

2 December 2016

Market Announcements Office

ASX Limited

FOR RELEASE TO ALL FUNDS LISTED BELOW

SEMI ANNUAL REPORT TO SHAREHOLDERS: AS OF 30 SEPTEMBER 2016

BlackRock Investment Management (Australia) Limited (**BIMAL**), on behalf of iShares Trust, makes this announcement regarding certain iShares exchange traded funds listed on the ASX.

Attached is a copy of a “2016 Semi-annual report (unaudited)” document relating to certain funds of iShares Trust, which has been lodged with the US Securities and Exchange Commission.

All information included in the attached document relating to funds of iShares Trust not detailed in the below table should be disregarded.

ASX Code	Fund Name
IAA	iShares Asia 50 ETF
IEU	iShares Europe ETF

Important Notice

Before investing in an iShares ETF, you should carefully consider whether such products are appropriate for you, read the applicable prospectus or product disclosure statement (PDS) available at www.blackrock.com.au and consult an investment adviser.

An iShares ETF is not sponsored, endorsed, issued, sold or promoted by the provider of the index which a particular fund seeks to track. No index provider makes any representation regarding the advisability of investing in the iShares ETFs. Further information on the index providers can be found on BIMAL’s website terms and conditions at www.blackrock.com.au.

For more information about iShares ETFs go to www.blackrock.com/au/ishares or call 1300 474 273.

© 2016 BlackRock, Inc. All Rights reserved. BLACKROCK, BLACKROCK SOLUTIONS, iSHARES and the stylized i logo are registered and unregistered trademarks of BlackRock, Inc. or its subsidiaries in the United States and elsewhere. All other trademarks are those of their respective owners.

** END **

2016 SEMI-ANNUAL REPORT (UNAUDITED)



iShares Trust

- ▶ iShares Asia 50 ETF | AIA | NASDAQ
- ▶ iShares Emerging Markets Infrastructure ETF | EMIF | NASDAQ
- ▶ iShares Europe ETF | IEV | NYSE Arca
- ▶ iShares International Developed Property ETF | WPS | NYSE Arca
- ▶ iShares International Dividend Growth ETF | IGRO | BATS
- ▶ iShares Latin America 40 ETF | ILF | NYSE Arca

Table of Contents

Fund Performance Overviews	5
About Fund Performance	11
Shareholder Expenses	11
Schedules of Investments	12
iShares Asia 50 ETF	12
iShares Emerging Markets Infrastructure ETF	14
iShares Europe ETF	16
iShares International Developed Property ETF	22
iShares International Dividend Growth ETF	28
iShares Latin America 40 ETF	34
Financial Statements	36
Financial Highlights	43
Notes to Financial Statements	49
Board Review and Approval of Investment Advisory Contract	60

THIS PAGE INTENTIONALLY LEFT BLANK.

Fund Performance Overview

iSHARES® ASIA 50 ETF

Performance as of September 30, 2016

The iShares Asia 50 ETF (the "Fund") seeks to track the investment results of an index composed of 50 of the largest Asian equities, as represented by the S&P Asia 50™ (the "Index"). The Fund invests in a representative sample of securities included in the Index that collectively has an investment profile similar to the Index. Due to the use of representative sampling, the Fund may or may not hold all of the securities that are included in the Index. For the six-month reporting period ended September 30, 2016, the total return for the Fund was 14.61%, net of fees, while the total return for the Index was 15.40%.

	Average Annual Total Returns			Cumulative Total Returns		
	NAV	MARKET	INDEX	NAV	MARKET	INDEX
1 Year	22.71%	23.69%	23.54%	22.71%	23.69%	23.54%
5 Years	8.12%	9.22%	8.72%	47.77%	55.42%	51.88%
Since Inception	2.40%	2.49%	2.97%	23.44%	24.38%	29.72%

The inception date of the Fund was 11/13/07. The first day of secondary market trading was 11/16/07.

Past performance is no guarantee of future results. Performance results do not reflect the deduction of taxes that a shareholder would pay on fund distributions or on the redemption or sale of fund shares. See "About Fund Performance" on page 11 for more information.

Shareholder Expenses

Actual			Hypothetical 5% Return			
Beginning Account Value (4/1/16)	Ending Account Value (9/30/16)	Expenses Paid During Period ^a	Beginning Account Value (4/1/16)	Ending Account Value (9/30/16)	Expenses Paid During Period ^a	Annualized Expense Ratio
\$ 1,000.00	\$ 1,146.10	\$ 2.69	\$ 1,000.00	\$ 1,022.60	\$ 2.54	0.50%

^a Expenses are calculated using the Fund's annualized expense ratio (as disclosed in the table), multiplied by the average account value for the period, multiplied by the number of days in the period (183 days) and divided by the number of days in the year (365 days). See "Shareholder Expenses" on page 11 for more information.

ALLOCATION BY SECTOR As of 9/30/16

Sector	Percentage of Total Investments*
Information Technology	35.89%
Financials	30.33
Telecommunication Services	7.34
Consumer Discretionary	4.71
Industrials	4.57
Utilities	4.24
Materials	4.10
Energy	3.74
Real Estate	3.24
Consumer Staples	1.84
TOTAL	100.00%

ALLOCATION BY COUNTRY As of 9/30/16

Country	Percentage of Total Investments*
China	30.85%
South Korea	24.14
Hong Kong	20.10
Taiwan	17.59
Singapore	7.32
TOTAL	100.00%

* Excludes money market funds.

Fund Performance Overview

iSHARES® EMERGING MARKETS INFRASTRUCTURE ETF

Performance as of September 30, 2016

The iShares Emerging Markets Infrastructure ETF (the "Fund") seeks to track the investment results of an index composed of 30 of the largest emerging market equities in the infrastructure industry, as represented by the S&P Emerging Markets Infrastructure Index™ (the "Index"). The Fund invests in a representative sample of securities included in the Index that collectively has an investment profile similar to the Index. Due to the use of representative sampling, the Fund may or may not hold all of the securities that are included in the Index. For the six-month reporting period ended September 30, 2016, the total return for the Fund was 4.71%, net of fees, while the total return for the Index was 2.13%.

	Average Annual Total Returns			Cumulative Total Returns		
	NAV	MARKET	INDEX	NAV	MARKET	INDEX
1 Year	14.05%	14.36%	11.70%	14.05%	14.36%	11.70%
5 Years	6.00%	6.42%	6.41%	33.85%	36.50%	36.42%
Since Inception	5.81%	5.88%	5.84%	50.94%	51.73%	51.21%

The inception date of the Fund was 6/16/09. The first day of secondary market trading was 6/19/09.

Past performance is no guarantee of future results. Performance results do not reflect the deduction of taxes that a shareholder would pay on fund distributions or on the redemption or sale of fund shares. See "About Fund Performance" on page 11 for more information.

Shareholder Expenses

Actual			Hypothetical 5% Return			
Beginning Account Value (4/1/16)	Ending Account Value (9/30/16)	Expenses Paid During Period ^a	Beginning Account Value (4/1/16)	Ending Account Value (9/30/16)	Expenses Paid During Period ^a	Annualized Expense Ratio
\$ 1,000.00	\$ 1,047.10	\$ 3.85	\$ 1,000.00	\$ 1,021.30	\$ 3.80	0.75%

^a Expenses are calculated using the Fund's annualized expense ratio (as disclosed in the table), multiplied by the average account value for the period, multiplied by the number of days in the period (183 days) and divided by the number of days in the year (365 days). See "Shareholder Expenses" on page 11 for more information.

ALLOCATION BY SECTOR As of 9/30/16

Sector	Percentage of Total Investments*
Transportation Infrastructure	41.21%
Electric Utilities	22.19
Oil, Gas & Consumable Fuels	15.30
Independent Power and Renewable	
Electricity Producers	8.13
Water Utilities	5.20
Gas Utilities	4.34
Energy Equipment & Services	3.63
TOTAL	100.00%

ALLOCATION BY COUNTRY As of 9/30/16

Country	Percentage of Total Investments*
China	38.40%
Brazil	20.19
Mexico	11.95
South Korea	8.79
Malaysia	7.98
Thailand	7.19
Russia	3.30
Chile	2.20
TOTAL	100.00%

* Excludes money market funds.

Fund Performance Overview

iSHARES® EUROPE ETF

Performance as of September 30, 2016

The iShares Europe ETF (the “Fund”) seeks to track the investment results of an index composed of European equities, as represented by the S&P Europe 350™ (the “Index”). The Fund invests in a representative sample of securities included in the Index that collectively has an investment profile similar to the Index. Due to the use of representative sampling, the Fund may or may not hold all of the securities that are included in the Index. For the six-month reporting period ended September 30, 2016, the total return for the Fund was 2.55%, net of fees, while the total return for the Index was 2.62%.

	Average Annual Total Returns			Cumulative Total Returns		
	NAV	MARKET	INDEX	NAV	MARKET	INDEX
1 Year	2.13%	1.74%	2.43%	2.13%	1.74%	2.43%
5 Years	7.23%	7.56%	7.56%	41.75%	43.95%	43.98%
10 Years	1.22%	1.16%	1.57%	12.88%	12.18%	16.85%

Index performance through January 30, 2013 is calculated using currency exchange (FX) rates corresponding to 5:15 P.M. ET. Index performance beginning on January 31, 2013 is calculated using FX rates corresponding to World Market Reuters 4:00 P.M. London.

Past performance is no guarantee of future results. Performance results do not reflect the deduction of taxes that a shareholder would pay on fund distributions or on the redemption or sale of fund shares. See “About Fund Performance” on page 11 for more information.

Shareholder Expenses

Actual			Hypothetical 5% Return			
Beginning Account Value (4/1/16)	Ending Account Value (9/30/16)	Expenses Paid During Period ^a	Beginning Account Value (4/1/16)	Ending Account Value (9/30/16)	Expenses Paid During Period ^a	Annualized Expense Ratio
\$ 1,000.00	\$ 1,025.50	\$ 3.05	\$ 1,000.00	\$ 1,022.10	\$ 3.04	0.60%

^a Expenses are calculated using the Fund’s annualized expense ratio (as disclosed in the table), multiplied by the average account value for the period, multiplied by the number of days in the period (183 days) and divided by the number of days in the year (365 days). See “Shareholder Expenses” on page 11 for more information.

ALLOCATION BY SECTOR As of 9/30/16

Sector	Percentage of Total Investments*
Financials	17.88%
Consumer Staples	15.96
Health Care	13.89
Industrials	12.95
Consumer Discretionary	10.36
Materials	7.77
Energy	7.21
Telecommunication Services	4.43
Utilities	4.21
Information Technology	4.07
Real Estate	1.27
TOTAL	100.00%

TEN LARGEST COUNTRIES As of 9/30/16

Country	Percentage of Total Investments*
United Kingdom	30.12%
France	15.18
Switzerland	14.45
Germany	14.01
Spain	4.80
Netherlands	4.80
Sweden	4.62
Italy	3.16
Denmark	2.83
Belgium	2.31
TOTAL	96.28%

* Excludes money market funds.

Fund Performance Overview

iSHARES® INTERNATIONAL DEVELOPED PROPERTY ETF

Performance as of September 30, 2016

The iShares International Developed Property ETF (the "Fund") seeks to track the investment results of an index composed of real estate equities in developed non-U.S. markets, as represented by the S&P Developed ex-U.S. Property Index™ (the "Index"). The Fund invests in a representative sample of securities included in the Index that collectively has an investment profile similar to the Index. Due to the use of representative sampling, the Fund may or may not hold all of the securities that are included in the Index. For the six-month reporting period ended September 30, 2016, the total return for the Fund was 4.61%, net of fees, while the total return for the Index was 4.64%.

	Average Annual Total Returns			Cumulative Total Returns		
	NAV	MARKET	INDEX	NAV	MARKET	INDEX
1 Year	12.14%	12.58%	12.29%	12.14%	12.58%	12.29%
5 Years	10.60%	11.20%	10.65%	65.47%	70.02%	65.87%
Since Inception	1.28%	1.33%	1.19%	12.33%	12.86%	11.44%

The inception date of the Fund was 7/30/07. The first day of secondary market trading was 8/3/07.

Past performance is no guarantee of future results. Performance results do not reflect the deduction of taxes that a shareholder would pay on fund distributions or on the redemption or sale of fund shares. See "About Fund Performance" on page 11 for more information.

Shareholder Expenses

Actual			Hypothetical 5% Return			
Beginning Account Value (4/1/16)	Ending Account Value (9/30/16)	Expenses Paid During Period ^a	Beginning Account Value (4/1/16)	Ending Account Value (9/30/16)	Expenses Paid During Period ^a	Annualized Expense Ratio
\$ 1,000.00	\$ 1,046.10	\$ 2.46	\$ 1,000.00	\$ 1,022.70	\$ 2.43	0.48%

^a Expenses are calculated using the Fund's annualized expense ratio (as disclosed in the table), multiplied by the average account value for the period, multiplied by the number of days in the period (183 days) and divided by the number of days in the year (365 days). See "Shareholder Expenses" on page 11 for more information.

ALLOCATION BY SECTOR As of 9/30/16

Sector	Percentage of Total Investments*
Diversified Real Estate Activities	23.94%
Retail REITs	19.89
Real Estate Operating Companies	17.86
Diversified REITs	13.99
Office REITs	8.92
Industrial REITs	5.58
Real Estate Development	5.36
Residential REITs	2.26
Other**	2.20
TOTAL	100.00%

TEN LARGEST COUNTRIES As of 9/30/16

Country	Percentage of Total Investments*
Japan	27.73%
Hong Kong	15.95
Australia	12.59
United Kingdom	8.61
Singapore	7.15
France	6.91
Germany	6.22
Canada	3.10
Sweden	2.70
Switzerland	1.89
TOTAL	92.85%

* Excludes money market funds.

**Other includes sectors and/or investment types which individually represent less than 1% of total investments.

Fund Performance Overview

iSHARES® INTERNATIONAL DIVIDEND GROWTH ETF

Performance as of September 30, 2016

The iShares International Dividend Growth ETF (the "Fund") seeks to track the investment results of an index composed of international equities with a history of consistently growing dividends, as represented by the Morningstar® Global ex-US Dividend Growth IndexSM (the "Index"). The Fund invests in a representative sample of securities included in the Index that collectively has an investment profile similar to the Index. Due to the use of representative sampling, the Fund may or may not hold all of the securities that are included in the Index. For the period from May 17, 2016 (inception date of the Fund) through September 30, 2016, the total return for the Fund was 3.86%, net of fees, while the total return for the Index was 4.07%.

Cumulative Total Returns			
	NAV	MARKET	INDEX
Since Inception	3.86%	3.56%	4.07%

The inception date of the Fund was 5/17/16. The first day of secondary market trading was 5/19/16.

Past performance is no guarantee of future results. Performance results do not reflect the deduction of taxes that a shareholder would pay on fund distributions or on the redemption or sale of fund shares. See "About Fund Performance" on page 11 for more information.

Shareholder Expenses

Actual			Hypothetical 5% Return			
Beginning Account Value (5/17/16) ^a	Ending Account Value (9/30/16)	Expenses Paid During Period ^b	Beginning Account Value (4/1/16)	Ending Account Value (9/30/16)	Expenses Paid During Period ^b	Annualized Expense Ratio
\$ 1,000.00	\$ 1,038.60	\$ 0.84	\$ 1,000.00	\$ 1,024.00	\$ 1.12	0.22%

^a The beginning of the period (commencement of operations) is May 17, 2016.

^b Expenses are calculated using the Fund's annualized expense ratio (as disclosed in the table), multiplied by the average account value for the period, multiplied by the number of days in the period (136 days for actual and 183 days for hypothetical expenses) and divided by the number of days in the year (365 days). See "Shareholder Expenses" on page 11 for more information.

ALLOCATION BY SECTOR As of 9/30/16

Sector	Percentage of Total Investments*
Financials	22.55%
Consumer Staples	18.24
Health Care	14.31
Consumer Discretionary	12.02
Industrials	10.38
Materials	6.41
Telecommunication Services	5.16
Information Technology	4.88
Utilities	2.86
Real Estate	2.05
Energy	1.14
TOTAL	100.00%

TEN LARGEST COUNTRIES As of 9/30/16

Country	Percentage of Total Investments*
United Kingdom	17.60%
Switzerland	13.38
Canada	12.11
Japan	10.61
Germany	7.60
France	7.56
Sweden	4.50
Australia	3.55
Netherlands	3.24
Hong Kong	3.06
TOTAL	83.21%

* Excludes money market funds.

Fund Performance Overview

iSHARES® LATIN AMERICA 40 ETF

Performance as of September 30, 2016

The iShares Latin America 40 ETF (the "Fund") seeks to track the investment results of an index composed of 40 of the largest Latin American equities, as represented by the S&P Latin America 40™ (the "Index"). The Fund invests in a representative sample of securities included in the Index that collectively has an investment profile similar to the Index. Due to the use of representative sampling, the Fund may or may not hold all of the securities that are included in the Index. For the six-month reporting period ended September 30, 2016, the total return for the Fund was 11.61%, net of fees, while the total return for the Index was 11.76%.

	Average Annual Total Returns			Cumulative Total Returns		
	NAV	MARKET	INDEX	NAV	MARKET	INDEX
1 Year	26.95%	26.90%	27.56%	26.95%	26.90%	27.56%
5 Years	(3.99)%	(3.83)%	(3.32)%	(18.41)%	(17.74)%	(15.55)%
10 Years	2.40%	2.44%	2.79%	26.77%	27.28%	31.67%

Index performance through January 30, 2013 is calculated using currency exchange (FX) rates corresponding to 5:15 P.M. ET. Index performance beginning on January 31, 2013 is calculated using FX rates corresponding to World Market Reuters 4:00 P.M. London.

Past performance is no guarantee of future results. Performance results do not reflect the deduction of taxes that a shareholder would pay on fund distributions or on the redemption or sale of fund shares. See "About Fund Performance" on page 11 for more information.

Shareholder Expenses

Actual			Hypothetical 5% Return			
Beginning Account Value (4/1/16)	Ending Account Value (9/30/16)	Expenses Paid During Period ^a	Beginning Account Value (4/1/16)	Ending Account Value (9/30/16)	Expenses Paid During Period ^a	Annualized Expense Ratio
\$ 1,000.00	\$ 1,116.10	\$ 2.60	\$ 1,000.00	\$ 1,022.60	\$ 2.48	0.49%

^a Expenses are calculated using the Fund's annualized expense ratio (as disclosed in the table), multiplied by the average account value for the period, multiplied by the number of days in the period (183 days) and divided by the number of days in the year (365 days). See "Shareholder Expenses" on page 11 for more information.

ALLOCATION BY SECTOR As of 9/30/16

Sector	Percentage of Total Investments*
Financials	32.14%
Consumer Staples	19.47
Materials	13.20
Energy	12.83
Consumer Discretionary	7.33
Industrials	4.24
Telecommunication Services	3.59
Utilities	3.35
Information Technology	2.53
Real Estate	1.32
TOTAL	<u>100.00%</u>

ALLOCATION BY COUNTRY As of 9/30/16

Country	Percentage of Total Investments*
Brazil	57.36%
Mexico	27.01
Chile	9.54
Peru	4.30
Colombia	1.79
TOTAL	<u>100.00%</u>

* Excludes money market funds.

About Fund Performance

Past performance is no guarantee of future results. Current performance may be lower or higher than the performance data quoted. Performance data current to the most recent month-end is available at www.ishares.com. Performance results assume reinvestment of all dividends and capital gain distributions and do not reflect the deduction of taxes that a shareholder would pay on fund distributions or on the redemption or sale of fund shares. The investment return and principal value of shares will vary with changes in market conditions. Shares may be worth more or less than their original cost when they are redeemed or sold in the market. Performance for certain funds may reflect a waiver of a portion of investment advisory fees. Without such a waiver, performance would have been lower.

Net asset value or “NAV” is the value of one share of a fund as calculated in accordance with the standard formula for valuing mutual fund shares. The price used to calculate market return (“Market Price”) is determined by using the midpoint between the highest bid and the lowest offer on the primary stock exchange on which shares of a fund are listed for trading, as of the time that such fund’s NAV is calculated. Certain funds may have a NAV which is determined prior to the opening of regular trading on its listed exchange and their market returns are calculated using the midpoint of the bid/ask spread as of the opening of regular trading on the exchange. Market and NAV returns assume that dividends and capital gain distributions have been reinvested at Market Price and NAV, respectively.

An index is a statistical composite that tracks a specified financial market or sector. Unlike a fund, an index does not actually hold a portfolio of securities and therefore does not incur the expenses incurred by a fund. These expenses negatively impact fund performance. Also, market returns do not include brokerage commissions that may be payable on secondary market transactions. If brokerage commissions were included, market returns would be lower.

Shareholder Expenses

As a shareholder of a Fund, you incur two types of costs: (1) transaction costs, including brokerage commissions on purchases and sales of fund shares and (2) ongoing costs, including management fees and other fund expenses. The expense example, which is based on an investment of \$1,000 invested on April 1, 2016 (or commencement of operations, as applicable) and held through September 30, 2016, is intended to help you understand your ongoing costs (in dollars and cents) of investing in a Fund and to compare these costs with the ongoing costs of investing in other funds.

Actual Expenses — The table provides information about actual account values and actual expenses. Annualized expense ratios reflect contractual and voluntary fee waivers, if any. To estimate the expenses that you paid on your account over the period, simply divide your account value by \$1,000 (for example, an \$8,600 account value divided by \$1,000 = 8.6), then multiply the result by the number corresponding to your Fund under the heading entitled “Expenses Paid During Period.”

Hypothetical Example for Comparison Purposes — The table also provides information about hypothetical account values and hypothetical expenses based on each Fund’s actual expense ratio and an assumed rate of return of 5% per year before expenses. You may use this information to compare the ongoing costs of investing in your Fund and other funds. To do so, compare this 5% hypothetical example with the 5% hypothetical examples that appear in the shareholder reports of the other funds.

Please note that the expenses shown in the table are meant to highlight your ongoing costs only and do not reflect any transactional costs, such as brokerage commissions paid on purchases and sales of fund shares. Therefore, the hypothetical examples are useful in comparing ongoing costs only and will not help you determine the relative total costs of owning different funds. In addition, if these transactional costs were included, your costs would have been higher.

Schedule of Investments (Unaudited)

iSHARES® ASIA 50 ETF

September 30, 2016

<i>Security</i>	<i>Shares</i>	<i>Value</i>	<i>Security</i>	<i>Shares</i>	<i>Value</i>
COMMON STOCKS — 99.48%					
CHINA — 30.69%					
China Construction Bank Corp. Class H	23,904,960	\$ 17,722,332	Hyundai Mobis Co. Ltd.	17,568	\$ 4,386,616
China Life Insurance Co. Ltd. Class H	1,872,000	4,827,262	Hyundai Motor Co.	38,088	4,685,998
China Mobile Ltd.	1,404,000	16,988,944	KB Financial Group Inc.	98,352	3,380,055
China Petroleum & Chemical Corp. Class H	6,481,600	4,721,671	Kia Motors Corp.	68,544	2,623,262
CNOOC Ltd.	4,104,000	5,090,348	Korea Electric Power Corp.	65,304	3,201,903
Industrial & Commercial Bank of China Ltd. Class H	19,872,115	12,426,557	KT&G Corp.	32,400	3,677,305
PetroChina Co. Ltd. Class H	5,328,000	3,496,608	LG Chem Ltd.	11,232	2,462,912
Ping An Insurance Group Co. of China Ltd. Class H	1,296,000	6,717,320	POSCO	20,376	4,199,711
Tencent Holdings Ltd.	1,375,200	37,766,824	Samsung C&T Corp.	23,688	3,204,714
		109,757,866	Samsung Electronics Co. Ltd.	28,440	41,264,920
			Shinhan Financial Group Co. Ltd.	124,875	4,552,351
			SK Hynix Inc.	147,528	5,384,869
					85,898,275
HONG KONG — 19.99%					
AIA Group Ltd.	3,067,200	20,386,176	TAIWAN — 17.49%		
BOC Hong Kong Holdings Ltd.	900,000	3,040,246	Cathay Financial Holding Co. Ltd.	2,088,866	2,672,266
Cheung Kong Property Holdings Ltd.	684,148	4,992,654	Chunghwa Telecom Co. Ltd.	936,551	3,301,555
CK Hutchison Holdings Ltd.	684,148	8,697,451	CTBC Financial Holding Co. Ltd.	4,536,444	2,633,976
CLP Holdings Ltd.	504,000	5,208,337	Delta Electronics Inc.	504,000	2,685,170
Galaxy Entertainment Group Ltd.	648,000	2,439,624	Formosa Chemicals & Fibre Corp.	864,804	2,325,788
Hang Seng Bank Ltd.	187,200	3,342,879	Formosa Plastics Corp.	1,224,071	3,038,162
Hong Kong & China Gas Co. Ltd.	1,872,317	3,534,154	Fubon Financial Holding Co. Ltd.	1,872,000	2,765,105
Hong Kong Exchanges and Clearing Ltd.	288,000	7,567,661	Hon Hai Precision Industry Co. Ltd.	3,816,066	9,617,623
Power Assets Holdings Ltd.	324,000	3,158,143	MediaTek Inc.	432,112	3,301,617
Sands China Ltd.	604,800	2,623,988	Nan Ya Plastics Corp.	1,296,510	2,564,439
Sun Hung Kai Properties Ltd.	432,000	6,522,373	Taiwan Semiconductor Manufacturing Co. Ltd.	4,752,343	27,669,126
		71,513,686			62,574,827
SINGAPORE — 7.29%					
DBS Group Holdings Ltd.	446,400	5,038,759	TOTAL COMMON STOCKS		
Jardine Matheson Holdings Ltd.	72,000	4,363,920	(Cost: \$292,619,462)		
Oversea-Chinese Banking Corp. Ltd. ^a	943,274	5,984,319	355,811,173		
Singapore Telecommunications Ltd.	1,994,400	5,807,157	SHORT-TERM INVESTMENTS — 0.15%		
United Overseas Bank Ltd.	352,800	4,872,364	MONEY MARKET FUNDS — 0.15%		
		26,066,519	BlackRock Cash Funds: Institutional, SL Agency Shares 0.53% ^{b,c,d}		
			339,248 339,248		
			BlackRock Cash Funds: Treasury, SL Agency Shares 0.31% ^{b,c}		
			201,963 201,963		
			541,211		
			TOTAL SHORT-TERM INVESTMENTS		
			(Cost: \$541,211)		
			541,211		
SOUTH KOREA — 24.02%					
AmorePacific Corp.	8,136	2,873,659			

Schedule of Investments (Unaudited) (Continued)

iSHARES® ASIA 50 ETF

September 30, 2016

	<i>Value</i>
TOTAL INVESTMENTS	
IN SECURITIES — 99.63%	
(Cost: \$293,160,673)^e	\$356,352,384
Other Assets, Less Liabilities — 0.37%	<u>1,312,443</u>
NET ASSETS — 100.00%	<u><u>\$357,664,827</u></u>

^a All or a portion of this security represents a security on loan. See Note 1.

^b Affiliated money market fund.

^c The rate quoted is the annualized seven-day yield of the fund at period end.

^d All or a portion of this security represents an investment of securities lending collateral. See Note 1.

^e The cost of investments for federal income tax purposes was \$300,662,220.

Net unrealized appreciation was \$55,690,164, of which \$80,600,774

represented gross unrealized appreciation on securities and \$24,910,610

represented gross unrealized depreciation on securities.

Schedule 1 — Fair Value Measurements

Various inputs are used in determining the fair value of financial instruments. For description of the input levels and information about the Fund's policy regarding valuation of financial instruments, see Note 1.

