

2009 ANNUAL REPORT TO SHAREHOLDERS
iSHARES® MSCI SERIES
JULY 31, 2009

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iShares MSCI EAFE Index Fund





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Management's Discussion of Fund Performance

iSHARES® MSCI EAFE INDEX FUND
(TICKER: EFA)

INVESTMENT OBJECTIVE

The **iShares MSCI EAFE Index Fund** (the "Fund") seeks investment results that correspond generally to the price and yield performance, before fees and expenses, of the MSCI EAFE® Index (the "Index"). The Index has been developed by MSCI Inc. as an equity benchmark for its international stock performance. The Index includes stocks from Europe, Australasia and the Far East. 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 12-month period ended July 31, 2009 (the "reporting period"), the total return for the Fund was (22.38)%, while the total return for the Index was (22.60)%.

MARKET OVERVIEW AND DISCUSSION OF PERFORMANCE

Most international markets declined during the reporting period, as reduced U.S. consumer spending exerted downward pressure on European and Japanese exporters. Europe's unemployment rate hit 9.4% in June, its highest rate in ten years, and the region's gross domestic product (GDP) declined during the period. On the positive side, inflation in the "Eurozone" was historically low at the end of the reporting period. Meanwhile, the United Kingdom economy also declined, although more moderately than in Continental Europe.

In Japan, exports dropped about 50% in the first half of 2009 as GDP declined a record 13.5% during the fourth quarter of 2008 and 14.2% in the first quarter of 2009. However, Japan's economy was showing signs of recovery by June. Manufacturers were boosting production after months of cutbacks. The yen also strengthened. In addition, the Bank of Japan declared the economy was showing signs of "leveling out."

Australia's economy, though weakened, did not enter a recession during the reporting period. Australian GDP contracted 0.6% in the fourth quarter of 2008, but grew 0.4% in the first quarter of 2009. Australia benefited from its close economic ties to China, whose economy held up relatively well during the period.

Value-oriented stocks generally outperformed growth stocks within the Index in the declining market environment. Overall, most market capitalizations and investment styles posted negative returns for the reporting period. However, markets rallied late in the period, helping to mitigate declines for the fiscal year, as business conditions appeared to gradually improve.

The ten largest holdings of the Fund represented approximately 14% of Fund net assets as of July 31, 2009. Only one company out of the top ten delivered a positive return as of July 31, 2009 – Telefonica SA, a telecommunications company based in Spain. HSBC Holdings PLC (banking), Total SA, a French oil company, and Vodafone Group PLC (mobile telecommunications), posted the most significant declines.

Management's Discussion of Fund Performance (Continued)

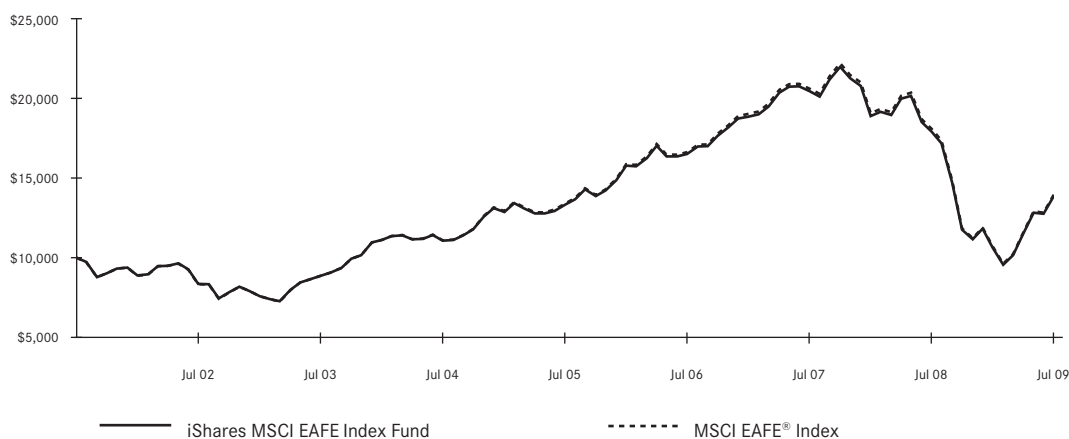
iSHARES® MSCI EAFE INDEX FUND

PERFORMANCE AS OF JULY 31, 2009

Average Annual Total Returns								
Year Ended 7/31/09			Five Years Ended 7/31/09			Inception to 7/31/09		
NAV	MARKET	INDEX	NAV	MARKET	INDEX	NAV	MARKET	INDEX
(22.38)%	(21.53)%	(22.60)%	4.69%	4.75%	4.80%	4.22%	4.28%	4.31%

Cumulative Total Returns								
Year Ended 7/31/09			Five Years Ended 7/31/09			Inception to 7/31/09		
NAV	MARKET	INDEX	NAV	MARKET	INDEX	NAV	MARKET	INDEX
(22.38)%	(21.53)%	(22.60)%	25.73%	26.09%	26.42%	38.99%	39.57%	39.98%

GROWTH OF \$10,000 INVESTMENT (SINCE INCEPTION AT NET ASSET VALUE)



Total returns for the period since inception are calculated from the inception date of the Fund (8/14/01). "Average Annual Total Returns" represent the average annual change in value of an investment over the period(s) indicated. "Cumulative Total Returns" represent the total change in value of an investment over the period(s) indicated.

The Fund's per share net asset value or "NAV" is the value of one share of the Fund as calculated in accordance with the standard formula for valuing mutual fund shares. The NAV return is based on the NAV of the Fund and the market return is based on the market price per share of the Fund. 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 the Fund are listed for trading, as of the time that the Fund's NAV is calculated. Since shares of the Fund did not trade in the secondary market until after the Fund's inception, for the period from inception to the first day of secondary market trading in shares of the Fund (8/17/01), the NAV of the Fund is used as a proxy for the Market Price to calculate market returns. Market and NAV returns assume that dividends and capital gain distributions have been reinvested in the Fund at Market Price and NAV, respectively.

An index is a statistical composite that tracks a specified financial market or sector. Unlike the Fund, an index does not actually hold a portfolio of securities and therefore does not incur the expenses incurred by the Fund. These expenses negatively impact the performance of the Fund. 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. The performance shown in the table(s) and chart(s) above 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 the redemption or sale of fund shares. The investment return and principal value of shares of the Fund will vary with changes in market conditions. Shares of the Fund may be worth more or less than their original cost when they are redeemed or sold in the market. The Fund's past performance is no guarantee of future results.

Management's Discussion of Fund Performance (Continued)

iSHARES® MSCI EAFE INDEX FUND

PORTFOLIO ALLOCATION As of 7/31/09

<i>Sector</i>	<i>Percentage of Net Assets</i>
Financial	24.86%
Consumer Non-Cyclical	18.29
Industrial	11.67
Consumer Cyclical	10.26
Basic Materials	8.95
Communications	8.59
Energy	8.13
Utilities	5.88
Technology	2.08
Diversified	0.92
Short-Term and Other Net Assets	0.37
TOTAL	<u>100.00%</u>

TEN LARGEST FUND HOLDINGS As of 7/31/09

<i>Security</i>	<i>Percentage of Net Assets</i>
HSBC Holdings PLC (United Kingdom)	1.91%
BP PLC (United Kingdom)	1.69
Nestle SA Registered (Switzerland)	1.63
Total SA (France)	1.29
Banco Santander SA (Spain)	1.26
Toyota Motor Corp. (Japan)	1.25
Roche Holding AG Genusschein (Switzerland)	1.22
Vodafone Group PLC (United Kingdom)	1.17
BHP Billiton Ltd. (Australia)	1.16
Telefonica SA (Spain)	1.15
TOTAL	<u>13.73%</u>

Shareholder Expenses (Unaudited)

iSHARES® MSCI EAFE INDEX FUND

As a shareholder of the 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 following Example is intended to help you understand your ongoing costs (in dollars and cents) of investing in the Fund and to compare these costs with the ongoing costs of investing in other Funds.

The Example is based on an investment of \$1,000 invested at the beginning of the period and held for the entire period from February 1, 2009 to July 31, 2009.

ACTUAL EXPENSES

The first line in the table below provides information about actual account values and actual expenses. You may use the information in this line, together with the amount you invested, to estimate the expenses that you paid 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 in the first line under the heading entitled “Expenses Paid During Period” to estimate the expenses you paid on your account during this period.

HYPOTHETICAL EXAMPLE FOR COMPARISON PURPOSES

The second line in the table below provides information about hypothetical account values and hypothetical expenses based on the Fund’s actual expense ratio and an assumed rate of return of 5% per year before expenses, which is not the Fund’s actual return. The hypothetical account values and expenses may not be used to estimate the actual ending account balance or expenses you paid for the period. 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 second line in the table is 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.

	<i>Beginning Account Value (2/1/09)</i>	<i>Ending Account Value (7/31/09)</i>	<i>Annualized Expense Ratio</i>	<i>Expenses Paid During Period^a (2/1/09 to 7/31/09)</i>
Actual	\$1,000.00	\$1,305.60	0.35%	\$2.00
Hypothetical (5% return before expenses)	1,000.00	1,023.10	0.35	1.76

^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 (181 days) and divided by the number of days in the year (365 days).

Schedule of Investments

iSHARES® MSCI EAFE INDEX FUND

July 31, 2009

<i>Security</i>	<i>Shares</i>	<i>Value</i>
COMMON STOCKS – 99.23%		
AUSTRALIA – 7.50%		
AGL Energy Ltd.	1,733,316 \$	21,470,784
Alumina Ltd.	8,306,272	11,808,267
Amcort Ltd.	3,303,534	13,594,645
AMP Ltd.	7,024,269	32,818,698
Aristocrat Leisure Ltd.	1,480,674	5,293,121
Arrow Energy Ltd. ^a	2,024,334	7,219,770
Asciano Group ^a	9,501,258	12,638,193
ASX Ltd.	673,712	21,048,200
Australia and New Zealand Banking Group Ltd.	8,107,996	124,902,993
AXA Asia Pacific Holdings Ltd.	3,581,760	12,655,209
Bendigo and Adelaide Bank Ltd.	1,027,144	7,002,113
BHP Billiton Ltd.	11,813,412	371,727,880
Billabong International Ltd. ^b	616,148	4,712,559
BlueScope Steel Ltd.	6,504,732	18,223,979
Boral Ltd.	2,588,248	10,737,183
Brambles Ltd.	4,984,616	24,822,323
Caltex Australia Ltd.	643,864	6,974,651
Coca-Cola Amatil Ltd.	2,472,054	19,174,476
Cochlear Ltd.	223,864	10,355,123
Commonwealth Bank of Australia	5,129,592	182,520,014
Computershare Ltd.	1,818,596	14,861,877
Crown Ltd. ^b	2,059,718	12,842,599
CSL Ltd.	2,184,234	55,474,613
CSR Ltd.	5,884,320	9,074,529
Dexus Property Group	18,853,276	11,441,780
Energy Resources of Australia Ltd.	237,718	4,999,960
Fairfax Media Ltd. ^b	8,736,333	10,712,852
Fortescue Metals Group Ltd. ^a	4,492,124	15,759,705
Foster's Group Ltd.	7,274,384	32,596,344
Goodman Fielder Ltd.	4,751,162	5,470,582
GPT Group	33,026,812	14,552,125
Harvey Norman Holdings Ltd. ^b	2,866,474	7,816,382
Incitec Pivot Ltd.	5,958,940	13,672,943
Insurance Australia Group Ltd.	7,349,004	22,422,212

<i>Security</i>	<i>Shares</i>	<i>Value</i>
James Hardie Industries NV ^a	1,966,770 \$	8,486,035
Leighton Holdings Ltd.	497,969	12,494,113
Lend Lease Corp. Ltd.	1,822,860	11,744,618
Lion Nathan Ltd.	1,026,558	9,993,653
Macquarie Airports	2,846,220	5,891,850
Macquarie Group Ltd. ^b Macquarie Infrastructure Group ^b	1,096,914	40,142,694
	9,217,702	11,111,548
Metcash Ltd.	1,936,922	6,891,913
Mirvac Group	9,396,790	9,960,327
National Australia Bank Ltd.	6,653,972	134,588,198
Newcrest Mining Ltd.	1,722,656	42,963,902
Nufarm Ltd.	531,934	4,793,701
OneSteel Ltd.	4,782,076	11,886,981
Orica Ltd.	1,332,500	24,880,601
Origin Energy Ltd.	3,095,664	37,316,914
OZ Minerals Ltd.	12,091,638	11,258,669
Paladin Energy Ltd. ^a	2,027,532	7,686,285
Qantas Airways Ltd.	3,510,775	6,771,344
QBE Insurance Group Ltd.	3,469,830	56,250,542
Rio Tinto Ltd.	1,561,690	78,417,983
Santos Ltd.	2,919,774	35,245,182
Sims Metal Management Ltd.	567,112	13,130,399
Sonic Healthcare Ltd.	1,284,530	12,494,360
Stockland Corp. Ltd.	8,666,580	22,695,628
Suncorp-Metway Ltd.	4,453,235	26,285,598
Tabcorp Holdings Ltd.	2,628,559	15,821,228
Tatts Group Ltd.	5,199,948	10,591,293
Telstra Corp. Ltd.	15,219,282	44,663,502
Toll Holdings Ltd.	2,383,576	13,454,968
Transurban Group	4,181,918	15,053,840
Wesfarmers Ltd.	3,551,912	76,332,001
Wesfarmers Ltd. Partially Protected	488,228	10,488,155
Westfield Group	7,157,124	67,414,350
Westpac Banking Corp.	10,012,938	180,553,113
Woodside Petroleum Ltd.	1,730,118	65,731,846
Woolworths Ltd.	4,276,792	96,887,676
WorleyParsons Ltd.	586,300	12,580,323
		<u>2,404,354,017</u>

