## (December 2017 Department of the Treasury

## **Report of Organizational Actions Affecting Basis of Securities**

▶ See separate instructions.

OMB No. 1545-0123

Internal Revenue Service Reporting Issuer Part I 2 Issuer's employer identification number (EIN) Issuer's name BLACKROCK REAL ESTATE SECURITIES FUND OF BLACKROCK FUNDS 46-0991955 3 Name of contact for additional information 4 Telephone No. of contact 5 Email address of contact BlackRock Advisors mutual\_funds\_ff\_www@blackrock.com 6 Number and street (or P.O. box if mail is not delivered to street address) of contact 7 City, town, or post office, state, and ZIP code of contact One Financial Center Boston, MA 02111 8 Date of action 9 Classification and description January 31, 2024 Common Stock - Regulated Investment Company 10 CUSIP number 11 Serial number(s) 12 Ticker symbol 13 Account number(s) See Statement 1 See Statement 1 Organizational Action Attach additional statements if needed. See back of form for additional questions. Describe the organizational action and, if applicable, the date of the action or the date against which shareholders' ownership is measured for the action ► The Issuer paid distributions to common shareholders during the taxable period ended January 31, 2024. All or a portion of each distribution constitutes a non-taxable return of capital. Describe the quantitative effect of the organizational action on the basis of the security in the hands of a U.S. taxpayer as an adjustment per share or as a percentage of old basis The portion of the distribution that constitutes a non-taxable return of capital will decrease a U.S. taxpayer's basis in the shares of the Issuer. Please see Statement 1 for the non-taxable return of capital. Describe the calculation of the change in basis and the data that supports the calculation, such as the market values of securities and the valuation dates ► Issuer's current and accumulated earnings and profits were compared to distributions paid during the taxable period ended January 31, 2024. The non-taxable return of capital represents the amount of distributions paid during the taxable period ended January 31, 2024 in excess of Issuer's current and accumulated earnings and profits under IRC Section 316.

Part	Ш	Organizational Action (continued)				
17 L	ist the	applicable Internal Revenue Code section(s) and subsection(s) upon which the tax	treatment	is based ▶		
Interna	al Reve	enue Code Sections 301, 316, 852				
18 (	Can any	resulting loss be recognized? ► No				
40 5						
		any other information necessary to implement the adjustment, such as the reportal at 1 for the per share amounts and dates of distributions impacted by this organization.				
		ational action is reportable with respect to calendar year 2023.	arnzanom	ar action.		
	9					
	Undo	r penalties of perjury, I declare that I have examined this return, including accompanying sche	odulos and	etatomonte	and to the best	of my knowledge and
		i, it is true, correct, and complete. Declaration of preparer (other than officer) is based on all info				
Sign		C 12 1				
Here	Signa	ature Edn Brod	Date ►	5/8/2024		
	Print	your name ► Ed Brodzinski	Title ▶	Assistant	Treasurer	DTIN
Paid		Print/Type preparer's name  Baruch J. Cohen  Preparer's signature  Cohen	Date 5/8	/2024	Check ✓ if self-employed	PTIN DO12/00/40
Prep		Baruch J. Cohen  Firm's name   ▶ Deloitte Tax LLP	3,0		Firm's EIN ▶	P01269048 86-1065772
Use	Only	Firm's address ► 30 Rockefeller Plaza, New York, NY 10112-0015			Phone no.	212-492-4000
Send F	orm 89	937 (including accompanying statements) to: Department of the Treasury, Internal R	evenue S	ervice, Ogo		
						-3572381-2/3

## BLACKROCK REAL ESTATE SECURITIES FUND OF BLACKROCK FUNDS F.E.I.N. 46-0991955 FOR THE TAXABLE YEAR ENDED JANUARY 31, 2024 ATTACHMENT TO FORM 8937

## NON-TAXABLE RETURN OF CAPITAL

Share Class	<u>Ticker</u>	<u>Cusip</u>	Payable Date	Per Share Reduction of Basis in Stock
CLASS A	BAREX	091936617	04/12/2023	0.018048885
CLASS A	BAREX	091936617	07/20/2023	0.020411809
CLASS A	BAREX	091936617	10/12/2023	0.014662634
CLASS A	BAREX	091936617	12/08/2023	0.024372658
CLASS C CLASS C CLASS C CLASS C	BCREX BCREX BCREX BCREX	091936591 091936591 091936591 091936591	04/12/2023 07/20/2023 10/12/2023 12/08/2023	0.012753834 0.015232437 0.009395753 0.019669786
INSTITUTIONAL INSTITUTIONAL INSTITUTIONAL INSTITUTIONAL	BIREX BIREX BIREX BIREX	091936583 091936583 091936583 091936583	04/12/2023 07/20/2023 10/12/2023 12/08/2023	0.019781270 0.022079661 0.016409004 0.026051099