The following table summarizes the value of the Fund's investments according to the fair value hierarchy as of September 30, 2016. 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>
Investments:				
Assets:				
Common stocks	\$355,811,173	\$ —	\$ —	\$355,811,173
Money market funds	<u>541,211</u>	<u>—</u>	<u>—</u>	<u>541,211</u>
Total	<u><u>\$356,352,384</u></u>	<u><u>\$ —</u></u>	<u><u>\$ —</u></u>	<u><u>\$356,352,384</u></u>

See notes to financial statements.

Schedule of Investments (Unaudited)

iSHARES® EMERGING MARKETS INFRASTRUCTURE ETF

September 30, 2016

Security	Shares	Value	Security	Shares	Value
COMMON STOCKS — 98.99%			RUSSIA — 3.27%		
BRAZIL — 19.98%			Novatek OJSC GDR ^d	5,690	\$ 625,900
CCR SA	570,000	\$ 2,972,067	RusHydro PJSC	533,560	634,936
CPFL Energia SA ADR	97,929	1,449,349	TMK PJSC GDR ^d	60,840	232,409
Ultrapar Participacoes SA ADR	214,710	4,700,002			1,493,245
		9,121,418	SOUTH KOREA — 8.70%		
CHILE — 2.18%			Korea Electric Power Corp. ADR	162,887	3,971,185
Enersis SA ADR	121,440	994,594			3,971,185
		994,594	THAILAND — 7.12%		
CHINA — 38.01%			Airports of Thailand PCL NVDR ^b	282,000	3,247,273
Beijing Capital International Airport					3,247,273
Co. Ltd. Class H	960,000	1,087,990	TOTAL COMMON STOCKS		
Beijing Enterprises Water Group Ltd.	1,500,000	1,013,416			45,184,143
CGN Power Co. Ltd. Class H ^a	3,390,000	1,000,922	(Cost: \$39,535,743)		
China Gas Holdings Ltd. ^b	720,000	1,141,833	SHORT-TERM INVESTMENTS — 3.69%		
China Longyuan Power Group Corp.			MONEY MARKET FUNDS — 3.69%		
Ltd. Class H	990,000	804,157	BlackRock Cash Funds: Institutional,		
China Merchants Port Holdings			SL Agency Shares		
Co. Ltd. ^b	480,000	1,277,987	0.53% ^{e,f,g}		
China Oilfield Services Ltd. Class H	900,000	780,949	1,626,589		
China Resources Gas Group Ltd.	240,000	820,016	1,626,589		
China Resources Power Holdings			BlackRock Cash Funds: Treasury,		
Co. Ltd.	600,000	1,033,529	SL Agency Shares		
COSCO SHIPPING Ports Ltd. ^b	1,080,000	1,107,021	0.31% ^{e,f}		
Guangdong Investment Ltd.	840,000	1,334,305	57,364		
Huaneng Power International Inc.			57,364		
Class H ADR	33,300	836,163	1,683,953		
Jiangsu Expressway Co. Ltd. Class H	780,000	1,078,088	TOTAL SHORT-TERM INVESTMENTS		
Kunlun Energy Co. Ltd.	1,740,000	1,332,603	(Cost: \$1,683,953)		
Shenzhen Expressway Co. Ltd. Class H	372,000	390,420	TOTAL INVESTMENTS		
Shenzhen International Holdings Ltd.	630,499	1,045,419	IN SECURITIES — 102.68%		
Sinopec Kantons Holdings Ltd.	540,000	254,127	(Cost: \$41,219,696)^h		
Zhejiang Expressway Co. Ltd. Class H	960,000	1,012,487	Other Assets, Less Liabilities — (2.68)%		
		17,351,432	(1,222,833)		
MALAYSIA — 7.90%			NET ASSETS — 100.00%		
Sapurakencana Petroleum Bhd ^c	1,653,000	627,544	\$45,645,263		
Tenaga Nasional Bhd	861,000	2,977,222			
		3,604,766			
MEXICO — 11.83%					
Grupo Aeroportuario del Centro Norte					
Sab de CV ADR	23,160	1,089,910			
Grupo Aeroportuario del Pacifico SAB					
de CV ADR	24,480	2,324,865			
Grupo Aeroportuario del Sureste SAB					
de CV Series B	13,560	1,985,455			
		5,400,230			

ADR — American Depositary Receipts
GDR — Global Depositary Receipts
NVDR — Non-Voting Depositary Receipts

^a This security may be resold to qualified institutional buyers under Rule 144A of the Securities Act of 1933.

^b All or a portion of this security represents a security on loan. See Note 1.

^c Non-income earning security.

^d This security may be resold to qualified foreign investors and foreign institutional buyers under Regulation S of the Securities Act of 1933.

^e Affiliated money market fund.

^f The rate quoted is the annualized seven-day yield of the fund at period end.

^g All or a portion of this security represents an investment of securities lending collateral. See Note 1.

^h The cost of investments for federal income tax purposes was \$41,727,534.

Net unrealized appreciation was \$5,140,562, of which \$10,057,754 represented gross unrealized appreciation on securities and \$4,917,192 represented gross unrealized depreciation on securities.

Schedule of Investments (Unaudited) (Continued)

iSHARES® EMERGING MARKETS INFRASTRUCTURE ETF

September 30, 2016

Schedule 1 — Fair Value Measurements

Various inputs are used in determining the fair value of financial instruments. For description of the input levels and information about the Fund's policy regarding valuation of financial instruments, see Note 1.

The following table summarizes the value of the Fund's investments according to the fair value hierarchy as of September 30, 2016. 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>
Investments:				
Assets:				
Common stocks	\$45,184,143	\$ —	\$ —	\$45,184,143
Money market funds	1,683,953	—	—	1,683,953
Total	<u>\$46,868,096</u>	<u>\$ —</u>	<u>\$ —</u>	<u>\$46,868,096</u>

See notes to financial statements.

Schedule of Investments (Unaudited)

iSHARES® EUROPE ETF

September 30, 2016

Security	Shares	Value	Security	Shares	Value
COMMON STOCKS — 98.58%					
AUSTRIA — 0.22%			FRANCE — 15.10%		
Erste Group Bank AG	96,056	\$ 2,846,042	Wartsila OYJ Abp	48,474	\$ 2,182,817
OMV AG	44,145	1,271,012			35,629,006
Voestalpine AG	34,492	1,193,873	ACCOR SA		
		5,310,927		67,797	2,690,279
BELGIUM — 2.30%			Air Liquide SA ^a	122,240	13,112,283
Ageas	65,133	2,376,324	Airbus Group SE	189,609	11,472,367
Anheuser-Busch InBev SA/NV	257,310	33,716,638	Alstom SA	48,389	1,280,367
Colruyt SA	20,019	1,110,469	ArcelorMittal	590,762	3,616,918
Groupe Bruxelles Lambert SA	25,899	2,296,990	Arkema SA	23,282	2,155,939
KBC Group NV	106,418	6,197,286	Atos SE	28,529	3,075,281
Proximus SADP	44,133	1,318,528	AXA SA	608,993	12,962,278
Solvay SA	23,309	2,696,740	BNP Paribas SA	351,748	18,092,626
UCB SA	40,458	3,129,473	Bouygues SA	60,989	2,021,571
Umicore SA	29,879	1,874,661	Capgemini SA	51,510	5,046,584
		54,717,109	Carrefour SA	180,617	4,681,674
DENMARK — 2.81%			Casino Guichard Perrachon SA	17,121	833,117
AP Moeller – Maersk A/S			Christian Dior SE	15,918	2,854,134
Class A	1,110	1,557,965	Cie. de Saint-Gobain	163,030	7,048,209
AP Moeller – Maersk A/S			Cie. Generale des		
Class B	1,947	2,856,170	Etablissements Michelin		
Carlsberg A/S Class B	33,439	3,189,497	Class B	57,798	6,395,311
Chr Hansen Holding A/S	30,224	1,797,215	Credit Agricole SA	387,476	3,822,341
Coloplast A/S Class B	34,758	2,696,309	Danone SA	192,549	14,292,333
Danske Bank A/S	242,639	7,082,212	Dassault Systemes	42,843	3,718,390
DSV A/S	59,842	2,980,382	Edenred	65,120	1,523,280
Genmab A/S	18,550	3,163,546	Electricite de France SA	96,024	1,168,685
ISS A/S	57,796	2,399,608	Engie SA	509,410	7,894,430
Novo Nordisk A/S Class B	582,880	24,226,738	Essilor International SA	62,928	8,118,483
Novozymes A/S Class B	71,501	3,145,593	Hermes International	6,892	2,805,710
Pandora A/S	36,791	4,447,602	Kering	23,492	4,740,176
TDC A/S	255,244	1,501,583	Klepierre	63,516	2,912,275
Vestas Wind Systems A/S	69,755	5,742,777	L'Oreal SA	77,722	14,682,524
		66,787,197	Lagardere SCA	38,017	968,328
FINLAND — 1.50%			Legrand SA	83,519	4,925,702
Fortum OYJ	137,092	2,215,440	LVMH Moet Hennessy Louis		
Kone OYJ Class B	120,174	6,100,278	Vuitton SE	86,603	14,773,853
Metso OYJ	40,519	1,182,550	Orange SA	728,600	11,405,894
Nokia OYJ	1,832,816	10,628,149	Pernod Ricard SA	68,660	8,128,818
Nokian Renkaat OYJ	35,096	1,279,857	Peugeot SA	147,222	2,249,267
Sampo OYJ Class A	155,292	6,910,879	Publicis Groupe SA	64,613	4,888,246
Stora Enso OYJ Class R	179,109	1,591,140	Renault SA	61,095	5,021,687
UPM-Kymmene OYJ	167,455	3,537,896	Safran SA	102,947	7,404,278
			Sanofi	369,201	28,064,384
			Schneider Electric SE	185,516	12,938,448
			SES SA	121,057	2,970,518

Schedule of Investments (Unaudited) (Continued)

iSHARES® EUROPE ETF

September 30, 2016

<i>Security</i>	<i>Shares</i>	<i>Value</i>	<i>Security</i>	<i>Shares</i>	<i>Value</i>
Societe Generale SA	237,297	\$ 8,208,238	METRO AG	50,887	\$ 1,514,879
Sodexo SA	30,444	3,626,575	Muenchener Rueckversicherungs-		
STMicroelectronics NV	67,221	548,895	Gesellschaft AG in		
STMicroelectronics NV New	140,330	1,143,346	Muenchen Registered	50,590	9,437,605
Suez	113,222	1,869,775	Osram Licht AG	27,419	1,610,312
Technip SA	38,594	2,371,144	ProSiebenSat.1 Media		
Thales SA	31,750	2,925,457	SE Registered	68,735	2,944,556
Total SA ^a	780,811	37,003,140	QIAGEN NV	73,579	2,026,271
Unibail-Rodamco SE	31,002	8,361,612	RWE AG	152,260	2,623,969
Valeo SA	74,988	4,376,220	SAP SE	309,516	28,146,735
Veolia Environnement SA	157,754	3,634,321	Siemens AG Registered	240,764	28,193,456
Vinci SA	159,973	12,246,455	Symrise AG	38,427	2,816,910
Vivendi SA	286,244	5,774,174	ThyssenKrupp AG	137,785	3,285,764
		358,846,340	Volkswagen AG	10,022	1,454,581
			Vonovia SE	146,494	5,548,853
GERMANY — 13.14%					312,161,721
adidas AG	65,918	11,445,152	IRELAND — 0.91%		
Allianz SE Registered	143,635	21,323,189	Bank of Ireland	8,697,988	1,818,113
BASF SE	289,203	24,736,233	CRH PLC	261,331	8,741,498
Bayer AG Registered	260,368	26,167,359	Irish Bank Resolution Corp. Ltd. ^b	211,770	2
Bayerische Motoren Werke AG	100,382	8,439,264	Kerry Group PLC Class A	48,221	4,018,787
Beiersdorf AG	30,924	2,917,463	Paddy Power Belfair PLC	26,683	3,019,626
Brenntag AG	48,735	2,662,018	Ryanair Holdings PLC ADR	32,660	2,450,480
Commerzbank AG	330,913	2,133,848	Smurfit Kappa Group PLC	74,315	1,661,953
Continental AG	33,970	7,144,543			21,710,459
Daimler AG Registered	313,680	22,106,128	ITALY — 3.06%		
Deutsche Bank AG Registered	432,893	5,628,634	Assicurazioni Generali SpA	426,716	5,207,842
Deutsche Boerse AG	60,661	4,918,526	Atlantia SpA	146,341	3,715,107
Deutsche Lufthansa			Banco Popolare SC	279,266	657,807
AG Registered	79,822	888,518	CNH Industrial NV	312,949	2,240,279
Deutsche Post AG Registered	300,813	9,404,653	Enel SpA	2,410,048	10,746,979
Deutsche Telekom			Eni SpA	845,249	12,177,601
AG Registered	1,015,364	17,024,707	Ferrari NV	39,134	2,033,140
Deutsche Wohnen AG Bearer	105,753	3,845,237	Fiat Chrysler Automobiles NV	287,227	1,823,739
E.ON SE	628,048	4,456,424	Intesa Sanpaolo SpA	4,488,006	9,956,109
Fresenius Medical Care AG &			Leonardo-Finmeccanica SpA	135,313	1,534,333
Co. KGaA	67,307	5,881,736	Luxtottica Group SpA	43,860	2,095,805
Fresenius SE & Co. KGaA	124,791	9,958,452	Mediaset SpA	223,965	703,227
GEA Group AG	55,851	3,101,236	Mediobanca SpA	190,250	1,237,919
HeidelbergCement AG	39,494	3,732,197	Prysmian SpA	64,550	1,691,663
Infineon Technologies AG	354,453	6,325,549	Saipem SpA	1,860,258	787,513
K+S AG Registered ^a	60,058	1,139,622	Snam SpA	747,093	4,144,183
Lanxess AG	28,596	1,777,131	Telecom Italia SpA/Milano	3,145,477	2,612,282
Linde AG	58,259	9,905,833	Tenaris SA	148,349	2,113,941
MAN SE	10,558	1,113,419			
Merck KGaA	40,644	4,380,759			

Schedule of Investments (Unaudited) (Continued)

iSHARES® EUROPE ETF

September 30, 2016

Security	Shares	Value	Security	Shares	Value
Terna Rete Elettrica Nazionale SpA	442,267	\$ 2,280,326	Banco Bilbao Vizcaya Argentaria SA	2,040,351	\$ 12,340,639
UniCredit SpA	1,825,833	4,251,477	Banco de Sabadell SA	1,667,579	2,136,389
Unione di Banche Italiane SpA	288,106	663,736	Banco Popular Espanol SA	1,174,312	1,452,981
		72,675,008	Banco Santander SA	4,508,857	19,999,661
NETHERLANDS — 4.77%			Bankia SA	1,279,736	1,049,862
Aegon NV	452,294	1,733,770	CaixaBank SA	976,644	2,468,396
Akzo Nobel NV	77,912	5,278,842	Distribuidora Internacional de Alimentacion SA	195,301	1,209,550
Altice NV Class A	108,479	1,946,882	Enagas SA	72,197	2,172,389
ASML Holding NV	137,877	15,136,692	Ferrovial SA	166,202	3,539,440
Gemalto NV	26,447	1,696,483	Gas Natural SDG SA	113,227	2,327,938
Heineken Holding NV	35,920	2,881,389	Iberdrola SA	1,870,702	12,723,089
Heineken NV	67,562	5,945,779	Industria de Diseno Textil SA	353,605	13,113,584
ING Groep NV	1,216,400	15,023,224	International Consolidated Airlines Group SA	270,412	1,400,845
Koninklijke Ahold Delhaize NV	402,252	9,172,111	Red Electrica Corp. SA	146,804	3,168,409
Koninklijke DSM NV	57,004	3,853,916	Repsol SA	355,565	4,824,976
Koninklijke KPN NV	1,336,018	4,436,688	Telefonica SA	1,375,855	13,938,866
Koninklijke Philips NV	298,878	8,860,491			113,482,483
PostNL NV	133,037	604,158	SWEDEN — 4.59%		
Randstad Holding NV	40,378	1,840,029	Alfa Laval AB	89,829	1,410,230
RELX NV	330,500	5,940,798	Assa Abloy AB	312,521	6,358,103
Unilever NV CVA	540,151	24,933,418	Atlas Copco AB Class A	201,896	6,086,997
Wolters Kluwer NV	94,915	4,063,422	Atlas Copco AB Class B	125,273	3,427,410
		113,348,092	Boliden AB	84,181	1,980,868
NORWAY — 0.86%			Electrolux AB Class B	73,009	1,833,022
DNB ASA	295,011	3,864,676	Hennes & Mauritz AB Class B	294,467	8,317,694
Norsk Hydro ASA	419,133	1,806,630	Hexagon AB Class B	79,539	3,477,754
Orkla ASA	259,247	2,679,304	Industrivarden AB Class A	58,234	1,161,635
Statoil ASA	329,728	5,524,139	Industrivarden AB Class C	58,125	1,076,690
Subsea 7 SA	79,704	855,649	Investor AB Class B	144,948	5,307,350
Telenor ASA	217,250	3,726,709	Kinnevik AB Class B	74,272	1,896,808
Yara International ASA	55,485	1,843,877	Millicom International Cellular SA SDR	19,012	987,504
		20,300,984	Nordea Bank AB	1,009,264	10,030,911
PORTUGAL — 0.21%			Sandvik AB	347,343	3,825,176
EDP – Energias de Portugal SA	889,433	2,987,640	Securitas AB Class B	100,889	1,693,377
Galp Energia SGPS SA	142,653	1,950,213	Skandinaviska Enskilda Banken AB Class A	543,561	5,468,982
		4,937,853	Skanska AB Class B	126,233	2,951,242
SPAIN — 4.78%			SKF AB Class B	117,982	2,039,491
Abertis Infraestructuras SA	182,258	2,838,827	Svenska Cellulosa AB SCA Class B	200,635	5,967,014
Acciona SA	7,859	594,125	Svenska Handelsbanken AB Class A	474,328	6,527,450
ACS Actividades de Construccion y Servicios SA	61,722	1,865,870			
Aena SA	23,193	3,422,242			
Amadeus IT Holding SA Class A	137,956	6,894,405			

Schedule of Investments (Unaudited) (Continued)

iSHARES® EUROPE ETF

September 30, 2016

<i>Security</i>	<i>Shares</i>	<i>Value</i>	<i>Security</i>	<i>Shares</i>	<i>Value</i>
Swedbank AB Class A	325,063	\$ 7,649,077	UNITED KINGDOM — 29.96%		
Swedish Match AB	59,569	2,188,800	3i Group PLC	303,446	\$ 2,564,117
Tele2 AB Class B	99,660	861,384	Aberdeen Asset Management PLC	298,149	1,263,745
Telefonaktiebolaget LM Ericsson Class B	959,677	6,939,327	Aggreko PLC	80,276	994,296
Telia Co. AB	857,977	3,847,547	Amec Foster Wheeler PLC	126,494	939,064
Volvo AB Class B	507,490	5,799,107	Anglo American PLC	437,466	5,498,564
		109,110,950	Antofagasta PLC	117,235	797,990
SWITZERLAND — 14.37%			Ashtead Group PLC	158,501	2,616,897
ABB Ltd. Registered	627,479	14,117,306	Associated British Foods PLC	112,040	3,784,039
Actelion Ltd. Registered	33,852	5,873,640	AstraZeneca PLC	392,662	25,523,798
Adecco Group AG Registered	53,805	3,036,036	Aviva PLC	1,285,903	7,358,059
Baloise Holding AG Registered	15,927	1,930,496	Babcock International Group PLC	157,861	2,122,386
Cie. Financiere Richemont SA Class A Registered	164,034	10,017,343	BAE Systems PLC	1,002,195	6,821,700
Clariant AG Registered	90,822	1,566,478	Barclays PLC	4,924,180	10,733,343
Credit Suisse Group AG Registered	624,874	8,192,850	Barratt Developments PLC	313,507	2,013,015
GAM Holding AG	51,974	497,543	BHP Billiton PLC	662,706	10,007,440
Geberit AG Registered	11,643	5,109,276	BP PLC	5,881,725	34,381,621
Givaudan SA Registered	2,498	5,094,436	British American Tobacco PLC	586,766	37,576,902
Julius Baer Group Ltd.	70,521	2,875,691	British Land Co. PLC (The)	321,601	2,642,330
Kuehne + Nagel International AG Registered	17,908	2,604,733	BT Group PLC	2,764,305	13,970,132
LafargeHolcim Ltd. Registered	151,107	8,183,534	Bunzl PLC	104,522	3,095,649
Lonza Group AG Registered	16,576	3,173,618	Burberry Group PLC	138,865	2,487,518
Nestle SA Registered	979,281	77,330,267	Capita PLC	210,850	1,835,091
Novartis AG Registered	826,819	65,162,958	Carnival PLC	67,778	3,317,483
Roche Holding AG	221,170	54,984,495	Centrica PLC	1,724,554	5,112,126
Schindler Holding AG Participation Certificates	12,900	2,424,572	Cobham PLC	532,732	1,160,516
Schindler Holding AG Registered	6,337	1,200,199	Compass Group PLC	521,898	10,135,284
SGS SA Registered	1,720	3,859,088	Daily Mail & General Trust PLC Class A NVS	90,969	879,766
Sika AG Bearer	673	3,279,608	DCC PLC	27,782	2,535,239
Swatch Group AG (The) Bearer ^a	9,672	2,740,766	Diageo PLC	789,182	22,660,882
Swatch Group AG (The) Registered	20,444	1,138,824	Direct Line Insurance Group PLC	432,970	2,051,737
Swiss Life Holding AG Registered	10,101	2,620,592	easyJet PLC	85,027	1,112,232
Swiss Re AG	103,520	9,359,942	Experian PLC	308,355	6,184,540
Swisscom AG Registered	7,960	3,791,141	FirstGroup PLC	382,705	525,470
Syngenta AG Registered	29,240	12,819,270	G4S PLC	482,071	1,426,507
UBS Group AG	1,205,857	16,457,075	GKN PLC	544,039	2,263,581
Zurich Insurance Group AG	46,951	12,108,263	GlaxoSmithKline PLC	1,532,168	32,700,400
		341,550,040	Glencore PLC	3,802,995	10,480,401
			Hammerson PLC	246,498	1,879,579
			Hays PLC	438,121	738,717
			HSBC Holdings PLC	6,254,112	47,014,114
			IMI PLC	84,424	1,177,821
			Imperial Brands PLC	301,039	15,538,357

Schedule of Investments (Unaudited) (Continued)

iSHARES® EUROPE ETF

September 30, 2016

Security	Shares	Value	Security	Shares	Value
InterContinental Hotels Group PLC	65,122	\$ 2,690,072	Standard Life PLC	619,835	\$ 2,768,965
Intertek Group PLC	50,655	2,295,791	Tate & Lyle PLC	146,228	1,422,727
ITV PLC	1,138,577	2,768,709	Taylor Wimpey PLC	1,014,708	2,031,201
J Sainsbury PLC ^a	540,312	1,725,185	Tesco PLC	2,529,153	6,010,583
Johnson Matthey PLC	61,035	2,611,630	Travis Perkins PLC	78,802	1,580,497
Kingfisher PLC	721,274	3,531,307	Tullow Oil PLC ^a	277,900	913,671
Ladbrokes PLC	302,454	550,043	UBM PLC	121,925	1,130,837
Land Securities Group PLC	251,895	3,461,899	Unilever PLC	404,434	19,199,271
Legal & General Group PLC	1,867,148	5,304,405	United Utilities Group PLC	215,709	2,810,466
Lloyds Banking Group PLC	19,830,866	14,052,240	Vodafone Group PLC	8,355,913	24,069,477
London Stock Exchange Group PLC	99,195	3,607,920	Weir Group PLC (The)	66,539	1,469,381
Man Group PLC	545,120	797,333	Whitbread PLC	57,037	2,901,406
Marks & Spencer Group PLC	518,973	2,232,097	William Hill PLC	277,317	1,095,834
National Grid PLC	1,235,516	17,525,892	Wm Morrison Supermarkets PLC	732,104	2,072,236
Next PLC	46,483	2,883,816	Wolseley PLC	80,073	4,529,845
Old Mutual PLC	1,529,677	4,021,790	WPP PLC	420,878	9,917,510
Pearson PLC	256,900	2,512,859			<u>711,955,059</u>
Persimmon PLC	95,289	2,246,614	TOTAL COMMON STOCKS		
Petrofac Ltd.	82,024	949,886	(Cost: \$2,825,077,655)		2,342,523,228
Provident Financial PLC	46,069	1,815,057	PREFERRED STOCKS — 0.88%		
Prudential PLC	807,667	14,336,763	GERMANY — 0.80%		
Randgold Resources Ltd.	31,585	3,194,101	Bayerische Motoren Werke AG	17,300	1,275,767
Reckitt Benckiser Group PLC	210,640	19,878,590	Henkel AG & Co. KGaA	56,094	7,627,651
RELX PLC	346,952	6,593,604	Porsche Automobil Holding SE	48,243	2,463,281
Rentokil Initial PLC	569,605	1,644,835	Volkswagen AG	57,762	7,591,568
Rio Tinto PLC	380,731	12,732,693			<u>18,958,267</u>
Rolls-Royce Holdings PLC	589,049	5,509,257	ITALY — 0.08%		
Royal Bank of Scotland Group PLC	1,007,998	2,341,188	Intesa Sanpaolo SpA	296,676	621,466
Royal Dutch Shell PLC Class A	1,359,512	33,801,354	Telecom Italia SpA/Milano	1,921,282	1,304,119
Royal Dutch Shell PLC Class B	1,182,045	30,663,462			<u>1,925,585</u>
RSA Insurance Group PLC	319,217	2,264,059	TOTAL PREFERRED STOCKS		
SABMiller PLC	312,770	18,262,655	(Cost: \$28,367,898)		20,883,852
Sage Group PLC (The)	350,962	3,364,539	SHORT-TERM INVESTMENTS — 0.33%		
Schroders PLC	37,232	1,303,903	MONEY MARKET FUNDS — 0.33%		
Segro PLC	230,458	1,358,518	BlackRock Cash Funds: Institutional, SL Agency Shares		
Severn Trent PLC	75,571	2,459,076	0.53% ^{c,d,e}	7,451,818	7,451,818
Shire PLC	283,343	18,395,765	BlackRock Cash Funds: Treasury, SL Agency Shares		
Sky PLC	329,282	3,823,971	0.31% ^{c,d}	414,161	414,161
Smith & Nephew PLC	289,311	4,675,138			<u>7,865,979</u>
Smiths Group PLC	123,691	2,352,276	TOTAL SHORT-TERM INVESTMENTS		
SSE PLC	321,049	6,539,228	(Cost: \$7,865,979)		7,865,979
Standard Chartered PLC	861,249	7,029,184			

Schedule of Investments (Unaudited) (Continued)

iSHARES® EUROPE ETF

September 30, 2016

	<i>Value</i>
TOTAL INVESTMENTS	
IN SECURITIES — 99.79%	
(Cost: \$2,861,311,532)^f	\$2,371,273,059
Other Assets, Less Liabilities — 0.21%	5,008,985
NET ASSETS — 100.00%	<u><u>\$2,376,282,044</u></u>

ADR — American Depositary Receipts

NVS — Non-Voting Shares

SDR — Swedish Depositary Receipts

^a All or a portion of this security represents a security on loan. See Note 1.

^b Non-income earning security.

^c Affiliated money market fund.

^d The rate quoted is the annualized seven-day yield of the fund at period end.

^e All or a portion of this security represents an investment of securities lending collateral. See Note 1.