Schedule of Investments (Continued)

iSHARES® MSCI EAFE INDEX FUND

July 31, 2009

<i>Security</i>	<i>Shares</i>	<i>Value</i>	<i>Security</i>	<i>Shares</i>	<i>Value</i>
AUSTRIA – 0.36%			Kone OYJ Class B		
Erste Group Bank AG ^b	667,316	\$ 23,169,677	Metso OYJ	434,928	9,119,797
Oesterreichische			Neste Oil OYJ ^b	524,667	7,378,959
Elektrizitaetswirtschafts			Nokia OYJ	13,127,790	173,835,373
AG Class A	358,176	17,361,820	Nokian Renkaat OYJ	421,070	8,847,125
OMV AG	562,848	22,223,680	Orion OYJ Class B	252,642	4,405,653
Raiffeisen International Bank			Outokumpu OYJ	471,172	9,185,056
Holding AG ^b	240,916	10,694,202	Pohjola Bank PLC	609,760	6,310,757
Telekom Austria AG	1,278,134	19,407,318	Rautaruukki OYJ	325,765	7,010,934
Vienna Insurance Group	207,870	9,548,529	Sampo OYJ Class A	1,583,010	32,879,177
voestalpine AG	420,004	11,593,619	Stora Enso OYJ Class R ^a	2,241,798	14,175,259
		113,998,845	UPM-Kymmene OYJ	1,948,648	20,305,813
			Wartsila OYJ Class B	299,546	10,659,502
					378,626,013
BELGIUM – 0.97%			FRANCE – 10.40%		
Anheuser-Busch InBev NV	2,562,664	101,421,249	Accor SA ^b	592,696	25,166,828
Belgacom SA	564,980	20,133,145	Aeroports de Paris	95,944	7,703,073
Colruyt SA	75,686	16,846,701	Air France-KLM ^{a,b}	489,294	6,126,034
Delhaize Group	366,177	26,045,627	Alcatel-Lucent ^a	8,430,994	23,188,901
Dexia SA ^{a,b}	1,858,038	14,517,260	ALSTOM	736,689	50,310,715
Fortis ^{a,b}	8,278,556	32,041,799	ArcelorMittal	3,071,146	109,941,460
Groupe Bruxelles Lambert SA	363,282	28,677,597	Atos Origin SA ^a	221,728	10,054,641
KBC Groep NV ^a	563,914	11,960,357	AXA	5,576,246	117,241,869
Mobistar SA	150,151	9,518,776	BNP Paribas	2,943,226	213,436,606
Solvay SA	236,545	23,062,822	Bouygues SA	777,114	32,925,900
UCB SA	398,430	13,105,080	Bureau Veritas SA	155,636	7,336,710
Umicore	549,458	14,271,172	Cap Gemini SA	535,143	24,578,054
		311,601,585	Carrefour SA	2,240,732	104,627,835
			Casino Guichard-Perrachon SA	167,362	11,472,366
DENMARK – 0.89%			Christian Dior SA	155,636	13,437,764
A.P. Moller - Maersk A/S Class A	1,072	6,450,146	CNP Assurances SA	120,458	10,948,663
A.P. Moller - Maersk A/S Class B	4,280	26,485,905	Compagnie de Saint-Gobain	1,310,115	52,843,472
Carlsberg A/S Class B	376,298	25,973,328	Compagnie Generale de		
Coloplast A/S Class B	139,646	10,183,920	Geophysique-Veritas ^a	475,436	9,584,982
Danske Bank A/S ^a	1,516,918	31,410,804	Compagnie Generale des		
DSV A/S ^{a,b}	721,285	9,888,424	Etablissements Michelin		
Novo Nordisk A/S Class B	1,607,528	94,122,045	Class B	528,736	37,975,519
Novozymes A/S Class B	179,088	16,009,942	Credit Agricole SA ^b	3,138,304	44,560,045
Topdanmark A/S ^a	101,270	13,767,868	Danone SA	1,969,968	105,139,554
Vestas Wind Systems A/S ^a	729,144	51,091,519	Dassault Systemes SA	289,952	14,428,889
		285,383,901	Eiffage SA ^b	138,580	9,189,968
			Electricite de France	817,622	40,310,609
FINLAND – 1.18%					
Elisa OYJ	585,234	10,678,438			
Fortum OYJ	1,619,254	37,305,082			
Kesko OYJ Class B	239,850	6,290,876			

Schedule of Investments (Continued)

iSHARES® MSCI EAFE INDEX FUND

July 31, 2009

<i>Security</i>	<i>Shares</i>	<i>Value</i>	<i>Security</i>	<i>Shares</i>	<i>Value</i>
Eramet	18,122	\$ 5,067,839	Vallourec SA ^b	192,946	\$ 25,248,590
Essilor International SA ^b	769,652	42,446,673	Veolia Environnement	1,328,236	45,439,362
Eurazeo	137,514	6,217,289	Vinci SA	1,434,836	72,642,665
European Aeronautic Defence and Space Co. ^b	1,473,212	27,946,088	Vivendi SA ^b	4,173,390	106,650,747
Eutelsat Communications	223,860	6,222,186			3,334,329,321
Fonciere des Regions	73,554	6,414,336	GERMANY – 7.63%		
France Telecom SA	6,436,508	159,785,040	Adidas AG	722,748	30,381,643
GDF Suez	4,235,218	160,950,095	Allianz SE Registered	1,607,528	157,711,839
Gecina SA	66,092	5,412,224	BASF SE	3,277,950	163,399,547
Hermes International ^b	196,144	29,323,869	Bayer AG	2,752,412	168,030,115
Icade	70,752	6,158,951	Bayerische Motoren Werke AG	1,210,976	55,677,810
Iliad SA ^b	57,564	6,112,691	Beiersdorf AG	329,631	16,510,923
Klepierre ^b	310,206	8,822,279	Celesio AG	382,694	10,140,529
Lafarge SA	688,824	49,493,086	Commerzbank AG ^{a,b}	2,608,502	20,340,121
Lagardere SCA	502,086	18,653,569	Daimler AG Registered	3,227,848	148,591,860
L'Air Liquide SA	875,186	90,900,638	Deutsche Bank AG Registered	1,982,760	127,593,922
L'Oreal SA	849,602	73,247,058	Deutsche Boerse AG	703,560	55,459,454
LVMH Moet Hennessy Louis Vuitton SA	830,414	74,512,548	Deutsche Lufthansa AG Registered	860,262	11,562,154
Natixis ^a	3,533,790	9,153,326	Deutsche Post AG Registered	3,000,790	47,244,779
Neopost SA	163,098	13,816,123	Deutsche Postbank AG ^a	328,328	9,021,138
PagesJaunes Groupe SA ^b	523,266	5,615,883	Deutsche Telekom AG Registered	10,034,258	127,892,363
Pernod Ricard SA ^b	730,210	56,442,115	E.ON AG	6,764,836	254,732,876
PPR SA	280,358	31,078,770	Fraport AG	110,864	5,057,970
PSA Peugeot Citroen SA ^a	611,884	18,460,369	Fresenius Medical Care AG & Co. KGaA	767,520	35,060,241
Publicis Groupe SA ^b	505,284	17,866,178	GEA Group AG	499,954	8,144,224
Renault SA ^a	672,646	28,533,025	Hannover Rueckversicherung AG Registered ^a	206,804	8,370,756
Safran SA	716,599	11,023,147	Hochtief AG	159,900	9,548,529
Sanofi-Aventis	3,736,330	243,458,478	K+S AG	540,462	30,174,531
Schneider Electric SA	838,942	75,812,995	Linde AG	483,964	45,436,188
SCOR SE	670,514	16,013,214	MAN SE	404,014	27,780,356
SES SA	1,073,462	21,093,544	Merck KGaA	259,038	23,981,498
Societe BIC	183,352	10,934,683	METRO AG	416,806	24,009,352
Societe Generale	1,628,848	104,033,931	Muenchener Rueckversicherungs- Gesellschaft AG Registered	737,672	110,952,580
Sodexo	398,684	20,879,753	Puma AG	34,112	8,600,266
STMicroelectronics NV	2,636,218	20,029,252	QIAGEN NV ^a	708,890	13,457,336
Suez Environnement SA	1,008,436	19,115,225	RWE AG	1,501,994	126,170,031
Technip SA	357,543	21,502,978			
Thales SA	375,232	15,778,680			
Total SA	7,495,046	413,461,608			
Unibail-Rodamco SE	287,820	50,027,764			

Schedule of Investments (Continued)

iSHARES® MSCI EAFE INDEX FUND

July 31, 2009

<i>Security</i>	<i>Shares</i>	<i>Value</i>	<i>Security</i>	<i>Shares</i>	<i>Value</i>
Salzgitter AG	155,636	\$ 15,699,457	Mongolia Energy Corp. Ltd. ^a	10,685,000	\$ 4,108,528
SAP AG	3,028,506	141,690,925	MTR Corp. Ltd.	6,951,000	25,202,818
Siemens AG Registered	2,915,510	231,474,001	New World		
SolarWorld AG ^b	295,282	7,141,931	Development Co. Ltd.	8,528,599	20,358,460
ThyssenKrupp AG	1,253,616	38,389,984	Noble Group Ltd.	5,360,000	7,768,385
TUI AG ^{a,b}	733,408	4,699,847	NWS Holdings Ltd.	3,216,000	6,199,578
United Internet AG Registered ^a	410,410	5,207,636	Orient Overseas		
Volkswagen AG	313,404	112,086,313	International Ltd.	1,070,000	5,991,961
Wacker Chemie AG	53,300	7,076,007	Shangri-La Asia Ltd.	4,288,000	6,838,624
		2,444,501,032	Sino Land Co. Ltd.	4,264,000	8,704,006
GREECE – 0.40%			Sun Hung Kai Properties Ltd.	5,330,000	81,084,251
Hellenic Telecommunications			Swire Pacific Ltd. Class A	4,280,000	48,073,754
Organization SA SP ADR	5,171,192	40,542,145	Wharf (Holdings) Ltd. (The)	6,396,375	30,083,402
National Bank of			Wing Hang Bank Ltd.	533,000	5,113,328
Greece SA SP ADR	14,977,826	88,818,508	Yue Yuen Industrial		
		129,360,653	Holdings Ltd.	2,132,000	5,790,750
					824,040,556
HONG KONG – 2.57%			IRELAND – 0.27%		
Bank of East Asia Ltd.	5,543,240	18,453,506	Anglo Irish Bank Corp. Ltd. ^c	3,570,811	506
BOC Hong Kong			CRH PLC	2,436,436	57,858,807
(Holdings) Ltd.	11,193,000	23,858,990	Elan Corp. PLC ^a	1,722,656	13,921,085
Cheung Kong (Holdings) Ltd.	6,420,000	82,921,013	Kerry Group PLC Class A	652,392	15,372,316
Chinese Estates Holdings Ltd. ^b	2,132,000	3,741,292	Ryanair Holdings PLC ^a	177,504	780,135
CLP Holdings Ltd.	6,396,000	43,492,520			87,932,849
Esprit Holdings Ltd. ^b	3,944,200	28,499,842	ITALY – 3.43%		
Foxconn International			A2A SpA	4,782,638	8,665,588
Holdings Ltd. ^a	7,492,000	5,239,533	Alleanza Assicurazioni SpA	1,964,638	14,692,803
Hang Lung Group Ltd.	2,132,000	11,045,064	Assicurazioni Generali SpA	3,770,442	85,475,251
Hang Lung Properties Ltd.	8,528,000	31,250,792	Atlantia SpA	942,344	20,681,407
Hang Seng Bank Ltd.	2,345,200	38,097,906	Autogrill SpA ^{a,b}	960,466	9,266,373
Henderson Land			Banca Carige SpA	1,997,684	5,661,601
Development Co. Ltd.	5,350,000	35,344,288	Banca Monte dei Paschi		
Hong Kong and China			di Siena SpA ^b	9,627,551	17,949,040
Gas Co. Ltd. (The)	15,990,432	35,777,072	Banca Popolare di Milano Scrl	1,689,610	10,174,651
Hong Kong Exchanges and			Banco Popolare SpA ^a	2,460,328	19,777,697
Clearing Ltd.	3,731,000	70,383,056	Enel SpA	23,969,008	129,556,608
Hongkong Electric			Eni SpA	9,153,742	211,926,130
Holdings Ltd.	5,350,000	29,511,100	Fiat SpA ^{a,b}	2,692,730	29,701,068
Hutchison Whampoa Ltd.	7,490,000	56,102,154	Finmeccanica SpA	1,597,980	24,105,304
Kerry Properties Ltd.	2,134,000	11,014,122	Intesa Sanpaolo SpA ^a	26,637,208	98,660,806
Li & Fung Ltd.	8,762,200	25,834,191	Italcementi SpA ^b	414,674	5,394,020
Link REIT (The)	7,995,000	18,156,270	Luxottica Group SpA ^a	550,056	13,694,024

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Mediaset SpA	2,833,428	\$ 17,042,515	Chugoku Electric Power		
Mediobanca SpA	1,739,712	24,294,795	Co. Inc. (The)	852,800	\$ 17,755,655
Mediolanum SpA ^b	1,262,144	7,171,039	Chuo Mitsui Trust Holdings Inc.	3,218,000	11,155,418
Parmalat SpA	6,406,495	15,922,163	Citizen Watch Co. Ltd.	1,279,200	6,906,968
Pirelli & C. SpA ^{a,b}	12,800,747	5,308,366	Coca-Cola West Co. Ltd.	378,600	7,369,565
Prysmian SpA	381,628	6,530,511	Cosmo Oil Co. Ltd.	1,066,000	3,169,053
Saipem SpA	858,130	23,115,662	Credit Saison Co. Ltd.	639,600	8,304,487
Snam Rete Gas SpA	5,615,688	24,462,144	Dai Nippon Printing Co. Ltd.	2,140,000	31,157,519
Telecom Italia SpA	34,414,744	53,573,071	Daicel Chemical Industries Ltd.	1,070,000	6,777,772
Tenaris SA	1,661,937	25,070,087	Daido Steel Co. Ltd.	1,433,000	5,900,898
Terna SpA	4,343,215	15,224,649	Daiichi Sankyo Co. Ltd.	2,451,895	44,301,270
UniCredit SpA ^a	50,319,464	146,604,563	Daikin Industries Ltd.	852,800	30,817,081
Unione di Banche			Daito Trust Construction		
Italiane ScpA	2,063,776	28,717,889	Co. Ltd.	319,800	15,654,898
		1,098,419,825	Daiwa House Industry Co. Ltd.	2,132,000	21,925,815
JAPAN – 22.99%			Daiwa Securities Group Inc.	5,350,000	31,472,242
Acom Co. Ltd. ^b	159,900	3,376,217	Dena Co. Ltd.	1,076	3,269,991
Advantest Corp.	534,200	11,588,035	Denso Corp.	1,599,000	46,947,896
AEON Co. Ltd.	2,238,600	21,634,666	Dentsu Inc. ^b	750,700	15,756,065
AEON Credit Service Co. Ltd.	533,090	6,036,777	DIC Corp.	3,210,000	4,484,794
Aioi Insurance Co. Ltd.	1,066,000	5,039,130	Dowa Holdings Co. Ltd.	1,070,000	4,855,717
Aisin Seiki Co. Ltd.	746,200	19,087,106	East Japan Railway Co.	1,172,600	66,886,055
Ajinomoto Co. Inc.	2,140,000	20,411,996	Eisai Co. Ltd.	963,000	34,091,181
All Nippon Airways Co. Ltd. ^b	2,136,000	5,923,673	Electric Power		
Amada Co. Ltd.	2,140,000	13,533,064	Development Co. Ltd.	535,000	15,792,321
Aozora Bank Ltd. ^a	3,198,000	4,400,840	Elpida Memory Inc. ^{a,b}	427,400	4,848,910
Asahi Breweries Ltd.	1,385,800	21,909,018	FamilyMart Co. Ltd.	321,000	10,385,839
Asahi Glass Co. Ltd.	3,613,000	31,197,920	Fanuc Ltd.	666,400	54,392,857
Asahi Kasei Corp.	4,280,000	21,985,609	Fast Retailing Co. Ltd.	213,200	27,524,849
Astellas Pharma Inc.	1,599,090	60,640,947	Fuji Electric Holdings Co. Ltd.	1,070,000	1,865,854
Bank of Kyoto Ltd. (The)	2,140,000	19,287,988	Fuji Heavy Industries Ltd.	2,132,000	8,555,323
Bank of Yokohama Ltd. (The)	5,367,000	28,922,433	Fuji Media Holdings Inc.	1,922	3,054,768
Benesse Corp.	321,000	13,825,306	FUJIFILM Holdings Corp.	1,705,600	55,363,244
Bridgestone Corp.	2,025,400	34,978,283	Fujitsu Ltd.	7,490,000	48,939,335
Brother Industries Ltd.	533,000	4,775,976	Fukuoka Financial Group Inc.	4,269,000	18,610,589
Canon Inc.	3,731,000	138,352,119	Furukawa Electric		
Casio Computer Co. Ltd.	852,800	6,960,719	Co. Ltd. (The)	2,140,000	10,273,439
Central Japan Railway Co.	5,350	32,090,446	GS Yuasa Corp. ^b	1,066,000	9,686,328
Chiba Bank Ltd. (The)	3,198,000	20,626,840	Gunma Bank Ltd.	2,140,000	12,364,095
Chubu Electric Power Co. Inc.	2,345,200	56,169,505	Hankyu Hanshin Holdings Inc.	4,276,000	19,584,390
Chugai Pharmaceutical Co. Ltd.	959,400	17,485,782	Hikari Tsushin Inc.	107,500	2,320,631
			Hino Motors Ltd.	1,070,000	3,551,867

