Perowski are both "interested persons," as defined in the 1940 Act, of the Trust based on their positions with BlackRock, Inc. and its affiliates. Mr. Fairbairn and Mr. Perowski are also board members of the BlackRock Fixed-Income Complex.

^(e) Mr. Perowski is also a trustee of the BlackRock Credit Strategies Fund and BlackRock Private Investments Fund.

Officers Who Are Not Trustees ^(a)

Name Year of Birth ^(b)	Position(s) Held (Length of Service)	Principal Occupation(s) During Past Five Years
Thomas Callahan 1968	Vice President (Since 2016)	Managing Director of BlackRock, Inc. since 2013; Member of the Board of Managers of BlackRock Investments, LLC (principal underwriter) since 2019 and Managing Director thereof since 2017; Head of BlackRock's Global Cash Management Business since 2016; Co-Head of the Global Cash Management Business from 2014 to 2016; Deputy Head of the Global Cash Management Business from 2013 to 2014; Member of the Cash Management Group Executive Committee since 2013; Chief Executive Officer of NYSE Liffe U.S. from 2008 to 2013.
Jennifer McGovern 1977	Vice President (Since 2014)	Managing Director of BlackRock, Inc. since 2016; Director of BlackRock, Inc. from 2011 to 2015; Head of Americas Product Development and Governance for BlackRock's Global Product Group since 2019; Head of Product Structure and Oversight for BlackRock's U.S. Wealth Advisory Group from 2013 to 2019.
Trent Walker 1974	Chief Financial Officer (Since 2021)	Managing Director of BlackRock, Inc. since September 2019; Executive Vice President of PIMCO from 2016 to 2019; Senior Vice President of PIMCO from 2008 to 2015; Treasurer from 2013 to 2019 and Assistant Treasurer from 2007 to 2017 of PIMCO Funds, PIMCO Variable Insurance Trust, PIMCO ETF Trust, PIMCO Equity Series, PIMCO Equity Series VIT, PIMCO Managed Accounts Trust, 2 PIMCO-sponsored interval funds and 21 PIMCO-sponsored closed-end funds.
Jay M. Fife 1970	Treasurer (Since 2007)	Managing Director of BlackRock, Inc. since 2007.
Charles Park 1967	Chief Compliance Officer (Since 2014)	Anti-Money Laundering Compliance Officer for certain BlackRock-advised Funds from 2014 to 2015; Chief Compliance Officer of BlackRock Advisors, LLC and the BlackRock-advised Funds in the BlackRock Multi-Asset Complex and the BlackRock Fixed-Income Complex since 2014; Principal of and Chief Compliance Officer for iShares [®] Delaware Trust Sponsor LLC since 2012 and BlackRock Fund Advisors ("BFA") since 2006; Chief Compliance Officer for the BFA-advised iShares [®] exchange traded funds since 2006; Chief Compliance Officer for BlackRock Asset Management International Inc. since 2012.
Lisa Belle 1968	Anti-Money Laundering Compliance Officer (Since 2019)	Managing Director of BlackRock, Inc. since 2019; Global Financial Crime Head for Asset and Wealth Management of JP Morgan from 2013 to 2019; Managing Director of RBS Securities from 2012 to 2013; Head of Financial Crimes for Barclays Wealth Americas from 2010 to 2012.
Janey Ahn 1975	Secretary (Since 2019)	Managing Director of BlackRock, Inc. since 2018; Director of BlackRock, Inc. from 2009 to 2017.

^(a) The address of each Officer is c/o BlackRock, Inc., 55 East 52nd Street, New York, New York 10055.

^(b) Officers of the Trust serve at the pleasure of the Board.

Further information about the Trust's Trustees and Officers is available in the Trust's Statement of Additional Information, which can be obtained without charge by calling (800) 441-7762.

Neal J. Andrews retired as the Chief Financial Officer effective December 31, 2020, and Trent Walker was elected as the Chief Financial Officer effective January 1, 2021.
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Additional Information

General Information

Quarterly performance, semi-annual and annual reports, current net asset value and other information regarding the Fund may be found on BlackRock's website, which can be accessed at blackrock.com. Any reference to BlackRock's website in this report is intended to allow investors public access to information regarding the Fund and does not, and is not intended to, incorporate BlackRock's website in this report.

Householding

The Fund will mail only one copy of shareholder documents, including prospectuses, annual and semi-annual reports, Rule 30e-3 notices and proxy statements, to shareholders with multiple accounts at the same address. This practice is commonly called "householding" and is intended to reduce expenses and eliminate duplicate mailings of shareholder documents. Mailings of your shareholder documents may be householded indefinitely unless you instruct us otherwise. If you do not want the mailing of these documents to be combined with those for other members of your household, please call the Transfer Agent at (800) 441-7762.

Availability of Quarterly Schedule of Investments

The Fund files its complete schedule of portfolio holdings with the SEC each month on Form N-MFP. The Fund's reports on Form N-MFP are available on the SEC's website at sec.gov. The Fund makes portfolio holdings available to shareholders on its website at blackrock.com.