^f The cost of investments for federal income tax purposes was \$2,932,353,285. Net unrealized depreciation was \$561,080,226, of which \$132,854,973 represented gross unrealized appreciation on securities and \$693,935,199 represented gross unrealized depreciation on securities.

Schedule 1 — Fair Value Measurements

Various inputs are used in determining the fair value of financial instruments. For description of the input levels and information about the Fund's policy regarding valuation of financial instruments, see Note 1.

The following table summarizes the value of the Fund's investments according to the fair value hierarchy as of September 30, 2016. 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>
Investments:				
Assets:				
Common stocks	\$2,342,523,226	\$ —	\$ 2	\$2,342,523,228
Preferred stocks	20,883,852	—	—	20,883,852
Money market funds	7,865,979	—	—	7,865,979
Total	<u><u>\$2,371,273,057</u></u>	<u><u>\$ —</u></u>	<u><u>\$ 2</u></u>	<u><u>\$2,371,273,059</u></u>

See notes to financial statements.

Schedule of Investments (Unaudited)

iSHARES® INTERNATIONAL DEVELOPED PROPERTY ETF

September 30, 2016

Security	Shares	Value	Security	Shares	Value
COMMON STOCKS — 99.62%			AUSTRIA — 1.03%		
AUSTRALIA — 12.54%			Atrium European Real Estate Ltd.	34,959 \$	155,969
360 Capital Group Ltd. ^a	41,022	\$ 28,567	BUWOG AG	13,932	377,172
360 Capital Office Fund	12,685	21,550	CA Immobilien Anlagen AG	15,007	286,197
Abacus Property Group	53,793	118,967	Conwert Immobilien Invest SE	15,050	283,380
ALE Property Group	36,335	120,397	IMMOEAST AG Escrow ^b	100,152	1
Arena REIT	44,849	67,612	IMMOFINANZ AG	178,407	419,032
Aspen Group ^a	22,564	18,994	IMMOFINANZ AG Escrow ^b	112,716	1
Astro Japan Property Group	11,352	61,505	S IMMO AG	11,696	123,159
Aveo Group	85,398	225,460	UBM Development AG	688	25,515
BWP Trust	98,470	241,887			1,670,426
Cedar Woods Properties Ltd.	11,137	41,761	BELGIUM — 1.03%		
Charter Hall Group	82,108	321,077	Aedifica SA ^b	2,924	253,843
Charter Hall Retail REIT	65,360	211,571	Befimmo SA	4,685	283,099
Cromwell Property Group	255,721	183,949	Cofinimmo SA	4,171	518,892
Dexus Property Group	193,672	1,356,099	Intervest Offices & Warehouses NV	2,322	63,932
Folkestone Education Trust	43,086	86,056	Montea SCA	1,161	61,485
Galileo Japan Trust	21,758	44,789	Retail Estates NV ^a	1,204	107,690
Gateway Lifestyle	57,921	94,853	Warehouses De Pauw CVA	2,924	290,284
GDI Property Group	99,373	72,623	Wereldhave Belgium NV	473	58,817
Generation Healthcare REIT ^a	25,456	38,960	Xior Student Housing NV ^b	860	32,957
Goodman Group	317,985	1,771,501			1,670,999
GPT Group (The)	362,662	1,404,288	CANADA — 3.09%		
Growthpoint Properties			Agellan Commercial Real Estate		
Australia Ltd.	37,711	98,984	Investment Trust	1,118	8,668
Hotel Property Investments	29,068	66,733	Allied Properties REIT	8,428	241,634
Industria REIT ^a	23,951	39,040	Artis REIT	14,706	138,864
Ingenia Communities Group	35,274	75,852	Boardwalk REIT ^a	4,558	179,476
Investa Office Fund	124,958	437,002	Brookfield Canada Office Properties	2,881	60,327
LendLease Group	106,167	1,140,670	Canadian Apartment Properties REIT	13,330	310,568
Mirvac Group	748,200	1,282,535	Canadian REIT	7,310	261,753
New South Resources Ltd. ^b	96,320	118,303	Choice Properties REIT	9,675	101,664
Peet Ltd.	81,184	60,884	Cominar REIT	16,856	195,718
Propertylink Group ^b	109,521	60,763	Crombie REIT	8,901	96,917
Scentre Group	1,072,291	3,856,684	CT REIT	6,343	74,325
Servcorp Ltd.	8,729	53,172	Dream Global REIT	12,169	83,426
Shopping Centres Australasia			Dream Industrial REIT	6,278	37,498
Property Group	144,996	249,656	Dream Office REIT	10,793	138,952
Stockland	480,482	1,750,200	Dream Unlimited Corp. Class A ^{a,b}	10,449	57,562
Sunland Group Ltd.	24,854	29,100	First Capital Realty Inc.	26,445	442,276
Vicinity Centres	657,169	1,594,189	Granite REIT	4,601	140,314
Villa World Ltd.	21,930	38,598	H&R REIT	28,079	479,218
Westfield Corp.	385,280	2,868,751	InterRent REIT	7,482	44,234
		20,353,582	Killam Apartment REIT	7,052	64,873
			Mainstreet Equity Corp. ^b	817	19,358

Schedule of Investments (Unaudited) (Continued)

iSHARES® INTERNATIONAL DEVELOPED PROPERTY ETF

September 30, 2016

<i>Security</i>	<i>Shares</i>	<i>Value</i>	<i>Security</i>	<i>Shares</i>	<i>Value</i>
Milestone Apartments REIT	7,052	\$ 103,560	Mercialys SA	11,782	\$ 283,482
Morguard Corp.	1,075	139,871	Nexity SA	7,740	408,729
Morguard North American REIT	3,397	32,671	Unibail-Rodamco SE	20,106	5,422,830
Morguard REIT	5,461	65,445			11,174,430
Northview Apartment Real Estate Investment Trust	4,601	76,599			
NorthWest Healthcare Properties REIT	7,224	57,495	GERMANY — 6.20%		
OneREIT	7,697	21,084	ADLER Real Estate AG ^{a,b}	4,730	75,348
Plaza Retail REIT	10,879	43,375	ADO Properties SA ^c	6,038	241,564
Pure Industrial Real Estate Trust	22,059	92,483	Alstria office REIT AG ^a	21,242	291,713
RioCan REIT	32,293	668,834	Deutsche Euroshop AG	9,202	427,609
Slate Office REIT	2,494	15,978	Deutsche Wohnen AG Bearer	67,983	2,471,899
Slate Retail REIT ^b	3,354	36,775	DIC Asset AG	9,675	97,638
Smart REIT	12,900	346,977	Grand City Properties SA	21,156	413,687
Tricon Capital Group Inc.	20,038	141,185	Hamborner REIT AG	16,322	172,733
		5,019,957	LEG Immobilien AG	12,728	1,218,535
			PATRIZIA Immobilien AG ^b	8,162	178,725
CHINA — 0.45%			TAG Immobilien AG	30,014	436,631
Beijing Properties Holdings Ltd. ^{a,b}	430,000	21,622	TLG Immobilien AG	11,782	266,070
China Merchants Land Ltd.	258,000	39,252	Vib Vermoegen AG	5,676	126,808
China Oceanwide Holdings Ltd. ^b	946,000	97,577	Vonovia SE	94,213	3,568,570
Gemdale Properties & Investment Corp. Ltd.	946,000	60,986	WCM Beteiligungs & Grundbesitz-AG ^{a,b}	22,919	76,445
Goldin Properties Holdings Ltd. ^{a,b}	276,000	216,005			10,063,975
K Wah International Holdings Ltd.	215,000	117,258	HONG KONG — 15.89%		
Nam Tai Property Inc.	4,816	38,817	Champion REIT	430,000	260,574
Road King Infrastructure Ltd.	43,000	36,536	Cheung Kong Property Holdings Ltd.	559,000	4,079,371
Shanghai Zendai Property Ltd. ^{a,b}	1,075,000	22,592	China New Town Development Co. Ltd. ^{a,b}	636,400	29,872
Spring REIT	172,000	74,735	Chinese Estates Holdings Ltd.	107,500	191,273
		725,380	Chuang's Consortium International Ltd.	172,000	38,587
DENMARK — 0.01%			CSI Properties Ltd.	1,298,000	47,696
TK Development A/S ^{a,b}	13,373	15,743	Emperor International Holdings Ltd.	173,000	39,481
		15,743	EverChina International Holdings Co. Ltd. ^b	860,000	36,591
FINLAND — 0.32%			Far East Consortium International Ltd./HK	215,000	85,934
Citycon OYJ	80,195	204,219	Great Eagle Holdings Ltd.	43,000	192,659
Sponda OYJ	43,258	222,649	Greenland Hong Kong Holdings Ltd. ^b	172,000	49,897
Technopolis OYJ ^a	23,564	86,329	Hang Lung Group Ltd.	172,000	654,207
		513,197	Hang Lung Properties Ltd.	430,000	966,896
FRANCE — 6.88%			Henderson Land Development Co. Ltd.	235,582	1,397,221
Altarea SCA	559	113,045	HKR International Ltd. ^b	137,600	65,820
Fonciere des Regions	10,363	966,147			
Gecina SA	8,213	1,293,552			
ICADE	9,417	734,766			
Klepierre	42,570	1,951,879			

Schedule of Investments (Unaudited) (Continued)

iSHARES® INTERNATIONAL DEVELOPED PROPERTY ETF

September 30, 2016

<i>Security</i>	<i>Shares</i>	<i>Value</i>	<i>Security</i>	<i>Shares</i>	<i>Value</i>
Hongkong Land Holdings Ltd.	236,500	\$ 1,679,150	Jerusalem Economy Ltd. ^b	30,444	\$ 69,917
Hysan Development Co. Ltd.	129,000	604,587	Melisron Ltd.	3,569	158,202
Kerry Properties Ltd.	129,000	422,463	Norstar Holdings Inc.	3,354	63,279
Kowloon Development Co. Ltd.	43,000	42,967	Property & Building Corp. Ltd.	387	32,459
Lai Sun Development Co. Ltd.	2,588,000	51,720	REIT 1 Ltd.	35,045	108,252
Langham Hospitality Investments and Langham Hospitality Investments Ltd.	193,500	76,592	Sella Capital Real Estate Ltd.	31,691	57,679
Link REIT	451,500	3,318,162	Summit Real Estate Holdings Ltd. ^b	9,116	53,111
Man Sang International Ltd. ^b	172,000	15,967			1,675,104
New World Development Co. Ltd.	1,075,000	1,397,121	ITALY — 0.11%		
Prosperity REIT	258,000	114,098	Beni Stabili SpA SIIQ	208,550	124,450
Regal REIT ^a	172,000	45,684	Immobiliare Grande Distribuzione SIIQ SpA	64,070	48,277
SEA Holdings Ltd.	86,000	214,669			172,727
Sino Land Co. Ltd.	646,000	1,142,751	JAPAN — 27.62%		
Sinolink Worldwide Holdings Ltd. ^b	430,000	47,680	Activia Properties Inc.	108	572,715
Soundwill Holdings Ltd.	21,500	39,197	Advance Residence Investment Corp.	258	729,936
SRE Group Ltd. ^b	1,002,000	32,298	Aeon Mall Co. Ltd.	21,580	338,409
Sun Hung Kai Properties Ltd.	301,000	4,544,524	AEON REIT Investment Corp.	215	279,830
Sunlight REIT	215,000	136,940	Airport Facilities Co. Ltd.	4,300	21,359
Swire Properties Ltd.	215,000	629,259	Ardepro Co. Ltd. ^a	25,800	28,025
Tian An China Investment Co. Ltd. ^a	129,200	69,964	Comforia Residential REIT Inc.	92	226,309
Wang On Group Ltd.	1,720,000	14,415	Daibiru Corp.	12,900	116,943
Wharf Holdings Ltd. (The)	258,000	1,877,797	Daikyo Inc.	43,000	77,707
Wheelock & Co. Ltd.	172,000	1,014,576	Daito Trust Construction Co. Ltd.	17,200	2,747,346
Yuexiu REIT	215,000	130,842	Daiwa House Industry Co. Ltd.	133,300	3,627,197
		25,799,502	Daiwa House Residential Investment Corp.	273	802,568
IRELAND — 0.33%			Daiwa Office Investment Corp.	86	527,389
Green REIT PLC	139,793	228,580	Frontier Real Estate Investment Corp.	86	428,875
Hibernia REIT PLC	140,621	216,501	Fukuoka REIT Corp.	129	241,656
Irish Residential Properties REIT PLC	74,218	98,336	Global One Real Estate Investment Corp.	43	164,119
		543,417	GLP J-REIT	572	760,294
ISRAEL — 1.03%			Goldcrest Co. Ltd.	4,300	70,106
ADO Group Ltd. ^b	2,623	35,317	Hankyu REIT Inc.	129	174,904
Africa Israel Properties Ltd.	2,666	44,693	Health Care & Medical Investment Corp.	43	45,945
Airport City Ltd. ^b	12,345	140,551	Heiwa Real Estate Co. Ltd.	8,600	123,057
Alony Hetz Properties & Investments Ltd.	19,264	174,152	Heiwa Real Estate REIT Inc.	215	176,858
Alrov Properties and Lodgings Ltd.	1,549	34,733	Hoshino Resorts REIT Inc.	16	200,978
Amot Investments Ltd.	23,822	106,218	Hulic Co. Ltd.	98,900	1,001,062
Azrieli Group Ltd.	7,052	309,175	Hulic Reit Inc.	172	306,752
Big Shopping Centers Ltd.	688	47,106	Ichigo Hotel REIT Investment Corp. ^a	43	58,004
Blue Square Real Estate Ltd.	946	38,424	Ichigo Office REIT Investment	301	220,849
Gazit-Globe Ltd.	19,737	201,836	Industrial & Infrastructure Fund Investment Corp.	43	218,259

Schedule of Investments (Unaudited) (Continued)

iSHARES® INTERNATIONAL DEVELOPED PROPERTY ETF

September 30, 2016

<i>Security</i>	<i>Shares</i>	<i>Value</i>	<i>Security</i>	<i>Shares</i>	<i>Value</i>
Invesco Office J-Reit Inc.	172	\$ 150,998	Takara Leben Co. Ltd.	17,200	\$ 115,159
Invincible Investment Corp.	675	375,944	TOC Co. Ltd.	17,200	142,166
Japan Excellent Inc.	258	371,720	Tokyo Tatemono Co. Ltd.	43,000	512,527
Japan Hotel REIT Investment Corp.	774	613,758	Tokyo Theatres Co. Inc.	43,000	49,682
Japan Logistics Fund Inc.	172	388,960	Tokyu Fudosan Holdings Corp.	107,500	578,556
Japan Prime Realty Investment Corp.	172	776,221	TOKYU REIT Inc.	215	288,535
Japan Property Management Center Co. Ltd.	4,300	53,758	Tosei Corp.	4,300	32,187
Japan Real Estate Investment Corp.	237	1,415,938	Tosei Reit Investment Corp.	43	47,516
Japan Rental Housing Investments Inc.	344	288,408	United Urban Investment Corp.	602	1,096,815
Japan Retail Fund Investment Corp.	520	1,284,274	Unizo Holdings Co. Ltd.	4,300	119,533
Keihanshin Building Co. Ltd.	8,600	43,227			44,842,795
Kenedix Office Investment Corp.	86	529,087	NETHERLANDS — 0.74%		
Kenedix Residential Investment Corp.	86	244,671	Brack Capital Properties NV	688	62,270
Kenedix Retail REIT Corp.	86	203,991	Eurocommercial Properties NV	9,933	448,964
LaSalle Logiport REIT	215	228,238	NSI NV	28,638	118,692
Leopalace21 Corp.	55,900	366,539	VastNed Retail NV	3,999	161,787
MCUBS MidCity Investment Corp.	43	133,121	Wereldhave NV	8,127	411,767
Mitsubishi Estate Co. Ltd.	258,000	4,810,191			1,203,480
Mitsui Fudosan Co. Ltd.	215,556	4,545,695	NEW ZEALAND — 0.72%		
Mitsui Fudosan Logistics Park Inc. ^b	37	118,565	Argosy Property Ltd.	167,184	136,165
Mori Hills REIT Investment Corp.	301	450,616	Goodman Property Trust	204,035	193,628
MORI TRUST Sogo REIT Inc.	215	376,858	Investore Property Ltd. ^b	38,376	44,093
Nippon Accommodations Fund Inc.	86	402,548	Kiwi Property Group Ltd.	259,634	283,209
Nippon Building Fund Inc.	301	1,905,308	Precinct Properties New Zealand Ltd.	203,906	192,765
Nippon Prologis REIT Inc.	387	978,344	Property for Industry Ltd.	92,880	110,769
NIPPON REIT Investment Corp.	86	220,467	Stride Property Group ^a	69,693	100,348
Nomura Real Estate Holdings Inc.	25,800	432,102	Vital Healthcare Property Trust ^a	66,263	107,938
Nomura Real Estate Master Fund Inc.	864	1,441,920			1,168,915
NTT Urban Development Corp.	21,500	206,582	NORWAY — 0.26%		
Orix JREIT Inc.	473	830,488	Entra ASA ^c	16,125	180,572
Premier Investment Corp.	215	284,713	Norwegian Property ASA	45,064	61,177
SAMTY Co. Ltd.	4,300	44,416	Olav Thon Eiendomsselskap ASA	6,192	127,833
Samty Residential Investment Corp. ^a	43	34,820	Selvaag Bolig ASA	8,858	44,776
Sekisui House Reit Inc.	172	263,949			414,358
Sekisui House SI Residential Investment Corp.	215	245,435	SINGAPORE — 7.13%		
Shinoken Group Co. Ltd. ^a	4,300	89,809	AIMS AMP Capital Industrial REIT	116,185	119,726
SIA Reit Inc. ^a	17	63,961	Ascendas Hospitality Trust	172,000	92,721
Star Asia Investment Corp.	43	37,113	Ascendas India Trust	141,900	112,400
Starts Proceed Investment Corp. ^a	43	70,870	Ascendas REIT	472,036	872,442
Sumitomo Realty & Development Co. Ltd.	86,000	2,205,945	Ascott Residence Trust	180,660	151,052
Sun Frontier Fudosan Co. Ltd.	4,300	43,100	Cache Logistics Trust	176,300	115,727
			Cambridge Industrial Trust	219,740	88,641
			CapitaLand Commercial Trust	421,400	491,419
			CapitaLand Ltd.	520,300	1,221,137
			CapitaLand Mall Trust	546,100	869,146

Schedule of Investments (Unaudited) (Continued)

iSHARES® INTERNATIONAL DEVELOPED PROPERTY ETF

September 30, 2016

<i>Security</i>	<i>Shares</i>	<i>Value</i>	<i>Security</i>	<i>Shares</i>	<i>Value</i>
CapitaLand Retail China Trust	141,960	\$ 168,151	Lar Espana Real Estate SOCIMI SA	18,812	\$ 135,302
CDL Hospitality Trusts	137,600	141,289	Merlin Properties SOCIMI SA	59,328	702,398
City Developments Ltd.	124,700	829,535	Realia Business SA ^b	34,357	37,452
Croesus Retail Trust	156,471	98,121			1,784,946
Far East Hospitality Trust	176,300	78,229	SWEDEN — 2.69%		
First REIT	107,500	106,834	Atrium Ljungberg AB Class B	9,718	169,691
Fortune REIT	258,000	323,666	Castellum AB	55,341	830,044
Frasers Centrepoint Ltd.	77,400	84,584	Catena AB	2,881	47,751
Frasers Centrepoint Trust	116,100	187,334	D. Carnegie & Co. AB ^b	7,502	96,321
Frasers Commercial Trust	120,400	124,069	Dios Fastigheter AB	10,363	78,321
Frasers Logistics & Industrial Trust ^b	189,200	138,072	Fabege AB	28,466	519,654
Global Logistic Properties Ltd. ^a	597,700	819,758	Fastighets AB Balder Class B ^b	17,759	472,611
GuocoLand Ltd. ^a	51,600	75,501	Hemfosa Fastigheter AB	31,570	342,696
Ho Bee Land Ltd.	38,700	61,309	Hufvudstaden AB Class A	23,779	412,442
Keppel DC REIT	133,300	119,275	Klovern AB Class B	94,428	117,602
Keppel REIT	361,200	295,382	Kungsleden AB	31,949	234,003
Lippo Malls Indonesia Retail Trust	391,300	107,622	Magnolia Bostad AB	3,139	43,509
Manulife US Real Estate Investment Trust ^{a,b}	107,500	88,150	NP3 Fastigheter AB	9,116	52,670
Mapletree Commercial Trust	315,421	370,145	Platzer Fastigheter Holding AB	8,643	57,251
Mapletree Greater China Commercial Trust	369,800	298,346	Sagax AB	14,792	157,547
Mapletree Industrial Trust	245,140	320,932	Victoria Park AB Class B	23,478	67,139
Mapletree Logistics Trust	313,940	246,372	Wallenstam AB Class B	44,376	375,006
OUE Commercial REIT ^a	107,500	55,191	Wihlborgs Fastigheter AB	14,104	300,439
OUE Hospitality Trust	219,300	109,372			4,374,697
Parkway Life REIT	81,700	155,796	SWITZERLAND — 1.88%		
Perennial Real Estate Holdings Ltd. ^a	81,758	52,468	Allreal Holding AG Registered	2,967	451,447
Sabana Shari'ah Compliant Industrial REIT	129,000	49,672	Hiag Immobilien AG	645	69,530
Sinarmas Land Ltd.	262,300	94,266	Intershop Holdings AG	301	155,251
Soilbuild Business Space REIT	151,280	77,668	Investis Holding SA ^b	473	28,275
SPH REIT	159,100	116,689	Mobimo Holding AG Registered	1,290	329,220
Starhill Global REIT	283,800	170,682	PSP Swiss Property AG Registered	8,213	783,683
Suntec REIT ^a	511,700	643,636	Swiss Prime Site AG Registered	13,166	1,157,152
United Industrial Corp. Ltd. ^a	38,700	77,204	Zug Estates Holding AG Bearer	43	74,831
UOL Group Ltd.	120,400	495,393			3,049,389
Wheelock Properties Singapore Ltd.	52,000	56,636	UNITED KINGDOM — 8.57%		
Wing Tai Holdings Ltd. ^a	81,750	101,329	Assura PLC	332,519	251,822
Yoma Strategic Holdings Ltd.	219,333	94,911	Big Yellow Group PLC	30,057	304,544
		11,568,000	British Land Co. PLC (The)	206,529	1,696,878
SPAIN — 1.10%			Capital & Counties Properties PLC	152,736	571,404
Axiare Patrimonio SOCIMI SA	12,384	164,014	Capital & Regional PLC	89,741	70,527
Hispania Activos Inmobiliarios SOCIMI SA	22,284	298,760	CLS Holdings PLC ^b	3,526	71,956
Inmobiliaria Colonial SA	61,442	447,020	Daejan Holdings PLC	1,849	134,264
			Derwent London PLC	22,317	754,024
			Empiric Student Property PLC	99,545	149,998
			F&C Commercial Property Trust Ltd.	162,110	259,015
			Grainger PLC	83,377	249,105

Schedule of Investments (Unaudited) (Continued)

iSHARES® INTERNATIONAL DEVELOPED PROPERTY ETF

September 30, 2016

<i>Security</i>	<i>Shares</i>	<i>Value</i>	<i>Security</i>	<i>Shares</i>	<i>Value</i>
Great Portland Estates PLC	69,101	\$ 568,195	SHORT-TERM INVESTMENTS — 1.51%		
Hammerson PLC	157,724	1,202,666	MONEY MARKET FUNDS — 1.51%		
Hansteen Holdings PLC	154,026	232,693	BlackRock Cash Funds: Institutional,		
Helical PLC	21,543	75,698	SL Agency Shares		
Intu Properties PLC	183,868	707,935	0.53% ^{d,e,f}		
Land Securities Group PLC	161,852	2,224,400	2,453,955 \$ 2,453,955		
LondonMetric Property PLC	128,140	266,326	BlackRock Cash Funds: Treasury,		
McKay Securities PLC ^a	19,307	50,912	SL Agency Shares		
Mucklow A & J Group PLC	11,395	75,121	0.31% ^{d,e}		
NewRiver REIT PLC ^a	45,064	193,322	1,530 1,530		
Picton Property Income Ltd.	113,348	106,012	<u>2,455,485</u>		
Primary Health Properties PLC	127,151	184,989	TOTAL SHORT-TERM INVESTMENTS		
Raven Russia Ltd. ^b	128,441	63,610	(Cost: \$2,455,485)		
Redefine International PLC/Isle of Man	258,000	144,078	<u>2,455,485</u>		
Regional REIT Ltd. ^c	41,237	56,245	TOTAL INVESTMENTS		
Safestore Holdings PLC	37,908	189,584	IN SECURITIES — 101.13%		
Schroder REIT Ltd.	109,005	81,065	(Cost: \$152,911,832)^g		
Segro PLC	166,587	982,007	164,181,507		
Shaftesbury PLC	56,459	711,400	Other Assets, Less Liabilities — (1.13)%		
ST Modwen Properties PLC	37,969	145,006	<u>(1,829,488)</u>		
Tritax Big Box REIT PLC	167,918	302,976	NET ASSETS — 100.00%		
Tritax Big Box REIT PLC New ^b	15,589	1,397	<u>\$162,352,019</u>		
U & I Group PLC	26,273	59,981			
UK Commercial Property Trust Ltd.	126,850	130,092			
UNITE Group PLC (The)	45,107	371,779			
Urban & Civic PLC ^a	21,758	63,593			
Workspace Group PLC	23,865	216,384			
		<u>13,921,003</u>			
TOTAL COMMON STOCKS					
(Cost: \$150,456,347)		161,726,022			

^a All or a portion of this security represents a security on loan. See Note 1.

^b Non-income earning security.

^c This security may be resold to qualified institutional buyers under Rule 144A of the Securities Act of 1933.

^d Affiliated money market fund.

^e The rate quoted is the annualized seven-day yield of the fund at period end.

^f All or a portion of this security represents an investment of securities lending collateral. See Note 1.

^g The cost of investments for federal income tax purposes was \$162,866,666. Net unrealized appreciation was \$1,314,841, of which \$20,052,553 represented gross unrealized appreciation on securities and \$18,737,712 represented gross unrealized depreciation on securities.

Schedule 1 — Fair Value Measurements

Various inputs are used in determining the fair value of financial instruments. For description of the input levels and information about the Fund's policy regarding valuation of financial instruments, see Note 1.

The following table summarizes the value of the Fund's investments according to the fair value hierarchy as of September 30, 2016. 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>
Investments:				
Assets:				
Common stocks	\$161,694,751	\$31,269	\$ 2	\$161,726,022
Money market funds	<u>2,455,485</u>	<u>—</u>	<u>—</u>	<u>2,455,485</u>
Total	<u>\$164,150,236</u>	<u>\$31,269</u>	<u>\$ 2</u>	<u>\$164,181,507</u>

See notes to financial statements.