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Hirose Electric Co. Ltd.	107,500	\$ 11,970,167	Keio Corp.	2,140,000	\$ 12,768,738
Hiroshima Bank Ltd. (The)	3,198,000	13,236,115	Keyence Corp.	117,649	23,098,480
Hitachi Construction Machinery Co. Ltd. ^b	320,200	5,647,521	Kikkoman Corp.	1,070,000	12,442,775
Hitachi Ltd.	11,726,000	39,170,839	Kinden Corp.	1,070,000	8,947,109
Hokkaido Electric Power Co. Inc.	213,200	4,118,649	Kintetsu Corp. ^b	6,420,000	29,741,268
Hokuhoku Financial Group Inc.	6,396,000	14,512,695	Kirin Holdings Co. Ltd.	3,210,000	47,747,886
Hokuriku Electric Power Co.	319,800	7,273,145	Kobe Steel Ltd.	10,700,000	20,569,358
Honda Motor Co. Ltd.	5,756,400	184,432,166	Komatsu Ltd.	3,210,000	52,232,681
Hoya Pentax HD Corp.	1,492,400	35,822,617	Konami Corp.	428,000	9,059,509
IBIDEN Co. Ltd.	535,000	17,703,136	Konica Minolta Holdings Inc.	2,140,000	23,266,979
Idemitsu Kosan Co. Ltd.	107,200	8,907,527	Kubota Corp.	4,280,000	38,306,214
IHI Corp. ^a	2,936,000	4,934,713	Kuraray Co. Ltd.	1,605,000	18,090,918
INPEX Corp.	3,198	24,322,202	Kurita Water Industries Ltd. ^b	428,200	14,124,145
Isetan Mitsukoshi Holdings Ltd. ^b	1,172,600	12,354,827	Kyocera Corp.	642,000	51,389,674
Isuzu Motors Ltd.	5,330,000	9,462,367	Kyowa Hakko Kirin Co. Ltd.	1,066,000	12,205,893
ITO EN Ltd. ^b	214,000	3,347,298	Kyushu Electric Power Co. Inc.	1,604,600	34,386,092
ITOCHU Corp.	5,350,000	39,789,905	Lawson Inc.	321,000	13,252,062
Itochu Techno-Solutions Corp.	214,000	6,406,849	Makita Corp.	428,800	10,585,430
J. Front Retailing Co. Ltd.	1,604,600	8,866,217	Marubeni Corp.	6,396,000	29,361,332
Japan Airlines Corp. ^{a,b}	2,140,000	3,619,308	Marui Group Co. Ltd.	1,172,600	8,363,836
Japan Real Estate Investment Corp.	1,072	8,918,788	Matsui Securities Co. Ltd.	426,400	4,044,742
Japan Steel Works Ltd. (The)	1,068,000	13,911,655	Mazda Motor Corp.	3,216,000	8,378,255
Japan Tobacco Inc.	15,994	46,035,569	Meiji Holdings Co. Ltd. ^a	250,652	10,058,203
JFE Holdings Inc.	1,705,675	68,266,419	Minebea Co. Ltd.	2,140,000	8,654,866
JGC Corp.	1,070,000	18,433,741	Mitsubishi Chemical Holdings Corp.	4,264,000	19,036,714
Joyo Bank Ltd. (The)	3,210,000	16,253,165	Mitsubishi Corp.	4,690,400	93,123,126
JS Group Corp.	1,070,480	16,507,849	Mitsubishi Electric Corp.	6,805,000	49,610,484
JSR Corp.	670,900	12,023,272	Mitsubishi Estate Co. Ltd.	4,269,000	70,720,237
Kajima Corp.	3,198,000	8,969,652	Mitsubishi Gas Chemical Co. Inc.	2,132,000	13,056,946
Kamigumi Co. Ltd.	1,070,000	8,868,428	Mitsubishi Heavy Industries Ltd. ^b	10,660,000	42,440,674
Kansai Electric Power Co. Inc. (The)	2,771,600	61,578,171	Mitsubishi Materials Corp.	4,264,000	11,511,613
Kao Corp.	2,132,000	48,039,708	Mitsubishi Motors Corp. ^{a,b}	12,828,000	23,582,121
Kawasaki Heavy Industries Ltd.	5,350,000	13,712,905	Mitsubishi UFJ Financial Group Inc.	32,513,080	193,312,708
Kawasaki Kisen Kaisha Ltd.	3,210,000	12,038,132	Mitsubishi UFJ Lease & Finance Co. Ltd.	223,860	6,819,623
KDDI Corp.	9,594	50,592,867	Mitsui & Co. Ltd.	6,076,200	75,765,002
Keihin Electric Express Railway Co. Ltd.	2,140,000	17,736,856	Mitsui Chemicals Inc.	2,140,000	7,800,620

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Mitsui Engineering & Shipbuilding Co. Ltd.	3,210,000	\$ 8,092,862	Nomura Holdings Inc.	8,954,400	\$ 77,978,860
Mitsui Fudosan Co. Ltd.	3,198,000	58,453,910	Nomura Real Estate Holdings Inc.	213,200	3,726,717
Mitsui Mining & Smelting Co. Ltd. ^{a,b}	3,210,000	8,800,987	NSK Ltd.	2,140,000	11,532,328
Mitsui O.S.K. Lines Ltd.	4,297,000	26,045,160	NTN Corp.	2,140,000	8,609,906
Mitsui Sumitomo Insurance Group Holdings Inc.	1,385,848	35,375,919	NTT Data Corp.	4,280	14,342,350
Mitsumi Electric Co. Ltd.	319,800	7,844,246	NTT DoCoMo Inc.	53,300	76,818,740
Mizuho Financial Group Inc. ^b	42,213,600	95,340,344	Obayashi Corp.	2,132,000	9,473,565
Mizuho Trust & Banking Co. Ltd. ^a	5,360,000	6,869,268	Oji Paper Co. Ltd.	3,210,000	13,859,026
Murata Manufacturing Co. Ltd.	856,000	41,723,199	Olympus Corp.	746,200	21,321,120
Namco Bandai Holdings Inc.	852,800	9,531,795	Omron Corp.	884,900	14,259,537
NEC Corp. ^a	6,437,000	22,449,540	Oracle Corp. Japan	106,600	4,266,463
NGK Insulators Ltd.	1,070,000	24,109,985	Oriental Land Co. Ltd.	214,000	14,252,429
NGK Spark Plug Co. Ltd.	1,070,000	11,734,650	ORIX Corp.	362,440	22,805,984
Nidec Corp.	428,000	30,797,836	Osaka Gas Co. Ltd.	7,490,000	24,784,390
Nikon Corp.	1,070,000	21,378,643	Panasonic Corp.	6,822,468	107,502,516
Nintendo Co. Ltd.	359,100	96,532,055	Promise Co. Ltd. ^b	373,100	3,907,566
Nippon Building Fund Inc.	2,144	19,143,863	Rakuten Inc.	24,518	15,659,377
Nippon Electric Glass Co. Ltd.	1,201,500	13,858,365	Resona Holdings Inc. ^b	1,705,600	25,047,837
Nippon Express Co. Ltd.	3,210,000	14,668,313	Ricoh Co. Ltd.	2,140,000	27,920,374
Nippon Meat Packers Inc.	1,070,000	13,038,500	Rohm Co. Ltd.	428,000	31,652,083
Nippon Mining Holdings Inc.	2,665,000	12,597,825	Sankyo Co. Ltd.	213,200	12,631,420
Nippon Oil Corp.	5,350,000	28,212,616	SANYO Electric Co. Ltd. ^{a,b}	6,407,000	14,268,438
Nippon Paper Group Inc.	320,700	8,220,054	Sapporo Hokuyo Holdings Inc. ^a	2,146,000	7,191,281
Nippon Sheet Glass Co. Ltd.	3,210,000	9,542,833	Sapporo Holdings Ltd.	2,140,000	12,858,659
Nippon Steel Corp.	18,211,000	72,503,482	SBI Holdings Inc. ^b	60,762	12,210,484
Nippon Telegraph and Telephone Corp.	1,705,600	70,055,108	Secom Co. Ltd.	746,200	31,746,520
Nippon Yusen Kabushiki Kaisha	4,264,000	18,140,869	Sega Sammy Holdings Inc.	746,238	9,783,130
Nipponkoa Insurance Co. Ltd.	2,144,000	12,725,038	Seiko Epson Corp.	533,000	8,152,193
Nishi-Nippon City Bank Ltd. (The)	4,265,000	10,752,666	Sekisui Chemical Co. Ltd.	2,140,000	12,566,416
Nissan Motor Co. Ltd.	8,741,200	63,266,839	Sekisui House Ltd.	2,140,000	20,052,314
Nisshin Seifun Group Inc.	1,127,200	13,628,942	Seven & I Holdings Co. Ltd.	2,665,080	62,151,138
Nisshin Steel Co. Ltd.	4,280,000	8,137,822	77 Bank Ltd. (The)	2,140,000	12,588,897
Nissin Foods Holdings Co. Ltd.	321,000	10,183,518	Sharp Corp.	4,280,000	47,343,243
Nitori Co. Ltd.	106,600	7,592,290	Shikoku Electric Power Co. Inc.	213,200	6,349,304
Nitto Denko Corp.	642,000	20,569,358	Shimamura Co. Ltd.	106,600	9,585,545
NOK Corp.	535,000	6,524,870	Shimano Inc.	321,000	13,083,460
			Shimizu Corp.	2,132,000	8,712,096
			Shin-Etsu Chemical Co. Ltd.	1,385,800	74,243,185
			Shinsei Bank Ltd. ^{a,b}	5,330,000	7,838,647
			Shionogi & Co. Ltd.	1,070,000	22,019,329
			Shiseido Co. Ltd.	1,070,000	17,354,693

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Shizuoka Bank Ltd. (The)	3,208,000	\$ 31,407,700	THK Co. Ltd.	319,800	\$ 5,220,539
Showa Denko K.K.	4,280,000	7,913,021	Tobu Railway Co. Ltd.	3,210,000	19,389,149
Showa Shell Sekiyu K.K.	852,800	9,487,002	Toho Co. Ltd.	746,200	13,200,282
SMC Corp.	214,000	24,008,824	Tohoku Electric Power Co. Inc.	1,818,600	37,653,874
SoftBank Corp.	2,675,400	56,630,401	Tokio Marine Holdings Inc.	2,451,800	70,827,775
Sojitz Corp.	4,690,400	9,755,756	Tokuyama Corp.	1,070,000	8,047,902
Sompo Japan Insurance Inc.	3,210,000	21,176,323	Tokyo Broadcasting System Holdings Inc.	179,100	2,797,644
Sony Corp.	3,517,800	98,850,937	Tokyo Electric Power Co. Inc. (The)	4,157,400	105,905,720
Sony Financial Holdings Inc.	3,201	9,808,621	Tokyo Electron Ltd.	641,400	33,419,234
Stanley Electric Co. Ltd.	670,900	13,841,563	Tokyo Gas Co. Ltd.	8,528,000	31,085,834
Sumco Corp.	426,400	7,950,628	Tokyo Steel Manufacturing Co. Ltd.	535,000	5,901,045
Sumitomo Chemical Co. Ltd.	6,420,000	31,629,602	Tokyo Tatemono Co. Ltd.	1,066,000	5,195,903
Sumitomo Corp.	3,944,200	38,822,579	Tokyu Corp.	4,280,000	20,861,600
Sumitomo Electric Industries Ltd.	2,558,400	31,686,051	Tokyu Land Corp.	2,140,000	8,587,425
Sumitomo Heavy Industries Ltd.	2,140,000	10,273,438	TonenGeneral Sekiyu K.K.	2,140,000	20,322,076
Sumitomo Metal Industries Ltd.	11,726,000	29,070,182	Toppan Printing Co. Ltd.	2,140,000	21,715,847
Sumitomo Metal Mining Co. Ltd.	1,066,000	15,957,246	Toray Industries Inc.	5,350,000	26,639,004
Sumitomo Mitsui Financial Group Inc. ^b	3,198,000	136,056,516	Toshiba Corp.	12,792,000	56,438,258
Sumitomo Realty & Development Co. Ltd.	1,463,000	29,968,486	Tosoh Corp.	2,140,000	6,227,008
Sumitomo Rubber Industries Inc.	533,000	4,602,406	TOTO Ltd.	2,140,000	14,589,632
Sumitomo Trust and Banking Co. Ltd. (The)	5,340,000	29,057,408	Toyo Seikan Kaisha Ltd.	639,600	13,639,246
Suruga Bank Ltd.	1,070,000	11,307,527	Toyoda Gosei Co. Ltd.	321,000	9,880,036
Suzuken Co. Ltd.	321,040	9,628,333	Toyota Industries Corp.	852,800	22,933,641
Suzuki Motor Corp.	1,172,600	29,439,718	Toyota Motor Corp.	9,594,000	402,122,590
T&D Holdings Inc.	906,100	26,461,033	Toyota Tsusho Corp.	749,000	11,440,160
Taiheiyo Cement Corp.	2,132,000	3,202,647	Trend Micro Inc. ^b	535,000	18,377,541
Taisei Corp.	2,132,000	4,815,169	Tsumura & Co.	213,200	6,853,217
Taisho Pharmaceutical Co. Ltd.	1,070,000	20,524,398	Ube Industries Ltd.	4,280,000	12,319,134
Taiyo Nippon Sanso Corp.	1,070,000	10,228,479	Uni-Charm Corp.	214,000	17,219,812
Takashimaya Co. Ltd.	2,232,000	18,288,356	Ushio Inc.	319,800	5,996,565
Takeda Pharmaceutical Co. Ltd.	2,665,000	107,221,493	USS Co. Ltd.	149,800	9,315,783
TDK Corp.	444,000	23,227,271	West Japan Railway Co.	7,490	23,761,542
Teijin Ltd.	3,210,000	10,116,077	Yahoo! Japan Corp.	51,168	16,689,599
Terumo Corp.	642,000	32,438,888	Yakult Honsha Co. Ltd.	319,800	7,004,391
			Yamada Denki Co. Ltd.	298,480	18,561,916
			Yamaguchi Financial Group Inc.	1,076,000	14,637,533
			Yamaha Corp.	670,700	8,856,242
			Yamaha Motor Co. Ltd.	857,700	10,613,694
			Yamato Holdings Co. Ltd.	2,140,000	31,629,602

