

SUSTAINABLE INVESTING WITH ETFs

Align your sustainable and financial goals with sustainable ETFs

Screened

Constrain investments by **avoiding issuers or business activities** with certain environmental, social and / or governance characteristics

Use case

Can be used by investors seeking to track flagship S&P indexes while reducing exposure to certain business activities

Key characteristics

- 6 business involvement and controversy screens¹

XVV

XJH

XJR

Uplift

Commitment to investments with **improved environmental, social and / or governance characteristics** versus a stated universe or benchmark

Use case

Can be used by investors seeking sustainable building block exposures within a portfolio

Key characteristics

- May include business involvement screens
- May seek to maximize exposure to issuers with higher ESG scores or other sustainable characteristics

ESG	ESGU	ESGD	ESGE	ESML
ESG Aware ²	ESGU	ESGD	ESGE	ESML
	EGUS	EVUS	SUSB	SUSC
	EAGG			
ESG	USXF	DMXF	EMXF	EUSB
ESG Advanced ³	USXF	DMXF	EMXF	EUSB
	HYXF	ELQD		
Target	PABU	LCTU	LCTD	CRBN
Climate ⁴	PABU	LCTU	LCTD	CRBN
	PABD	USCL		

Thematic

Targeted investments in issuers **whose business** models may not only benefit from but also may **drive long-term sustainability outcomes**

Use case

Can be used by investors seeking access to a specific sustainable theme

Key characteristics

- Unconstrained from a traditional country or sector benchmark
- May include business involvement screens or ESG rating constraints

ICLN

IWTR

EFRA

SDG

BECO

ETEC

Impact

Commitment to **generating positive, measurable, and additional sustainability outcomes**

Use case

Can be used by investors seeking a measurable impact from their investment

Key characteristics

Provides access to U.S. dollar-denominated investment grade green bonds issued to fund environmental projects

BGRN

■ Equity ■ Fixed income

1. As part of its investment objective these funds seek to track an index that applies business involvement screens. Screens are based on revenue or percentage of revenue thresholds for certain categories (e.g. \$500 million or 50%) and categorical exclusions for others (e.g. nuclear weapons). Please refer to the respective index methodology document for more information. 2. ESG Aware ETFs seek similar risk and return to broad market indexes while tilting towards companies with favorable ESG characteristics. 3. ESG Advanced ETFs seek to prioritize higher ESG-rated companies while screening out certain controversial activities. 4. Target Climate ETFs display improved sustainability uplift and target specific climate focus areas.

iShares Sustainable ETFs

	Ticker	Name	Benchmark Index	Expense Ratio
US Equity	ESGU	iShares ESG Aware MSCI USA ETF	MSCI USA Extended ESG Focus Index	0.15%
	EGUS	iShares ESG Aware MSCI USA Growth ETF	MSCI USA Growth Extended ESG Focus Index	0.18%
	EVUS	iShares ESG Aware MSCI USA Value ETF	MSCI USA Value Extended ESG Focus Index	0.18%
	USXF	iShares ESG Advanced MSCI USA ETF	MSCI USA Choice ESG Screened Index	0.10%
	XVV	iShares ESG Screened S&P 500 ETF	S&P 500 Sustainability Screened Index	0.08%
	XJH	iShares ESG Screened S&P Mid-Cap ETF	S&P MidCap 400 Sustainability Screened Index	0.12%
	XJR	iShares ESG Screened S&P Small-Cap ETF	S&P SmallCap 600 Sustainability Screened Index	0.12%
	LCTU	BlackRock U.S. Carbon Transition Readiness ETF	Russell 1000 Index	0.14%*
	PABU	iShares Paris-Aligned Climate MSCI USA ETF	MSCI USA Climate Paris Aligned Benchmark Extended Select Index	0.10%
	EVUS	iShares ESG Aware MSCI USA Value ETF	MSCI USA Value Extended ESG Focus Index	0.18%
	EGUS	iShares ESG Aware MSCI USA Growth ETF	MSCI USA Growth Extended ESG Focus Index	0.18%
	USCL	iShares Climate Conscious & Transition MSCI USA ETF	MSCI USA Extended Climate Action Index	0.08%
US Small Cap Equity	ESML	iShares ESG Aware MSCI USA Small Cap ETF	MSCI USA Small Cap Extended ESG Focus Index	0.17%
International Equity	ESGD	iShares ESG Aware MSCI EAFE ETF	MSCI EAFE Extended ESG Focus Index	0.20%
	DMXF	iShares ESG Advanced MSCI EAFE ETF	MSCI EAFE Choice ESG Screened Index	0.12%
	LCTD	BlackRock World ex U.S. Carbon Transition Readiness ETF	MSCI World Ex USA Index	0.20%*
	PABD	iShares Paris-Aligned Climate MSCI World ex USA ETF	MSCI World ex USA Climate Paris Aligned Benchmark Extended Select Index	0.12%
Emerging Markets Equity	ESGE	iShares ESG Aware MSCI EM ETF	MSCI Emerging Markets Extended ESG Focus Index	0.25%
	EMXF	iShares ESG Advanced MSCI EM ETF	MSCI Emerging Markets Choice ESG Screened 5% Issuer Capped Index	0.16%
Global Equity	CRBN	iShares MSCI ACWI Low Carbon Target ETF	MSCI ACWI Low Carbon Target Index	0.20%
	SDG	iShares MSCI Global Sustainable Development Goals ETF	MSCI ACWI Sustainable Impact Index	0.49%
	ICLN	iShares Global Clean Energy ETF	S&P Global Clean Energy Index	0.40%
	BECO	BlackRock Future Climate and Sustainable Economy ETF	MSCI ACWI Multiple Industries Select Index	0.70%
	IWTR	iShares MSCI Water Management Multisector ETF	MSCI ACWI IMI Sustainable Water Transition Extended Capped Index	0.47%
	EFRA	iShares Environmental Infrastructure and Industrials ETF	FTSE Green Revenues Select Infrastructure and Industrials Index	0.47%
	ERET	iShares Environmentally Aware Real Estate ETF	FTSE EPRA Nareit Developed Green Target Index	0.30%
	ETEC	iShares Breakthrough Environmental Solutions ETF	Morningstar Global Emerging Green Technologies Select Index (USD)	0.47%
US Fixed Income	SUSC	iShares ESG Aware USD Corporate Bond ETF	Bloomberg MSCI US Corporate ESG Focus Index	0.18%
	SUSB	iShares ESG Aware 1-5 Year USD Corporate Bond ETF	Bloomberg MSCI US Corporate 1-5 Year ESG Focus Index	0.12%
	EAGG	iShares ESG Aware U.S. Aggregate Bond ETF	Bloomberg MSCI US Aggregate ESG Focus Index	0.10%*
	EUSB	iShares ESG Advanced Total USD Bond Market ETF	Bloomberg MSCI US Universal Choice ESG Screened Index	0.12%*
	ELQD	iShares ESG Advanced Investment Grade Corporate Bond ETF	iBoxx MSCI ESG Advanced USD Liquid Investment Grade Index	0.18%
	HYXF	iShares ESG Advanced High Yield Corporate Bond ETF	Bloomberg MSCI US High Yield Choice ESG Screened Index	0.35%
	BGRN	iShares USD Green Bond ETF	Bloomberg MSCI USD Green Bond Select Index	0.20%