Schedule of Investments (Unaudited) (Continued)

iSHARES® INTERNATIONAL DIVIDEND GROWTH ETF

September 30, 2016

<i>Security</i>	<i>Shares</i>	<i>Value</i>	<i>Security</i>	<i>Shares</i>	<i>Value</i>
FINLAND — 1.05%			SAP SE		
Amer Sports OYJ	98	\$ 2,998		526	\$ 47,833
Huhtamaki OYJ	78	3,634	Symrise AG	58	4,252
Sampo OYJ Class A	946	42,099			358,295
Tieto OYJ	114	3,600	HONG KONG — 3.05%		
		52,331	AIA Group Ltd.	6,600	43,867
FRANCE — 7.53%			CK Hutchison Holdings Ltd.	3,000	38,138
Air Liquide SA	337	36,149	Hong Kong & China Gas Co. Ltd.	8,800	16,611
Airbus Group SE	479	28,982	Jardine Strategic Holdings Ltd.	200	6,540
Arkema SA	62	5,741	MTR Corp. Ltd.	2,000	11,011
Christian Dior SE	34	6,096	New World Development Co. Ltd.	12,000	15,596
Dassault Systemes	18	1,562	Swire Pacific Ltd. Class A	500	5,386
Essilor International SA	58	7,483	Wharf Holdings Ltd. (The)	2,000	14,557
Eurofins Scientific SE	12	5,453			151,706
Hermes International	6	2,443	HUNGARY — 0.05%		
Imerys SA	22	1,589	OTP Bank PLC	96	2,513
L'Oreal SA	161	30,415			2,513
Legrand SA	214	12,621	INDIA — 1.45%		
LVMH Moet Hennessy Louis Vuitton SE	235	40,089	ICICI Bank Ltd. ADR	2,006	14,985
Orpea	18	1,596	Infosys Ltd. ADR	1,590	25,090
Plastic Omnium SA	8	265	Larsen & Toubro Ltd. GDR ^a	458	9,801
Rubis SCA	40	3,668	Reliance Industries Ltd. GDR ^b	461	15,121
Safran SA	262	18,844	Wipro Ltd. ADR	717	6,962
Sanofi	1,748	132,872			71,959
SEB SA	10	1,411	INDONESIA — 0.21%		
Societe BIC SA	48	7,102	Bank Rakyat Indonesia Persero Tbk PT	11,000	10,283
Sodexo SA	80	9,530			10,283
Technip SA	178	10,936	IRELAND — 0.07%		
Valeo SA	172	10,038	Paddy Power Betfair PLC	30	3,395
		374,885			3,395
GERMANY — 7.20%			ISRAEL — 1.02%		
BASF SE	1,313	112,304	Gazit-Globe Ltd.	386	3,947
Bayer AG Registered	689	69,246	Teva Pharmaceutical Industries Ltd.	980	46,988
Bayerische Motoren Werke AG	528	44,390			50,935
BayWa AG	30	975	ITALY — 0.09%		
Duerr AG	24	2,015	Luxottica Group SpA	92	4,396
Fresenius Medical Care AG & Co. KGaA	92	8,040			4,396
Fresenius SE & Co. KGaA	114	9,097	JAPAN — 10.57%		
Gerresheimer AG	18	1,530	Asahi Group Holdings Ltd.	300	10,861
HeidelbergCement AG	78	7,371	Autobacs Seven Co. Ltd.	300	4,281
Henkel AG & Co. KGaA	66	7,684	Bridgestone Corp.	900	32,937
HUGO BOSS AG	110	6,085	Denso Corp.	600	23,700
Linde AG	168	28,565	FUJIFILM Holdings Corp.	300	11,015
Merck KGaA	78	8,407	Hino Motors Ltd.	500	5,288
Rational AG	1	501	Hitachi Capital Corp.	200	4,207

Schedule of Investments (Unaudited) (Continued)

iSHARES® INTERNATIONAL DIVIDEND GROWTH ETF

September 30, 2016

Security	Shares	Value	Security	Shares	Value
Hitachi Construction Machinery Co. Ltd.	200	\$ 3,948	PHILIPPINES — 0.18%		
Honda Motor Co. Ltd.	2,000	57,029	Ayala Land Inc.	9,300	\$ 7,527
Japan Tobacco Inc.	1,300	52,878	SM Investments Corp.	115	1,597
JSR Corp.	400	6,237			9,124
KDDI Corp.	1,400	43,065	POLAND — 0.03%		
Kirin Holdings Co. Ltd.	700	11,554	Asseco Poland SA	90	1,310
Kubota Corp.	1,200	17,935			1,310
Mitsubishi Chemical Holdings Corp.	1,600	9,926	QATAR — 0.17%		
Mitsubishi Heavy Industries Ltd.	4,000	16,555	Qatar National Bank SAQ	194	8,310
Nippon Telegraph & Telephone Corp.	600	27,338			8,310
Nissan Motor Co. Ltd.	3,200	31,054	RUSSIA — 0.12%		
NOK Corp.	200	4,327	Novatek OJSC GDR ^a	56	6,160
Nomura Real Estate Holdings Inc.	400	6,699			6,160
NTT DOCOMO Inc.	1,400	35,420	SINGAPORE — 0.49%		
Sekisui Chemical Co. Ltd.	600	8,562	ComfortDelGro Corp. Ltd.	3,000	6,183
Sekisui House Ltd.	900	15,207	Jardine Matheson Holdings Ltd.	300	18,183
Seven & I Holdings Co. Ltd.	600	28,185			24,366
Sumitomo Electric Industries Ltd.	800	11,186	SOUTH AFRICA — 1.48%		
Sumitomo Rubber Industries Ltd.	200	2,998	AVI Ltd.	448	3,061
Suzuki Motor Corp.	200	6,636	Bidvest Group Ltd. (The)	484	5,687
Terumo Corp.	100	3,817	Capitec Bank Holdings Ltd.	32	1,495
Unicharm Corp.	200	5,152	Discovery Ltd.	154	1,266
USS Co. Ltd.	300	5,030	FirstRand Ltd.	5,496	18,984
West Japan Railway Co.	200	12,320	Foschini Group Ltd. (The)	220	2,232
Yahoo Japan Corp.	1,200	4,764	Investec Ltd.	381	2,338
Yaskawa Electric Corp.	400	5,917	Liberty Holdings Ltd.	213	1,806
		526,028	Mr. Price Group Ltd.	252	2,781
MEXICO — 1.00%			Naspers Ltd. Class N	36	6,218
Alfa SAB de CV	2,800	4,378	Nedbank Group Ltd.	362	5,853
America Movil SAB de CV	53,700	30,716	PSG Group Ltd.	30	438
Grupo Financiero Banorte SAB de CV	2,700	14,185	Sanlam Ltd.	2,078	9,641
Grupo Financiero Inbursa SAB de CV			Shoprite Holdings Ltd.	270	3,758
Series O	300	474	SPAR Group Ltd. (The)	198	2,768
		49,753	Tongaat Hulett Ltd.	158	1,356
NETHERLANDS — 3.23%			Truworths International Ltd.	735	3,795
ASML Holding NV	172	18,883			73,477
Gemalto NV	20	1,283	SOUTH KOREA — 0.06%		
Koninklijke Ahold Delhaize NV	924	21,069	SK Holdings Co. Ltd.	16	3,080
RELX NV	1,044	18,766			3,080
Unilever NV CVA	1,890	87,242	SPAIN — 0.51%		
Wolters Kluwer NV	318	13,614	Industria de Diseno Textil SA	686	25,441
		160,857			25,441
NORWAY — 0.54%			SWEDEN — 4.48%		
Telenor ASA	1,412	24,221	Alfa Laval AB	282	4,427
Tomra Systems ASA	216	2,507	Assa Abloy AB	394	8,016
		26,728			

Schedule of Investments (Unaudited) (Continued)

iSHARES® INTERNATIONAL DIVIDEND GROWTH ETF

September 30, 2016

<i>Security</i>	<i>Shares</i>	<i>Value</i>	<i>Security</i>	<i>Shares</i>	<i>Value</i>
Atrium Ljungberg AB Class B	127	\$ 2,218	UNITED ARAB EMIRATES — 0.14%		
Castellum AB	453	6,794	National Bank of Abu Dhabi PJSC	2,817	\$ 7,041
Hexagon AB Class B	90	3,935			7,041
Hexpol AB	112	1,005	UNITED KINGDOM — 17.54%		
Hufvudstaden AB Class A	192	3,330	Aggreko PLC	224	2,775
JM AB	66	1,806	Ashtead Group PLC	330	5,448
Loomis AB Class B	64	1,979	AVEVA Group PLC	44	1,141
Skandinaviska Enskilda Banken AB			BAE Systems PLC	4,710	32,060
Class A	4,180	42,057	Beazley PLC	1,475	7,417
Svenska Cellulosa AB SCA Class B	270	8,030	Bellway PLC	168	5,170
Svenska Handelsbanken AB Class A	2,290	31,514	Berendsen PLC	194	3,135
Swedbank AB Class A	2,274	53,510	Booker Group PLC	2,392	5,531
Telefonaktiebolaget LM Ericsson Class B	6,475	46,820	British American Tobacco PLC	2,221	142,234
Trelleborg AB Class B	190	3,726	BT Group PLC	10,851	54,838
Wihlborgs Fastigheter AB	180	3,834	Bunzl PLC	161	4,768
		223,001	Burberry Group PLC	468	8,383
SWITZERLAND — 13.33%			Close Brothers Group PLC	258	4,592
ABB Ltd. Registered	2,135	48,034	Cobham PLC	3,563	7,762
Cie. Financiere Richemont SA			Compass Group PLC	1,406	27,305
Class A Registered	472	28,825	Cranswick PLC	68	2,065
EMS-Chemie Holding AG Registered	8	4,304	Daily Mail & General Trust PLC		
Galenica AG Registered	2	2,127	Class A NVS	308	2,979
Givaudan SA Registered	10	20,394	Dairy Crest Group PLC	324	2,727
Nestle SA Registered	1,942	153,353	Diageo PLC	2,631	75,548
Novartis AG Registered	1,878	148,008	Domino's Pizza Group PLC	209	1,014
Partners Group Holding AG	20	10,109	DS Smith PLC	669	3,340
Roche Holding AG	562	139,718	Dunelm Group PLC	206	2,280
Roche Holding AG Bearer	41	10,180	Euromoney Institutional Investor PLC	52	749
Swiss Re AG	634	57,324	Experian PLC	720	14,441
Syngenta AG Registered	94	41,211	GKN PLC	1,414	5,883
		663,587	Halma PLC	114	1,553
TAIWAN — 0.46%			Hargreaves Lansdown PLC	145	2,398
Advanced Semiconductor			Henderson Group PLC	1,476	4,448
Engineering Inc.	12,000	14,394	Hikma Pharmaceuticals PLC	46	1,206
SinoPac Financial Holdings Co. Ltd.	29,400	8,676	Imperial Brands PLC	1,158	59,771
		23,070	Inchcape PLC	386	3,302
THAILAND — 0.09%			InterContinental Hotels Group PLC	150	6,196
Airports of Thailand PCL NVDR	200	2,303	Intertek Group PLC	60	2,719
Bangkok Dusit Medical Services			ITV PLC	3,514	8,545
PCL NVDR	3,600	2,265	Jardine Lloyd Thompson Group PLC	236	3,102
		4,568	John Wood Group PLC	394	3,887
TURKEY — 0.05%			Jupiter Fund Management PLC	892	4,929
BIM Birlesik Magazalar AS	148	2,469	Kingfisher PLC	2,098	10,272
		2,469	Laird PLC	589	2,428
			Legal & General Group PLC	12,781	36,310

Schedule of Investments (Unaudited) (Continued)

iSHARES® INTERNATIONAL DIVIDEND GROWTH ETF

September 30, 2016

<i>Security</i>	<i>Shares</i>	<i>Value</i>	<i>Security</i>	<i>Shares</i>	<i>Value</i>
Meggitt PLC	980	\$ 5,741	GERMANY — 0.38%		
Micro Focus International PLC	76	2,170	Fuchs Petrolub SE	62	\$ 2,829
Mitie Group PLC	716	1,784	Henkel AG & Co. KGaA	98	13,326
National Grid PLC	5,459	77,436	Sartorius AG	32	2,664
Next PLC	152	9,430			<u>18,819</u>
Provident Financial PLC	193	7,604	TOTAL PREFERRED STOCKS		
Prudential PLC	2,314	41,076	(Cost: \$22,610)		26,602
PZ Cussons PLC	119	562	SHORT-TERM INVESTMENTS — 0.03%		
QinetiQ Group PLC	1,219	3,750	MONEY MARKET FUNDS — 0.03%		
Regus PLC	75	254	BlackRock Cash Funds: Treasury, SL Agency Shares		
RELX PLC	816	15,508	0.31% ^{c,d}	1,418	1,418
Renishaw PLC	28	959			<u>1,418</u>
Rightmove PLC	18	987	TOTAL SHORT-TERM INVESTMENTS		
Schroders PLC	42	1,105	(Cost: \$1,418)		1,418
Senior PLC	498	1,482	TOTAL INVESTMENTS		
Shire PLC	115	7,466	IN SECURITIES — 99.67%		
SIG PLC	866	1,308	(Cost: \$4,793,630)^e		4,960,335
Sky PLC	1,160	13,471	Other Assets, Less Liabilities — 0.33%		16,569
Smiths Group PLC	494	9,395	NET ASSETS — 100.00%		<u>\$4,976,904</u>
Spectris PLC	126	3,221	ADR — American Depositary Receipts		
Spirax-Sarco Engineering PLC	50	2,920	GDR — Global Depositary Receipts		
St. James's Place PLC	346	4,261	NVDR — Non-Voting Depositary Receipts		
Standard Life PLC	3,298	14,733	NVS — Non-Voting Shares		
Synthomer PLC	86	413			
Ted Baker PLC	30	960	^a This security may be resold to qualified foreign investors and foreign institutional buyers under Regulation S of the Securities Act of 1933.		
Telecom Plus PLC	130	1,868	^b This security may be resold to qualified institutional buyers under Rule 144A of the Securities Act of 1933.		
Travis Perkins PLC	249	4,994	^c Affiliated money market fund.		
Ultra Electronics Holdings PLC	139	3,201	^d The rate quoted is the annualized seven-day yield of the fund at period end.		
UNITE Group PLC (The)	838	6,907	^e The cost of investments for federal income tax purposes was \$4,793,630. Net unrealized appreciation was \$166,705, of which \$262,073 represented gross unrealized appreciation on securities and \$95,368 represented gross unrealized depreciation on securities.		
Victrix PLC	88	1,792			
WH Smith PLC	180	3,596			
Whitbread PLC	95	4,833			
William Hill PLC	1,096	4,331			
Wolseley PLC	188	10,635			
WPP PLC	1,196	28,182			
		<u>872,986</u>			
TOTAL COMMON STOCKS					
(Cost: \$4,769,602)		4,932,315			
PREFERRED STOCKS — 0.54%					
BRAZIL — 0.05%					
Lojas Americanas SA	400	2,486			
		<u>2,486</u>			
COLOMBIA — 0.11%					
Bancolombia SA	546	5,297			
		<u>5,297</u>			

Schedule of Investments (Unaudited) (Continued)

iSHARES® INTERNATIONAL DIVIDEND GROWTH ETF

September 30, 2016

Schedule 1 — Fair Value Measurements

Various inputs are used in determining the fair value of financial instruments. For description of the input levels and information about the Fund's policy regarding valuation of financial instruments, see Note 1.

The following table summarizes the value of the Fund's investments according to the fair value hierarchy as of September 30, 2016. The breakdown of the Fund's investments into major categories is disclosed in the schedule of investments above.

	Level 1	Level 2	Level 3	Total
Investments:				
Assets:				
Common stocks	\$4,932,315	\$ —	\$ —	\$4,932,315
Preferred stocks	26,602	—	—	26,602
Money market funds	1,418	—	—	1,418
Total	<u>\$4,960,335</u>	<u>\$ —</u>	<u>\$ —</u>	<u>\$4,960,335</u>

See notes to financial statements.

Schedule of Investments (Unaudited) (Continued)

iSHARES® LATIN AMERICA 40 ETF

September 30, 2016

	<i>Value</i>
TOTAL INVESTMENTS	
IN SECURITIES — 106.63%	
(Cost: \$1,220,463,105)^f	\$970,019,422
Other Assets, Less Liabilities — (6.63)%	<u>(60,333,231)</u>
NET ASSETS — 100.00%	<u>\$909,686,191</u>

ADR — American Depositary Receipts

CPO — Certificates of Participation (Ordinary)

^a Non-income earning security.

^b All or a portion of this security represents a security on loan. See Note 1.

^c Affiliated money market fund.

^d The rate quoted is the annualized seven-day yield of the fund at period end.

^e All or a portion of this security represents an investment of securities lending collateral. See Note 1.

^f The cost of investments for federal income tax purposes was \$1,315,600,867. Net unrealized depreciation was \$345,581,445, of which \$39,345,877 represented gross unrealized appreciation on securities and \$384,927,322 represented gross unrealized depreciation on securities.

Schedule 1 — Fair Value Measurements

Various inputs are used in determining the fair value of financial instruments. For description of the input levels and information about the Fund's policy regarding valuation of financial instruments, see Note 1.

The following table summarizes the value of the Fund's investments according to the fair value hierarchy as of September 30, 2016. 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>
Investments:				
Assets:				
Common stocks	\$666,214,505	\$ —	\$ —	\$666,214,505
Preferred stocks	242,161,878	—	—	242,161,878
Money market funds	61,643,039	—	—	61,643,039
Total	<u>\$970,019,422</u>	<u>\$ —</u>	<u>\$ —</u>	<u>\$970,019,422</u>

See notes to financial statements.

Statements of Assets and Liabilities (Unaudited)

iSHARES® TRUST

September 30, 2016

	iShares Asia 50 ETF	iShares Emerging Markets Infrastructure ETF	iShares Europe ETF
ASSETS			
Investments, at cost:			
Unaffiliated	\$292,619,462	\$ 39,535,743	\$2,853,445,553
Affiliated (Note 2)	541,211	1,683,953	7,865,979
Total cost of investments	<u>\$293,160,673</u>	<u>\$ 41,219,696</u>	<u>\$2,861,311,532</u>
Investments in securities, at fair value (including securities on loan ^a) (Note 1):			
Unaffiliated	\$355,811,173	\$ 45,184,143	\$2,363,407,080
Affiliated (Note 2)	541,211	1,683,953	7,865,979
Total fair value of investments	356,352,384	46,868,096	2,371,273,059
Foreign currency, at value ^b	952,481	23,163	5,702,379
Receivables:			
Investment securities sold	—	5,943,836	—
Dividends and interest	867,437	187,323	1,672,488
Tax reclaims	—	—	6,415,906
Foreign withholding tax claims (Note 7)	—	—	1,033,744
Total Assets	<u>358,172,302</u>	<u>53,022,418</u>	<u>2,386,097,576</u>
LIABILITIES			
Payables:			
Investment securities purchased	—	5,721,913	1,166,599
Collateral for securities on loan (Note 1)	339,248	1,626,589	7,451,818
Foreign taxes (Note 1)	21,806	—	—
Professional fees (Note 7)	—	—	10,337
Investment advisory fees (Note 2)	146,421	28,653	1,186,778
Total Liabilities	<u>507,475</u>	<u>7,377,155</u>	<u>9,815,532</u>
NET ASSETS	<u>\$357,664,827</u>	<u>\$ 45,645,263</u>	<u>\$2,376,282,044</u>
Net assets consist of:			
Paid-in capital	\$327,123,224	\$ 66,312,513	\$3,193,925,954
Undistributed net investment income	3,455,731	216,449	10,695,312
Accumulated net realized loss	(36,106,345)	(26,531,823)	(338,182,352)
Net unrealized appreciation (depreciation)	63,192,217	5,648,124	(490,156,870)
NET ASSETS	<u>\$357,664,827</u>	<u>\$ 45,645,263</u>	<u>\$2,376,282,044</u>
Shares outstanding ^c	<u>7,200,000</u>	<u>1,500,000</u>	<u>60,300,000</u>
Net asset value per share	<u>\$ 49.68</u>	<u>\$ 30.43</u>	<u>\$ 39.41</u>

^a Securities on loan with values of \$320,914, \$1,544,293 and \$7,063,677, respectively. See Note 1.

^b Cost of foreign currency: \$952,975, \$23,260 and \$5,689,118, respectively.

^c No par value, unlimited number of shares authorized.

See notes to financial statements.

Statements of Assets and Liabilities (Unaudited) (Continued)

iSHARES® TRUST

September 30, 2016

	iShares International Developed Property ETF	iShares International Dividend Growth ETF	iShares Latin America 40 ETF
ASSETS			
Investments, at cost:			
Unaffiliated	\$150,456,347	\$4,792,212	\$1,158,820,066
Affiliated (Note 2)	<u>2,455,485</u>	<u>1,418</u>	<u>61,643,039</u>
Total cost of investments	<u>\$152,911,832</u>	<u>\$4,793,630</u>	<u>\$1,220,463,105</u>
Investments in securities, at fair value (including securities on loan ^a) (Note 1):			
Unaffiliated	\$161,726,022	\$4,958,917	\$ 908,376,383
Affiliated (Note 2)	<u>2,455,485</u>	<u>1,418</u>	<u>61,643,039</u>
Total fair value of investments	<u>164,181,507</u>	<u>4,960,335</u>	<u>970,019,422</u>
Foreign currency, at value ^b	171,779	11,149	873,579
Cash	—	30	—
Receivables:			
Investment securities sold	401,361	—	—
Due from custodian (Note 4)	585,808	—	—
Dividends and interest	475,900	8,859	401,461
Capital shares sold	—	—	1,118,663
Tax reclaims	<u>41,731</u>	<u>1,022</u>	<u>—</u>
Total Assets	<u>165,858,086</u>	<u>4,981,395</u>	<u>972,413,125</u>
LIABILITIES			
Payables:			
Investment securities purchased	985,791	3,587	1,104,574
Collateral for securities on loan (Note 1)	2,453,955	—	61,272,215
Foreign taxes (Note 1)	6,558	—	—
Investment advisory fees (Note 2)	<u>59,763</u>	<u>904</u>	<u>350,145</u>
Total Liabilities	<u>3,506,067</u>	<u>4,491</u>	<u>62,726,934</u>
NET ASSETS	<u>\$162,352,019</u>	<u>\$4,976,904</u>	<u>\$ 909,686,191</u>
Net assets consist of:			
Paid-in capital	\$189,767,694	\$4,832,688	\$1,858,788,991
Undistributed (distributions in excess of) net investment income	(3,323,757)	16	5,668,398
Accumulated net realized loss	(35,352,298)	(22,497)	(704,328,090)
Net unrealized appreciation (depreciation)	<u>11,260,380</u>	<u>166,697</u>	<u>(250,443,108)</u>
NET ASSETS	<u>\$162,352,019</u>	<u>\$4,976,904</u>	<u>\$ 909,686,191</u>
Shares outstanding ^c	<u>4,300,000</u>	<u>100,000</u>	<u>32,500,000</u>
Net asset value per share	<u>\$ 37.76</u>	<u>\$ 49.77</u>	<u>\$ 27.99</u>

^a Securities on loan with values of \$2,369,815, \$ — and \$59,652,988, respectively. See Note 1.

^b Cost of foreign currency: \$171,453, \$11,118 and \$867,381, respectively.

^c No par value, unlimited number of shares authorized.

See notes to financial statements.

Statements of Operations (Unaudited)

iSHARES® TRUST

Six months ended September 30, 2016

	iShares Asia 50 ETF	iShares Emerging Markets Infrastructure ETF	iShares Europe ETF
NET INVESTMENT INCOME			
Dividends — unaffiliated ^a	\$ 6,784,708	\$ 1,161,933	\$ 61,206,602
Dividends — affiliated (Note 2)	467	105	2,707
Securities lending income — affiliated — net (Note 2)	20,362	9,872	96,936
Foreign withholding tax claims (Note 7)	—	—	1,035,043
Miscellaneous income	—	—	1,318
	<u>6,805,537</u>	<u>1,171,910</u>	<u>62,342,606</u>
Less: Other foreign taxes (Note 1)	<u>(21,806)</u>	<u>—</u>	<u>—</u>
Total investment income	<u>6,783,731</u>	<u>1,171,910</u>	<u>62,342,606</u>
EXPENSES			
Investment advisory fees (Note 2)	814,827	173,279	7,665,766
Professional fees (Note 7)	—	—	10,337
Total expenses	<u>814,827</u>	<u>173,279</u>	<u>7,676,103</u>
Net investment income	<u>5,968,904</u>	<u>998,631</u>	<u>54,666,503</u>
NET REALIZED AND UNREALIZED GAIN (LOSS)			
Net realized gain (loss) from:			
Investments — unaffiliated	(1,238,286)	(3,006,907)	(50,898,566)
In-kind redemptions — unaffiliated	2,220,262	366,216	35,273,553
Foreign currency transactions	<u>11,823</u>	<u>1,297</u>	<u>(538,303)</u>
Net realized gain (loss)	<u>993,799</u>	<u>(2,639,394)</u>	<u>(16,163,316)</u>
Net change in unrealized appreciation/depreciation on:			
Investments	39,220,462	3,574,121	26,161,868
Translation of assets and liabilities in foreign currencies	<u>(25,972)</u>	<u>(1,914)</u>	<u>(172,044)</u>
Net change in unrealized appreciation/depreciation	<u>39,194,490</u>	<u>3,572,207</u>	<u>25,989,824</u>
Net realized and unrealized gain	<u>40,188,289</u>	<u>932,813</u>	<u>9,826,508</u>
NET INCREASE IN NET ASSETS RESULTING FROM OPERATIONS	<u>\$46,157,193</u>	<u>\$ 1,931,444</u>	<u>\$ 64,493,011</u>

^a Net of foreign withholding tax of \$729,972, \$108,022 and \$6,326,065, respectively.

See notes to financial statements.

Statements of Operations (Unaudited) (Continued)

iSHARES® TRUST

Six months ended September 30, 2016

	iShares International Developed Property ETF	iShares International Dividend Growth ETF ^a	iShares Latin America 40 ETF
NET INVESTMENT INCOME			
Dividends — unaffiliated ^b	\$2,855,851	\$ 46,204	\$ 9,823,614
Dividends — affiliated (Note 2)	117	3	1,285
Securities lending income — affiliated — net (Note 2)	25,641	3	415,338
	<u>2,881,609</u>	<u>46,210</u>	<u>10,240,237</u>
Less: Other foreign taxes (Note 1)	—	(89)	—
Total investment income	<u>2,881,609</u>	<u>46,121</u>	<u>10,240,237</u>
EXPENSES			
Investment advisory fees (Note 2)	357,524	4,031	1,918,448
Total expenses	<u>357,524</u>	<u>4,031</u>	<u>1,918,448</u>
Net investment income	<u>2,524,085</u>	<u>42,090</u>	<u>8,321,789</u>
NET REALIZED AND UNREALIZED GAIN (LOSS)			
Net realized gain (loss) from:			
Investments — unaffiliated ^c	(945,363)	(22,655)	(39,197,905)
In-kind redemptions — unaffiliated	674,341	—	5,831,111
Foreign currency transactions	29,107	158	(499,438)
Net realized loss	<u>(241,915)</u>	<u>(22,497)</u>	<u>(33,866,232)</u>
Net change in unrealized appreciation/depreciation on:			
Investments ^d	4,347,237	166,705	104,703,047
Translation of assets and liabilities in foreign currencies	(9,287)	(8)	(11,216)
Net change in unrealized appreciation/depreciation	<u>4,337,950</u>	<u>166,697</u>	<u>104,691,831</u>
Net realized and unrealized gain	<u>4,096,035</u>	<u>144,200</u>	<u>70,825,599</u>
NET INCREASE IN NET ASSETS RESULTING FROM OPERATIONS	<u>\$6,620,120</u>	<u>\$186,290</u>	<u>\$ 79,147,388</u>

^a For the period from May 17, 2016 (commencement of operations) to September 30, 2016.

^b Net of foreign withholding tax of \$240,958, \$3,342 and \$710,282, respectively.

^c Net of foreign capital gains taxes of \$576, \$ — and \$ —, respectively.

^d Net of deferred foreign capital gains taxes of \$6,558, \$ — and \$ —, respectively.