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Yaskawa Electric Corp.	1,070,000	\$ 7,564,578	EDP Renovaveis SA ^{a,b}	866,658	\$ 8,851,586
Yokogawa Electric Corp.	852,800	6,647,173	Energias de Portugal SA	7,924,177	31,265,619
		<u>7,367,796,082</u>	Galp Energia SGPS SA Class B ^b	606,554	7,894,267
NETHERLANDS – 2.42%			Portugal Telecom SGPS		
Aegon NV	5,026,190	36,755,294	SA Registered	2,527,486	<u>25,470,404</u>
Akzo Nobel NV	875,186	47,764,402			117,369,116
ASML Holding NV	1,591,628	41,452,467	SINGAPORE – 1.44%		
Corio NV	141,778	7,815,104	CapitaLand Ltd. ^b	8,528,000	22,590,728
Fugro NV CVA	192,946	8,612,696	City Developments Ltd.	2,132,000	14,991,491
Heineken NV	850,398	33,770,306	ComfortDelGro Corp. Ltd.	11,770,000	12,651,087
ING Groep NV CVA	7,127,276	90,922,050	COSCO Corp.		
Koninklijke Ahold NV	4,320,498	48,874,455	(Singapore) Ltd. ^b	3,198,000	2,905,156
Koninklijke Boskalis			DBS Group Holdings Ltd.	6,446,000	62,043,952
Westminster NV	207,870	5,170,646	Fraser and Neave Ltd.	6,396,150	18,407,144
Koninklijke DSM NV	596,960	21,226,208	Genting Singapore PLC ^{a,b}	13,858,000	8,120,391
Koninklijke KPN NV	6,125,236	91,573,343	Golden Agri-Resources Ltd.	24,518,194	7,225,985
Koninklijke Philips			Keppel Corp. Ltd.	4,280,000	24,901,494
Electronics NV	3,594,552	81,538,818	Olam International Ltd.	4,288,000	7,552,803
Randstad Holding NV ^a	356,044	12,266,188	Oversea-Chinese		
Reed Elsevier NV	2,239,666	23,351,057	Banking Corp. Ltd.	10,701,200	58,030,848
SBM Offshore NV	561,748	10,687,933	Singapore Airlines Ltd.	1,857,200	17,386,499
TNT NV	1,418,266	33,509,092	Singapore Exchange Ltd. ^b	3,204,000	19,374,418
Unilever NV CVA	5,834,218	158,563,937	Singapore Press Holdings Ltd.	9,594,750	23,886,240
Wolters Kluwer NV	1,140,906	<u>22,321,769</u>	Singapore Technologies		
		776,175,765	Engineering Ltd.	7,462,000	13,609,140
NORWAY – 0.69%			Singapore		
DnB NOR ASA ^a	2,730,026	23,655,288	Telecommunications Ltd.	23,452,285	56,921,048
Norsk Hydro ASA ^a	2,316,418	13,546,524	United Overseas Bank Ltd.	5,350,000	65,592,733
Orkla ASA	3,063,684	24,157,511	UOL Group Ltd.	4,525,000	10,982,629
Renewable Energy Corp. ASA ^{a,b}	1,272,782	10,062,915	Wilmar International Ltd.	3,216,000	<u>13,358,649</u>
Seadrill Ltd.	963,530	15,401,704			460,532,435
StatoilHydro ASA	4,017,754	85,499,403	SPAIN – 4.65%		
Telenor ASA ^a	3,024,242	27,776,709	Abertis Infraestructuras SA	1,097,980	22,618,286
Yara International ASA	720,616	<u>22,241,596</u>	Acciona SA	116,194	13,961,210
		222,341,650	Acerinox SA	668,382	13,190,572
PORTUGAL – 0.37%			Actividades de		
Banco Comercial Portugues			Construccion y		
SA Registered	11,722,802	12,481,622	Servicios SA ^b	528,736	28,028,122
Banco Espirito Santo			Banco Bilbao Vizcaya		
SA Registered	2,736,422	16,996,362	Argentaria SA	12,513,774	204,380,964
BRISA – Auto-estradas			Banco de Sabadell SA ^b	3,178,812	21,091,640
de Portugal SA	1,749,306	14,409,256	Banco de Valencia SA	729,300	7,072,321

Schedule of Investments (Continued)

iSHARES® MSCI EAFE INDEX FUND

July 31, 2009

<i>Security</i>	<i>Shares</i>	<i>Value</i>	<i>Security</i>	<i>Shares</i>	<i>Value</i>
Banco Popular Espanol SA ^b	2,838,992	\$ 25,498,254	Millicom International		
Banco Santander SA	27,994,829	403,247,035	Cellular SA SDR ^a	281,424	\$ 20,975,558
Bankinter SA	1,057,472	11,948,870	Nordea Bank AB	11,179,142	107,413,550
Cintra Concesiones de			Sandvik AB	3,558,461	33,580,524
Infraestructuras de			Scania AB Class B	1,067,066	12,376,577
Transporte SA	1,012,700	8,255,594	Securitas AB Class B	1,274,936	11,900,079
Criteria CaixaCorp SA	3,156,426	15,103,202	Skandinaviska Enskilda		
Enagas SA	700,362	13,777,018	Banken AB Class A ^a	5,571,982	30,822,461
Fomento de			Skanska AB Class B	1,363,414	18,948,522
Construcciones y			SKF AB Class B	1,471,430	21,863,519
Contratas SA	34,112	1,361,398	SSAB AB Class A	777,964	10,091,225
Gamesa Corporacion			Svenska Cellulosa AB Class B	2,083,786	26,528,921
Tecnologica SA	702,494	15,118,686	Svenska Handelsbanken AB		
Gas Natural SDG SA	1,013,766	18,871,312	Class A	1,724,788	41,786,211
Grifols SA	508,482	9,209,502	Swedbank AB Class A ^a	1,381,536	10,572,060
Grupo Ferrovial SA	225,992	7,721,644	Swedish Match AB	1,290,926	24,408,749
Iberdrola Renovables SA	3,471,962	15,948,492	Tele2 AB Class B	1,168,336	15,571,826
Iberdrola SA ^b	13,121,394	111,989,195	Telefonaktiebolaget LM		
Iberia Lineas Aereas de			Ericsson AB Class B	10,481,978	101,865,955
Espana SA ^a	1,807,936	4,013,973	TeliaSonera AB	7,958,756	50,579,990
Industria de Diseno Textil SA	790,972	42,321,657	Volvo AB Class B ^b	3,899,780	28,236,778
Mapfre SA	2,560,532	9,511,109			828,690,956
Red Electrica Corporacion SA	423,996	19,818,937	SWITZERLAND – 7.56%		
Repsol YPF SA	2,687,386	62,065,576	ABB Ltd. Registered ^a	7,828,704	141,989,595
Sacyr Vallehermoso SA	347,068	5,530,706	Actelion Ltd. Registered ^a	375,236	20,552,996
Telefonica SA ^b	14,936,792	369,638,196	Adecco SA Registered	432,124	20,677,711
Zardoya Otis SA ^b	427,466	9,660,276	Aryzta AG ^a	308,074	10,734,286
Zardoya Otis SA New ^{b,c}	21,373	483,007	Baloise Holding Registered	196,144	15,527,497
		1,491,436,754	Compagnie Financiere		
SWEDEN – 2.59%			Richemont SA Class A		
Alfa Laval AB ^b	1,376,316	14,848,865	Bearer Units	1,939,054	47,312,017
Assa Abloy AB Class B	1,192,854	19,484,390	Credit Suisse Group		
Atlas Copco AB Class A	2,488,044	29,370,346	AG Registered	3,969,784	186,270,933
Atlas Copco AB Class B	1,522,248	15,984,513	Geberit AG Registered	154,570	21,413,600
Electrolux AB Class B ^a	982,852	18,212,705	Givaudan SA Registered	30,914	20,523,162
Getinge AB Class B	663,052	9,829,330	Holcim Ltd. Registered ^a	856,278	51,635,254
Hennes & Mauritz AB Class B	1,723,722	101,502,579	Julius Baer Holding		
Holmen AB Class B	292,084	7,958,310	AG Registered	782,444	37,004,785
Husqvarna AB Class B ^{a,b}	1,725,854	10,778,740	Kuehne & Nagel International		
Investor AB Class B	1,427,374	25,176,391	AG Registered	194,012	16,043,733
Lundin Petroleum AB ^a	914,628	8,022,282	Logitech International		
			SA Registered ^{a,b}	724,609	12,118,896

Schedule of Investments (Continued)

iSHARES[®] *MSCI EAFE INDEX FUND*

July 31, 2009

<i>Security</i>	<i>Shares</i>	<i>Value</i>	<i>Security</i>	<i>Shares</i>	<i>Value</i>
Lonza Group AG Registered	186,550	\$ 18,356,000	BP PLC	65,869,206	\$ 542,948,681
Nestle SA Registered	12,762,152	521,514,002	British Airways PLC ^a	2,022,202	4,773,971
Nobel Biocare Holding			British American Tobacco PLC	7,023,874	216,355,358
AG Registered	511,680	12,066,377	British Land Co. PLC ^b	3,124,446	22,532,403
Novartis AG Registered	7,502,508	341,159,342	British Sky Broadcasting		
Roche Holding			Group PLC	3,992,170	36,136,568
AG Genusschein	2,489,110	389,700,381	BT Group PLC	27,648,842	58,053,362
Schindler Holding AG			Bunzl PLC	1,523,314	13,081,707
Participation Certificates	143,910	9,226,286	Burberry Group PLC	1,688,544	12,877,022
SGS SA Registered	18,122	21,249,676	Cable & Wireless PLC	9,064,198	21,669,050
Sonova Holding AG Registered	183,352	16,056,610	Cadbury PLC	4,807,660	47,104,941
Swatch Group AG (The) Bearer	114,062	20,698,080	Cairn Energy PLC ^a	497,822	19,774,528
Swatch Group AG			Capita Group PLC	2,077,634	22,991,407
(The) Registered	221,728	8,168,655	Carnival PLC	638,534	18,461,872
Swiss Life Holding			Centrica PLC	17,985,552	65,672,708
AG Registered ^a	140,712	14,002,560	Cobham PLC	4,616,846	13,708,382
Swiss Reinsurance Co.			Compass Group PLC	6,714,734	35,900,770
Registered	1,240,824	47,269,486	Diageo PLC	8,791,302	136,710,311
Swisscom AG Registered	84,214	27,445,352	Drax Group PLC	1,320,774	8,764,055
Syngenta AG Registered	346,450	79,381,715	Eurasian Natural		
Synthes Inc. ^b	241,982	27,003,055	Resources Corp.	988,182	14,146,354
UBS AG Registered ^a	11,422,190	165,668,187	Experian PLC	3,576,430	29,290,171
Zurich Financial Services			FirstGroup PLC	1,562,756	8,588,552
AG Registered	515,944	100,672,000	Fresnillo PLC	639,600	6,621,954
		2,421,442,229	Friends Provident Group PLC	7,976,878	9,276,964
UNITED KINGDOM – 20.92%			G4S PLC	4,262,934	15,088,696
Admiral Group PLC	640,666	10,159,256	GlaxoSmithKline PLC	18,323,474	349,038,295
AMEC PLC	1,118,234	13,069,743	Hammerson PLC ^b	2,617,030	14,957,472
Anglo American PLC	4,664,816	149,257,808	Home Retail Group PLC	3,179,878	16,553,329
Antofagasta PLC	1,396,460	17,525,468	HSBC Holdings PLC	60,849,412	611,075,738
Associated British Foods PLC	1,118,234	14,756,759	ICAP PLC	1,964,638	14,787,121
AstraZeneca PLC	5,116,800	237,775,319	Imperial Tobacco Group PLC	3,610,542	102,415,961
Autonomy Corp. PLC ^a	756,860	14,743,434	InterContinental Hotels		
Aviva PLC	9,452,222	54,963,810	Group PLC	1,108,640	12,479,740
BAE Systems PLC	12,635,298	64,308,606	International Power PLC	5,595,434	23,677,986
Balfour Beatty PLC	1,541,436	7,813,348	Invensys PLC	2,961,348	12,666,435
Banco Santander SA	652,855	9,270,205	Investec PLC	1,660,828	11,123,751
Barclays PLC ^d	39,008,138	195,496,327	J Sainsbury PLC	3,800,290	20,003,487
Berkeley Group Holdings PLC			Johnson Matthey PLC	800,566	18,793,412
(The) Units ^a	271,830	3,722,397	Kazakhmys PLC	811,226	11,518,992
BG Group PLC	11,788,894	195,246,737	Kingfisher PLC	8,309,470	29,308,131
BHP Billiton PLC	7,786,064	201,754,012	Ladbroke PLC	2,117,076	6,159,689

Schedule of Investments (Continued)

iSHARES® MSCI EAFE INDEX FUND

July 31, 2009

<i>Security</i>	<i>Shares</i>	<i>Value</i>
Land Securities Group PLC	2,860,078	\$ 25,320,039
Legal & General Group PLC	21,437,260	22,905,377
Liberty International PLC ^b	1,354,886	9,793,422
Lloyds Banking Group PLC	58,978,582	83,110,996
London Stock Exchange Group PLC	599,092	7,071,617
Lonmin PLC ^a	578,838	13,252,443
Man Group PLC	6,268,080	28,758,577
Marks & Spencer Group PLC	5,601,830	32,109,781
National Grid PLC	8,492,822	78,635,822
Next PLC	693,966	19,615,881
Old Mutual PLC	18,541,637	29,454,352
Pearson PLC	2,797,184	32,159,755
Prudential PLC	8,829,678	65,616,098
Randgold Resources Ltd.	276,094	16,638,211
Reckitt Benckiser PLC	2,101,086	100,179,289
Reed Elsevier PLC	3,805,620	26,703,465
Rexam PLC	1,818,596	7,115,304
Rio Tinto PLC	4,850,300	200,142,229
Rolls-Royce Group PLC ^a	6,608,134	45,382,310
Royal Bank of Scotland Group PLC ^a	1,879,696	1,397,484
Royal Dutch Shell PLC Class A	12,426,362	323,848,416
Royal Dutch Shell PLC Class B	9,437,298	243,133,005
RSA Insurance Group PLC	11,885,492	24,945,723
SABMiller PLC	3,189,553	73,341,792
Sage Group PLC (The)	4,856,696	15,732,970
Schroders PLC	467,974	7,583,745
Scottish & Southern Energy PLC	3,188,406	58,514,901
SEGRO PLC	2,430,692	11,122,035
Serco Group PLC	1,888,952	12,636,002
Severn Trent PLC	882,648	14,172,041
Shire PLC	2,019,004	29,723,187
Smith & Nephew PLC	3,260,894	25,705,878
Smiths Group PLC	1,272,804	15,192,851
Standard Chartered PLC	6,709,404	158,060,465
Standard Life PLC	7,834,034	25,689,578
Tesco PLC	27,465,490	167,336,210
Thomas Cook Group PLC	1,578,746	5,679,593
Thomson Reuters PLC	644,930	20,475,127
3i Group PLC	3,851,458	17,479,320

<i>Security</i>	<i>Shares</i>	<i>Value</i>
Tomkins PLC	3,000,790	\$ 8,805,502
TUI Travel PLC	2,343,068	8,817,714
Tullow Oil PLC	2,830,230	46,381,377
Unilever PLC	4,512,378	118,197,365
United Utilities Group PLC	2,516,826	18,807,634
Vedanta Resources PLC	524,472	15,337,908
Vodafone Group PLC	184,945,670	376,213,144
Whitbread PLC	829,348	11,900,059
Wm Morrison Supermarkets PLC	7,399,106	33,058,508
Wolseley PLC ^a	1,039,350	23,072,127
WPP PLC	4,179,958	31,998,090
Xstrata PLC	6,771,232	90,726,002
		<u>6,704,003,276</u>
TOTAL COMMON STOCKS		
(Cost: \$36,898,019,273)		31,802,336,860