* Net expense ratio shown for EAGG, EUSB, LCTU, and LCTD reflect contractual fee waivers in place through 6/30/24, 6/30/25, 6/30/25, and 6/30/25 respectively. Gross expense ratios are 0.11%, 0.13%, 0.29%, and 0.35% respectively.

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

Sustainability risk is an inclusive term to designate investment risk that relates to environmental, social or governance (ESG) issues. Sustainability risk around environmental issues includes, but is not limited to, climate risk, both physical and transition risk. Risks related to social issues can include, but are not limited to, labor rights and community relations. Governance-related risks can include, but are not limited to, risks around board independence, ownership and control, and audit and tax management. These risks can impact an issuer's operational effectiveness and resilience as well as its public perception and reputation, affecting its profitability and, in turn, its capital growth and ultimately impacting the value of holdings in a fund.

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

The iShares MSCI ACWI Low Carbon Target ETF may not reflect a lower carbon exposure as there is no guarantee that the underlying index will achieve its intended results or accurately assess an issuer's actual and potential carbon emissions.

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

The iShares USD Green Bond ETF's green bond investment strategy limits the types and number of investment opportunities available to the Fund and, as a result, the Fund may underperform other funds that do not have a green bond focus. The Fund's green bond investment strategy may result in the Fund investing in securities or industry sectors that underperform the market as a whole or underperform other funds with a green bond focus. In addition, projects funded by green bonds may not result in direct environmental benefits.

International investing involves risks, including risks related to foreign currency, limited liquidity, less government regulation and the possibility of substantial volatility due to adverse political, economic or other developments. These risks often are heightened for investments in emerging/developing markets and in concentrations of single countries.

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

The BlackRock funds are actively managed and their characteristics will vary. Actively managed funds do not seek to replicate the performance of a specified index. Actively managed funds may have higher portfolio turnover than index funds.

A fund's strategy of investing in securities of companies with low carbon exposure limits the type and number of investment opportunities available to the fund and, as a result, the fund may underperform other funds that do not seek to minimize carbon exposure. A fund's low carbon exposure investment strategy may result in the fund investing in securities or industry sectors that underperform the market.

Companies that provide infrastructure and industrials solutions follow certain environmentally-related themes and include companies from the basic materials, industrials, and utilities industries. These companies may be subject to a variety of factors that could adversely affect their business or operations, including the effects of climate change, high costs to develop or deploy products or services, costs associated with governmental, environmental and other regulations, the levels of government and private spending on environmental and infrastructure projects, and other factors. In addition, such companies may not derive their revenues entirely from providing infrastructure and industrials solutions, but may be exposed to the market and business risks of other business models, industries or sectors, and the Fund may be adversely affected by negative developments impacting those other business models, industries and sectors.

Fixed income risks include interest-rate and credit risk. Typically, when interest rates rise, there is a corresponding decline in bond values. Credit risk refers to the possibility that the bond issuer will not be able to make principal and interest payments.

Funds that concentrate investments in specific industries, sectors, markets or asset classes may underperform or be more volatile than other industries, sectors, markets or asset classes and than the general securities market.

Real estate investment trusts ("REITs") are subject to changes in economic conditions, credit risk and interest rate fluctuations.

Technologies perceived to displace older technologies or create new markets may not in fact do so. Companies that initially develop a novel technology may not be able to capitalize on the technology.

Technology companies may be subject to severe competition and product obsolescence.

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