See notes to financial statements.

Statements of Changes in Net Assets

iSHARES® TRUST

	<i>iShares</i> <i>Asia 50 ETF</i>		<i>iShares</i> <i>Emerging Markets</i> <i>Infrastructure ETF</i>	
	Six months ended September 30, 2016 (Unaudited)	Year ended March 31, 2016	Six months ended September 30, 2016 (Unaudited)	Year ended March 31, 2016
INCREASE (DECREASE) IN NET ASSETS				
OPERATIONS:				
Net investment income	\$ 5,968,904	\$ 8,402,156	\$ 998,631	\$ 1,304,488
Net realized gain (loss)	993,799	(10,059,089)	(2,639,394)	(1,560,780)
Net change in unrealized appreciation/depreciation	39,194,490	(47,137,958)	3,572,207	(5,153,868)
Net increase (decrease) in net assets resulting from operations	46,157,193	(48,794,891)	1,931,444	(5,410,160)
DISTRIBUTIONS TO SHAREHOLDERS:				
From net investment income	(1,643,446)	(9,558,410)	(842,579)	(1,203,674)
Total distributions to shareholders	(1,643,446)	(9,558,410)	(842,579)	(1,203,674)
CAPITAL SHARE TRANSACTIONS:				
Proceeds from shares sold	22,688,471	32,129,881	235	1,425,079
Cost of shares redeemed	(14,593,722)	(56,502,215)	(2,904,227)	(27,886,797)
Net increase (decrease) in net assets from capital share transactions	8,094,749	(24,372,334)	(2,903,992)	(26,461,718)
INCREASE (DECREASE) IN NET ASSETS	52,608,496	(82,725,635)	(1,815,127)	(33,075,552)
NET ASSETS				
Beginning of period	305,056,331	387,781,966	47,460,390	80,535,942
End of period	<u>\$357,664,827</u>	<u>\$305,056,331</u>	<u>\$45,645,263</u>	<u>\$ 47,460,390</u>
Undistributed (distributions in excess of) net investment income included in net assets at end of period	<u>\$ 3,455,731</u>	<u>\$ (869,727)</u>	<u>\$ 216,449</u>	<u>\$ 60,397</u>
SHARES ISSUED AND REDEEMED				
Shares sold	500,000	600,000	—	50,000
Shares redeemed	(300,000)	(1,400,000)	(100,000)	(900,000)
Net increase (decrease) in shares outstanding	<u>200,000</u>	<u>(800,000)</u>	<u>(100,000)</u>	<u>(850,000)</u>

See notes to financial statements.

Statements of Changes in Net Assets (Continued)

iSHARES® TRUST

	<i>iShares</i> <i>Europe ETF</i>		<i>iShares</i> <i>International</i> <i>Developed</i> <i>Property ETF</i>	
	Six months ended September 30, 2016 (Unaudited)	Year ended March 31, 2016	Six months ended September 30, 2016 (Unaudited)	Year ended March 31, 2016
INCREASE (DECREASE) IN NET ASSETS				
OPERATIONS:				
Net investment income	\$ 54,666,503	\$ 72,742,400	\$ 2,524,085	\$ 4,034,129
Net realized gain (loss)	(16,163,316)	(26,758,417)	(241,915)	1,968,022
Net change in unrealized appreciation/depreciation	25,989,824	(307,946,842)	4,337,950	(7,821,786)
Net increase (decrease) in net assets resulting from operations	64,493,011	(261,962,859)	6,620,120	(1,819,635)
DISTRIBUTIONS TO SHAREHOLDERS:				
From net investment income	(59,573,600)	(73,738,247)	(2,758,199)	(4,962,678)
Total distributions to shareholders	(59,573,600)	(73,738,247)	(2,758,199)	(4,962,678)
CAPITAL SHARE TRANSACTIONS:				
Proceeds from shares sold	—	466,786,768	15,280,844	—
Cost of shares redeemed	(337,791,246)	(132,152,949)	(3,756,452)	(14,072,029)
Net increase (decrease) in net assets from capital share transactions	(337,791,246)	334,633,819	11,524,392	(14,072,029)
INCREASE (DECREASE) IN NET ASSETS	(332,871,835)	(1,067,287)	15,386,313	(20,854,342)
NET ASSETS				
Beginning of period	2,709,153,879	2,710,221,166	146,965,706	167,820,048
End of period	<u>\$2,376,282,044</u>	<u>\$2,709,153,879</u>	<u>\$162,352,019</u>	<u>\$146,965,706</u>
Undistributed (distributions in excess of) net investment income included in net assets at end of period	<u>\$ 10,695,312</u>	<u>\$ 15,602,409</u>	<u>\$ (3,323,757)</u>	<u>\$ (3,089,643)</u>
SHARES ISSUED AND REDEEMED				
Shares sold	—	11,000,000	400,000	—
Shares redeemed	(8,600,000)	(3,300,000)	(100,000)	(400,000)
Net increase (decrease) in shares outstanding	<u>(8,600,000)</u>	<u>7,700,000</u>	<u>300,000</u>	<u>(400,000)</u>

See notes to financial statements.

Statements of Changes in Net Assets (Continued)

iSHARES® TRUST

	<i>iShares International Dividend Growth ETF</i>	<i>iShares Latin America 40 ETF</i>	
	Period from May 17, 2016 ^a to September 30, 2016 (Unaudited)	Six months ended September 30, 2016 (Unaudited)	Year ended March 31, 2016
INCREASE (DECREASE) IN NET ASSETS			
OPERATIONS:			
Net investment income	\$ 42,090	\$ 8,321,789	\$ 13,356,301
Net realized loss	(22,497)	(33,866,232)	(171,059,186)
Net change in unrealized appreciation/depreciation	166,697	104,691,831	82,169,619
Net increase (decrease) in net assets resulting from operations	<u>186,290</u>	<u>79,147,388</u>	<u>(75,533,266)</u>
DISTRIBUTIONS TO SHAREHOLDERS:			
From net investment income	<u>(42,074)</u>	<u>(4,580,100)</u>	<u>(16,792,578)</u>
Total distributions to shareholders	<u>(42,074)</u>	<u>(4,580,100)</u>	<u>(16,792,578)</u>
CAPITAL SHARE TRANSACTIONS:			
Proceeds from shares sold	4,832,688	202,946,729	249,153,158
Cost of shares redeemed	—	<u>(42,765,667)</u>	<u>(127,983,528)</u>
Net increase in net assets from capital share transactions	<u>4,832,688</u>	<u>160,181,062</u>	<u>121,169,630</u>
INCREASE IN NET ASSETS	<u>4,976,904</u>	<u>234,748,350</u>	<u>28,843,786</u>
NET ASSETS			
Beginning of period	—	674,937,841	646,094,055
End of period	<u>\$4,976,904</u>	<u>\$909,686,191</u>	<u>\$ 674,937,841</u>
Undistributed net investment income included in net assets at end of period	<u>\$ 16</u>	<u>\$ 5,668,398</u>	<u>\$ 1,926,709</u>
SHARES ISSUED AND REDEEMED			
Shares sold	100,000	7,500,000	10,000,000
Shares redeemed	—	<u>(1,750,000)</u>	<u>(5,250,000)</u>
Net increase in shares outstanding	<u>100,000</u>	<u>5,750,000</u>	<u>4,750,000</u>

^a Commencement of operations.

See notes to financial statements.

Financial Highlights

iSHARES® TRUST

(For a share outstanding throughout each period)

iShares Asia 50 ETF

	Six months ended Sep. 30, 2016 (Unaudited)	Year ended Mar. 31, 2016	Year ended Mar. 31, 2015	Year ended Mar. 31, 2014	Year ended Mar. 31, 2013	Year ended Mar. 31, 2012
Net asset value, beginning of period	\$ 43.58	\$ 49.72	\$ 45.98	\$ 46.41	\$ 44.67	\$ 47.84
Income from investment operations:						
Net investment income ^a	0.83	1.06	1.09	0.93	0.86	1.09
Net realized and unrealized gain (loss) ^b	5.50	(5.98)	3.71	(0.37)	1.78	(3.10)
Total from investment operations	6.33	(4.92)	4.80	0.56	2.64	(2.01)
Less distributions from:						
Net investment income	(0.23)	(1.22)	(1.06)	(0.99)	(0.90)	(1.16)
Total distributions	(0.23)	(1.22)	(1.06)	(0.99)	(0.90)	(1.16)
Net asset value, end of period	\$ 49.68	\$ 43.58	\$ 49.72	\$ 45.98	\$ 46.41	\$ 44.67
Total return	14.61% ^c	(9.93)%	10.58%	1.63% ^d	5.72% ^d	(3.92)%
Ratios/Supplemental data:						
Net assets, end of period (000s)	\$357,665	\$305,056	\$387,782	\$262,077	\$245,962	\$201,019
Ratio of expenses to average net assets ^e	0.50%	0.50%	0.50%	0.50%	0.50%	0.50%
Ratio of net investment income to average net assets ^e	3.66%	2.32%	2.27%	2.04%	1.94%	2.49%
Portfolio turnover rate ^f	4%	10%	12%	9%	11%	8%

^a Based on average shares outstanding throughout each period.

^b The amounts reported for a share outstanding may not accord with the change in aggregate gains and losses in securities for the fiscal period due to the timing of capital share transactions in relation to the fluctuating market values of the Fund's underlying securities.

^c Not annualized.

^d The total return presented was calculated using the net asset value as of March 28, 2013 (the last day the Fund's listing exchange was open during the year ended March 31, 2013). For financial reporting purposes, the Fund's investments were fair valued as of the reporting date of March 31, 2013 which took into account certain foreign exchanges that were open for trading on March 29, 2013. As such, the total return calculated for financial reporting purposes for the years ended March 31, 2014 and March 31, 2013 were 1.35% and 6.02%, respectively.

^e Annualized for periods of less than one year.

^f Portfolio turnover rates exclude portfolio securities received or delivered in Creation Units but include portfolio transactions that are executed as a result of the Fund processing capital share transactions in Creation Units partially for cash in U.S. dollars. Excluding such cash transactions, the portfolio turnover rates for the six months ended September 30, 2016 and the years ended March 31, 2016, March 31, 2015, March 31, 2014, March 31, 2013 and March 31, 2012 were 2%, 7%, 12%, 9%, 11%, and 8% respectively. See Note 4.

See notes to financial statements.

Financial Highlights (Continued)

iSHARES® TRUST

(For a share outstanding throughout each period)

iShares Emerging Markets Infrastructure ETF

	Six months ended Sep. 30, 2016 (Unaudited)	Year ended Mar. 31, 2016	Year ended Mar. 31, 2015	Year ended Mar. 31, 2014	Year ended Mar. 31, 2013	Year ended Mar. 31, 2012
Net asset value, beginning of period	\$ 29.66	\$ 32.87	\$ 33.48	\$ 35.65	\$ 33.16	\$ 35.79
Income from investment operations:						
Net investment income ^a	0.65	0.67	0.92	0.85	0.98	0.99
Net realized and unrealized gain (loss) ^b	0.68	(3.32)	(0.53)	(2.04)	2.55	(2.63)
Total from investment operations	1.33	(2.65)	0.39	(1.19)	3.53	(1.64)
Less distributions from:						
Net investment income	(0.56)	(0.56)	(1.00)	(0.98)	(1.04)	(0.99)
Total distributions	(0.56)	(0.56)	(1.00)	(0.98)	(1.04)	(0.99)
Net asset value, end of period	\$ 30.43	\$ 29.66	\$ 32.87	\$ 33.48	\$ 35.65	\$ 33.16
Total return	4.71% ^{c,d}	(8.11)%	1.18%	(3.01)% ^e	10.86% ^e	(4.45)%
Ratios/Supplemental data:						
Net assets, end of period (000s)	\$45,645	\$47,460	\$80,536	\$108,806	\$140,834	\$119,361
Ratio of expenses to average net assets ^f	0.75%	0.75%	0.75%	0.75%	0.75%	0.72%
Ratio of expenses to average net assets prior to waived fees ^f	0.75%	0.75%	0.75%	0.75%	0.75%	0.75%
Ratio of net investment income to average net assets ^f	4.32%	2.19%	2.66%	2.53%	2.95%	3.08%
Portfolio turnover rate ^g	14%	12%	14%	26%	18%	14%

^a Based on average shares outstanding throughout each period.

^b The amounts reported for a share outstanding may not accord with the change in aggregate gains and losses in securities for the fiscal period due to the timing of capital share transactions in relation to the fluctuating market values of the Fund's underlying securities.

^c Not annualized.

^d The total return disclosed is based on the net asset value ("NAV") calculated daily for the creation and redemption of shares in the Fund, which may differ from the NAV calculated for financial reporting purposes. Based on the NAV calculated for financial reporting purposes, the total return for the Fund was 4.58%.

^e The total return presented was calculated using the net asset value as of March 28, 2013 (the last day the Fund's listing exchange was open during the year ended March 31, 2013). For financial reporting purposes, the Fund's investments were fair valued as of the reporting date of March 31, 2013 which took into account certain foreign exchanges that were open for trading on March 29, 2013. As such, the total return calculated for financial reporting purposes for the years ended March 31, 2014 and March 31, 2013 were (3.12)% and 11.02%, respectively.

^f Annualized for periods of less than one year.

^g Portfolio turnover rates exclude portfolio securities received or delivered in Creation Units but include portfolio transactions that are executed as a result of the Fund processing capital share transactions in Creation Units partially for cash in U.S. dollars. Excluding such cash transactions, the portfolio turnover rates for the six months ended September 30, 2016 and the years ended March 31, 2016, March 31, 2015, March 31, 2014 and March 31, 2013 were 14%, 10%, 14%, 25%, and 18%, respectively. See Note 4.

See notes to financial statements.

Financial Highlights (Continued)

iSHARES® TRUST

(For a share outstanding throughout each period)

iShares Europe ETF

	Six months ended Sep. 30, 2016 (Unaudited)	Year ended Mar. 31, 2016	Year ended Mar. 31, 2015	Year ended Mar. 31, 2014	Year ended Mar. 31, 2013	Year ended Mar. 31, 2012
Net asset value, beginning of period	\$ 39.32	\$ 44.28	\$ 48.19	\$ 39.72	\$ 37.27	\$ 41.71
Income from investment operations:						
Net investment income ^a	0.84 ^b	1.09	1.27	1.77 ^c	1.11	1.31
Net realized and unrealized gain (loss) ^d	0.15	(4.92)	(3.57)	7.81	2.53	(4.54)
Total from investment operations	0.99	(3.83)	(2.30)	9.58	3.64	(3.23)
Less distributions from:						
Net investment income	(0.90)	(1.13)	(1.61)	(1.11)	(1.19)	(1.21)
Total distributions	(0.90)	(1.13)	(1.61)	(1.11)	(1.19)	(1.21)
Net asset value, end of period	\$ 39.41	\$ 39.32	\$ 44.28	\$ 48.19	\$ 39.72	\$ 37.27
Total return	2.55% ^{b,e}	(8.94)%	(4.99)%	24.75%	10.29%	(7.80)%
Ratios/Supplemental data:						
Net assets, end of period (000s)	\$2,376,282	\$2,709,154	\$2,710,221	\$3,252,807	\$1,251,078	\$1,036,192
Ratio of expenses to average net assets ^f	0.60%	0.60%	0.60%	0.60%	0.60%	0.60%
Ratio of expenses to average net assets excluding professional fees for foreign withholding tax claims ^f (Note 7)	0.60%	n/a	n/a	n/a	n/a	n/a
Ratio of net investment income to average net assets ^f	4.28% ^b	2.61%	2.76%	3.97% ^c	3.00%	3.47%
Portfolio turnover rate ^g	4%	3%	4%	5%	6%	7%

^a Based on average shares outstanding throughout each period.

^b Reflects the one-time, positive effect of foreign withholding tax claims, net of the associated professional fees (See Note 7), which resulted in the following increases:

- Net investment income per share by \$0.02
- Total return by 0.05%
- Ratio of net investment income to average net assets by 0.08%

^c Includes a one-time special distribution from Vodafone Group PLC which represented \$0.70 per share and 1.56% of average net assets.

^d The amounts reported for a share outstanding may not accord with the change in aggregate gains and losses in securities for the fiscal period due to the timing of capital share transactions in relation to the fluctuating market values of the Fund's underlying securities.

^e Not annualized.

^f Annualized for periods of less than one year.

^g Portfolio turnover rates exclude portfolio securities received or delivered as a result of processing capital share transactions in Creation Units.

See notes to financial statements.

Financial Highlights (Continued)

iSHARES® TRUST

(For a share outstanding throughout each period)

iShares International Developed Property ETF

	Six months ended Sep. 30, 2016 (Unaudited)	Year ended Mar. 31, 2016	Year ended Mar. 31, 2015	Year ended Mar. 31, 2014	Year ended Mar. 31, 2013	Year ended Mar. 31, 2012
Net asset value, beginning of period	\$ 36.74	\$ 38.14	\$ 36.37	\$ 37.82	\$ 31.45	\$ 34.08
Income from investment operations:						
Net investment income ^a	0.63	0.95	1.51	1.05	1.09	1.09
Net realized and unrealized gain (loss) ^b	1.06	(1.17)	1.66	(0.93)	7.28	(2.52)
Total from investment operations	1.69	(0.22)	3.17	0.12	8.37	(1.43)
Less distributions from:						
Net investment income	(0.67)	(1.18)	(1.40)	(1.53)	(2.00)	(1.13)
Return of capital	—	—	—	(0.04)	—	(0.07)
Total distributions	(0.67)	(1.18)	(1.40)	(1.57)	(2.00)	(1.20)
Net asset value, end of period	\$ 37.76	\$ 36.74	\$ 38.14	\$ 36.37	\$ 37.82	\$ 31.45
Total return	4.61% ^c	(0.47)%	8.80%	0.26% ^d	27.79% ^d	(3.96)%
Ratios/Supplemental data:						
Net assets, end of period (000s)	\$162,352	\$146,966	\$167,820	\$181,851	\$196,649	\$128,955
Ratio of expenses to average net assets ^e	0.48%	0.48%	0.48%	0.48%	0.48%	0.48%
Ratio of net investment income to average net assets ^e	3.39%	2.60%	3.98%	2.82%	3.20%	3.47%
Portfolio turnover rate ^f	6%	15%	8%	10%	9%	8%

^a Based on average shares outstanding throughout each period.

^b The amounts reported for a share outstanding may not accord with the change in aggregate gains and losses in securities for the fiscal period due to the timing of capital share transactions in relation to the fluctuating market values of the Fund's underlying securities.

^c Not annualized.

^d The total return presented was calculated using the net asset value as of March 28, 2013 (the last day the Fund's listing exchange was open during the year ended March 31, 2013). For financial reporting purposes, the Fund's investments were fair valued as of the reporting date of March 31, 2013 which took into account certain foreign exchanges that were open for trading on March 29, 2013. As such, the total return calculated for financial reporting purposes for the years ended March 31, 2014 and March 31, 2013 were 0.52% and 27.45%, respectively.

^e Annualized for periods of less than one year.

^f Portfolio turnover rates exclude portfolio securities received or delivered as a result of processing capital share transactions in Creation Units.

See notes to financial statements.

Financial Highlights (Continued)

*i*SHARES® TRUST

(For a share outstanding throughout the period)

*i*Shares International Dividend Growth ETF

	Period from May 17, 2016 ^a to Sep. 30, 2016 (Unaudited)
Net asset value, beginning of period	<u>\$48.33</u>
Income from investment operations:	
Net investment income ^b	0.42
Net realized and unrealized gain ^c	<u>1.44</u>
Total from investment operations	<u>1.86</u>
Less distributions from:	
Net investment income	<u>(0.42)</u>
Total distributions	<u>(0.42)</u>
Net asset value, end of period	<u><u>\$49.77</u></u>
Total return	<u><u>3.86%</u></u> ^d
Ratios/Supplemental data:	
Net assets, end of period (000s)	\$4,977
Ratio of expenses to average net assets ^e	0.22%
Ratio of net investment income to average net assets ^e	2.30%
Portfolio turnover rate ^f	9%

^a Commencement of operations.

^b Based on average shares outstanding throughout the period.

^c The amount reported for a share outstanding may not accord with the change in aggregate gains and losses in securities for the fiscal period due to the timing of capital share transactions in relation to the fluctuating market values of the Fund's underlying securities.

^d Not annualized.

^e Annualized for periods of less than one year.

^f Portfolio turnover rate excludes portfolio securities received or delivered in Creation Units but include portfolio transactions that are executed as a result of the Fund processing capital share transactions in Creation Units partially for cash in U.S. dollars. Excluding such cash transactions, the portfolio turnover rate for the period ended September 30, 2016 was 9%. See Note 4.

See notes to financial statements.

Financial Highlights (Continued)

iSHARES® TRUST

(For a share outstanding throughout each period)

iShares Latin America 40 ETF

	Six months ended Sep. 30, 2016 (Unaudited)	Year ended Mar. 31, 2016	Year ended Mar. 31, 2015	Year ended Mar. 31, 2014	Year ended Mar. 31, 2013	Year ended Mar. 31, 2012
Net asset value, beginning of period	\$ 25.23	\$ 29.37	\$ 36.56	\$ 43.67	\$ 47.68	\$ 53.72
Income from investment operations:						
Net investment income ^a	0.28	0.58	0.88	0.99	1.12	1.30
Net realized and unrealized gain (loss) ^b	2.63	(4.03)	(7.33)	(6.87)	(3.99)	(5.94)
Total from investment operations	2.91	(3.45)	(6.45)	(5.88)	(2.87)	(4.64)
Less distributions from:						
Net investment income	(0.15)	(0.69)	(0.74)	(1.23)	(1.14)	(1.40)
Total distributions	(0.15)	(0.69)	(0.74)	(1.23)	(1.14)	(1.40)
Net asset value, end of period	\$ 27.99	\$ 25.23	\$ 29.37	\$ 36.56	\$ 43.67	\$ 47.68
Total return	11.61% ^c	(11.70)%	(17.96)%	(13.36)%	(5.93)%	(8.46)%
Ratios/Supplemental data:						
Net assets, end of period (000s)	\$909,686	\$674,938	\$646,094	\$950,524	\$1,473,985	\$2,098,089
Ratio of expenses to average net assets ^d	0.49%	0.49%	0.49%	0.49%	0.50%	0.50%
Ratio of net investment income to average net assets ^d	2.13%	2.27%	2.42%	2.60%	2.59%	2.75%
Portfolio turnover rate ^e	7%	18%	11%	18%	11%	22%

^a Based on average shares outstanding throughout each period.

^b The amounts reported for a share outstanding may not accord with the change in aggregate gains and losses in securities for the fiscal period due to the timing of capital share transactions in relation to the fluctuating market values of the Fund's underlying securities.

^c Not annualized.

^d Annualized for periods of less than one year.

^e Portfolio turnover rates exclude portfolio securities received or delivered in Creation Units but include portfolio transactions that are executed as a result of the Fund processing capital share transactions in Creation Units partially for cash in U.S. dollars. Excluding such cash transactions, the portfolio turnover rates for the six months ended September 30, 2016 and the years ended March 31, 2016, March 31, 2015, March 31, 2014 and March 31, 2013 were 6%, 14%, 6%, 11% and 11%, respectively. See Note 4.

See notes to financial statements.

Notes to Financial Statements (Unaudited)

iSHARES® TRUST

iShares Trust (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 was established as a Delaware statutory trust pursuant to an Agreement and Declaration of Trust dated December 16, 1999.

These financial statements relate only to the following funds (each, a “Fund,” and collectively, the “Funds”):

<u>iShares ETF</u>	<u>Diversification Classification</u>
Asia 50	Non-diversified
Emerging Markets Infrastructure	Non-diversified
Europe	Diversified
International Developed Property	Diversified
International Dividend Growth ^a	Non-diversified
Latin America 40	Non-diversified

^a The Fund commenced operations on May 17, 2016.

The investment objective of each Fund is to seek investment results that correspond generally to the price and yield performance, before fees and expenses, of its underlying index. The investment adviser uses a “passive” or index approach to try to achieve each Fund’s investment objective.

Pursuant to the Trust’s organizational documents, the Funds’ officers and trustees are indemnified against certain liabilities that may arise out of the performance of their duties to the Funds. Additionally, in the normal course of business, the Funds enter into contracts with service providers that contain general indemnification clauses. The Funds’ maximum exposure under these arrangements is unknown as this would involve future claims that may be made against the Funds that have not yet occurred.

1. SIGNIFICANT ACCOUNTING POLICIES

The following significant accounting policies are consistently followed by each Fund in the preparation of its financial statements in conformity with accounting principles generally accepted in the United States of America (“U.S. GAAP”). The preparation of financial statements in conformity with U.S. GAAP requires management to make certain estimates and assumptions that affect the reported amounts of assets and liabilities and disclosures of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenue and expenses during the reporting period. Actual results could differ from those estimates. Each Fund is considered an investment company under U.S. GAAP and follows the accounting and reporting guidance applicable to investment companies.

SECURITY VALUATION

Each Fund’s investments are valued at fair value each day that the Fund’s listing exchange is open and, for financial reporting purposes, as of the report date should the reporting period end on a day that the Fund’s listing exchange is not open. U.S. GAAP defines fair value as the price a 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 BlackRock Global Valuation Methodologies Committee (the “Global Valuation Committee”) provides oversight of the valuation of investments for the Funds. The investments of each Fund are valued pursuant to policies and procedures developed by the Global Valuation Committee and approved by the Board of Trustees of the Trust (the “Board”).

- Equity investments traded on a recognized securities exchange are valued at that day’s last reported trade price or the official closing price, as applicable, on the exchange where the stock is primarily traded. Equity investments traded on a recognized exchange for which there were no sales on that day are valued at the last traded price.

Notes to Financial Statements (Unaudited) (Continued)

iSHARES® TRUST

- Open-end U.S. mutual funds (including money market funds) are valued at that day's published net asset value ("NAV").

In the event that application of these methods of valuation results in a price for an investment which is deemed not to be representative of the fair value of such investment or if a price is not available, the investment will be valued based upon other available factors deemed relevant by the Global Valuation Committee, in accordance with policies approved by the Board. These factors include but are not limited to (i) attributes specific to the investment; (ii) the principal market for the investment; (iii) the customary participants in the principal market for the investment; (iv) data assumptions by market participants for the investment, if reasonably available; (v) quoted prices for similar investments in active markets; and (vi) other factors, such as future cash flows, interest rates, yield curves, volatilities, prepayment speeds, loss severities, credit risks and/or default rates. Valuations based on such factors are reported to the Board on a quarterly basis.

The Global Valuation Committee employs various methods for calibrating valuation approaches for investments where an active market does not exist, including regular due diligence of the Trust's pricing vendors, a regular review of key inputs and assumptions, transactional back-testing or disposition analysis to compare unrealized gains and losses to realized gains and losses, reviews of missing or stale prices, reviews of large movements in market values, and reviews of market related activity.

Fair value pricing could result in a difference between the prices used to calculate a Fund's NAV and the prices used by the Fund's underlying index, which in turn could result in a difference between the Fund's performance and the performance of the Fund's underlying index.