PREFERRED STOCKS – 0.40%

GERMANY – 0.30%

Fresenius SE	331,526	18,697,435
Henkel AG & Co. KGaA	707,824	25,890,751
Porsche Automobil Holding SE	321,336	20,837,960
Volkswagen AG	384,826	30,001,833
		<u>95,427,979</u>

ITALY – 0.10%

Intesa Sanpaolo SpA RNC	3,132,974	8,794,712
Telecom Italia SpA RNC	21,445,788	24,034,967
		<u>32,829,679</u>

TOTAL PREFERRED STOCKS

(Cost: \$173,719,343) 128,257,658

RIGHTS – 0.00%

BELGIUM – 0.00%

Fortis ^{a,b,c}	6,897,693	978
		<u>978</u>

UNITED KINGDOM – 0.00%

Rexam PLC ^a	661,307	942,859
		<u>942,859</u>

TOTAL RIGHTS

(Cost: \$0) 943,837

Schedule of Investments (Continued)

iSHARES® MSCI EAFE INDEX FUND

July 31, 2009

<i>Security</i>	<i>Shares</i>	<i>Value</i>
WARRANTS – 0.00%		
ITALY – 0.00%		
Unione di Banche Italiane ScpA (Expires 6/30/11) ^a	2,450,052	\$ 178,194
		<u>178,194</u>
SINGAPORE – 0.00%		
Golden Agri-Resources Ltd. (Expires 7/23/12) ^a	1,304,797	113,102
		<u>113,102</u>
TOTAL WARRANTS (Cost: \$0)		291,296
SHORT-TERM INVESTMENTS – 1.81%		
MONEY MARKET FUNDS – 1.81%		
Barclays Global Investors Funds Institutional Money Market Fund, SL Agency Shares 0.33% ^{d,e,f}	507,209,093	507,209,093
Barclays Global Investors Funds Prime Money Market Fund, SL Agency Shares 0.26% ^{d,e,f}	70,233,420	70,233,420
Barclays Global Investors Funds Treasury Money Market Fund, SL Agency Shares 0.12% ^{d,e}	1,140,555	1,140,555
		<u>578,583,068</u>
TOTAL SHORT-TERM INVESTMENTS (Cost: \$578,583,068)		<u>578,583,068</u>
TOTAL INVESTMENTS		
IN SECURITIES – 101.44% (Cost: \$37,650,321,684)		32,510,412,719
Other Assets, Less Liabilities – (1.44)%		<u>(462,315,063)</u>
NET ASSETS – 100.00%		<u><u>\$32,048,097,656</u></u>

SDR – Swedish Depositary Receipts
SP ADR – Sponsored American Depositary Receipts

- ^a Non-income earning security.
- ^b All or a portion of this security represents a security on loan. See Note 5.
- ^c Security valued using Level 3 inputs. See Note 1.
- ^d Affiliated issuer. See Note 2.
- ^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 5.

See notes to financial statements.

Statement of Assets and Liabilities

iSHARES® TRUST

July 31, 2009

iShares MSCI
EAFE Index Fund

ASSETS

Investments, at cost:	
Unaffiliated issuers	\$36,764,220,835
Affiliated issuers (Note 2)	886,100,849
Total cost of investments	<u>\$37,650,321,684</u>
Investments in securities, at fair value (including securities on loan ^a) (Note 1):	
Unaffiliated issuers	\$31,736,333,324
Affiliated issuers (Note 2)	774,079,395
Total fair value of investments	<u>32,510,412,719</u>
Foreign currencies, at value ^b	43,188,023
Receivables:	
Dividends and interest	95,826,505
Total Assets	<u><u>32,649,427,247</u></u>

LIABILITIES

Payables:	
Investment securities purchased	15,070,497
Collateral for securities on loan (Note 5)	577,442,513
Investment advisory fees (Note 2)	8,816,581
Total Liabilities	<u>601,329,591</u>
NET ASSETS	<u><u>\$32,048,097,656</u></u>

Net assets consist of:

Paid-in capital	\$39,921,549,229
Undistributed net investment income	17,833,546
Accumulated net realized loss	(2,752,932,784)
Net unrealized depreciation on investments and translation of assets and liabilities in foreign currencies	(5,138,352,335)
NET ASSETS	<u><u>\$32,048,097,656</u></u>
Shares outstanding ^c	<u><u>639,600,000</u></u>
Net asset value per share	<u><u>\$ 50.11</u></u>

^a Securities on loan with value of \$552,787,360. See Note 5.

^b Cost of foreign currencies: \$42,935,172.

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

See notes to financial statements.

Statement of Operations

iSHARES® TRUST

Year ended July 31, 2009

iShares MSCI
EAFE Index Fund

NET INVESTMENT INCOME

Dividends from unaffiliated issuers ^a	\$ 1,013,566,308
Dividends from affiliated issuers (Note 2)	6,000,905
Interest from affiliated issuers (Note 2)	36,298
Securities lending income from affiliated issuers (Note 2)	17,914,911
Total investment income	<u>1,037,518,422</u>

EXPENSES

Investment advisory fees (Note 2)	102,160,526
Foreign taxes (Note 1)	500,086
Total expenses	<u>102,660,612</u>
Net investment income	<u>934,857,810</u>

NET REALIZED AND UNREALIZED GAIN (LOSS)

Net realized gain (loss) from:	
Investments in unaffiliated issuers	(2,180,876,734)
Investments in affiliated issuers (Note 2)	(22,590,809)
In-kind redemptions	546,690,037
Foreign currency transactions	<u>(735,717)</u>
Net realized loss	<u>(1,657,513,223)</u>
Net change in unrealized appreciation (depreciation) on:	
Investments	(8,298,244,632)
Translation of assets and liabilities in foreign currencies	<u>1,634,352</u>
Net change in unrealized appreciation (depreciation)	<u>(8,296,610,280)</u>
Net realized and unrealized loss	<u>(9,954,123,503)</u>
NET DECREASE IN NET ASSETS RESULTING FROM OPERATIONS	<u><u>\$(9,019,265,693)</u></u>

^a Net of foreign withholding tax of \$82,551,033.

See notes to financial statements.

Statements of Changes in Net Assets

iSHARES® TRUST

*iShares MSCI
EAFE Index Fund*

	Year ended July 31, 2009	Year ended July 31, 2008
<i>INCREASE (DECREASE) IN NET ASSETS</i>		
OPERATIONS:		
Net investment income	\$ 934,857,810	\$ 1,441,822,772
Net realized gain (loss)	(1,657,513,223)	1,582,626,610
Net change in unrealized appreciation (depreciation)	<u>(8,296,610,280)</u>	<u>(9,268,956,761)</u>
Net decrease in net assets resulting from operations	<u>(9,019,265,693)</u>	<u>(6,244,507,379)</u>
DISTRIBUTIONS TO SHAREHOLDERS:		
From net investment income	<u>(1,002,586,439)</u>	<u>(2,120,955,623)</u>
Total distributions to shareholders	<u>(1,002,586,439)</u>	<u>(2,120,955,623)</u>
CAPITAL SHARE TRANSACTIONS:		
Proceeds from shares sold	7,416,139,859	8,674,382,311
Cost of shares redeemed	<u>(6,043,566,179)</u>	<u>(5,938,096,401)</u>
Net increase in net assets from capital share transactions	<u>1,372,573,680</u>	<u>2,736,285,910</u>
DECREASE IN NET ASSETS	<u>(8,649,278,452)</u>	<u>(5,629,177,092)</u>
<i>NET ASSETS</i>		
Beginning of year	<u>40,697,376,108</u>	<u>46,326,553,200</u>
End of year	<u>\$32,048,097,656</u>	<u>\$40,697,376,108</u>
Undistributed net investment income included in net assets at end of year	<u>\$ 17,833,546</u>	<u>\$ 75,388,211</u>
<i>SHARES ISSUED AND REDEEMED</i>		
Shares sold	174,000,000	111,000,000
Shares redeemed	<u>(144,000,000)</u>	<u>(83,400,000)</u>
Net increase in shares outstanding	<u>30,000,000</u>	<u>27,600,000</u>

See notes to financial statements.

Financial Highlights

iSHARES® TRUST

(For a share outstanding throughout each period)

iShares MSCI EAFE Index Fund

	Year ended Jul. 31, 2009	Year ended Jul. 31, 2008	Year ended Jul. 31, 2007	Year ended Jul. 31, 2006	Year ended Jul. 31, 2005
Net asset value, beginning of year	\$ 66.76	\$ 79.60	\$ 65.68	\$ 54.00	\$ 45.49
Income from investment operations:					
Net investment income	1.45 ^a	2.32 ^a	1.85 ^a	1.70 ^a	0.97
Net realized and unrealized gain (loss) ^b	(16.61)	(11.85)	13.60	11.09	8.34
Total from investment operations	(15.16)	(9.53)	15.45	12.79	9.31
Less distributions from:					
Net investment income	(1.49)	(3.31)	(1.53)	(1.11)	(0.80)
Total distributions	(1.49)	(3.31)	(1.53)	(1.11)	(0.80)
Net asset value, end of year	\$ 50.11	\$ 66.76	\$ 79.60	\$ 65.68	\$ 54.00
Total return	(22.38)%	(12.35)%	23.75%	23.91%	20.53%
Ratios/Supplemental data:					
Net assets, end of year (000s)	\$32,048,098	\$40,697,376	\$46,326,553	\$29,320,817	\$17,721,489
Ratio of expenses to average net assets	0.35%	0.34%	0.34%	0.35%	0.36%
Ratio of expenses to average net assets exclusive of foreign taxes	0.35%	n/a	n/a	n/a	n/a
Ratio of net investment income to average net assets	3.19%	3.07%	2.48%	2.77%	2.57%
Portfolio turnover rate ^c	7%	12%	5%	7%	8%

^a Based on average shares outstanding throughout the period.

^b The amounts reported may not accord with the change in aggregate gains and losses in securities due to the timing of capital share transactions.

^c 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.

Notes to Financial Statements

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 iShares MSCI EAFE Index Fund (the “Fund”).

The Fund’s investment objective 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 achieve the Fund’s investment objective. The Fund is classified as a non-diversified fund under the 1940 Act. Non-diversified funds generally hold securities of fewer companies than diversified funds and may be more susceptible to the risks associated with these particular companies, or to a single economic, political or regulatory occurrence affecting these companies.

The Fund invests in the securities of non-U.S. issuers that may trade in non-U.S. markets. This may involve 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 the 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.

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

1. SIGNIFICANT ACCOUNTING POLICIES

The following significant accounting policies are consistently followed by the Trust 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.

SECURITY VALUATION

The securities and other assets of the Fund are valued pursuant to the pricing policy and procedures approved by the Board of Trustees of the Trust (the “Board”). Effective August 1, 2008, the Fund adopted Financial Accounting Standards Board (“FASB”) Statement of Financial Accounting Standards No. 157 (“FAS 157”), “Fair Value Measurements.” This standard establishes a fair value hierarchy that prioritizes the inputs to valuation techniques used to measure fair value into three broad levels. Inputs may be based on independent market data (“observable inputs”) or they may be internally developed (“unobservable inputs”). The hierarchy gives the highest priority to unadjusted quoted prices in active markets for identical assets or liabilities (Level 1 measurements) and the lowest priority to unobservable inputs (Level 3 measurements). The three levels of the fair value hierarchy under FAS 157 are as follows:

- Level 1 – Inputs that reflect unadjusted quoted prices in active markets for identical assets or liabilities that the Fund has the ability to access at the measurement date (a “Level 1 Price”);

Notes to Financial Statements (Continued)

iSHARES® TRUST

- 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, and inputs that are derived principally from or corroborated by observable market data by correlation or other means (a “Level 2 Price”);
- Level 3 – Inputs that are unobservable for the asset or liability (a “Level 3 Price”).

The availability of observable inputs can vary from security to security and is affected by a wide variety of factors, including, for example, the type of security, whether the security is new and not yet established in the marketplace, the liquidity of markets, and other characteristics particular to the security. Inputs may include price information, volatility statistics, specific and broad credit data, liquidity statistics, and other factors. To the extent that valuation is based on models or inputs that are less observable or unobservable in the market, the determination of fair value requires more judgment. Accordingly, the degree of judgment exercised in determining fair value is greatest for instruments categorized in Level 3 of the fair value hierarchy.

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 does not necessarily correspond to the Fund’s perceived risk of that instrument.

Investments whose values are based on quoted market prices in active markets, and whose values are therefore classified as Level 1 Prices, include active listed equities and certain U.S. government securities. The Fund does not adjust the quoted price for such instruments, even in situations where the Fund holds a large position and a sale could reasonably impact the quoted price.

Investments that trade in markets that are not considered to be active, but whose values are based on inputs such as quoted market prices, dealer quotations or valuations provided by alternative pricing sources supported by observable inputs are classified within Level 2. These generally include certain U.S. government and sovereign obligations, most government agency securities, investment-grade corporate bonds, certain mortgage products, less liquid listed equities, and state, municipal and provincial obligations. As Level 2 investments include positions that are not traded in active markets and/or are subject to transfer restrictions, valuations may be adjusted to reflect illiquidity and/or non-transferability, which are generally based on available market information.

Investments whose values are classified as Level 3 Prices have significant unobservable inputs, as they may trade infrequently or not at all. Investments whose values are classified as Level 3 Prices may include unlisted securities related to corporate actions, securities whose trading have been suspended or which have been de-listed from their primary trading exchange, less liquid corporate debt securities (including distressed debt instruments), collateralized debt obligations, and less liquid mortgage securities (backed by either commercial or residential real estate). When observable prices are not available for these securities, the Fund uses one or more valuation techniques (e.g., the market approach or the income approach) for which sufficient and reliable data is available. Within Level 3 of the fair value hierarchy, the use of the market approach generally consists of using comparable market transactions, while the use of the income approach generally consists of the net present value of estimated future cash flows, adjusted as appropriate for liquidity, credit, market and/or other risk factors.

The inputs used by the Fund in estimating the value of Level 3 Prices may include the original transaction price, recent transactions in the same or similar instruments, completed or pending third-party transactions in the underlying investment or comparable issuers, and changes in financial ratios or cash flows. Level 3 Prices may also be adjusted to reflect illiquidity and/or non-transferability, with the amount of such discount estimated by the Fund in the absence of market information. The fair value measurement of Level 3 Prices does not include

Notes to Financial Statements (Continued)

iSHARES® TRUST

transaction costs that may have been capitalized as part of the security's cost basis. Assumptions used by the Fund due to the lack of observable inputs may significantly impact the resulting fair value and therefore the Fund's results of operations.

Fair value pricing could result in a difference between the prices used to calculate the Fund's net asset value 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.

The following table summarizes the values of the Fund's investments according to the fair value hierarchy as of July 31, 2009. The breakdown of the Fund's investments into major categories is disclosed in its Schedule of Investments.