Availability of Proxy Voting Policies, Procedures and Voting Records

A description of the policies and procedures that the Fund uses to determine how to vote proxies relating to portfolio securities and information about how the Fund voted proxies relating to securities held in the Fund's portfolio during the most recent 12-month period ended June 30 is available without charge, upon request (1) by calling (800) 441-7762; (2) on the BlackRock website at blackrock.com; and (3) on the SEC's website at sec.gov.

Shareholder Privileges

Account Information

Call us at (800) 441-7762 from 8:00 AM to 6:00 PM ET on any business day to get information about your account balances, recent transactions and share prices. You can also visit blackrock.com for more information.

Automatic Investment Plans

Investor class shareholders who want to invest regularly can arrange to have \$50 or more automatically deducted from their checking or savings account and invested in any of the BlackRock funds.

Systematic Withdrawal Plans

Investor class shareholders can establish a systematic withdrawal plan and receive periodic payments of \$50 or more from their BlackRock funds, as long as their account balance is at least \$10,000.

Retirement Plans

Shareholders may make investments in conjunction with Traditional, Rollover, Roth, Coverdell, Simple IRAs, SEP IRAs and 403(b) Plans.

BlackRock Privacy Principles

BlackRock is committed to maintaining the privacy of its current and former fund investors and individual clients (collectively, "Clients") and to safeguarding their non-public personal information. The following information is provided to help you understand what personal information BlackRock collects, how we protect that information and why in certain cases we share such information with select parties.

If you are located in a jurisdiction where specific laws, rules or regulations require BlackRock to provide you with additional or different privacy-related rights beyond what is set forth below, then BlackRock will comply with those specific laws, rules or regulations.

BlackRock obtains or verifies personal non-public information from and about you from different sources, including the following: (i) information we receive from you or, if applicable, your financial intermediary, on applications, forms or other documents; (ii) information about your transactions with us, our affiliates, or others; (iii) information we receive from a consumer reporting agency; and (iv) from visits to our websites.

BlackRock does not sell or disclose to non-affiliated third parties any non-public personal information about its Clients, except as permitted by law or as is necessary to respond to regulatory requests or to service Client accounts. These non-affiliated third parties are required to protect the confidentiality and security of this information and to use it only for its intended purpose.

We may share information with our affiliates to service your account or to provide you with information about other BlackRock products or services that may be of interest to you. In addition, BlackRock restricts access to non-public personal information about its Clients to those BlackRock employees with a legitimate business need for the

Additional Information (continued)

information. BlackRock maintains physical, electronic and procedural safeguards that are designed to protect the non-public personal information of its Clients, including procedures relating to the proper storage and disposal of such information.

Fund and Service Providers

Investment Adviser and Administrator

BlackRock Advisors, LLC
Wilmington, DE 19809

Sub-Adviser

BlackRock International Limited
Edinburgh, EH3 8BL
United Kingdom

Accounting Agent

JPMorgan Chase Bank, N.A.
New York, NY 10179

Custodians

JPMorgan Chase Bank, N.A.
New York, NY 10179

The Bank of New York Mellon
New York, NY 10286

Transfer Agent

BNY Mellon Investment Servicing (US) Inc.
Wilmington, DE 19809

Independent Registered Public Accounting Firm

Deloitte & Touche LLP
Boston, MA 02116

Distributor

BlackRock Investments, LLC
New York, NY 10022

Legal Counsel

Sidley Austin LLP
New York, NY 10019

Address of the Trust

100 Bellevue Parkway
Wilmington, DE 19809

Glossary of Terms Used in This Report

Currency Abbreviations

USD United States Dollar

Portfolio Abbreviations

LIBOR London Interbank Offered Rate
LIQ Liquidity Agreement
LOC Letter of Credit
RB Revenue Bonds
SBPA Stand-by-Bond Purchase Agreement
SOFR Secured Overnight Financing Rate
VRDN Variable Rate Demand Notes

Want to know more?

blackrock.com | 800-441-7762

This report is intended for current holders. It is not authorized for use as an offer of sale or a solicitation of an offer to buy shares of the Fund unless preceded or accompanied by the Fund's current prospectus. You could lose money by investing in the Fund. Although the Fund seeks to preserve the value of your investment at \$1.00 per share, it cannot guarantee it will do so. The Fund may impose a fee upon sale of your shares or may temporarily suspend your ability to sell shares if the Fund's liquidity falls below required minimums because of market conditions or other factors. An investment in the Fund is not insured or guaranteed by the Federal Deposit Insurance Corporation or any other government agency. The Fund's sponsor has no legal obligation to provide financial support to the Fund at any time. Performance data quoted represents past performance and does not guarantee future results. Total return information assumes reinvestment of all distributions. Current performance may be higher or lower than the performance data quoted. For current month-end performance information, call (800) 626-1960. The Fund's current 7-day yield more closely reflects the current earnings of the Fund than the total returns quoted. Statements and other information herein are as dated and are subject to change.

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