Various inputs are used in determining the fair value of financial instruments. Inputs may be based on independent market data ("observable inputs") or they may be internally developed ("unobservable inputs"). These inputs are categorized into a disclosure hierarchy consisting of three broad levels for financial reporting purposes. The level of a value determined for a financial instrument within the fair value hierarchy is based on the lowest level of any input that is significant to the fair value measurement in its entirety. The categorization of a value determined for a financial instrument within the hierarchy is based upon the pricing transparency of the instrument and is not necessarily an indication of the risk associated with investing in the instrument. The three levels of the fair value hierarchy are as follows:

- Level 1 — Unadjusted quoted prices in active markets for identical assets or liabilities;
- Level 2 — Inputs other than quoted prices included within Level 1 that are observable for the asset or liability either directly or indirectly, including quoted prices for similar assets or liabilities in active markets, quoted prices for identical or similar assets or liabilities in markets that are not considered to be active, inputs other than quoted prices that are observable for the asset or liability (such as exchange rates, financing terms, interest rates, yield curves, volatilities, prepayment speeds, loss severities, credit risks and default rates) or other market-corroborated inputs; and
- Level 3 — Unobservable inputs for the asset or liability, including the Global Valuation Committee's assumptions used in determining the fair value of investments.

Changes in valuation techniques may result in transfers in or out of an assigned level within the disclosure hierarchy. In accordance with the Trust's policy, transfers between different levels of the fair value hierarchy are deemed to have occurred as of the beginning of the reporting period.

SECURITY TRANSACTIONS AND INCOME RECOGNITION

Security transactions are accounted for on trade date. Dividend income and capital gain distributions, if any, are recognized on the ex-dividend date, net of any foreign taxes withheld at source. Any taxes withheld that are reclaimable from foreign tax authorities as of September 30, 2016 are reflected in tax reclaims receivable. Non-cash dividends received in the form of stock in

Notes to Financial Statements (Unaudited) (Continued)

iSHARES[®] TRUST

an elective dividend, if any, are recorded as dividend income at fair value. Distributions received by the Funds may include a return of capital that is estimated by management. Such amounts are recorded as a reduction of the cost of investments or reclassified to capital gains. Interest income is accrued daily. Realized gains and losses on investment transactions are determined using the specific identification method.

FOREIGN CURRENCY TRANSLATION

The accounting records of the Funds are maintained in U.S. dollars. Foreign currencies, as well as investment securities and other assets and liabilities denominated in foreign currencies, are translated into U.S. dollars using exchange rates deemed appropriate by the investment adviser. Purchases and sales of securities, income receipts and expense payments are translated into U.S. dollars on the respective dates of such transactions.

Each Fund does not isolate the effect of fluctuations in foreign exchange rates from the effect of fluctuations in the market prices of securities. Such fluctuations are reflected by the Funds as a component of realized and unrealized gains and losses from investments for financial reporting purposes.

FOREIGN TAXES

The Funds may be subject to foreign taxes (a portion of which may be reclaimable) on income, stock dividends, capital gains on investments, or certain foreign currency transactions. All foreign taxes are recorded in accordance with the applicable foreign tax regulations and rates that exist in the foreign jurisdictions in which the Funds invest. These foreign taxes, if any, are paid by the Funds and are reflected in their statements of operations as follows: foreign taxes withheld at source are presented as a reduction of income, foreign taxes on securities lending income are presented as a reduction of securities lending income, foreign taxes on stock dividends are presented as "other foreign taxes", and foreign taxes on capital gains from sales of investments and foreign taxes on foreign currency transactions are included in their respective net realized gain (loss) categories. Foreign taxes payable or deferred as of September 30, 2016, if any, are disclosed in the Funds' statements of assets and liabilities.

DISTRIBUTIONS TO SHAREHOLDERS

Dividends and distributions paid by each Fund are recorded on the ex-dividend dates. Distributions are determined on a tax basis and may differ from net investment income and net realized capital gains for financial reporting purposes. Dividends and distributions are paid in U.S. dollars and cannot be automatically reinvested in additional shares of the Funds.

LOANS OF PORTFOLIO SECURITIES

Each Fund may lend its investment securities to approved borrowers, such as brokers, dealers and other financial institutions. The borrower pledges and maintains with the Fund collateral consisting of cash, an irrevocable letter of credit issued by a bank, or securities issued or guaranteed by the U.S. government. The initial collateral received by each Fund is required to have a value of at least 102% of the current value of the loaned securities for securities traded on U.S. exchanges and a value of at least 105% for all other securities. The collateral is maintained thereafter at a value equal to at least 100% of the current value of the securities on loan. The market value of the loaned securities is determined at the close of each business day of the Funds. Any additional required collateral is delivered to the Funds and any excess collateral is returned by the Funds on the next business day. During the term of the loan, each Fund is entitled to all distributions made on or in respect of the loaned securities but does not receive interest income on securities received as collateral. Loans of securities are terminable at any time and the borrower, after notice, is required to return borrowed securities within the standard time period for settlement of securities transactions.

Notes to Financial Statements (Unaudited) (Continued)

iSHARES® TRUST

On October 11, 2016, BlackRock, Inc. (“BlackRock”) implemented changes required by amendments to Rule 2a-7 under the 1940 Act, which governs the operations of U.S. money market funds. The Funds may be exposed to additional risks when reinvesting the cash collateral in money market funds that do not seek to maintain a stable NAV per share of \$1.00 and which may be subject to redemption gates or liquidity fees under certain circumstances.

Any cash received as collateral for securities on loan may be reinvested in certain short-term instruments either directly on behalf of a fund or through one or more joint accounts or money market funds, including those managed by BlackRock Fund Advisors (“BFA”), the Funds’ investment adviser, or its affiliates. As of September 30, 2016, any securities on loan were collateralized by cash and/or U.S. government obligations. Cash collateral received was invested in money market funds managed by BFA and is disclosed in the schedules of investments. The securities on loan for each Fund are also disclosed in its schedule of investments. The total value of any securities on loan as of September 30, 2016 and the total value of the related cash collateral are disclosed in the statements of assets and liabilities. Income earned by the Funds from securities lending is disclosed in the statements of operations.

The risks of securities lending include the risk that the borrower may not provide additional collateral when required or may not return the securities when due. To mitigate these risks, the Funds benefit from a borrower default indemnity provided by BlackRock. BlackRock’s indemnity allows for full replacement of securities lent. Each Fund could suffer a loss if the value of the investments purchased with cash collateral falls below the value of the cash collateral received.

Securities lending transactions are entered into by the Funds under Master Securities Lending Agreements (“MSLA”) which provide the right, in the event of default (including bankruptcy or insolvency) for the non-defaulting party to liquidate the collateral and calculate a net exposure to the defaulting party or request additional collateral. In the event that a borrower defaults, a Fund, as lender, would offset the market value of the collateral received against the market value of the securities loaned. The value of the collateral is typically greater than that of the market value of the securities loaned, leaving the lender with a net amount payable to the defaulting party. However, bankruptcy or insolvency laws of a particular jurisdiction may impose restrictions on or prohibitions against such a right of offset in the event of an MSLA counterparty’s bankruptcy or insolvency. Under the MSLA, the borrower can resell or re-pledge the loaned securities, and a Fund can reinvest cash collateral, or, upon an event of default, resell or re-pledge the collateral.

The following table is a summary of securities lending agreements which are subject to offset under an MSLA as of September 30, 2016:

<i>iShares ETF and Counterparty</i>	<i>Market Value of Securities on Loan</i>	<i>Cash Collateral Received^a</i>	<i>Non-cash Collateral Received, at Fair Value^a</i>	<i>Net Amount</i>
<i>Asia 50</i>				
JPMorgan Securities LLC	\$ 320,914	\$ 320,914	\$ —	\$ —
	<u>\$ 320,914</u>	<u>\$ 320,914</u>	<u>\$ —</u>	<u>\$ —</u>
<i>Emerging Markets Infrastructure</i>				
Deutsche Bank Securities Inc.	\$ 14,520	\$ 14,520	\$ —	\$ —
Goldman Sachs & Co.	710,318	710,318	—	—
Morgan Stanley & Co. LLC	812,193	812,193	—	—
State Street Bank & Trust Company	7,262	7,262	—	—
	<u>\$ 1,544,293</u>	<u>\$ 1,544,293</u>	<u>\$ —</u>	<u>\$ —</u>

Notes to Financial Statements (Unaudited) (Continued)

iSHARES® TRUST

<i>iShares ETF and Counterparty</i>	<i>Market Value of Securities on Loan</i>	<i>Cash Collateral Received^a</i>	<i>Non-cash Collateral Received, at Fair Value^a</i>	<i>Net Amount</i>
<i>Europe</i>				
Barclays Capital Inc.	\$ 534,855	\$ 534,855	\$ —	\$ —
Credit Suisse Securities (USA) LLC	317,694	317,694	—	—
Goldman Sachs & Co.	866,008	866,008	—	—
Morgan Stanley & Co. LLC	2,595,973	2,595,973	—	—
UBS Securities LLC	2,749,147	2,749,147	—	—
	<u>\$ 7,063,677</u>	<u>\$ 7,063,677</u>	<u>\$ —</u>	<u>\$ —</u>
<i>International Developed Property</i>				
Barclays Capital Inc.	\$ 66,790	\$ 66,790	\$ —	\$ —
Citigroup Global Markets Inc.	266,190	266,190	—	—
Credit Suisse Securities (USA) LLC	237,659	170,771	66,888	—
Deutsche Bank Securities Inc.	116,561	116,561	—	—
Goldman Sachs & Co.	382,179	382,179	—	—
JPMorgan Securities LLC	71,617	71,617	—	—
Macquarie Capital (USA) Inc.	81,346	81,346	—	—
Merrill Lynch, Pierce, Fenner & Smith	31,892	31,892	—	—
Morgan Stanley & Co. LLC	820,176	820,176	—	—
Nomura Securities International Inc.	94,330	94,330	—	—
Scotia Capital (USA) Inc.	53,002	53,002	—	—
SG Americas Securities LLC	58,251	58,251	—	—
State Street Bank & Trust Company	34	34	—	—
UBS Securities LLC	89,788	89,788	—	—
	<u>\$ 2,369,815</u>	<u>\$ 2,302,927</u>	<u>\$ 66,888</u>	<u>\$ —</u>
<i>Latin America 40</i>				
Barclays Capital Inc.	\$ 16,899,998	\$ 16,899,998	\$ —	\$ —
Citigroup Global Markets Inc.	336,600	336,600	—	—
Credit Suisse Securities (USA) LLC	16,936,800	16,936,800	—	—
Goldman Sachs & Co.	11,215,570	11,215,570	—	—
Merrill Lynch, Pierce, Fenner & Smith	7,968,116	7,968,116	—	—
Morgan Stanley & Co. LLC (U.S. Equity Securities Lending)	6,133,379	6,133,379	—	—
SG Americas Securities LLC	162,525	162,525	—	—
	<u>\$ 59,652,988</u>	<u>\$ 59,652,988</u>	<u>\$ —</u>	<u>\$ —</u>

^a Collateral received in excess of the market value of securities on loan is not presented in this table. The total cash collateral received by each Fund is disclosed in each Fund's statement of assets and liabilities.

2. INVESTMENT ADVISORY AGREEMENT AND OTHER TRANSACTIONS WITH AFFILIATES

Pursuant to an Investment Advisory Agreement with the Trust, BFA manages the investment of each Fund's assets. BFA is a California corporation indirectly owned by BlackRock. Under the Investment Advisory Agreement, BFA is responsible for substantially all expenses of the Funds, except interest, taxes, brokerage commissions and other expenses connected with the execution of portfolio transactions, distribution fees, litigation expenses and any extraordinary expenses.

Notes to Financial Statements (Unaudited) (Continued)

iSHARES® TRUST

For its investment advisory services to each of the following Funds, BFA is entitled to an annual investment advisory fee based on the average daily net assets of each Fund as follows:

<i>iShares ETF</i>	<i>Investment Advisory Fee</i>
Asia 50	0.50%
International Developed Property	0.48
International Dividend Growth	0.22

For its investment advisory services to the iShares Emerging Markets Infrastructure ETF, BFA is entitled to an annual investment advisory fee of 0.75% based on the average daily net assets of the Fund. In addition, the Fund indirectly pays its pro rata share of fees and expenses attributable to its investments in other investment companies (“acquired fund fees and expenses”). BFA has contractually agreed to waive a portion of its investment advisory fees for the Fund through July 31, 2022 in an amount equal to the acquired fund fees and expenses attributable to the Fund’s investments in other iShares funds, if any.

For its investment advisory services to the iShares Europe ETF, BFA is entitled to an annual investment advisory fee based on the Fund’s allocable portion of the aggregate of the average daily net assets of the Fund and certain other iShares funds, as follows:

<i>Investment Advisory Fee</i>	<i>Aggregate Average Daily Net Assets</i>
0.6000%	First \$12 billion
0.5700 ^a	Over \$12 billion, up to and including \$18 billion ^b
0.5415 ^a	Over \$18 billion, up to and including \$24 billion ^b
0.5145 ^a	Over \$24 billion ^b

^a Investment advisory fee level reflects a 5% reduction (rounded to the fourth decimal place) from the investment advisory fee at the prior aggregate average daily net asset level.

^b Breakpoint level was added or amended effective July 1, 2016.

For its investment advisory services to the iShares Latin America 40 ETF, BFA is entitled to an annual investment advisory fee based on the Fund’s allocable portion of the aggregate of the average daily net assets of the Fund and certain other iShares funds, as follows:

<i>Investment Advisory Fee</i>	<i>Aggregate Average Daily Net Assets</i>
0.5000%	First \$46 billion
0.4750 ^a	Over \$46 billion, up to and including \$81 billion
0.4513 ^a	Over \$81 billion, up to and including \$111 billion
0.4287 ^a	Over \$111 billion, up to and including \$141 billion
0.4073 ^a	Over \$141 billion

^a Investment advisory fee level reflects a 5% reduction (rounded to the fourth decimal place) from the investment advisory fee at the prior aggregate average daily net asset level.

The U.S. Securities and Exchange Commission (the “SEC”) has issued an exemptive order which permits BlackRock Institutional Trust Company, N.A. (“BTC”), an affiliate of BFA, to serve as securities lending agent for the Funds, subject to applicable conditions. As securities lending agent, BTC bears all operational costs directly related to securities lending. Each Fund is responsible for fees in connection with the investment of cash collateral received for securities on loan in a money market fund managed by BFA, however, BTC has agreed to reduce the amount of securities lending income it receives in order to effectively limit the collateral investment fees each Fund bears to an annual rate of 0.04% (the “collateral investment fees”). Securities

Notes to Financial Statements (Unaudited) (Continued)

iSHARES® TRUST

lending income is equal to the total of income earned from the reinvestment of cash collateral, net of fees and other payments to and from borrowers of securities, and less the collateral investment fees. The Funds retain a portion of securities lending income and remit the remaining portion to BTC as compensation for its services as securities lending agent.

Pursuant to a securities lending agreement, each Fund retains 80% of securities lending income and the amount retained can never be less than 70% of the total of securities lending income plus the collateral investment fees. In addition, commencing the business day following the date that the aggregate securities lending income plus the collateral investment fees generated across all 1940 Act iShares exchange-traded funds (the “iShares ETF Complex”) in a given calendar year exceeds the aggregate securities lending income generated across the iShares ETF Complex in the calendar year 2013, each Fund, pursuant to a securities lending agreement, will retain for the remainder of that calendar year 85% of securities lending income and the amount retained can never be less than 70% of the total of securities lending income plus the collateral investment fees.

For the six months ended September 30, 2016, the total of securities lending agent services and collateral investment fees paid were as follows:

<i>iShares ETF</i>	<i>Fees Paid to BTC</i>
Asia 50	\$ 5,772
Emerging Markets Infrastructure	2,731
Europe	25,474
International Developed Property	6,592
International Dividend Growth	1
Latin America 40	112,171

BlackRock Investments, LLC, an affiliate of BFA, is the distributor for each Fund. Pursuant to the distribution agreement, BFA is responsible for any fees or expenses for distribution services provided to the Funds.

Cross trading is the buying or selling of portfolio securities between funds to which BFA (or an affiliate) serves as investment adviser. At its regularly scheduled quarterly meetings, the Board reviews such transactions as of the most recent calendar quarter for compliance with the requirements and restrictions set forth by Rule 17a-7.

For the six months ended September 30, 2016, transactions executed by the Funds pursuant to Rule 17a-7 under the 1940 Act were as follows:

<i>iShares ETF</i>	<i>Purchases</i>	<i>Sales</i>
Emerging Markets Infrastructure	\$ 22,857	\$ —
Europe	3,503,994	2,082,057
International Developed Property	92,187	41,156
International Dividend Growth	12,497	21,279
Latin America 40	56,891	145,555

Each Fund may invest its positive cash balances in certain money market funds managed by BFA or an affiliate. The income earned on these temporary cash investments is included in “Dividends – affiliated” in the statements of operations.

The PNC Financial Services Group, Inc. is the largest stockholder of BlackRock and is considered to be an affiliate of the Funds for 1940 Act purposes.

Notes to Financial Statements (Unaudited) (Continued)

iSHARES® TRUST

The iShares Emerging Markets Infrastructure ETF, in order to improve its portfolio liquidity and its ability to track its underlying index, may invest in shares of other iShares funds that invest in securities in the Fund's underlying index.

Certain trustees and officers of the Trust are also officers of BTC and/or BFA.

3. INVESTMENT PORTFOLIO TRANSACTIONS

Purchases and sales of investments (excluding in-kind transactions and short-term investments) for the six months ended September 30, 2016 were as follows:

<i>iShares ETF</i>	<i>Purchases</i>	<i>Sales</i>
Asia 50	\$ 20,861,276	\$ 13,380,586
Emerging Markets Infrastructure	6,564,732	7,172,262
Europe	97,834,134	98,877,148
International Developed Property	9,622,283	9,702,870
International Dividend Growth	501,534	431,381
Latin America 40	85,549,147	52,238,653

In-kind transactions (see Note 4) for the six months ended September 30, 2016 were as follows:

<i>iShares ETF</i>	<i>In-kind Purchases</i>	<i>In-kind Sales</i>
Asia 50	\$ 13,033,858	\$ 8,408,774
Emerging Markets Infrastructure	—	2,435,101
Europe	—	329,368,975
International Developed Property	14,913,741	3,661,466
International Dividend Growth	4,754,360	—
Latin America 40	161,995,893	34,060,319

4. CAPITAL SHARE TRANSACTIONS

Capital shares are issued and redeemed by each Fund only in aggregations of a specified number of shares or multiples thereof ("Creation Units") at NAV. Except when aggregated in Creation Units, shares of each Fund are not redeemable. Transactions in capital shares for each Fund are disclosed in detail in the statements of changes in net assets.

The consideration for the purchase of Creation Units of a fund in the Trust generally consists of the in-kind deposit of a designated portfolio of securities and a specified amount of cash. Certain funds in the Trust may be offered in Creation Units solely or partially for cash in U.S. dollars. Investors purchasing and redeeming Creation Units may pay a purchase transaction fee and a redemption transaction fee directly to State Street Bank and Trust Company, the Trust's administrator, to offset transfer and other transaction costs associated with the issuance and redemption of Creation Units, including Creation Units for cash. Investors transacting in Creation Units for cash may also pay an additional variable charge to compensate the relevant fund for certain transaction costs (i.e., stamp taxes, taxes on currency or other financial transactions, and brokerage costs) and market impact expenses relating to investing in portfolio securities. Such variable charges, if any, are included in "Proceeds from shares sold" in the statements of changes in net assets.

Notes to Financial Statements (Unaudited) (Continued)

iSHARES® TRUST

From time to time, settlement of securities related to in-kind contributions or in-kind redemptions may be delayed. In such cases, securities related to in-kind contributions are reflected as “Due from custodian” and securities related to in-kind redemptions are reflected as “Securities related to in-kind transactions” in the statements of assets and liabilities.

5. PRINCIPAL RISKS

In the normal course of business, each Fund’s investment activities expose it to various types of risk associated with the financial instruments and markets in which it invests. The significant types of financial risks each Fund is exposed to include market risk and credit risk. Each Fund’s prospectus provides details of these and other types of risk.

BFA uses a “passive” or index approach to try to achieve each Fund’s investment objective following the securities included in its underlying index during upturns as well as downturns. BFA does not take steps to reduce market exposure or to lessen the effects of a declining market. Divergence from the underlying index and the composition of the portfolio is monitored by BFA.

MARKET RISK

Market risk arises mainly from uncertainty about future values of financial instruments influenced by price, currency and interest rate movements. It represents the potential loss each Fund may suffer through holding market positions in the face of market movements. Each Fund is exposed to market risk by virtue of its direct and/or indirect investment in equity instruments. The fair value of securities held by the Funds may decline due to general market conditions, economic trends or events that are not specifically related to the issuers of the securities including local, regional or global political, social or economic instability or to factors that affect a particular industry or group of industries. The extent of each Fund’s exposure to market risk is the market value of the investments held as shown in the Fund’s schedule of investments.

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 each Fund’s portfolio are disclosed in its schedule of investments.

Investing in the securities of non-U.S. issuers, whether directly or indirectly, involves certain considerations and risks not typically associated with securities of U.S. issuers. Such risks include, but are not limited to: generally less liquid and less efficient securities markets; generally greater price volatility; exchange rate fluctuations and exchange controls; imposition of restrictions on the expatriation of funds or other assets of a Fund; less publicly available information about issuers; the imposition of withholding or other taxes; higher transaction and custody costs; settlement delays and risk of loss attendant in settlement procedures; difficulties in enforcing contractual obligations; less regulation of securities markets; different accounting, disclosure and reporting requirements; more substantial governmental involvement in the economy; higher inflation rates; greater social, economic and political uncertainties; the risk of nationalization or expropriation of assets; and the risk of war. These risks are heightened for investments in issuers from countries with less developed markets.

The economies and markets of European countries are often closely connected and interdependent, and events in one European country can have an adverse impact on other European countries. The European financial markets have experienced volatility and adverse trends due to concerns about economic downturns in, or rising government debt levels of several European countries. 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 voted to withdraw from the European Union. The referendum may introduce significant new uncertainties and instability in the financial markets as the United Kingdom negotiates its exit from the European Union.

Notes to Financial Statements (Unaudited) (Continued)

iSHARES® TRUST

When a fund concentrates its investments in securities within a single or limited number of market sectors, it assumes the risk that economic, political and social conditions affecting those market sectors may have a significant impact on its investment performance.

The United States and the European Union, along with the regulatory bodies of a number of countries including Japan, Australia and Canada (collectively, "Sanctioning Bodies"), have imposed sectorial economic sanctions on certain Russian individuals and Russian corporate entities which include prohibitions on transacting in or dealing in new debt of longer than 30 or 90 days maturity or new equity of such issuers. Securities held by a fund issued prior to the date of the sanctions being imposed are not currently subject to any restrictions under the sanctions. However, compliance with each of these sanctions may impair the ability of a fund to buy, sell, hold, receive or deliver the affected securities or other securities of such issuers. The Sanctioning Bodies could also institute broader sanctions on Russia. These sanctions, or even the threat of further sanctions, may result in the decline of the value and liquidity of Russian securities, a weakening of the ruble or other adverse consequences to the Russian economy. Current or future sanctions may result in Russia taking counter measures or retaliatory actions, which may further impair the value and liquidity of Russian securities. These retaliatory measures may include the immediate freeze of Russian assets held by a fund.

CREDIT RISK

Credit risk is the risk that an issuer or guarantor of debt instruments or the counterparty to a financial transaction, including derivatives contracts, repurchase agreements or loans of portfolio securities, is unable or unwilling to make timely interest and/or principal payments or to otherwise honor its obligations. BFA and its affiliates manage counterparty credit risk by entering into transactions only with counterparties that they believe have the financial resources to honor their obligations and by monitoring the financial stability of those counterparties. Financial assets, which potentially expose the Funds to issuer and counterparty credit risks, consist principally of financial instruments and receivables due from counterparties. The extent of each Fund's exposure to credit and counterparty risks with respect to those financial assets is approximated by their value recorded in its statement of assets and liabilities.

6. INCOME TAX INFORMATION

Each Fund is treated as an entity separate from the Trust's other funds for federal income tax purposes. It is the policy of each Fund to qualify as a regulated investment company by complying with the provisions applicable to regulated investment companies, as defined under Subchapter M of the Internal Revenue Code of 1986, as amended, and to annually distribute substantially all of its ordinary income and any net capital gains (taking into account any capital loss carryforwards) sufficient to relieve it from all, or substantially all, federal income and excise taxes. Accordingly, no provision for federal income taxes is required.

For purposes of U.S. GAAP, in-kind redemptions are treated as sales of securities resulting in realized capital gains or losses to the Funds. Because such gains or losses are not taxable to the Funds and are not distributed to existing Fund shareholders, the gains or losses are reclassified from accumulated net realized gain (loss) to paid-in capital at the end of the Funds' tax year. These reclassifications have no effect on net assets or NAV per share.

The tax character of current year distributions will be determined at the end of the current fiscal year.

Notes to Financial Statements (Unaudited) (Continued)

iSHARES® TRUST

As of March 31, 2016, the Funds' fiscal year-end, the following Funds had capital loss carryforwards available to offset future realized capital gains through the indicated expiration dates as follows:

<i>iShares ETF</i>	<i>Non-Expiring^a</i>	<i>Expiring 2017</i>	<i>Expiring 2018</i>	<i>Expiring 2019</i>	<i>Total</i>
Asia 50	\$ 16,411,401	\$ 4,137,780	\$ 114,299	\$ 1,228,150	\$ 21,891,630
Emerging Markets Infrastructure	20,220,427	—	7,454	506,438	20,734,319
Europe	81,826,313	47,090,987	70,049,884	32,616,997	231,584,181
International Developed Property	15,692,319	1,561,084	8,281,169	5,300,031	30,834,603
Latin America 40	306,926,462	23,841,805	201,370,437	—	532,138,704

^a Must be utilized prior to losses subject to expiration.

The Funds may own shares in certain foreign investment entities, referred to, under U.S. tax law, as “passive foreign investment companies.” The Funds may elect to mark-to-market annually the shares of each passive foreign investment company and would be required to distribute to shareholders any such marked-to-market gains.

Management has analyzed tax laws and regulations and their application to the Funds as of September 30, 2016, inclusive of the open tax return years, and does not believe there are any uncertain tax positions that require recognition of a tax liability in the Funds' financial statements.

7. FOREIGN WITHHOLDING TAX CLAIMS

The iShares Europe ETF intends to file claims to recover taxes withheld by Finland on dividend income on the basis that Finland had purportedly violated certain provisions in the Treaty on the Functioning of the European Union. The Fund has recorded a receivable for all recoverable taxes withheld by Finland based upon recent favorable determinations issued by the Finnish Tax Authority. Withholding tax claims may be for the current year and potentially for a limited number of prior calendar years, depending upon the member state's statute of limitation on taxes. The Fund continues to evaluate developments in Finland for potential impact to the receivables recorded. Such foreign withholding tax claims are disclosed in the statement of assets and liabilities and statement of operations. Professional fees associated with the filing of these claims resulting in the recovery of foreign withholding taxes were approved by the Board as appropriate expenses of the Fund.

The Internal Revenue Service has issued guidance to address U.S. income tax liabilities attributable to fund shareholders resulting from the recovery of foreign taxes withheld in prior calendar years. These withheld foreign taxes were passed through to shareholders in the form of foreign tax credits in the year the taxes were withheld. Assuming there are sufficient foreign taxes paid in the current year, the Fund will be able to offset the prior years' withholding taxes recovered against the foreign taxes paid in the current year. Accordingly, no federal income tax liability is recorded by the Fund.