<i>Asset Class</i>	<i>Investments in Securities</i>			<i>Total</i>
	<i>Level 1</i>	<i>Level 2</i>	<i>Level 3</i>	
Common Stocks	\$31,801,853,347	\$ -	\$483,513	\$31,802,336,860
Preferred Stocks	128,257,658	-	-	128,257,658
Rights	942,859	-	978	943,837
Warrants	291,296	-	-	291,296
Short-Term Investments	578,583,068	-	-	578,583,068
	<u>\$32,509,928,228</u>	<u>\$ -</u>	<u>\$484,491</u>	<u>\$32,510,412,719</u>

The following table provides the reconciliation of investments in which significant unobservable inputs (Level 3) were used in determining fair value for the year ended July 31, 2009:

<i>Asset Class</i>	<i>Balance at Beginning of Year</i>	<i>Realized Gain (Loss) and Change in Unrealized Appreciation (Depreciation)</i>	<i>Net Purchases (Sales)</i>	<i>Net Transfers In (Out)</i>	<i>Balance at End of Year</i>	<i>Net Change in Unrealized Appreciation (Depreciation) from Investments Still Held at End of Year</i>
		<i>Change in Unrealized Appreciation (Depreciation)</i>				<i>Change in Unrealized Appreciation (Depreciation)</i>
Common Stocks	\$19,719,390	\$(24,115,191)	\$(9,636,882)	\$14,516,196	\$483,513	\$(23,144,399)
Rights	-	-	-	978	978	978

SECURITY TRANSACTIONS AND INCOME RECOGNITION

Security transactions are accounted for on trade date. Dividend income is recognized on the ex-dividend date, net of any foreign taxes withheld at source, and interest income is accrued daily. Non-cash dividends received in the form of stock in an elective dividend, if any, are recorded as dividend income at fair value. Distributions received by the Fund 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. Realized gains and losses on investment transactions are determined using the specific identification method.

Notes to Financial Statements (Continued)

iSHARES® TRUST

FOREIGN CURRENCY TRANSLATION

The accounting records of the Fund 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.

The 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 Fund as a component of realized and unrealized gains and losses from investments for financial reporting purposes.

FOREIGN TAXES

The Fund may be subject to foreign taxes (a portion of which may be reclaimable) on income, corporate events, capital gains on investments or currency repatriation. All foreign taxes are recorded in accordance with the applicable foreign tax regulations and rates that exist in the foreign markets in which the Fund invests. These foreign taxes, if any, are paid by the Fund and are disclosed in its Statement of Operations. Foreign taxes payable as of July 31, 2009, if any, are reflected in the Fund's Statement of Assets and Liabilities.

DISTRIBUTIONS TO SHAREHOLDERS

Distributions to shareholders from net investment income, if any, are declared and distributed at least annually by the Fund. Distributions of net realized capital gains, if any, generally are declared and distributed once a year. 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 Fund.

As of July 31, 2009, the tax year-end of the Fund, the components of net distributable earnings on a tax basis consisted of undistributed ordinary income of \$53,451,359, unrealized depreciation of \$5,769,082,294, and capital and other losses of \$2,157,820,638, for net accumulated losses of \$7,873,451,573.

For the years ended July 31, 2009 and July 31, 2008, the tax characterization of distributions paid for the Fund was equal to the book characterization of distributions paid. The total distributions and distributions per share are disclosed in the accompanying Statements of Changes in Net Assets and the Financial Highlights for the Fund.

FEDERAL INCOME TAXES

The Fund is treated as an entity separate from the Trust's other funds for federal income tax purposes. It is the policy of the 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 was required for the year ended July 31, 2009.

From November 1, 2008 to July 31, 2009, the Fund incurred net realized capital losses of \$1,552,232,788. As permitted by tax regulations, the Fund has elected to defer those losses and treat them as arising in the year ending July 31, 2010.

Notes to Financial Statements (Continued)

iSHARES® TRUST

As of July 31, 2009, the tax year-end of the Fund, the Fund had tax basis net capital loss carryforwards of \$17,452,072, \$150,352 and \$587,985,426 expiring in 2012, 2013 and 2017, respectively. Such losses may be applied against any net realized taxable gains in each succeeding year or until their respective expiration dates, whichever occurs first.

The Fund may own shares in certain foreign investment entities, referred to, under U.S. tax law, as “passive foreign investment companies.” The Fund 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.

For the year ended July 31, 2009, the Fund realized net capital gains or losses resulting from in-kind redemptions of large blocks of shares or multiples thereof (“Creation Units”). Because such gains or losses are not taxable to the Fund and are not distributed to existing Fund shareholders, the gains or losses are reclassified from accumulated net realized gains or losses to paid-in-capital at the end of the Fund’s tax year. These reclassifications have no effect on net assets or net asset values per share. The net realized in-kind gains or losses for the year ended July 31, 2009 are disclosed in the Fund’s Statement of Operations.

As of July 31, 2009, the cost of investments for federal income tax purposes was \$38,281,051,643. Net unrealized depreciation was \$5,770,638,924, of which \$1,196,223,812 represented gross unrealized appreciation on securities and \$6,966,862,736 represented gross unrealized depreciation on securities.

Management has reviewed the tax positions as of July 31, 2009, inclusive of the prior three open tax return years, and has determined that no provision for income tax is required in the Fund’s financial statements.

2. AGREEMENTS AND OTHER TRANSACTIONS WITH AFFILIATES

Pursuant to an Investment Advisory Agreement with the Trust, Barclays Global Fund Advisors (“BGFA”) manages the investment of the Fund’s assets. BGFA is a California corporation indirectly owned by Barclays Bank PLC. Under the Investment Advisory Agreement, BGFA is responsible for all expenses (“Covered Expenses”) of the Trust, including the cost of transfer agency, custody, fund administration, legal, audit and other services, except interest, taxes, brokerage commissions and other expenses connected with the execution of portfolio transactions, distribution fees and extraordinary expenses.

For its investment advisory services to the Fund, BGFA 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 the iShares MSCI ACWI and iShares MSCI ACWI ex US Index Funds as follows:

<i>Investment Advisory Fee</i>	<i>Aggregate Average Daily Net Assets</i>
0.35%	First \$30 billion
0.32	Over \$30 billion, up to and including \$60 billion
0.28	Over \$60 billion

State Street Bank and Trust Company (“State Street”) serves as administrator, custodian and transfer agent for the Trust. As compensation for its services, State Street receives certain out-of-pocket costs, transaction fees and asset-based fees which are accrued daily and paid monthly. These fees and expenses are Covered Expenses as defined above.

SEI Investments Distribution Co. (“SEI”) serves as the Fund’s underwriter and distributor of the shares of the Fund, pursuant to a Distribution Agreement with the Trust. SEI does not receive a fee from the Fund for its distribution services.

Notes to Financial Statements (Continued)

iSHARES® TRUST

Pursuant to an exemptive order issued by the U.S. Securities and Exchange Commission (“SEC”), the Fund is permitted to lend portfolio securities to Barclays Capital Inc. (“BarCap”). Pursuant to the same exemptive order, Barclays Global Investors, N.A. (“BGI”) serves as securities lending agent for the Fund. BarCap and BGI are affiliates of BGFA, the Fund’s investment adviser. As securities lending agent, BGI receives, as fees, a share of the income earned on investment of the cash collateral received for the loan of securities. For the year ended July 31, 2009, BGI earned securities lending agent fees of \$17,914,911.

The Fund may invest in certain money market funds managed by BGFA, the Fund’s investment adviser, including the Government Money Market Fund (“GMMF”), Institutional Money Market Fund (“IMMF”), Prime Money Market Fund (“PMMF”) and Treasury Money Market Fund (“TMMF”) of Barclays Global Investors Funds. These money market funds seek to achieve their investment objectives by investing in high-quality, short-term money market instruments that, at the time of investment, have remaining maturities of 397 calendar days or less from the date of acquisition. The GMMF, IMMF, PMMF and TMMF are feeder funds in a master/feeder fund structure that invest substantially all of their assets in the Government Money Market Master Portfolio, Money Market Master Portfolio, Prime Money Market Master Portfolio and Treasury Money Market Master Portfolio (collectively, the “Money Market Master Portfolios”), respectively, which are also managed by BGFA. While the GMMF, IMMF, PMMF and TMMF do not directly charge an investment advisory fee, the Money Market Master Portfolios in which they invest do charge an investment advisory fee. Income distributions from the GMMF, IMMF, PMMF and TMMF are declared daily and paid monthly from net investment income. Income distributions earned by the Fund from temporary cash investments are recorded as interest from affiliated issuers in the accompanying Statement of Operations. Income distributions earned by the Fund from the investment of securities lending collateral, if any, are included in securities lending income in the accompanying Statement of Operations.

For the year ended July 31, 2009, the Fund had direct investments (exclusive of short-term investments) in issuers of which BGFA is an affiliate or issuers of which the Fund owns 5% or more of the outstanding voting securities as follows:

<i>Name of Affiliated Issuer</i>	<i>Number of Shares Held</i>			<i>Number of Shares Held End of Year (in 000s)</i>	<i>Value at End of Year</i>	<i>Dividend Income</i>	<i>Net Realized Loss</i>
	<i>Beginning of Year (in 000s)</i>	<i>Gross Additions (in 000s)</i>	<i>Gross Reductions (in 000s)</i>				
Barclays PLC	28,159	19,163	8,314	39,008	\$195,496,327	\$6,000,905	\$(22,590,809)

Certain trustees and officers of the Trust are also officers of BGI and/or BGFA.

3. INVESTMENT PORTFOLIO TRANSACTIONS

Purchases and sales of investments (excluding in-kind transactions and short-term investments) for the year ended July 31, 2009, aggregated \$2,047,441,186 and \$2,074,470,975, respectively.

In-kind purchases and sales (see Note 4) for the year ended July 31, 2009, aggregated \$7,311,614,410 and \$5,969,733,462, respectively.

4. CAPITAL SHARE TRANSACTIONS

Capital shares are issued and redeemed by the Fund only in Creation Units or multiples thereof. Except when aggregated in Creation Units, shares of the Fund are not redeemable. Transactions in capital shares for the Fund are disclosed in detail in the Statements of Changes in Net Assets.

Notes to Financial Statements (Continued)

iSHARES® TRUST

The consideration for the purchase of Creation Units of the Fund generally consists of the in-kind deposit of a designated portfolio of equity securities, which constitutes an optimized representation of the securities involved in the Fund's underlying index and an amount of cash. Investors purchasing and redeeming Creation Units pay a purchase transaction fee and a redemption transaction fee directly to State Street, the administrator, to offset transfer and other transaction costs associated with the issuance and redemption of Creation Units.

5. LOANS OF PORTFOLIO SECURITIES

The 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 the Fund is required to have a value of at least 102% of the market 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 market value of the securities on loan. The risks to the Fund of securities lending include the risk that the borrower may not provide additional collateral when required or may not return the securities when due. Any securities lending cash collateral may be reinvested in certain short-term instruments either directly on behalf of the Fund or through one or more joint accounts or money market funds, including those managed by BGFA; such reinvestments are subject to investment risk.

As of July 31, 2009, the Fund had loaned securities which were collateralized by cash. The cash collateral received was invested in money market funds managed by BGFA. The market value of the securities on loan as of July 31, 2009 and the value of the related collateral are disclosed in the Statement of Assets and Liabilities. Securities lending income, as disclosed in the Fund's Statement of Operations, represents the income earned from the investment of the cash collateral, net of rebates paid to, or fees paid by, borrowers and less the fees paid to BGI as securities lending agent.

6. BLACKROCK TRANSACTION

On June 16, 2009, Barclays PLC, the ultimate parent company of BGFA and BGI, accepted a binding offer and entered into an agreement to sell its interests in BGFA, BGI and certain affiliated companies, to BlackRock, Inc., (the "BlackRock Transaction"). The BlackRock Transaction is subject to certain regulatory approvals, as well as other conditions to closing.

Under the 1940 Act, completion of the BlackRock Transaction will cause the automatic termination of the Fund's current investment advisory agreement with BGFA. In order for the management of the Fund to continue uninterrupted, the Board approved a new investment advisory agreement for the Fund subject to shareholder approval. A special meeting of shareholders of the Fund is scheduled to be held on November 4, 2009. Each shareholder of record as of the close of business on August 25, 2009 will receive notice of and be entitled to vote at the meeting.

7. REVIEW OF SUBSEQUENT EVENTS

In connection with the preparation of the financial statements of the Fund as of and for the year ended July 31, 2009, events and transactions through September 22, 2009, the date the financial statements are available to be issued, have been evaluated by the Fund's management for possible adjustment and/or disclosure. No subsequent events requiring financial statement disclosure have been identified.

Report of Independent Registered Public Accounting Firm

To the Shareholders and Board of Trustees of
iShares Trust:

In our opinion, the accompanying statement of assets and liabilities, including the schedule of investments, and the related statements of operations and of changes in net assets and the financial highlights present fairly, in all material respects, the financial position of the iShares MSCI EAFE Index Fund, (the "Fund"), at July 31, 2009, the results of its operations, the changes in its net assets and its financial highlights for each of the periods presented, in conformity with accounting principles generally accepted in the United States of America. These financial statements and financial highlights (hereafter referred to as "financial statements") are the responsibility of the Fund's management; our responsibility is to express an opinion on these financial statements based on our audits. We conducted our audits of these financial statements in accordance with the standards of the Public Company Accounting Oversight Board (United States). Those standards require that we plan and perform the audits to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements, assessing the accounting principles used and significant estimates made by management, and evaluating the overall financial statement presentation. We believe that our audits, which included confirmation of securities at July 31, 2009 by correspondence with the custodian, transfer agent and brokers, provide a reasonable basis for our opinion.

PricewaterhouseCoopers LLP
San Francisco, California
September 22, 2009

Tax Information (Unaudited)

iSHARES® TRUST

For corporate shareholders, 0.02% of the income dividends paid by the Fund during the fiscal year ended July 31, 2009 qualified for the dividends-received deduction.

For the fiscal year ended July 31, 2009, the Fund earned foreign source income of \$1,101,872,404 and paid foreign taxes of \$81,890,498 which it intends to pass through to its shareholders pursuant to Section 853 of the Internal Revenue Code (the "Code").

Under Section 854(b)(2) of the Code, the Fund hereby designates the maximum amount of \$964,849,201 as qualified dividend income for purposes of the maximum rate under Section 1(h)(11) of the Code for the fiscal year ended July 31, 2009.

In January 2010, shareholders will receive Form 1099-DIV which will include their share of qualified dividend income distributed during the calendar year 2009. Shareholders are advised to check with their tax advisers for information on the treatment of these amounts on their income tax returns.

Board Review and Approval of Investment Advisory Contract (Unaudited)

iSHARES® TRUST

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 the Investment Advisory Contract between the Trust and BGFA (the “Advisory Contract”) on behalf of the Fund. As required by Section 15(c), the Board requested and BGFA provided such information as the Board deemed reasonably necessary to evaluate the terms of the Advisory Contract. At a meeting held on June 16-17, 2009, the Board approved the selection of BGFA and the continuance of the Advisory Contract, based on its review of qualitative and quantitative information provided by BGFA. In selecting BGFA and approving the Advisory Contract for the Fund, the Board, including the Independent Trustees, advised by their independent counsel, considered the following factors, no one of which was controlling, and made the following conclusions:

NATURE, EXTENT AND QUALITY OF SERVICES PROVIDED BY BGFA

Based on management’s representations, the Board expected that there will be no diminution in the scope of services required of or provided by BGFA under the Advisory Contract for the coming year as compared to the scope of services provided by BGFA over the past year. In reviewing the scope of these services, the Board considered BGFA’s investment philosophy and experience, noting that BGFA and its affiliates have committed significant resources over time, including over the past year, including investment in technology and increasing the number of their employees supporting the Fund. The Board also considered BGFA’s compliance program and its compliance record with respect to the Fund. In that regard, the Board noted that BGFA reports to the Board about portfolio management and compliance matters on a periodic basis in connection with regularly scheduled meetings of the Board, and has 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. In addition to the above considerations, the Board considered BGFA’s investment processes and strategies, and matters related to BGFA’s portfolio transaction policies and procedures. The Board also reviewed the performance of other series of registered investment companies with substantially similar investment objectives and strategies as the Fund for which BGFA provides investment advisory services, noting that such other series generally performed in line with relevant benchmarks over relevant periods. The Board also noted that the Fund had met its investment objectives consistently since its inception date. Based on review of this information, the Board concluded that the nature, extent and quality of services to be provided by BGFA to the Fund under the Advisory Contract were appropriate and mitigated in favor of the Board’s approval of the Advisory Contract for the coming year.