8. SUBSEQUENT EVENTS

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

Board Review and Approval of Investment Advisory Contract

iSHARES® TRUST

I. iShares Asia 50 ETF and iShares International Developed Property ETF

Under Section 15(c) of the Investment Company Act of 1940 (the “1940 Act”), the Trust’s Board of Trustees (the “Board”), including a majority of Trustees who are not “interested persons” of the Trust (as that term is defined in the 1940 Act) (the “Independent Trustees”), is required annually to consider and approve the Investment Advisory Contract between the Trust and BFA (the “Advisory Contract”) on behalf of the Funds. The Independent Trustees requested, and BFA provided, such information as the Independent Trustees, with advice from independent counsel, deemed reasonably necessary to evaluate the Advisory Contract. A committee of all of the Independent Trustees (the “15(c) Committee”), with independent counsel, met with management on April 28, 2016 and May 9, 2016. At these meetings, the 15(c) Committee reviewed and discussed information provided in response to the 15(c) Committee’s initial requests, and requested certain additional information, which management agreed to provide. At a meeting held on May 17, 2016, management presented information to the Board relating to the continuance of the Advisory Contract, including information requested by the 15(c) Committee during its meetings. The Board, including the Independent Trustees, reviewed and discussed such information at length. The Independent Trustees requested from management certain additional information, which management agreed to provide. At a meeting held on June 21-23, 2016, the Board, including the Independent Trustees, reviewed the additional information provided by management in response to these requests. After extensive discussions, the Board, including all of the Independent Trustees, approved the continuance of the Advisory Contract for the Funds, based on a review of qualitative and quantitative information provided by BFA, including the additional information management provided at the request of the Independent Trustees. The Board noted its satisfaction with the extent and quality of information provided and its frequent interactions with management, as well as the detailed responses and other information provided by BFA. The Board also noted that the Board and BFA agreed to discuss potential enhancements and adjustments to the 15(c) process for the coming year. The Independent Trustees were advised by their independent counsel throughout the process, including about the legal standards applicable to their review. In approving the Advisory Contract for the Funds, the Board, including the Independent Trustees, considered the following factors, no one of which was controlling, and reached the following conclusions:

Expenses and Performance of the Funds — The Board reviewed statistical information prepared by Broadridge Financial Solutions Inc. (“Broadridge”), an independent provider of investment company data, regarding the expense ratio components, including gross and net total expenses, waivers/reimbursements (if any), and underlying fund fees and expenses (if any) of each Fund in comparison with the same information for other exchange traded funds (including, where applicable, funds sponsored by an “at cost” service provider) and, in the limited instances where no comparable ETFs existed and the comparison group would not otherwise be reasonable in Broadridge’s judgment, pure index institutional mutual funds, objectively selected by Broadridge as comprising such Fund’s applicable peer group pursuant to Broadridge’s proprietary ETF methodology (the “Peer Group”). The Board was provided with a detailed description of Broadridge’s proprietary ETF methodology used by Broadridge to determine the applicable Peer Groups. The Board further noted that due to the limitations in providing comparable funds in the various Peer Groups, the statistical information provided in Broadridge’s report may or may not provide meaningful direct comparisons to the Funds in all instances.

The Board also noted that the investment advisory fee rate and overall expenses (net of waivers and reimbursements) for iShares International Developed Property ETF were lower than the median of the investment advisory fee rates and overall expenses (net of waivers and reimbursements) of the funds in their respective Peer Group, excluding iShares funds, and the investment advisory fee rate and overall expenses (net of waivers and reimbursements) for iShares Asia 50 ETF were within range of the median of the investment advisory fee rates and overall expenses (net of waivers and reimbursements) of the funds in its Peer Group, excluding iShares funds.

In addition, to the extent that any of the comparison funds included in the Peer Group, excluding iShares funds, track the same index as any particular Fund, Broadridge also provided, and the Board reviewed, a comparison of such Fund’s performance for

Board Review and Approval of Investment Advisory Contract (Continued)

iSHARES® TRUST

the one-, three-, five-, ten-year, and since inception periods, as applicable, and for the “last quarter” period ended December 31, 2015, to that of such relevant comparison funds for the same periods.

The Board noted that each Fund seeks to track its own underlying index and that, during the year, the Board received periodic reports on each Fund’s short- and longer-term performance in comparison with its underlying index. Such periodic comparative performance information, including additional detailed information on certain specific iShares funds requested by the Board, was also considered. The Board noted that each Fund generally performed in line with its underlying index over the relevant periods.

Based on this review, the other factors considered at the meeting, and their general knowledge of ETF pricing, the Board concluded that the investment advisory fee rate and expense level and the historical performance of each Fund supported the Board’s approval of the continuance of the Advisory Contract for the coming year.

Nature, Extent and Quality of Services Provided by BFA — Based on management’s representations, including information about recent and proposed enhancements to the iShares business, including with respect to capital markets support and analysis, product design and other services, the Board expected that there would be no diminution in the scope of services required of or provided by BFA under the Advisory Contract for the coming year as compared to the scope of services provided by BFA during prior years. In reviewing the scope of these services, the Board considered BFA’s investment philosophy and experience, noting that BFA and its affiliates have committed significant resources over time, including during the past year, to supporting the iShares funds and their shareholders. The Board also considered BFA’s compliance program and its compliance record with respect to the Funds. In that regard, the Board noted that BFA reports to the Board about portfolio management and compliance matters on a periodic basis in connection with regularly scheduled meetings of the Board, and on other occasions as necessary and appropriate, and has provided information and made appropriate officers available as needed to provide further assistance with these matters. The Board also reviewed the background and experience of the persons responsible for the day-to-day management of the Funds, as well as the resources available to them in managing the Funds. In addition to the above considerations, the Board reviewed and considered detailed presentations regarding BFA’s investment performance, investment and risk management processes and strategies provided at the June 21-23, 2016 meeting and throughout the previous year, and matters related to BFA’s portfolio compliance policies and procedures. The Board noted that each Fund had met its investment objective consistently since its respective inception date.

Based on review of this information, and the performance information discussed above, the Board concluded that the nature, extent and quality of services provided by BFA to the Funds under the Advisory Contract supported the Board’s approval of the continuance of the Advisory Contract for the coming year.

Costs of Services Provided to the Funds and Profits Realized by BFA and its Affiliates — The Board reviewed information about the profitability to BlackRock of the Funds, on a Fund-by-Fund basis and in the aggregate, based on the fees payable to BFA and its affiliates (including fees under the Advisory Contract), and all other sources of revenue and expense to BFA and its affiliates from the Funds’ operations for the last calendar year. The Board reviewed BlackRock’s profitability methodology for the iShares funds, noting that the 15(c) Committee had focused on the methodology and profitability presentation during its meetings. The Board discussed the sources of direct and ancillary revenue with management, including the revenues to BTC from securities lending by the Funds. The Board also discussed BFA’s profit margin as reflected in the Funds’ profitability analyses and reviewed information regarding potential economies of scale (as discussed below). Based on this review, the Board concluded that the profits realized by BFA and its affiliates under the Advisory Contract and from other relationships between the Funds and BFA and/or its affiliates, if any, were within a reasonable range in light of the factors considered.

Economies of Scale — The Board reviewed information regarding potential economies of scale or other efficiencies that may result from increases in the Funds’ assets, noting that the issue of economies of scale had been focused on extensively by the

Board Review and Approval of Investment Advisory Contract (Continued)

iSHARES® TRUST

15(c) Committee during its meetings and addressed by management. The Board and the 15(c) Committee reviewed information provided by BFA regarding scale benefits shared with the iShares funds through relatively low fee rates established at inception, breakpoints, waivers, or other fee reductions, as well as through additional investment in the iShares business and the provision of improved or additional infrastructure and services to the iShares funds and their shareholders. The Board and the 15(c) Committee received information regarding BlackRock's historical profitability, including BFA's and its affiliates' costs in providing services. The cost information distinguished, among other things, between fixed and variable costs, and explained how the level of fixed and variable costs, as well as the nature of such costs, may impact the existence or size of scale benefits. The Board noted that the Advisory Contract for the Funds did not provide for any breakpoints in the Funds' investment advisory fee rates as the assets of the Funds increase. However, the Board noted that should material economies of scale exist in the future that are not otherwise shared, a breakpoint structure for the Funds may be appropriate, and that it would continue to monitor the sharing of economies of scale to determine the appropriateness of adding breakpoints in the future.

Based on this review, as well as the other factors considered at the meeting, the Board, recognizing its responsibility to consider this issue periodically, determined to approve the continuance of the Advisory Contract for the coming year.

Fees and Services Provided for Other Comparable Funds/Accounts Managed by BFA and its Affiliates — The Board received and considered information regarding the investment advisory/management fee rates for other funds/accounts in the U.S. for which BFA (or its affiliates) provides investment advisory/management services, including open-end funds registered under the 1940 Act (including sub-advised funds), collective trust funds, and institutional separate accounts (together, the "Other Accounts"), and acknowledged BFA's assertion that the iShares funds are fundamentally different investment vehicles from the Other Accounts. The Board noted that BFA and its affiliates do not manage Other Accounts with substantially the same investment objectives and strategies as the Funds and that track the same respective indexes as the Funds. The Board further noted that BFA provided the Board with detailed information regarding how the Other Accounts (particularly institutional clients) generally differ from the Funds, including in terms of the different and generally more extensive services provided to the Funds, as well as other significant differences. In that regard, the Board considered that the pricing of services to institutional clients is typically based on a number of factors beyond the nature and extent of the specific services to be provided and often depends on the overall relationship between the client and its affiliates and the adviser and its affiliates. In addition, the Board considered the relative complexity and inherent risks and challenges of managing and providing other services to the Funds, as publicly traded exchange traded funds, as compared to the Other Accounts that are institutional clients in light of differing regulatory requirements and client-imposed mandates. The Board also considered the "all-inclusive" nature of the Funds' advisory fee structure, and the Fund expenses borne by BFA under this arrangement. The Board noted that the investment advisory fee rates under the Advisory Contract for the Funds were generally higher than the investment advisory/management fee rates for certain of the Other Accounts (particularly institutional clients) and concluded that the differences appeared to be consistent with the factors discussed.

Other Benefits to BFA and/or its Affiliates — The Board reviewed the "fallout" benefits or ancillary revenue received by BFA and/or its affiliates in connection with the services provided to the Funds by BFA, such as payment of revenue to BTC, the Funds' securities lending agent, for loaning portfolio securities (which was included in the profit margins reviewed by the Board pursuant to BFA's profitability methodology), and payment of advisory fees and/or administration fees to BFA and BTC (or their affiliates) in connection with any investments by the Funds in other funds for which BFA (or its affiliates) provides investment advisory services and/or administration services. The Board noted that BFA generally does not use soft dollars or consider the value of research or other services that may be provided to BFA (including its affiliates) in selecting brokers for portfolio transactions for the Funds. The Board further noted that any portfolio transactions on behalf of the Funds placed through a BFA affiliate or purchased from an underwriting syndicate in which a BFA affiliate participates, are reported to the Board pursuant to Rule 17e-1 or Rule 10f-3, as applicable, under the 1940 Act. The Board concluded that any such ancillary benefits would not be

Board Review and Approval of Investment Advisory Contract (Continued)

iSHARES® TRUST

disadvantageous to the Funds' shareholders and thus would not alter the Board's conclusion with respect to the appropriateness of approving the continuance of the Advisory Contract for the coming year.

Based on the considerations described above, the Board determined that each Fund's investment advisory fee rate under the Advisory Contract does not constitute a fee that is so disproportionately large as to bear no reasonable relationship to the services rendered and that could not have been the product of arm's-length bargaining, and concluded that it is in the best interest of each Fund and its shareholders to approve the continuance of the Advisory Contract for the coming year.

II. iShares Emerging Markets Infrastructure ETF

Under Section 15(c) of the Investment Company Act of 1940 (the "1940 Act"), the Trust's Board of Trustees (the "Board"), including a majority of Trustees who are not "interested persons" of the Trust (as that term is defined in the 1940 Act) (the "Independent Trustees"), is required annually to consider and approve the Investment Advisory Contract between the Trust and BFA (the "Advisory Contract") on behalf of the Fund. The Independent Trustees requested, and BFA provided, such information as the Independent Trustees, with advice from independent counsel, deemed reasonably necessary to evaluate the Advisory Contract. A committee of all of the Independent Trustees (the "15(c) Committee"), with independent counsel, met with management on April 28, 2016 and May 9, 2016. At these meetings, the 15(c) Committee reviewed and discussed information provided in response to the 15(c) Committee's initial requests, and requested certain additional information, which management agreed to provide. At a meeting held on May 17, 2016, management presented information to the Board relating to the continuance of the Advisory Contract, including information requested by the 15(c) Committee during its meetings. The Board, including the Independent Trustees, reviewed and discussed such information at length. The Independent Trustees requested from management certain additional information, which management agreed to provide. At a meeting held on June 21-23, 2016, the Board, including the Independent Trustees, reviewed the additional information provided by management in response to these requests. After extensive discussions, the Board, including all of the Independent Trustees, approved the continuance of the Advisory Contract for the Fund, based on a review of qualitative and quantitative information provided by BFA, including the additional information management provided at the request of the Independent Trustees. The Board noted its satisfaction with the extent and quality of information provided and its frequent interactions with management, as well as the detailed responses and other information provided by BFA. The Board also noted that the Board and BFA agreed to discuss potential enhancements and adjustments to the 15(c) process for the coming year. The Independent Trustees were advised by their independent counsel throughout the process, including about the legal standards applicable to their review. In approving the Advisory Contract for the Fund, the Board, including the Independent Trustees, considered the following factors, no one of which was controlling, and reached the following conclusions:

Expenses and Performance of the Fund — The Board reviewed statistical information prepared by Broadridge Financial Solutions Inc. ("Broadridge"), an independent provider of investment company data, regarding the expense ratio components, including gross and net total expenses, waivers/reimbursements (if any), and underlying fund fees and expenses (if any) of the Fund in comparison with the same information for other exchange traded funds (including, where applicable, funds sponsored by an "at cost" service provider) and, in the limited instances where no comparable ETFs existed and the comparison group would not otherwise be reasonable in Broadridge's judgment, pure index institutional mutual funds, objectively selected by Broadridge as comprising the Fund's applicable peer group pursuant to Broadridge's proprietary ETF methodology (the "Peer Group"). The Board was provided with a detailed description of Broadridge's proprietary ETF methodology used by Broadridge to determine the Fund's Peer Group. The Board further noted that due to the limitations in providing comparable funds in the Peer Group, the statistical information provided in Broadridge's report may or may not provide meaningful direct comparisons to the Fund in all instances.

Board Review and Approval of Investment Advisory Contract (Continued)

iSHARES® TRUST

The Board also noted that the investment advisory fee rate and overall expenses (net of waivers and reimbursements) for the Fund were higher than the median of the investment advisory fee rates and overall expenses (net of waivers and reimbursements) of the funds in its Peer Group, excluding iShares funds. The Board further noted that the Fund's pricing reflects that it invests primarily in emerging markets companies, as compared to most of the competitor funds as determined by Broadridge, which do not invest primarily in emerging markets companies.

In addition, to the extent that any of the comparison funds included in the Peer Group, excluding iShares funds, track the same index as the Fund, Broadridge also provided, and the Board reviewed, a comparison of the Fund's performance for the one-, three-, five-, ten-year, and since inception periods, as applicable, and for the "last quarter" period ended December 31, 2015, to that of such relevant comparison funds for the same periods.

The Board noted that the Fund seeks to track its own underlying index and that, during the year, the Board received periodic reports on the Fund's short- and longer-term performance in comparison with its underlying index. Such periodic comparative performance information, including additional detailed information on certain specific iShares funds requested by the Board, was also considered. The Board noted that the Fund generally performed in line with its underlying index over the relevant periods.

Based on this review, the other factors considered at the meeting, and their general knowledge of ETF pricing, the Board concluded that the investment advisory fee rate and expense level and the historical performance of the Fund supported the Board's approval of the continuance of the Advisory Contract for the coming year.

Nature, Extent and Quality of Services Provided by BFA — Based on management's representations, including information about recent and proposed enhancements to the iShares business, including with respect to capital markets support and analysis, product design and other services, the Board expected that there would be no diminution in the scope of services required of or provided by BFA under the Advisory Contract for the coming year as compared to the scope of services provided by BFA during prior years. In reviewing the scope of these services, the Board considered BFA's investment philosophy and experience, noting that BFA and its affiliates have committed significant resources over time, including during the past year, to supporting the iShares funds and their shareholders. The Board also considered BFA's compliance program and its compliance record with respect to the Fund. In that regard, the Board noted that BFA reports to the Board about portfolio management and compliance matters on a periodic basis in connection with regularly scheduled meetings of the Board, and on other occasions as necessary and appropriate, and has provided information and made appropriate officers available as needed to provide further assistance with these matters. The Board also reviewed the background and experience of the persons responsible for the day-to-day management of the Fund, as well as the resources available to them in managing the Fund. In addition to the above considerations, the Board reviewed and considered detailed presentations regarding BFA's investment performance, investment and risk management processes and strategies provided at the June 21-23, 2016 meeting and throughout the previous year, and matters related to BFA's portfolio compliance policies and procedures. The Board noted that the Fund had met its investment objective consistently since its inception date.

Based on review of this information, and the performance information discussed above, the Board concluded that the nature, extent and quality of services provided by BFA to the Fund under the Advisory Contract supported the Board's approval of the continuance of the Advisory Contract for the coming year.

Costs of Services Provided to the Fund and Profits Realized by BFA and its Affiliates — The Board reviewed information about the profitability to BlackRock of the Fund, based on the fees payable to BFA and its affiliates (including fees under the Advisory Contract), and all other sources of revenue and expense to BFA and its affiliates from the Funds' operations for the last calendar year. The Board reviewed BlackRock's profitability methodology for the iShares funds, noting that the 15(c) Committee had focused on the methodology and profitability presentation during its meetings. The Board discussed the sources of direct and

Board Review and Approval of Investment Advisory Contract (Continued)

iSHARES® TRUST

ancillary revenue with management, including the revenues to BTC from securities lending by the Fund. The Board also discussed BFA's profit margin as reflected in the Fund's profitability analysis and reviewed information regarding potential economies of scale (as discussed below). Based on this review, the Board concluded that the profits realized by BFA and its affiliates under the Advisory Contract and from other relationships between the Fund and BFA and/or its affiliates, if any, were within a reasonable range in light of the factors considered.

Economies of Scale — The Board reviewed information regarding potential economies of scale or other efficiencies that may result from increases in the Fund's assets, noting that the issue of economies of scale had been focused on extensively by the 15(c) Committee during its meetings and addressed by management. The Board and the 15(c) Committee reviewed information provided by BFA regarding scale benefits shared with the iShares funds through relatively low fee rates established at inception, breakpoints, waivers, or other fee reductions, as well as through additional investment in the iShares business and the provision of improved or additional infrastructure and services to the iShares funds and their shareholders. The Board and the 15(c) Committee received information regarding BlackRock's historical profitability, including BFA's and its affiliates' costs in providing services. The cost information distinguished, among other things, between fixed and variable costs, and explained how the level of fixed and variable costs, as well as the nature of such costs, may impact the existence or size of scale benefits. The Board noted that the Advisory Contract for the Fund did not provide for any breakpoints in the Fund's investment advisory fee rate as the assets of the Fund increase. However, the Board noted that should material economies of scale exist in the future that are not otherwise shared, a breakpoint structure for the Fund may be appropriate, and that it would continue to monitor the sharing of economies of scale to determine the appropriateness of adding breakpoints in the future.

Based on this review, as well as the other factors considered at the meeting, the Board, recognizing its responsibility to consider this issue periodically, determined to approve the continuance of the Advisory Contract for the coming year.

Fees and Services Provided for Other Comparable Funds/Accounts Managed by BFA and its Affiliates — The Board received and considered information regarding the investment advisory/management fee rates for other funds/accounts in the U.S. for which BFA (or its affiliates) provides investment advisory/management services, including open-end funds registered under the 1940 Act (including sub-advised funds), collective trust funds, and institutional separate accounts (together, the "Other Accounts"), and acknowledged BFA's assertion that the iShares funds are fundamentally different investment vehicles from the Other Accounts. The Board noted that BFA and its affiliates do not manage Other Accounts with substantially the same investment objective and strategy as the Fund and that track the same index as the Fund. The Board further noted that BFA provided the Board with detailed information regarding how the Other Accounts (particularly institutional clients) generally differ from the Fund, including in terms of the different and generally more extensive services provided to the Fund, as well as other significant differences. In that regard, the Board considered that the pricing of services to institutional clients is typically based on a number of factors beyond the nature and extent of the specific services to be provided and often depends on the overall relationship between the client and its affiliates and the adviser and its affiliates. In addition, the Board considered the relative complexity and inherent risks and challenges of managing and providing other services to the Fund, as a publicly traded exchange traded fund, as compared to the Other Accounts that are institutional clients in light of differing regulatory requirements and client-imposed mandates. The Board also considered the "all-inclusive" nature of the Fund's advisory fee structure, and the Fund expenses borne by BFA under this arrangement. The Board noted that the investment advisory fee rate under the Advisory Contract for the Fund was generally higher than the investment advisory/management fee rates for certain of the Other Accounts (particularly institutional clients) and concluded that the differences appeared to be consistent with the factors discussed.

Other Benefits to BFA and/or its Affiliates — The Board reviewed the "fallout" benefits or ancillary revenue received by BFA and/or its affiliates in connection with the services provided to the Fund by BFA, such as payment of revenue to BTC, the Fund's securities lending agent, for loaning portfolio securities (which was included in the profit margins reviewed by the Board pursuant to BFA's profitability methodology), and payment of advisory fees and/or administration fees to BFA and BTC (or their affiliates) in

Board Review and Approval of Investment Advisory Contract (Continued)

iSHARES® TRUST

connection with any investments by the Fund in other funds for which BFA (or its affiliates) provides investment advisory services and/or administration services. The Board noted that BFA generally does not use soft dollars or consider the value of research or other services that may be provided to BFA (including its affiliates) in selecting brokers for portfolio transactions for the Fund. The Board further noted that any portfolio transactions on behalf of the Fund placed through a BFA affiliate or purchased from an underwriting syndicate in which a BFA affiliate participates, are reported to the Board pursuant to Rule 17e-1 or Rule 10f-3, as applicable, under the 1940 Act. The Board concluded that any such ancillary benefits would not be disadvantageous to the Fund's shareholders and thus would not alter the Board's conclusion with respect to the appropriateness of approving the continuance of the Advisory Contract for the coming year.

Based on the considerations described above, the Board determined that the Fund's investment advisory fee rate under the Advisory Contract does not constitute a fee that is so disproportionately large as to bear no reasonable relationship to the services rendered and that could not have been the product of arm's-length bargaining, and concluded that it is in the best interest of the Fund and its shareholders to approve the continuance of the Advisory Contract for the coming year.

III. iShares Europe ETF

Under Section 15(c) of the Investment Company Act of 1940 (the "1940 Act"), the Trust's Board of Trustees (the "Board"), including a majority of Trustees who are not "interested persons" of the Trust (as that term is defined in the 1940 Act) (the "Independent Trustees"), is required annually to consider and approve the Investment Advisory Contract between the Trust and BFA (the "Advisory Contract") on behalf of the Fund. The Independent Trustees requested, and BFA provided, such information as the Independent Trustees, with advice from independent counsel, deemed reasonably necessary to evaluate the Advisory Contract. A committee of all of the Independent Trustees (the "15(c) Committee"), with independent counsel, met with management on April 28, 2016 and May 9, 2016. At these meetings, the 15(c) Committee reviewed and discussed information provided in response to the 15(c) Committee's initial requests, and requested certain additional information, which management agreed to provide. At a meeting held on May 17, 2016, management presented information to the Board relating to the continuance of the Advisory Contract, including information requested by the 15(c) Committee during its meetings. The Board, including the Independent Trustees, reviewed and discussed such information at length. The Independent Trustees requested from management certain additional information, which management agreed to provide. At a meeting held on June 21-23, 2016, the Board, including the Independent Trustees, reviewed the additional information provided by management in response to these requests. After extensive discussions, the Board, including all of the Independent Trustees, approved the continuance of the Advisory Contract for the Fund, based on a review of qualitative and quantitative information provided by BFA, including the additional information management provided at the request of the Independent Trustees. The Board noted its satisfaction with the extent and quality of information provided and its frequent interactions with management, as well as the detailed responses and other information provided by BFA. The Board also noted that the Board and BFA agreed to discuss potential enhancements and adjustments to the 15(c) process for the coming year. The Independent Trustees were advised by their independent counsel throughout the process, including about the legal standards applicable to their review. In approving the Advisory Contract for the Fund, the Board, including the Independent Trustees, considered the following factors, no one of which was controlling, and reached the following conclusions:

Expenses and Performance of the Fund — The Board reviewed statistical information prepared by Broadridge Financial Solutions Inc. ("Broadridge"), an independent provider of investment company data, regarding the expense ratio components, including gross and net total expenses, waivers/reimbursements (if any), and underlying fund fees and expenses (if any) of the Fund in comparison with the same information for other exchange traded funds (including, where applicable, funds sponsored by an "at cost" service provider) and, in the limited instances where no comparable ETFs existed and the comparison group would not otherwise be reasonable in Broadridge's judgment, pure index institutional mutual funds, objectively selected by Broadridge as comprising the Fund's applicable peer group pursuant to Broadridge's proprietary ETF methodology (the "Peer Group"). The

Board Review and Approval of Investment Advisory Contract (Continued)

iSHARES® TRUST

Board was provided with a detailed description of Broadridge's proprietary ETF methodology used by Broadridge to determine the Fund's Peer Group. The Board further noted that due to the limitations in providing comparable funds in the Peer Group, the statistical information provided in Broadridge's report may or may not provide meaningful direct comparisons to the Fund in all instances.

The Board also noted that the investment advisory fee rate and overall expenses (net of waivers and reimbursements) for the Fund were higher than the median of the investment advisory fee rates and overall expenses (net of waivers and reimbursements) of the funds in its Peer Group, excluding iShares funds.

In addition, to the extent that any of the comparison funds included in the Peer Group, excluding iShares funds, track the same index as the Fund, Broadridge also provided, and the Board reviewed, a comparison of the Fund's performance for the one-, three-, five-, ten-year, and since inception periods, as applicable, and for the "last quarter" period ended December 31, 2015, to that of such relevant comparison funds for the same periods.

The Board noted that the Fund seeks to track its own underlying index and that, during the year, the Board received periodic reports on the Fund's short- and longer-term performance in comparison with its underlying index. Such periodic comparative performance information, including additional detailed information on certain specific iShares funds requested by the Board, was also considered. The Board noted that the Fund generally performed in line with its underlying index over the relevant periods.

Based on this review, the other factors considered at the meeting, and their general knowledge of ETF pricing, the Board concluded that the investment advisory fee rate and expense level and the historical performance of the Fund supported the Board's approval of the continuance of the Advisory Contract for the coming year.

Nature, Extent and Quality of Services Provided by BFA — Based on management's representations, including information about recent and proposed enhancements to the iShares business, including with respect to capital markets support and analysis, product design and other services, the Board expected that there would be no diminution in the scope of services required of or provided by BFA under the Advisory Contract for the coming year as compared to the scope of services provided by BFA during prior years. In reviewing the scope of these services, the Board considered BFA's investment philosophy and experience, noting that BFA and its affiliates have committed significant resources over time, including during the past year, to supporting the iShares funds and their shareholders. The Board also considered BFA's compliance program and its compliance record with respect to the Fund. In that regard, the Board noted that BFA reports to the Board about portfolio management and compliance matters on a periodic basis in connection with regularly scheduled meetings of the Board, and on other occasions as necessary and appropriate, and has provided information and made appropriate officers available as needed to provide further assistance with these matters. The Board also reviewed the background and experience of the persons responsible for the day-to-day management of the Fund, as well as the resources available to them in managing the Fund. In addition to the above considerations, the Board reviewed and considered detailed presentations regarding BFA's investment performance, investment and risk management processes and strategies provided at the June 21-23, 2016 meeting and throughout the previous year, and matters related to BFA's portfolio compliance policies and procedures. The Board noted that the Fund had met its investment objective consistently since its inception date.

Based on review of this information, and the performance information discussed above, the Board concluded that the nature, extent and quality of services provided by BFA to the Fund under the Advisory Contract supported the Board's approval of the continuance of the Advisory Contract for the coming year.

Costs of Services Provided to the Fund and Profits Realized by BFA and its Affiliates — The Board reviewed information about the profitability to BlackRock of the Fund, based on the fees payable to BFA and its affiliates (including fees under the

Board Review and Approval of Investment Advisory Contract (Continued)

iSHARES® TRUST

Advisory Contract), and all other sources of revenue and expense to BFA and its affiliates from the Funds' operations for the last calendar year. The Board reviewed BlackRock's profitability methodology for the iShares funds, noting that the 15(c) Committee had focused on the methodology and profitability presentation during its meetings. The Board discussed the sources of direct and ancillary revenue with management, including the revenues to BTC from securities lending by the Fund. The Board also discussed BFA's profit margin as reflected in the Fund's profitability analysis and reviewed information regarding potential economies of scale (as discussed below). Based on this review, the Board concluded that the profits realized by BFA and its affiliates under the Advisory Contract and from other relationships between the Fund and BFA and/or its affiliates, if any, were within a reasonable range in light of the factors considered.

Economies of Scale — The Board reviewed information regarding potential economies of scale or other efficiencies that may result from increases in the Fund's assets, noting that the issue of economies of scale had been focused on extensively by the 15(c) Committee during its meetings and addressed by management. The Board and the 15(c) Committee reviewed information provided by BFA regarding scale benefits shared with the iShares funds through relatively low fee rates established at inception, breakpoints, waivers, or other fee reductions, as well as through additional investment in the iShares business and the provision of improved or additional infrastructure and services to the iShares funds and their shareholders. The Board and the 15(c) Committee received information regarding BlackRock's historical profitability, including BFA's and its affiliates' costs in providing services. The cost information distinguished, among other things, between fixed and variable costs, and explained how the level of fixed and variable costs, as well as the nature of such costs, may impact the existence or size of scale benefits. The Board noted that the Advisory Contract for the Fund already provided for breakpoints in the Fund's investment advisory fee rate, and that, following negotiations, BFA and the Board had agreed to revise the Advisory Contract for the Fund to provide for additional breakpoints, as the assets of the Fund, on an aggregated basis with the assets of certain other iShares funds, increase. The Board noted that the revisions of the Advisory Contract to provide additional breakpoints had been subject to further negotiation after receipt of management's proposal, and that at the request of the Board, management had modified its initial proposal, in a manner more favorable to the Fund, regarding adding additional breakpoints to the Fund. The Board noted that it would continue to monitor the sharing of economies of scale to determine the appropriateness of adding new or revised breakpoints in the future.

Based on this review, as well as the other factors considered at the meeting, the Board, recognizing its responsibility to consider this issue periodically, determined to approve the continuance of the Advisory Contract for the coming year.

Fees and Services Provided for Other Comparable Funds/Accounts Managed by BFA and its Affiliates — The Board received and considered information regarding the investment advisory/management fee rates for other funds/accounts in the U.S. for which BFA (or its affiliates) provides investment advisory/management services, including open-end funds registered under the 1940 Act (including sub-advised funds), collective trust funds, and institutional separate accounts (together, the "Other Accounts"), and acknowledged BFA's assertion that the iShares funds are fundamentally different investment vehicles from the Other Accounts. The Board noted that BFA and its affiliates do not manage Other Accounts with substantially the same investment objective and strategy as the Fund and that track the same index as the Fund. The Board further noted that BFA provided the Board with detailed information regarding how the Other Accounts (particularly institutional clients) generally differ from the Fund, including in terms of the different and generally more extensive services provided to the Fund, as well as other significant differences. In that regard, the Board considered that the pricing of services to institutional clients is typically based on a number of factors beyond the nature and extent of the specific services to be provided and often depends on the overall relationship between the client and its affiliates and the adviser and its affiliates. In addition, the Board considered the relative complexity and inherent risks and challenges of managing and providing other services to the Fund, as a publicly traded exchange traded fund, as compared to the Other Accounts that are institutional clients in light of differing regulatory requirements and client-imposed mandates. The Board also considered the "all-inclusive" nature of the Fund's advisory fee structure, and the Fund expenses borne by BFA under this arrangement. The Board noted that the investment advisory fee rate under the Advisory

Board Review and Approval of Investment Advisory Contract (Continued)

iSHARES® TRUST

Contract for the Fund was generally higher than the investment advisory/management fee rates for certain of the Other Accounts (particularly institutional clients) and concluded that the differences appeared to be consistent with the factors discussed.

Other Benefits to BFA and/or its Affiliates — The Board reviewed the “fallout” benefits or ancillary revenue received by BFA and/or its affiliates in connection with the services provided to the Fund by BFA, such as payment of revenue to BTC, the Fund’s securities lending agent, for loaning portfolio securities (which was included in the profit margins reviewed by the Board pursuant to BFA’s profitability methodology), and payment of advisory fees and/or administration fees to BFA and BTC (or their affiliates) in connection with any investments by the Fund in other funds for which BFA (or its affiliates) provides investment advisory services and/or administration services. The Board noted that BFA generally does not use soft dollars or consider the value of research or other services that may be provided to BFA (including its affiliates) in selecting brokers for portfolio transactions for the Fund. The Board further noted that any portfolio transactions on behalf of the Fund placed through a BFA affiliate or purchased from an underwriting syndicate in which a BFA affiliate participates, are reported to the Board pursuant to Rule 17e-1 or Rule 10f-3, as applicable, under the 1940 Act. The Board concluded that any such ancillary benefits would not be disadvantageous to the Fund’s shareholders and thus would not alter the Board’s conclusion with respect to the appropriateness of approving the continuance of the Advisory Contract for the coming year.

Based on the considerations described above, the Board determined that the Fund’s investment advisory fee rate under the Advisory Contract does not constitute a fee that is so disproportionately large as to bear no reasonable relationship to the services rendered and that could not have been the product of arm’s-length bargaining, and concluded that it is in the best interest of the Fund and its shareholders to approve the continuance of the Advisory Contract for the coming year.

IV. iShares International Dividend Growth ETF

Under Section 15(c) of the Investment Company Act of 1940 (the “1940 Act”), the Trust’s Board of Trustees (the “Board”), including a majority of Trustees who are not “interested persons” of the Trust (as that term is defined in the 1940 Act) (the “Independent Trustees”), is required to consider and approve the proposed Investment Advisory Contract between the Trust and BFA (the “Advisory Contract”) on behalf of the Fund. The Independent Trustees requested, and BFA provided, such information as the Independent Trustees, with advice from independent counsel, deemed reasonably necessary to evaluate the terms of the proposed Advisory Contract.

At a meeting held on March 23-24, 2016, the Board, including all of the Independent Trustees, approved the selection of BFA as investment adviser and approved the proposed Advisory Contract for the Fund, based on its review of qualitative and quantitative information provided by BFA. The Board also considered information previously provided by BFA, BlackRock Institutional Trust Company, N.A. (“BTC”), and BlackRock, Inc. (“BlackRock”), as applicable, at prior Board meetings. The Independent Trustees were advised by their independent counsel throughout the process, including about the legal standards applicable to their review.

In selecting BFA and approving the Advisory Contract for the Fund, the Board, including the Independent Trustees, considered the following factors, no one of which was controlling, and made the following conclusions:

Expenses of the Fund — The Board reviewed statistical information prepared by Broadridge, an independent provider of investment company data, regarding the expense ratio components, including actual advisory fees, waivers/reimbursements, and gross and net total expenses of the Fund in comparison with the same information for other exchange traded funds (including, where applicable, funds sponsored by an “at cost” service provider) and, in the limited instances where no comparable ETFs existed and the comparison group would not otherwise be reasonable in Broadridge’s judgment, pure index institutional mutual funds, objectively selected by Broadridge as comprising the Fund’s applicable peer group pursuant to Broadridge’s proprietary ETF methodology (the “Peer Group”). The Board was provided with a detailed description of Broadridge’s proprietary ETF

Board Review and Approval of Investment Advisory Contract (Continued)

iSHARES® TRUST

methodology used by Broadridge to determine the Fund's Peer Group. The Board further noted that due to the limitations in providing comparable funds in the Peer Group, the statistical information provided in Broadridge's report may or may not provide meaningful direct comparisons to the Fund in all instances.

The Board also noted that the investment advisory fee rate and overall expenses (net of waivers and reimbursements) for the Fund were lower than the median of the investment advisory fee rates and overall expenses (net of waivers and reimbursements) of the funds in its Peer Group.

Based on this review, the other factors considered at the meeting, and their general knowledge of ETF pricing, the Board concluded that the proposed investment advisory fee and expense level of the Fund supported the Board's approval of the Advisory Contract.

Nature, Extent and Quality of Services to be Provided by BFA — The Board reviewed the scope of services to be provided by BFA under the Advisory Contract. In reviewing the scope of these services, the Board considered BFA's investment philosophy and experience, noting that BFA and its affiliates have committed significant resources over time, including during the past year, to supporting iShares funds and their shareholders. The Board acknowledged that resources to support the iShares funds and their shareholders have been added or enhanced in recent years. The Board considered representations by BFA, BTC, and BlackRock that the scope and quality of services to be provided to the Fund would be similar to the scope and quality of services provided to other iShares funds. The Board also considered BFA's compliance program and its compliance record with respect to other iShares funds. In that regard, the Board noted that BFA reports to the Board about portfolio management and compliance matters on a periodic basis in connection with regularly scheduled meetings of the Board, and on other occasions as necessary and appropriate, and has provided information and made appropriate officers available as needed to provide further assistance with these matters. The Board also reviewed the background and experience of the persons who will be responsible for the day-to-day management of the Fund, as well as the resources that will be available to them in managing the Fund. In addition to the above considerations, the Board reviewed and considered detailed presentations regarding BFA's investment performance, investment and risk management processes and strategies provided throughout the previous year, and matters related to BFA's portfolio compliance policies and procedures.

Based on the review of this information, the Board concluded that the nature, extent and quality of services to be provided by BFA to the Fund under the Advisory Contract supported the Board's approval of the Advisory Contract.

Costs of Services to be Provided to the Fund and Profits to be Realized by BFA and its Affiliates — The Board did not consider the profitability of the Fund to BFA based on the fees payable under the Advisory Contract or revenue to be received by BFA or its affiliates in connection with services to be provided to the Fund since the proposed relationship had not yet commenced. The Board noted that it expects to receive profitability information from BFA periodically following the Fund's launch and will thus be in a position to evaluate whether, in the future, any adjustments in the Fund's fees would be appropriate.

Economies of Scale — The Board reviewed information regarding potential economies of scale or other efficiencies that may result from increases in the Fund's assets. The Board noted that it had previously received and considered information regarding scale benefits shared with the iShares funds through relatively low fee rates established at inception, breakpoints, waivers, or other fee reductions, as well as through additional investment in the iShares business and the provision of improved or additional infrastructure and services to the iShares funds and their shareholders. The Board noted that the Advisory Contract for the Fund did not provide for any breakpoints in the Fund's investment advisory fee rate as the assets of the Fund increase. However, the Board further noted that should material economies of scale exist in the future, a breakpoint structure for the Fund may be appropriate, and that it would continue to monitor the sharing of economies of scale to determine the appropriateness of adding breakpoints in the future.

Board Review and Approval of Investment Advisory Contract (Continued)

iSHARES® TRUST

Based on this review, as well as the other factors considered at the meeting, the Board, recognizing its responsibility to consider this issue periodically, determined to approve the Advisory Contract.

Fees and Services Provided for Other Comparable Funds/Accounts Managed by BFA and its Affiliates — The Board received and considered information regarding the investment advisory/management fee rates for other funds/accounts in the U.S. for which BFA (or its affiliates) provides investment advisory/management services, including open-end and closed-end funds registered under the 1940 Act (including sub-advised funds), collective trust funds, separately managed accounts, and institutional separate accounts (together, the “Other Accounts”), and acknowledged BFA’s assertion that the iShares funds are fundamentally different investment vehicles from the Other Accounts. The Board noted that BFA and its affiliates do not manage Other Accounts that track the same index as the Fund. The Board further noted that BFA previously provided the Board with detailed information regarding how the Other Accounts (particularly institutional clients) generally differ from the iShares funds, including in terms of the different, generally more extensive services provided to the iShares funds, as well as other significant differences in the approach of BFA and its affiliates to the iShares funds, on one hand, and the Other Accounts, on the other. In that regard, the Board considered that the pricing of services to institutional clients is typically based on a number of factors beyond the nature and extent of the specific services to be provided and often depends on the overall relationship between the client and its affiliates and the adviser and its affiliates. In addition, the Board considered the relative complexity and inherent risks and challenges of managing and providing other services to the Fund, as a publicly traded exchange traded fund, as compared to the Other Accounts that are institutional clients in light of differing regulatory requirements and client-imposed mandates. The Board also considered the “all-inclusive” nature of the Fund’s advisory fee structure and the Fund expenses to be borne by BFA under this arrangement. The Board noted that the investment advisory fee rate under the Advisory Contract for the Fund was generally higher than the investment advisory/management fee rates for the Other Accounts that are institutional clients of BFA (or its affiliates) and concluded that the differences appeared to be consistent with the factors discussed.

Other Benefits to BFA and/or its Affiliates — Except as noted below, the Board did not consider the “fallout” benefits or ancillary revenue to be received by BFA and/or its affiliates in connection with the services to be provided to the Fund by BFA since the proposed relationship had not yet commenced. However, the Board noted that BFA generally does not use soft dollars or consider the value of research or other services that may be provided to BFA (including its affiliates) in selecting brokers for portfolio transactions for the Fund. The Board considered the potential payment of advisory fees and/or administration fees to BFA and BTC (or their affiliates) in connection with any investments by the Fund in other funds for which BFA (or its affiliates) provides investment advisory services and/or administration services. The Board also considered the potential for revenue to BTC, the Fund’s securities lending agent, and its affiliates in the event of any loaning of portfolio securities of the Fund. The Board further noted that any portfolio transactions on behalf of the Fund placed through a BFA affiliate or purchased from an underwriting syndicate in which a BFA affiliate participates will be reported to the Board pursuant to Rule 17e-1 or Rule 10f-3, as applicable, under the 1940 Act. The Board concluded that the existence of any such ancillary benefits would not alter the Board’s conclusion with respect to the appropriateness of approving the Advisory Contract.

Based on the considerations described above, the Board determined that the investment advisory fee rate under the Advisory Contract does not constitute a fee that is so disproportionately large as to bear no reasonable relationship to the services to be rendered and that could not have been the product of arm’s-length bargaining and concluded that it is in the best interests of the Fund and its shareholders to approve the Advisory Contract.

V. iShares Latin America 40 ETF

Under Section 15(c) of the Investment Company Act of 1940 (the “1940 Act”), the Trust’s Board of Trustees (the “Board”), including a majority of Trustees who are not “interested persons” of the Trust (as that term is defined in the 1940 Act) (the “Independent Trustees”), is required annually to consider and approve the Investment Advisory Contract between the Trust and

Board Review and Approval of Investment Advisory Contract (Continued)

iSHARES® TRUST

BFA (the “Advisory Contract”) on behalf of the Fund. The Independent Trustees requested, and BFA provided, such information as the Independent Trustees, with advice from independent counsel, deemed reasonably necessary to evaluate the Advisory Contract. A committee of all of the Independent Trustees (the “15(c) Committee”), with independent counsel, met with management on April 28, 2016 and May 9, 2016. At these meetings, the 15(c) Committee reviewed and discussed information provided in response to the 15(c) Committee’s initial requests, and requested certain additional information, which management agreed to provide. At a meeting held on May 17, 2016, management presented information to the Board relating to the continuance of the Advisory Contract, including information requested by the 15(c) Committee during its meetings. The Board, including the Independent Trustees, reviewed and discussed such information at length. The Independent Trustees requested from management certain additional information, which management agreed to provide. At a meeting held on June 21-23, 2016, the Board, including the Independent Trustees, reviewed the additional information provided by management in response to these requests. After extensive discussions, the Board, including all of the Independent Trustees, approved the continuance of the Advisory Contract for the Fund, based on a review of qualitative and quantitative information provided by BFA, including the additional information management provided at the request of the Independent Trustees. The Board noted its satisfaction with the extent and quality of information provided and its frequent interactions with management, as well as the detailed responses and other information provided by BFA. The Board also noted that the Board and BFA agreed to discuss potential enhancements and adjustments to the 15(c) process for the coming year. The Independent Trustees were advised by their independent counsel throughout the process, including about the legal standards applicable to their review. In approving the Advisory Contract for the Fund, the Board, including the Independent Trustees, considered the following factors, no one of which was controlling, and reached the following conclusions:

Expenses and Performance of the Fund — The Board reviewed statistical information prepared by Broadridge Financial Solutions Inc. (“Broadridge”), an independent provider of investment company data, regarding the expense ratio components, including gross and net total expenses, waivers/reimbursements (if any), and underlying fund fees and expenses (if any) of the Fund in comparison with the same information for other exchange traded funds (including, where applicable, funds sponsored by an “at cost” service provider) and, in the limited instances where no comparable ETFs existed and the comparison group would not otherwise be reasonable in Broadridge’s judgment, pure index institutional mutual funds, objectively selected by Broadridge as comprising the Fund’s applicable peer group pursuant to Broadridge’s proprietary ETF methodology (the “Peer Group”). The Board was provided with a detailed description of Broadridge’s proprietary ETF methodology used by Broadridge to determine the Fund’s Peer Group. The Board further noted that due to the limitations in providing comparable funds in the Peer Group, the statistical information provided in Broadridge’s report may or may not provide meaningful direct comparisons to the Fund in all instances.

The Board also noted that the investment advisory fee rate and overall expenses (net of waivers and reimbursements) for the Fund were lower than the median of the investment advisory fee rates and overall expenses (net of waivers and reimbursements) of the funds in its Peer Group, excluding iShares funds.

In addition, to the extent that any of the comparison funds included in the Peer Group, excluding iShares funds, track the same index as the Fund, Broadridge also provided, and the Board reviewed, a comparison of the Fund’s performance for the one-, three-, five-, ten-year, and since inception periods, as applicable, and for the “last quarter” period ended December 31, 2015, to that of such relevant comparison funds for the same periods.

The Board noted that the Fund seeks to track its own underlying index and that, during the year, the Board received periodic reports on the Fund’s short- and longer-term performance in comparison with its underlying index. Such periodic comparative performance information, including additional detailed information on certain specific iShares funds requested by the Board, was also considered. The Board noted that the Fund generally performed in line with its underlying index over the relevant periods.

Board Review and Approval of Investment Advisory Contract (Continued)

iSHARES® TRUST

Based on this review, the other factors considered at the meeting, and their general knowledge of ETF pricing, the Board concluded that the investment advisory fee rate and expense level and the historical performance of the Fund supported the Board's approval of the continuance of the Advisory Contract for the coming year.

Nature, Extent and Quality of Services Provided by BFA — Based on management's representations, including information about recent and proposed enhancements to the iShares business, including with respect to capital markets support and analysis, product design and other services, the Board expected that there would be no diminution in the scope of services required of or provided by BFA under the Advisory Contract for the coming year as compared to the scope of services provided by BFA during prior years. In reviewing the scope of these services, the Board considered BFA's investment philosophy and experience, noting that BFA and its affiliates have committed significant resources over time, including during the past year, to supporting the iShares funds and their shareholders. The Board also considered BFA's compliance program and its compliance record with respect to the Fund. In that regard, the Board noted that BFA reports to the Board about portfolio management and compliance matters on a periodic basis in connection with regularly scheduled meetings of the Board, and on other occasions as necessary and appropriate, and has provided information and made appropriate officers available as needed to provide further assistance with these matters. The Board also reviewed the background and experience of the persons responsible for the day-to-day management of the Fund, as well as the resources available to them in managing the Fund. In addition to the above considerations, the Board reviewed and considered detailed presentations regarding BFA's investment performance, investment and risk management processes and strategies provided at the June 21-23, 2016 meeting and throughout the previous year, and matters related to BFA's portfolio compliance policies and procedures. The Board noted that the Fund had met its investment objective consistently since its inception date.

Based on review of this information, and the performance information discussed above, the Board concluded that the nature, extent and quality of services provided by BFA to the Fund under the Advisory Contract supported the Board's approval of the continuance of the Advisory Contract for the coming year.

Costs of Services Provided to the Fund and Profits Realized by BFA and its Affiliates — The Board reviewed information about the profitability to BlackRock of the Fund, based on the fees payable to BFA and its affiliates (including fees under the Advisory Contract), and all other sources of revenue and expense to BFA and its affiliates from the Funds' operations for the last calendar year. The Board reviewed BlackRock's profitability methodology for the iShares funds, noting that the 15(c) Committee had focused on the methodology and profitability presentation during its meetings. The Board discussed the sources of direct and ancillary revenue with management, including the revenues to BTC from securities lending by the Fund. The Board also discussed BFA's profit margin as reflected in the Fund's profitability analysis and reviewed information regarding potential economies of scale (as discussed below). Based on this review, the Board concluded that the profits realized by BFA and its affiliates under the Advisory Contract and from other relationships between the Fund and BFA and/or its affiliates, if any, were within a reasonable range in light of the factors considered.

Economies of Scale — The Board reviewed information regarding potential economies of scale or other efficiencies that may result from increases in the Fund's assets, noting that the issue of economies of scale had been focused on extensively by the 15(c) Committee during its meetings and addressed by management. The Board and the 15(c) Committee reviewed information provided by BFA regarding scale benefits shared with the iShares funds through relatively low fee rates established at inception, breakpoints, waivers, or other fee reductions, as well as through additional investment in the iShares business and the provision of improved or additional infrastructure and services to the iShares funds and their shareholders. The Board and the 15(c) Committee received information regarding BlackRock's historical profitability, including BFA's and its affiliates' costs in providing services. The cost information distinguished, among other things, between fixed and variable costs, and explained how the level of fixed and variable costs, as well as the nature of such costs, may impact the existence or size of scale benefits. The Board noted that the Advisory Contract for the Fund already provided for breakpoints in the Fund's investment advisory fee rate

Board Review and Approval of Investment Advisory Contract (Continued)

iSHARES® TRUST

as the assets of the Fund, on an aggregated basis with the assets of certain other iShares funds, increase. The Board noted that it would continue to monitor the sharing of economies of scale to determine the appropriateness of adding new or revised breakpoints in the future.

Based on this review, as well as the other factors considered at the meeting, the Board, recognizing its responsibility to consider this issue periodically, determined to approve the continuance of the Advisory Contract for the coming year.

Fees and Services Provided for Other Comparable Funds/Accounts Managed by BFA and its Affiliates — The Board received and considered information regarding the investment advisory/management fee rates for other funds/accounts in the U.S. for which BFA (or its affiliates) provides investment advisory/management services, including open-end funds registered under the 1940 Act (including sub-advised funds), collective trust funds, and institutional separate accounts (together, the “Other Accounts”), and acknowledged BFA’s assertion that the iShares funds are fundamentally different investment vehicles from the Other Accounts. The Board noted that BFA and its affiliates do not manage Other Accounts with substantially the same investment objective and strategy as the Fund and that track the same index as the Fund. The Board further noted that BFA provided the Board with detailed information regarding how the Other Accounts (particularly institutional clients) generally differ from the Fund, including in terms of the different and generally more extensive services provided to the Fund, as well as other significant differences. In that regard, the Board considered that the pricing of services to institutional clients is typically based on a number of factors beyond the nature and extent of the specific services to be provided and often depends on the overall relationship between the client and its affiliates and the adviser and its affiliates. In addition, the Board considered the relative complexity and inherent risks and challenges of managing and providing other services to the Fund, as a publicly traded exchange traded fund, as compared to the Other Accounts that are institutional clients in light of differing regulatory requirements and client-imposed mandates. The Board also considered the “all-inclusive” nature of the Fund’s advisory fee structure, and the Fund expenses borne by BFA under this arrangement. The Board noted that the investment advisory fee rate under the Advisory Contract for the Fund was generally higher than the investment advisory/management fee rates for certain of the Other Accounts (particularly institutional clients) and concluded that the differences appeared to be consistent with the factors discussed.

Other Benefits to BFA and/or its Affiliates — The Board reviewed the “fallout” benefits or ancillary revenue received by BFA and/or its affiliates in connection with the services provided to the Fund by BFA, such as payment of revenue to BTC, the Fund’s securities lending agent, for loaning portfolio securities (which was included in the profit margins reviewed by the Board pursuant to BFA’s profitability methodology), and payment of advisory fees and/or administration fees to BFA and BTC (or their affiliates) in connection with any investments by the Fund in other funds for which BFA (or its affiliates) provides investment advisory services and/or administration services. The Board noted that BFA generally does not use soft dollars or consider the value of research or other services that may be provided to BFA (including its affiliates) in selecting brokers for portfolio transactions for the Fund. The Board further noted that any portfolio transactions on behalf of the Fund placed through a BFA affiliate or purchased from an underwriting syndicate in which a BFA affiliate participates, are reported to the Board pursuant to Rule 17e-1 or Rule 10f-3, as applicable, under the 1940 Act. The Board concluded that any such ancillary benefits would not be disadvantageous to the Fund’s shareholders and thus would not alter the Board’s conclusion with respect to the appropriateness of approving the continuance of the Advisory Contract for the coming year.

Based on the considerations described above, the Board determined that the Fund’s investment advisory fee rate under the Advisory Contract does not constitute a fee that is so disproportionately large as to bear no reasonable relationship to the services rendered and that could not have been the product of arm’s-length bargaining, and concluded that it is in the best interest of the Fund and its shareholders to approve the continuance of the Advisory Contract for the coming year.

For more information visit www.iShares.com or call 1-800-474-2737

This report is intended for the Funds' shareholders. It may not be distributed to prospective investors unless it is preceded or accompanied by the current prospectus.

Investing involves risk, including possible loss of principal.

The iShares Funds are distributed by BlackRock Investments, LLC (together with its affiliates, "BlackRock").

The iShares Funds are not sponsored, endorsed, issued, sold or promoted by S&P Dow Jones Indices LLC or Morningstar Inc., nor do these companies make any representation regarding the advisability of investing in the iShares Funds. BlackRock is not affiliated with the companies listed above.

A description of the policies that the Funds use to determine how to vote proxies relating to portfolio securities and information about how the Funds voted proxies relating to portfolio securities during the most recent twelve-month period ending June 30 is available without charge, upon request, by calling toll-free 1-800-474-2737; on the Funds' website at www.iShares.com; and on the U.S. Securities and Exchange Commission (SEC) website at www.sec.gov.

The Funds file their complete schedules of portfolio holdings with the SEC for the first and third quarters of each fiscal year on Form N-Q. The Funds' Forms N-Q are available on the SEC's website or may be reviewed and copied at the SEC's Public Reference Room in Washington, D.C. Information on the operation of the Public Reference Room may be obtained by calling 1-800-SEC-0330. The Funds also disclose their complete schedules of portfolio holdings on a daily basis on the Funds' website.

©2016 BlackRock, Inc. All rights reserved. **iSHARES** and **BLACKROCK** are registered trademarks of BlackRock, Inc. or its subsidiaries. All other marks are the property of their respective owners.

IS-SAR-304-0916

Go paperless. . . 
It's Easy, Economical and Green!
Go to www.icsdelivery.com

BLACKROCK®