FUND’S EXPENSES AND PERFORMANCE OF THE FUND

The Board reviewed statistical information prepared by Lipper Inc. (“Lipper”), an independent provider of investment company data, regarding the expense ratio components, including advisory fees, waivers/reimbursements, and gross and net total expenses of the Fund in comparison with the same information for other registered investment companies objectively selected by Lipper as comprising the Fund’s applicable peer group pursuant to Lipper’s proprietary methodology and any registered investment companies that would otherwise have been excluded from Lipper’s comparison group due to certain differentiating factors, but were nonetheless included at the request of BGFA (the “Lipper Group”). Because there are few, if any, exchange traded funds or index funds that track indexes similar to that tracked by the Fund, the Lipper Group included in part mutual funds, closed-end funds, exchange traded funds, or funds with differing investment objective classifications, investment focuses and other characteristics (e.g., actively managed funds and funds sponsored by “at cost” service providers). In support of its review of the statistical information, the Board was provided with a detailed description of the methodology used by Lipper to determine the applicable Lipper Group and to prepare this information. The Board further noted that due to the limitations in providing comparable funds in the various Lipper Group, the statistical information may or may not provide meaningful direct comparisons to the Fund. In addition, the Board reviewed statistical information prepared by Lipper regarding the performance of the Fund for the one-, three-, five-year and “last quarter” periods ended March 31, 2009, and a comparison of the Fund’s performance to its performance benchmark index for the same periods. To the extent that any of the comparison funds included in the Lipper Group track the same index as the Fund, Lipper also provided, and the Board reviewed, a comparison of such Fund’s performance

Board Review and Approval of Investment Advisory Contract (Unaudited) (Continued)

iSHARES® TRUST

to that of such relevant comparison funds for the same periods. The Board noted that the Fund generally performed in line with its performance benchmark index over the relevant periods. In considering this information, the Board noted that the Lipper Group includes funds that may have different investment objectives and/or benchmarks from the Fund. In addition, the Board noted that the Fund seeks to track its benchmark index and that during the prior year the Board received periodic reports on the Fund's performance in comparison with its benchmark index. Such comparative performance information was also considered by the Board.

The Board also noted that the investment advisory fees and overall expenses for the Fund were generally lower than the median or average investment advisory fee rates and overall expenses of the funds in the Lipper Group. Based on this review, the Board concluded that the investment advisory fees and expense levels and the historical performance of the Fund, as managed by BGFA, as compared to the investment advisory fees and expense levels and performance of the funds in the Lipper Group, were satisfactory for the purposes of approving the Advisory Contract for the coming year.

COSTS OF SERVICES PROVIDED TO THE FUND AND PROFITS REALIZED BY BGFA AND AFFILIATES

The Board reviewed information about the profitability to BGFA of the Fund based on the fees payable to BGFA and its affiliates (including fees under the Advisory Contract), and all other sources of revenue and expense to BGFA and its affiliates from the Fund's operations for the last calendar year. The Board discussed the sources of direct and ancillary revenue with management, including the revenues to BGI from securities lending by the Trust (including any securities lending by the Fund). The Board also discussed BGFA's profit margin as reflected in the Fund's profitability analysis and reviewed information regarding economies of scale (as discussed below). Based on this review, the Board concluded that the profits realized by BGFA and its affiliates under the Advisory Contract and from other relationships between the Fund and BGFA and/or its affiliates, if any, were within the range the Board considered reasonable and appropriate.

ECONOMIES OF SCALE

In connection with its review of the Fund's profitability analysis, the Board reviewed information regarding economies of scale or other efficiencies that may result from increases in the Fund's assets. The Board noted that the Fund's asset size decreased over the past twelve months. The Board also reviewed BGFA's historic profitability as investment adviser to the iShares fund complex and noted that BGFA had continued to make significant investments in the iShares fund complex, that expenses had grown at a pace similar to the growth in revenue, and that BGFA had incurred operating losses during earlier years when the iShares funds had not yet reached scale. In light of this history, the Board determined that the current breakpoints were appropriate and warranted. Based on this review, as well as the discussions described above in connection with the Lipper Group comparisons, the Board, recognizing its responsibility to consider this issue at least annually, concluded that the structure of the investment advisory fees reflects appropriate sharing of economies of scale with the Fund's shareholders.

FEES AND SERVICES PROVIDED FOR OTHER COMPARABLE FUNDS/ACCOUNTS MANAGED BY BGFA AND ITS AFFILIATES

The Board received and considered information regarding the Fund's annual investment advisory fee rates under the Advisory Contract in comparison to the investment advisory/management fee rates for other funds/accounts for which BGFA or BGI, an affiliate of BGFA, provides investment advisory/management services, including other funds registered under the 1940 Act, collective funds and separate accounts (together, the "Other Accounts"). In reviewing the comparative investment advisory/management fee information, the Board considered the general structure of investment advisory/management fees in relation to the nature and extent of services provided to the Fund in comparison with the nature and extent of services provided to the Other Accounts, including, among other things, the level of complexity in managing the Fund and the Other Accounts under differing regulatory requirements and client guidelines. The Board noted that the investment advisory fee rate under the Advisory Contract was generally higher than the investment advisory/management fee

Board Review and Approval of Investment Advisory Contract

(Unaudited) (Continued)

iSHARES® TRUST

rates for the Other Accounts for which BGFA or BGI provides investment advisory/management services, but that the differences appeared to be attributable to, among other things, the type and level of services provided and/or the asset levels of the Other Accounts. Based on this review, the Board determined that the investment advisory fee rates under the Advisory Contract, do not constitute fees that are 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 the investment advisory fee rates under the Advisory Contract are fair and reasonable.

OTHER BENEFITS TO BGFA AND/OR ITS AFFILIATES

The Board reviewed any ancillary revenue received by BGFA and/or its affiliates in connection with the services provided to the Fund by BGFA, such as any payment of revenue to BGI, the Trust's securities lending agent, for loaning any portfolio securities, and payment of advisory fees and/or administration fees to BGFA and BGI in connection with any investments by the Fund in other funds for which BGFA provides investment advisory services and/or BGI provides administration services. The Board noted that while revenue to BGI in connection with securities lending agency services to the iShares funds increased overall as against the previous year, overall revenue increased by approximately the same percentage as overall expenses. The Board noted that BGFA does not use soft dollars or consider the value of research or other services that may be provided to BGFA (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 BGFA affiliate or purchased from an underwriting syndicate in which a BGFA 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.

Based on this analysis, the Board determined that the Advisory Contract, including the investment advisory fee rates thereunder, is fair and reasonable in light of all relevant circumstances, and concluded that it is in the best interest of the Fund and its shareholders to approve the Advisory Contract for the coming year.

Supplemental Information (Unaudited)

iSHARES® TRUST

The table that follows presents information about the differences between the daily market price on secondary markets for shares of the iShares MSCI EAFE Index Fund (the “Fund”) and the Fund’s net asset value. Net asset value, or “NAV,” is the price per share at which the Fund issues and redeems shares. It is calculated in accordance with the standard formula for valuing mutual fund shares. The “Market Price” of the Fund generally is determined using the midpoint between the highest bid and the lowest offer on the primary stock exchange on which the shares of the Fund is listed for trading, as of the time that the Fund’s NAV is calculated. The Fund’s Market Price may be at, above or below its NAV. The NAV of the Fund will fluctuate with changes in the market value of its portfolio holdings. The Market Price of the Fund will fluctuate in accordance with changes in its NAV, as well as market supply and demand.

Premiums or discounts are the differences (expressed as a percentage) between the NAV and Market Price of the Fund on a given day, generally at the time NAV is calculated. A premium is the amount that the Fund is trading above the reported NAV, expressed as a percentage of the NAV. A discount is the amount that the Fund is trading below the reported NAV, expressed as a percentage of the NAV.

The following information shows the frequency distributions of premiums and discounts for the Fund. The information shown for the Fund is for five calendar years through the date of the most recent calendar quarter-end.

Each line in the table shows the number of trading days in which the Fund traded within the premium/discount range indicated. The number of trading days in each premium/discount range is also shown as a percentage of the total number of trading days in the period covered by the table. All data presented here represents past performance, which cannot be used to predict future results.

*iShares MSCI EAFE Index Fund
Period Covered: January 1, 2004 through June 30, 2009*

<u>Premium/Discount Range</u>	<u>Number of Days</u>	<u>Percentage of Total Days</u>
Greater than 4.0%	5	0.36%
Greater than 3.5% and Less than 4.0%	2	0.14
Greater than 3.0% and Less than 3.5%	4	0.29
Greater than 2.5% and Less than 3.0%	12	0.87
Greater than 2.0% and Less than 2.5%	12	0.87
Greater than 1.5% and Less than 2.0%	21	1.52
Greater than 1.0% and Less than 1.5%	84	6.08
Greater than 0.5% and Less than 1.0%	354	25.62
Between 0.5% and -0.5%	697	50.45
Less than -0.5% and Greater than -1.0%	112	8.10
Less than -1.0% and Greater than -1.5%	41	2.97
Less than -1.5% and Greater than -2.0%	17	1.23
Less than -2.0% and Greater than -2.5%	5	0.36
Less than -2.5% and Greater than -3.0%	6	0.43
Less than -3.0% and Greater than -3.5%	2	0.14
Less than -3.5% and Greater than -4.0%	3	0.22
Less than -4.0% and Greater than -4.5%	1	0.07
Less than -4.5% and Greater than -5.0%	2	0.14
Less than -5.0%	2	0.14
	<u>1,382</u>	<u>100.00%</u>

Trustee and Officer Information (Unaudited)

iSHARES® TRUST

The Board of Trustees has responsibility for the overall management and operations of the Trust, including general supervision of the duties performed by BGFA and other service providers. Each Trustee serves until he or she resigns, is removed, dies, retires or becomes incapacitated. Each Officer serves until he or she resigns, is removed, dies, retires or becomes disqualified.

iShares Trust, iShares, Inc., Barclays Global Investors Funds (“BGIF”) and Master Investment Portfolio (“MIP”) are considered to be members of the same fund complex, as defined in Form N-1A under the 1940 Act. Each Trustee of iShares Trust also serves as a Director for iShares, Inc. and oversees 179 portfolios within the fund complex. In addition, Lee T. Kranefuss serves as a Trustee for BGIF and MIP and oversees an additional 26 portfolios within the fund complex.

The address of each Trustee and Officer is c/o Barclays Global Investors, N.A., 400 Howard Street, San Francisco, California 94105. The Board has designated George G.C. Parker as its Lead Independent Trustee. Additional information about the Funds’ Trustees and Officers may be found in the Funds’ combined Statement of Additional Information, which is available without charge, upon request, by calling toll-free 1-800-474-2737.

Interested Trustees and Officers

Name, Age	Position(s), Length of Service	Principal Occupation(s) During Past 5 Years	Other Directorships Held
*Lee T. Kranefuss, 47	Trustee and Chairman (since 2003).	Non-Executive Chairman (since 2009), iShares; Global Chief Executive Officer (2008-2009) of iShares/Intermediary Groups of BGI; Chief Executive Officer (2005-2008) of iShares Intermediary Index and Market Group of BGI; Chief Executive Officer (2003-2005) of the Intermediary Investor and Exchange Traded Products Business of BGI; Director (since 2005) of BGFA; Director, President and Chief Executive Officer (since 2005) of Barclays Global Investors International, Inc.; Director and Chairman (since 2005) of Barclays Global Investors Services.	Director (since 2003) of iShares, Inc.; Trustee (since 2001) of BGIF and MIP.

* Lee T. Kranefuss is deemed to be an “interested person” (as defined in the 1940 Act) of the Trust due to his affiliations with BGFA, the Funds’ investment adviser; BGI, the parent company of BGFA; and Barclays Global Investors Services, an affiliate of BGFA and BGI.

Trustee and Officer Information (Unaudited) (Continued)

iSHARES® TRUST

Independent Trustees

Name, Age	Position(s), Length of Service	Principal Occupation(s) During Past 5 Years	Other Directorships Held
George G.C. Parker, 70	Trustee (since 2000); Lead Independent Trustee (since 2006).	Dean Witter Distinguished Professor of Finance (since 1994), Emeritus, Stanford University: Graduate School of Business.	Director (since 2002) of iShares, Inc.; Lead Independent Director (since 2006) of iShares, Inc.; Director (since 1995) of Community First Financial Group; Director (since 1999) of Tejon Ranch Company; Director (since 2004) of Threshold Pharmaceuticals; Director (since 2007) of NETGEAR, Inc.
J. Darrell Duffie, 55	Trustee (since 2008).	Professor (since 1984) of Stanford University: Graduate School of Business.	Director (since 2008) of iShares, Inc.; Director (since 2008) of Moody's Corp.
Cecilia H. Herbert, 60	Trustee (since 2005).	Chair (1994-2005) of Investment Committee, Archdiocese of San Francisco; Director (since 1998) and President (since 2007) of the Board of Directors, Catholic Charities CYO; Trustee (2004-2005) of Pacific Select Funds; Trustee (since 2002) and Chair (2006-2007) of the Finance and Investment Committees (since 2006) of the Thacher School.	Director (since 2005) of iShares, Inc.; Advisory Board Member (since 2009) of Forward Funds.
Charles A. Hurty, 65	Trustee (since 2005).	Retired. Partner, KPMG LLP (1968-2001).	Director (since 2005) of iShares, Inc.; Director (since 2002) of ProMark Absolute Return Strategies Fund LLC (1 portfolio); Director (since 2002) of Citigroup Alternative Investments Multi-Adviser Hedge Fund Portfolios LLC (1 portfolio); Director (since 2005) of CSFB Alternative Investments Fund (6 portfolios).
John E. Kerrigan, 54	Trustee (since 2005).	Chief Investment Officer (since 2002) of Santa Clara University.	Director (since 2005) of iShares, Inc.
*John E. Martinez, 48	Trustee (since 2003).	Director (since 2005) of EquityRock Capital Management; Director (since 2003) of Larkin Street Youth Services.	Director (since 2003) of iShares, Inc.; Chairman (since 2007) of Independent Review Committee, Canadian iShares Funds.

Trustee and Officer Information (Unaudited) (Continued)

iSHARES® TRUST

Independent Trustees (Continued)

Name, Age	Position(s), Length of Service	Principal Occupation(s) During Past 5 Years	Other Directorships Held
Robert H. Silver, 54	Trustee (since 2007).	President and Co-Founder (since 2006) of The Bravitas Group, Inc.; Member (since 2006) of Non-Investor Advisory Board of Russia Partners II, LP; Director and member (2006-2009) of the Audit and Compensation Committee of EPAM Systems, Inc.; President and Chief Operating Officer (2003-2005) and Director (1999-2005) of UBS Financial Services, Inc.; President and Chief Executive Officer (1999-2005) of UBS Services USA, LLC; Managing Director (2000-2005) of UBS America, Inc.; Director and Vice Chairman (since 2001) of the YMCA of Greater NYC; Broadway Producer (since 2006); Co-Founder and Vice President (since 2008) of Parentgiving Inc.	Director (since 2007) of iShares, Inc.

* Prior to August 13, 2009, John E. Martinez was deemed to be an "interested person" (as defined in the 1940 Act) of the Trust due to his affiliations with BGFA, the Funds' investment adviser; BGI, the parent company of BGFA; and Barclays Global Investors Services, an affiliate of BGFA and BGI. Effective August 13, 2009, John E. Martinez is a non-interested person notwithstanding his former affiliation with BGFA and its affiliates prior to 2002.

Officers

Name, Age	Position(s), Length of Service	Principal Occupation(s) During Past 5 Years	Other Directorships Held
Michael A. Latham, 43	President (since 2007).	Head (since 2007) of Americas iShares, BGI; Chief Operating Officer (2003-2007) of the Intermediary Investor and Exchange Traded Products Business of BGI; Director and Chief Financial Officer (since 2005) of Barclays Global Investors International, Inc.	None.
Geoffrey D. Flynn, 52	Executive Vice President and Chief Operating Officer (since 2008).	Chief Operating Officer (since 2008) of U.S. iShares, BGI; Director (2007-2008) of Mutual Fund Operations of BGI; President (2003-2007) of Van Kampen Investors Services; Managing Director (2002-2007) of Morgan Stanley; President (2002-2007) of Morgan Stanley Trust, FSB.	None.

Trustee and Officer Information (Unaudited) (Continued)

iSHARES® TRUST

Officers (Continued)

Name, Age	Position(s), Length of Service	Principal Occupation(s) During Past 5 Years	Other Directorships Held
Jack Gee, 49	Treasurer and Chief Financial Officer (since 2008).	Senior Director (since 2009) of Fund Administration of Intermediary Investor Business of BGI; Director (2004-2009) of Fund Administration of Intermediary Investor Business of BGI; Treasurer and Chief Financial Officer (2004) of Parnassus Investments.	None.
Eileen M. Clavere, 57	Secretary (since 2007).	Director (since 2006) of Legal Administration of Intermediary Investor Business of BGI; Legal Counsel and Vice President (2005-2006) of Atlas Funds, Atlas Advisers, Inc. and Atlas Securities, Inc.; Counsel (2001-2005) of Kirkpatrick & Lockhart LLP.	None.
Ira P. Shapiro, 46	Vice President and Chief Legal Officer (since 2007).	Associate General Counsel (since 2004) of BGI; First Vice President (1993-2004) of Merrill Lynch Investment Managers.	None.
Amy Schioldager, 46	Executive Vice President (since 2007).	Global Head (since 2008) of Index Equity, BGI; Global Head (since 2006-2008) of U.S. Indexing, BGI; Head (2001-2006) of Domestic Equity Portfolio Management, BGI.	None.
Patrick O'Connor, 41	Vice President (since 2007).	Head (since 2006) of iShares Portfolio Management, BGI; Senior Portfolio Manager (1999-2006) of BGI.	None.
Lee Sterne, 43	Vice President (since 2007).	Head (since 2007) of U.S. Fixed Income Index and iShares, BGI; Senior Portfolio Manager (2004-2007) of BGI; Portfolio Manager (2001-2004) of BGI.	None.
Matt Tucker, 36	Vice President (since 2007).	Director (since 2009) of Fixed Income Investment Strategy, BGI; Head (2005-2008) of U.S. Fixed Income Investment Solutions, BGI; Fixed Income Investment Strategist (2003-2005) of BGI.	None.

Notes:

The iShares® Family of Funds

The following is a list of iShares Funds being offered, along with their respective exchange trading symbols. **Please call 1-800-iShares (1-800-474-2737) to obtain a prospectus for any iShares Fund. The prospectus contains more complete information, including charges, expenses, investment objectives and risk factors that should be carefully considered to determine if the Fund(s) are an appropriate investment for you. Read the prospectus(es) carefully before investing. Investing involves risk, including possible loss of principal.**

	Trading Symbol		Trading Symbol
iShares Russell Domestic Index Funds		iShares North American Sector/Subsector Index Funds	
iShares Russell 3000	IWV	iShares S&P North American Technology Sector	IGM
iShares Russell 3000 Growth	IWZ	iShares S&P North American Technology-Multimedia Networking	IGN
iShares Russell 3000 Value	IWW	iShares S&P North American Technology- Semiconductors	IGW
iShares Russell 1000	IWB	iShares S&P North American Technology-Software	IGV
iShares Russell 1000 Growth	IWF	iShares S&P North American Natural Resources Sector ..	IGE
iShares Russell 1000 Value	IWD		
iShares Russell Midcap	IWR	iShares U.S. Domestic Sector Index Funds	
iShares Russell Midcap Growth	IWP	iShares Dow Jones U.S. Basic Materials Sector	IYM
iShares Russell Midcap Value	IWS	iShares Dow Jones U.S. Consumer Goods Sector	IYK
iShares Russell 2000	IWM	iShares Dow Jones U.S. Consumer Services Sector	IYC
iShares Russell 2000 Growth	IWO	iShares Dow Jones U.S. Energy Sector	IYE
iShares Russell 2000 Value	IWN	iShares Dow Jones U.S. Financial Sector	IYF
iShares Russell Microcap	IWC	iShares Dow Jones U.S. Healthcare Sector	IYH
		iShares Dow Jones U.S. Industrial Sector	IYJ
		iShares Dow Jones U.S. Technology Sector	IYW
		iShares Dow Jones U.S. Telecommunications Sector	IYZ
		iShares Dow Jones U.S. Utilities Sector	IDU
iShares S&P Domestic Index Funds		iShares Domestic Subsector Index Funds	
iShares S&P 1500	ISI	iShares Dow Jones Transportation Average	IYT
iShares S&P 100	OEF	iShares Dow Jones U.S. Aerospace & Defense	ITA
iShares S&P 500	IVV	iShares Dow Jones U.S. Broker-Dealers	IAI
iShares S&P 500 Growth	IVW	iShares Dow Jones U.S. Financial Services	IYG
iShares S&P 500 Value	IVE	iShares Dow Jones U.S. Healthcare Providers	IHF
iShares S&P MidCap 400	IJH	iShares Dow Jones U.S. Home Construction	ITB
iShares S&P MidCap 400 Growth	IJK	iShares Dow Jones U.S. Insurance	IAK
iShares S&P MidCap 400 Value	IJJ	iShares Dow Jones U.S. Medical Devices	IHI
iShares S&P SmallCap 600	IJR	iShares Dow Jones U.S. Oil & Gas Exploration & Production	IEO
iShares S&P SmallCap 600 Growth	IJT	iShares Dow Jones U.S. Oil Equipment & Services	IEZ
iShares S&P SmallCap 600 Value	IJS	iShares Dow Jones U.S. Pharmaceuticals	IHE
		iShares Dow Jones U.S. Regional Banks	IAT
		iShares Nasdaq Biotechnology	IBB
iShares Morningstar Domestic Index Funds		iShares Domestic Real Estate Index Funds	
iShares Morningstar Large Core	JKD	iShares Cohen & Steers Realty Majors	ICF
iShares Morningstar Large Growth	JKE	iShares Dow Jones U.S. Real Estate	IYR
iShares Morningstar Large Value	JKF	iShares FTSE NAREIT Real Estate 50	FTY
iShares Morningstar Mid Core	JKG	iShares FTSE NAREIT Industrial/Office Capped	FIO
iShares Morningstar Mid Growth	JKH	iShares FTSE NAREIT Mortgage Plus Capped	REM
iShares Morningstar Mid Value	JKI	iShares FTSE NAREIT Residential Plus Capped	REZ
iShares Morningstar Small Core	JKJ	iShares FTSE NAREIT Retail Capped	RTL
iShares Morningstar Small Growth	JKK		
iShares Morningstar Small Value	JKL	iShares Target Risk Index Funds	
		iShares S&P Conservative Allocation	AOK
iShares Dow Jones Domestic Index Funds		iShares S&P Moderate Allocation	AOM
iShares Dow Jones U.S.	IYY	iShares S&P Growth Allocation	AOR
		iShares S&P Aggressive Allocation	AOA
iShares KLD Socially Responsible Index Funds			
iShares FTSE KLD 400 Social	DSI		
iShares FTSE KLD Select Social	KLD		
iShares NYSE Domestic Index Funds			
iShares NYSE Composite	NYC		
iShares NYSE 100	NY		
iShares Domestic Specialty Index Funds			
iShares S&P U.S. Preferred Stock	PFF		
iShares Dow Jones Select Dividend	DVY		

The iShares[®] Family of Funds (Continued)

	Trading Symbol		Trading Symbol
iShares International Country Index Funds		iShares Target Date Index Funds	
iShares FTSE China (HK Listed)	FCHI	iShares S&P Target Date Retirement Income	TGR
iShares FTSE/Xinhua China 25	FXI	iShares S&P Target Date 2010	TZD
iShares MSCI Australia	EWA	iShares S&P Target Date 2015	TZE
iShares MSCI Austria Investable Market	EWO	iShares S&P Target Date 2020	TZG
iShares MSCI Belgium Investable Market	EWK	iShares S&P Target Date 2025	TZI
iShares MSCI Brazil	EWZ	iShares S&P Target Date 2030	TZL
iShares MSCI Canada	EWC	iShares S&P Target Date 2035	TZO
iShares MSCI Chile Investable Market	ECH	iShares S&P Target Date 2040	TZV
iShares MSCI France	EWQ		
iShares MSCI Germany	EWG	iShares Global Index Funds	
iShares MSCI Hong Kong	EWH	iShares MSCI ACWI	ACWI
iShares MSCI Israel Capped Investable Market	EIS	iShares S&P Global 100	IOO
iShares MSCI Italy	EWI	iShares MSCI Kokusai	TOK
iShares MSCI Japan	EWJ		
iShares MSCI Japan Small Cap	SCJ	iShares Global Sector Index Funds	
iShares S&P/TOPIX 150	ITF	iShares S&P Global Consumer Discretionary Sector	RXI
iShares MSCI Malaysia	EWM	iShares S&P Global Consumer Staples Sector	KXI
iShares MSCI Mexico Investable Market	EWW	iShares S&P Global Energy Sector	IXC
iShares MSCI Netherlands Investable Market	EWN	iShares S&P Global Financials Sector	IXG
iShares MSCI All Peru Capped	EPU	iShares S&P Global Healthcare Sector	IXJ
iShares MSCI Singapore	EWS	iShares S&P Global Industrials Sector	EXI
iShares MSCI South Africa	EZA	iShares S&P Global Materials Sector	MXI
iShares MSCI South Korea	EWY	iShares S&P Global Technology Sector	IXN
iShares MSCI Spain	EWV	iShares S&P Global Telecommunications Sector	IXP
iShares MSCI Sweden	EWD	iShares S&P Global Utilities Sector	JXI
iShares MSCI Switzerland	EWL		
iShares MSCI Taiwan	EWT	iShares Global Theme Based Index Funds	
iShares MSCI Thailand Investable Market	THD	iShares S&P Global Clean Energy	ICLN
iShares MSCI Turkey Investable Market	TUR	iShares S&P Global Infrastructure	IGF
iShares MSCI United Kingdom	EWU	iShares S&P Global Nuclear Energy	NUCL
		iShares S&P Global Timber & Forestry	WOOD
iShares International Index Funds		iShares U.S. Multisector Bond Funds	
iShares MSCI ACWI ex US	ACWX	iShares Barclays Aggregate	AGG
iShares MSCI EAFE	EFA	iShares Barclays Government/Credit	GBF
iShares MSCI EAFE Growth	EFG	iShares Barclays Intermediate Government/Credit	GVI
iShares MSCI EAFE Value	EFV		
iShares MSCI EAFE Small Cap	SCZ	iShares U.S. Government Bond Funds	
iShares FTSE Developed Small Cap ex-North America	IFSM	iShares Barclays Short Treasury	SHV
iShares MSCI Emerging Markets	EEM	iShares Barclays 1-3 Year Treasury	SHY
iShares S&P Emerging Markets Infrastructure	EMIF	iShares Barclays 3-7 Year Treasury	IEI
iShares MSCI BRIC	BKF	iShares Barclays 7-10 Year Treasury	IEF
iShares MSCI EMU	EZU	iShares Barclays 10-20 Year Treasury	TLH
iShares MSCI All Country Asia ex Japan	AAXJ	iShares Barclays 20+ Year Treasury	TLT
iShares MSCI Pacific ex-Japan	EPP	iShares Barclays TIPS	TIP
iShares S&P Asia 50	AIA	iShares Barclays Agency	AGZ
iShares S&P Europe 350	IEV		
iShares S&P Latin America 40	ILF	iShares U.S. Credit Bond Funds	
		iShares Barclays Credit	CFT
iShares International/Global Real Estate Index Funds		iShares Barclays 1-3 Year Credit	CSJ
iShares S&P Developed ex-U.S. Property	WPS	iShares Barclays Intermediate Credit	CIU
iShares FTSE EPRA/NAREIT Developed		iShares iBoxx \$ Investment Grade Corporate	LQD
Real Estate ex-U.S.	IFGL	iShares iBoxx \$ High Yield Corporate	HYG
iShares FTSE EPRA/NAREIT Developed Asia	IFAS		
iShares FTSE EPRA/NAREIT Developed Europe	IFEU	iShares U.S. Securitized Bond Funds	
iShares FTSE EPRA/NAREIT North America	IFNA	iShares Barclays MBS	MBB
iShares International Specialty Index Funds			
iShares Dow Jones International Select Dividend	IDV		

The iShares[®] Family of Funds (Continued)

iShares AMT-Free Municipal Bond Funds	Trading Symbol	iShares International Bond Funds	Trading Symbol
iShares S&P National AMT-Free Municipal	MUB	iShares JPMorgan USD Emerging Markets	EMB
iShares S&P Short Term National AMT-Free Municipal	SUB	iShares S&P/Citigroup International Treasury	IGOV
iShares S&P California AMT-Free Municipal	CMF	iShares S&P/Citigroup 1-3 Year International Treasury	ISHG
iShares S&P New York AMT-Free Municipal	NYF		

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An investment in the Fund(s) is not a deposit of a bank and it is not insured or guaranteed by the Federal Deposit Insurance Corporation or any other government agency.

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iS-1241-0909

For more information:
WWW.ISHARES.COM
1-800-iShares (1-800-474-2737)

The iShares Funds are distributed by SEI Investments Distribution Co. (SEI). Barclays Global Fund Advisors (BGFA) serves as an advisor to the iShares Funds. BGFA is a subsidiary of Barclays Global Investors, N.A. (BGI), neither of which is affiliated with SEI.

The iShares Funds are not sponsored, endorsed, issued, sold or promoted by MSCI Inc., nor does this company make any representation regarding the advisability of investing in the iShares Funds. Neither SEI nor BGI, nor any of their affiliates, are affiliated with the company listed above.

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Investing involves risk, including possible loss of principal.

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

The Fund files its complete schedule of portfolio holdings with the SEC for the first and third quarters of each fiscal year on Form N-Q. The Fund's Form N-Q is 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 Fund also discloses its complete schedule of portfolio holdings on a monthly basis on the Fund's website.

Certain financial information required by regulations or listing exchange rules in jurisdictions outside the U.S. in which iShares Funds are cross-listed may be publicly filed in those jurisdictions. This information is available upon request by calling 1-800-474-2737.

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

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